

PUBLIC MEETING OF THE ARIZONA LOTTERY

Commission Minutes of November 22, 2019, meeting

PRESIDING Chair Jeff Weintraub (in person)

COMMISSIONERS Julie Katsel (telephonic), Chad Wilson (in person), Debra Roth (in person), and Trent Crump (in person)

LOTTERY Gregg Edgar, Executive Director; Sherri Zendri, Deputy Director of Legal Services; and Russ Harben, Deputy Director of Operations

Kimberly Siddall, Luanne Mansanares, Ivy Gilio, Shelby Alessi, Mary Cimaglio, John Gilliland, Holly Gordon, and Susan Kalember

GUEST Attorney General Representative: Pamela (Linnins) Peiser
Scientific Games Representatives: Topper Wilson and Julio Dieppa
IGT Representatives: Ernie Perez
Owens Harkey Representative: Noelle Hobaica

PUBLIC None

Call to Order

1. Call for Quorum: Pursuant to the Public Notice dated November 18, 2019, the Public Meeting of the Arizona State Lottery Commission was called to order at 10:00 a.m. by Chair Jeff Weintraub.

A quorum was present, with Commissioner Katsel appearing telephonically and Chair Weintraub, Vice-Chair Wilson, Commissioners Roth and Crump appearing in person.

2. Notice: Notice was posted by Kimberly Siddall on November 18, 2019, at 3:35 p.m., at the Arizona State Lottery, located at 4740 E. University Dr., Phoenix, Arizona.
3. Approval of minutes: Chair Weintraub entertained a motion to approve the minutes of the October 18, 2019, Public Meeting. Commissioner Roth moved; Vice-Chair Wilson seconded. The vote was unanimous with all members voting aye and the motion was carried.

Agency Reports

1. Director's Presentation

Director Edgar presented information regarding the Multi-State Lottery Association (MUSL) and how the MUSL jackpots are funded. He informed the Commission that MUSL owns Powerball while the Mega Millions Consortium owns Mega Million Games. MUSL is a non-profit, government-benefit association owned and operated by its member lotteries.

Chair Weintraub inquired which group Arizona is a part of.

Director Edgar informed the Commission that Arizona is a part of Powerball. He also informed the Commission that each state lottery is either a part of MUSL or a part of the Mega Millions Consortium, it's either one or the other but there is a cross sell agreement.

Commissioner Crump requested more information about MUSL.
Director Edgar Responded.

Commissioner Katsel inquired how information regarding the funding is communicated to the Governor.

Director Edgar informed the Commission that he communicates this information to his superior Gilbert Davidson, Chief of Operations for the State of Arizona. The presentation is attached for the official minutes.

Financial Report: Mr. Russ Harben presented financial information involving total sales from instant, Fast Play, and draw games for the past 12 months. Mr. Harben also provided financial information regarding a recent audit that was performed. The presentation is attached for the official minutes.

2. New Game Introduction: No presentation.

New Business – Chair Weintraub asked if any members of the public wanted to address the Commission regarding new instant scratch game profiles: *Power 8s* #1260, *100X* #1261, *Lucky Lines* #1263, and *Aces High* #1264. There were no responses from the public.

In accordance with A.R.S. §5-554(C), Chair Weintraub entertained a motion to approve the orders and authorize the Director to issue the orders regarding new instant scratch game profiles #1260, #1261, #1263, and #1264. Vice-Chair Wilson moved; Commissioner Katsel seconded. The vote was unanimous with all members voting aye and the motion was carried.

Chair Weintraub asked if any members of the public wanted to address the Commission regarding the instant tab game profiles: *Lady Liberty* #129, *American Jackpot* #130, *Ruby Red Slots* #1042 and *Gimme More Money* #1043. There were no responses from the public.

Chair Weintraub inquired about the difference between the three-digit and four-digit games.

Ms. Susan Kalember informed the Commission that three-digit game numbers are reserved for charitable games and four-digit game numbers are used for age restricted / non-charitable games.

In addition, Director Edgar explained the difference between charitable games and age restricted / non-charitable games.

In accordance with A.R.S. §5-554 (C), Chair Weintraub entertained a motion to approve the orders and authorize the Director to issue the orders regarding instant tab game profiles. #129, #130, #1042, and #1043. Commissioner Crump moved; Vice-Chair Wilson seconded. The vote was unanimous with all members voting aye and the motion was carried.

Assistant Attorney General Pamela (Peiser) Linnins publicly inquired if the Chair voted.

Chair Weintraub informed the Assistant Attorney General that a vote had taken place and the ruling was also unanimous with all voting aye.

Assistant Attorney General thanked the Chair for the clarification and informed that she did not hear and wanted to ensure a vote had taken place.

Chair Weintraub asked if any other members of the public wanted to address the Commission. There were no responses from the public.

Chair Weintraub asked if any members of the public wanted to address the Commission regarding new Fast Play game profile: *Piggy Bank Bucks* #118. There were no responses from the public.

In accordance with A.R.S. §5-554(C), Chair Weintraub entertained a motion to approve the order and authorize the Director to issue the order regarding Fast Play game profile #118. Commissioner Roth moved; Commissioner Crump seconded. The vote was unanimous with all members voting aye and the motion was carried.

Chair Weintraub asked if any members of the public wanted to address the Commission regarding second chance profile: *Multiplier Mania Second Chance Promotions Profile* #97. There were no responses from the public.

In accordance with A.R.S. §5-554(C), Chair Weintraub entertained a motion to approve the order and authorize the Director to issue the order regarding second chance promotion profile: #97. Commissioner Roth moved; Vice-Chair Wilson seconded. The vote was unanimous with all members voting aye and the motion was carried.

Call to the Public - Chair Weintraub invited members of the public to speak before the Commission. There were no responses from the public.

Announcements –

1. The next Commission meeting will be held December 20, 2019 at 10:00 a.m.
2. An open meeting law training will be held after the Commission Meeting.

Adjournment - Chair Weintraub entertained a motion to adjourn. Vice-Chair Wilson moved; Commissioner Roth seconded. The vote was unanimous with all members voting aye and the motion was carried.

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.