



Audit Committee
Minutes of Special Meeting

Held on
February 14, 2019 at 11:00 a.m.
at
Connecticut Lottery Corporation
777 Brook Street
Rocky Hill, Connecticut

Committee Members: Michael Thompson, Chair of the Audit Committee; Patrick Birney; Patti Maroney (via teleconference); and Robert Morgan.

CLC Staff Members: Gregory Smith, President and CEO; Chelsea Turner, Vice President; Matthew Stone; Mark Walerysiak; Annmarie Daigle; and Bryan Figueroa.

Invited Guests: Lynda Brandt, Audit Supervisor, Gaming Division, Department of Consumer Protection; Viola Pietrandra, Lottery Supervisor, Gaming Division, Department of Consumer Protection.

Call to Order: Mr. Thompson called the meeting to order at 11:00 a.m.

I. Welcome:

Mr. Thompson thanked the Audit Committee members for their participation in today's meeting.

II. Approval of Minutes:

On motion made by Mr. Morgan and seconded by Mr. Birney, the minutes of the November 15, 2018 Special Meeting of the Audit Committee were approved, with Mr. Birney abstaining.

III. Regulations Review/Update:

Mr. Smith provided the Committee with an overview of CLC's recent meeting with the Department of Consumer Protection regarding proposed changes to the CLC's regulations.

IV. Disaster Recovery Update:

Mr. Smith informed the Committee of CLC's intention to perform a disaster recovery exercise at its back up site on Alumni Road in Newington and will provide the Committee with an update once it is complete. Mr. Smith also discussed a recent disaster recovery exercise performed by the CLC claims department at the Hammer Mill Road, Rocky Hill facility which went well.

V. Draw Project Update:

Referring to a document he provided to the Committee, Mr. Smith outlined the use of digital draw systems in Connecticut and in the U.S. lottery industry in general, including cost, customer

experience, and media concerns. He answered several questions regarding potential next steps in the plan going forward.

VI. Executive Session:

Mr. Thompson asked for a motion to enter into Executive Session to discuss the following agenda items:

- a. SG Contract Amendment
- b. Attorney Client Communications Re: Marcum
- c. Pending Claims and Litigation, CHRO Matters

On motion made by Mr. Morgan, seconded by Mr. Birney, and unanimously approved, the Audit Committee entered into Executive Session at 11:22 a.m. Mr. Smith, Ms. Turner, Mr. Stone were invited to stay for the full Executive Session and Mr. Walerysiak was invited to stay for the first two agenda items.

At 11:58 a.m., the Audit Committee reconvened in regular session.

VIII. Discussion and action, if any, on items discussed during Executive Session:

Mr. Thompson stated that no actions or votes had taken place during Executive Session.

IX. Adjournment:

On motion made by Mr. Morgan, seconded by Mr. Birney, and unanimously approved, the meeting was adjourned at 11:59 a.m.

Respectfully submitted:

Matthew Stone
Corporate Secretary
Connecticut Lottery Corporation