



**Regular Meeting of the Audit Committee
of the
Connecticut Lottery Corporation**

Held on
Tuesday, July 27, 2021 at 9:00 a.m.
at the
Connecticut Lottery Corporation
777 Brook Street
Rocky Hill, Connecticut 06067

Committee Members: Andrew Meehan, Chair of the Audit Committee; Wilfred Blanchette, Jr.; and John Flores (all via teleconference).

Staff Members: Gregory Smith, President and CEO; Lauren Perrotti; Matthew Stone; and Annmarie Daigle.

I. Call to Order:

Mr. Meehan called the meeting to order at 9:01 a.m.

II. Approval of April 27, 2021 Audit Committee Meeting Minutes:

On a motion by Mr. Flores and seconded by Mr. Blanchette, the minutes of the April 27, 2021 Audit Committee Meeting were unanimously approved.

III. Audit Committee Areas of Cognizance:

Mr. Smith provided the Committee with an overview of the current responsibilities of both the Finance and Audit Committees. With regard to the Lottery's financial audit, which is currently under the purview of the Finance Committee, members of the Audit Committee, although in agreement with the Finance Committee's desire to extend the current financial auditors' contract, suggested that the Audit Committee have a more involved role in making recommendations to the full Board where the financial auditors are concerned. No action will be taken until the other members of the Audit Committee are consulted.

IV. Quarterly Update on Liquidated Damages with SGI:

Ms. Perrotti reported on liquidated damages for the April through June time period, noting that although several initiatives were put into place, including doubling staffing and preventative maintenance starting back up, there were charges totaling over \$100,000, up from last quarter.

V. Regulations Update:

Mr. Smith provided the Committee with an update regarding the new regulations stating that our procedures and Rules of Operation were submitted to DCP on July 12. Once we receive comments back from DCP they will then go to the full Board for review and approval.

VI. Executive Session:

At 9:34 a.m., on a motion made by Mr. Flores and seconded by Mr. Blanchette, the Committee moved to Executive Session to discuss:

- a. Gaming System Procurement Draft Timeline
- b. Lucky for Life Prize Liability Update
- c. Pending Claims and Litigation: Civil Suit

Mr. Smith, Ms. Perrotti and Mr. Stone were invited to stay for the Executive Session.

At 9:53 a.m., the Committee reconvened in regular session, with Mr. Meehan noting that no votes or actions took place during Executive Session.

VII. Adjournment:

On a motion made by Mr. Blanchette and seconded by Mr. Flores, the Committee adjourned at 9:54 a.m.

Respectfully Submitted:

Matthew Stone
Corporate Secretary
Connecticut Lottery Corporation