

**PUBLIC MEETING OF THE ARIZONA LOTTERY
COMMISSION MINUTES JANUARY 27, 2016**

PRESIDING Chair Frank Conley, Telephonic

COMMISSIONERS Telephonic Mike Love, Jeff Weintraub, Andy Anderson, and Kristine Burnett

LOTTERY Kevin Donnellan, Interim Director; Michael Schiefelbein, Director of Products; Eric Borg, Director of Operations; Raynie Hosto, Director of Sales, Steve O’Ney, Director of IT, LaTrina Rosemond, Director of Audit and Accounting; and Brian Townsend, Deputy Director, Telephonic
Barbara Anderson, Kimberly Siddall, and Jacqui Ayala

GUESTS GTECH Representatives: Russ Harben, Maryanne Manning, and Serena Arlotta
Scientific Games Representatives: Topper Wilson and Genva MacCaffery
Attorney General Representative: Deanie Reh

PUBLIC Kurt Davis

Call to Order Pursuant to the Public Notice dated January 25, 2016, the Public Meeting of the Arizona State Lottery Commission was called to order at 9:00 a.m. by Chair Conley. A quorum was present.

Chair Conley entertained a motion to approve the minutes of the December 18, 2015, Public meeting; Commissioner Weintraub moved, Commissioner Burnett seconded. All members voting aye, motion carried.

New Business Chair Conley asked if any members of the public would like to address the Commission regarding amended instant scratch game profile Trucks & Bucks® #1037 and new instant scratch game profiles: Money Bag Crossword #1050 and Classic Blackout Bingo #1057. No response from the public.

In accordance with A.R.S. §5-554 (C), Chair Conley entertained a motion to approve the order and authorize the Director to issue the order regarding amended and new instant scratch game profiles: #1037, #1050, and #1057. Commissioner Weintraub moved; Commissioner Anderson seconded. Commissioner Weintraub asked what changes were made to Trucks & Bucks. Mr. Schiefelbein said initially there was a typo in the game profile which indicated there were two automatic win features when it should have been one. All members voting aye, the motion carried.

Chair Conley asked if any members of the public would like to address the Commission regarding new Instant Tab Game Profiles: Freedom Reign #057, Serve And Protect

#058, Pass The Buck #059, Loose Diamonds #060, Liberty Bucks #061, Money In The Bank #062, Pot O' Gold PLUS #063, Poker Hand #064, Stand Up & Salute #065, Gold Bar Bonanza #066, Triple 7s #067, and Casino Cash #068. No response from the public.

In accordance with A.R.S. §5-554 (C), Chair Conley entertained a motion to approve the order and authorize the Director to issue the order regarding new Instant Tab Game Profiles: #057, #058, #059, #060, #061, #062, #063, #064, #065, #066, #067, and #068. Vice-Chair Love moved; Commissioner Anderson seconded. All members voting aye, the motion carried.

Chair Conley asked if there was any update on the great Powerball sales for the month of January. Ms. Hosto said for the 19 draws that started on November 5th and ended on January 13th we did almost \$85 Million in Powerball sales. She stated on the final Wednesday before the drawing we did \$15.2 Million in sales and around 5pm that day we checked to see what our sales were per minute and said they were in excess of \$30,000 per minute.

Chair Conley asked if we had done any year over year comparison to see what this would do for the month of January for us. Ms. Anderson said this now puts us ahead of our projections. She said this information will be shared in February's meeting.

Chair Conley asked Ms. Hosto what the preliminary results were for the 'KEF incentive. Ms. Hosto said out-of-stocks were down in the month of December but we do not have January's numbers yet but we will share those results at the next meeting.

Call to the Public Chair Conley invited members of the public to speak before the Commission. No one from the public requested to speak.

Announcements The next Commission meeting will be held February 19, 2016, at 10:00 a.m.

Commissioner Burnett stated that the packet she received showed the next Commission date was the 18th. Ms. Ayala confirmed the next meeting is the 19th and was revised in the posted agenda and script.

Commissioner Anderson asked if when we have these meetings with the Commission participating over the phone if we were still in the main conference room and open to the public to attend. Ms. Ayala said that was correct.

Commissioner Anderson asked about the letter that some of the Commissioners received from Mr. Moses and wanted to know what the protocol was for that. Interim

Director Donnellan asked for clarification on the contents of that letter. Commissioner Anderson said it was a letter that was addressed to three of the Commissioners and Mr. Bouie. He said it was basically a complaint letter that went on for three pages. Interim Director Donnellan said he was not familiar with the letter and asked if we had the letter. Mr. Borg said the letter was received by Kimberly who forwarded it to his department. He said they are going through and addressing the complaints that pertain to his area he said there are a few other areas to go through to address all of the concerns for a reply. Commissioner Anderson asked if the reply would be sent to the Commissioners as well. Mr. Borg said yes. Commissioner Burnett wanted to know if the reply would also be sent to those Commissioners that did not get the letter. Mr. Borg said that would not be a problem.

Adjournment Chair Conley entertained a motion to adjourn, Commissioner Anderson moved; Commissioner Burnett seconded. All members voting aye, motion carried. Meeting adjourned at 9:15 a.m.

Materials A copy of the agenda and background material provided to Commission members, which is not exempt by law from public inspection, is available for public inspection at least 24 hours in advance of the meeting at the Lottery Office located at 4740 East University Drive, Phoenix, Arizona.

Notice Any amendments or additions to the agenda will be made available at least 24 hours prior to the meeting.