



DRAFT

**Finance Committee
Special Meeting**

July 20, 2022 at 12:00 p.m.
777 Brook Street
Rocky Hill, CT 06067
via teleconference

Committee Members: Steven Ezzes, Chair of the Finance Committee; Matthew Daskal; and Manny Langella (joined at 12:18 p.m.) (all via teleconference).

Staff Members: Gregory Smith, President & CEO and Melissa Durso.

I. Welcome:

Mr. Ezzes called the meeting to order at 12:04 p.m.

II. Review of Sales and Profits for the period ended June 30, 2022:

Mr. Smith noted that total sales for the year were \$1.457 billion, \$6 million under budget. Profits for the year were \$406 million with \$401 million going back to the general fund, the second year in a row over \$400 million in transfers. Although inflation continues to impact sales, overall the lottery is performing well.

III. Quarterly Ratings Report of Insurance Companies:

Mr. Smith noted that the insurance companies that provide annuity products to CLC all have a current stability rating of A or A+.

IV. Discussion and Possible Action Re: Financial Auditor Agreement Addendum:

Proposed additional services to be performed by CLC's financial auditors, CliftonLarsonAllen LLP, include the auditing of sports betting as well as lease reporting under GASB87. After a brief discussion, on a motion by Mr. Daskal, seconded by Mr. Langella, and unanimously approved, it was:

Resolved, that after due consideration and pending recommendation from the Audit Committee, the Finance Committee of the Connecticut Lottery Corporation Board of Directors hereby recommends that the Board approve and authorize the CLC President to amend the existing Services Agreement to add services for auditing Sports Betting and lease reporting requirements under GASB87.

V. Approval of the June 2, 2022 Finance Committee Meeting Minutes:

On a motion by Mr. Langella and seconded by Mr. Daskal, the minutes of the June 2, 2022 Finance Committee were unanimously approved.

VI. Adjournment:

On a motion by Mr. Cicchetti and seconded by Mr. Daskal, the meeting adjourned at 12:24 p.m.

Respectfully submitted,

Melissa Durso
Corporate Secretary
Connecticut Lottery Corporation