



INTEROFFICE MEMO

Gary Grief, Executive Director

Alfonso D. Royal III, Charitable Bingo Operations Director

To: J. Winston Krause, Chairman
Carmen Arrieta-Candelaria, Commissioner
Doug Lowe, Commissioner
Robert Rivera, Commissioner

From: Mike Fernandez, Administration Division Director

Date: April 12, 2018

Re: Report, possible discussion and/or action on agency major contracts, including amendment, renewal or extension of the contract for Internal Audit Services and Instant Ticket Manufacturing and Services

The following action item for internal audit services is a major contract under the direct purview of the Commission; as such, any and all action(s) taken regarding the internal audit services contract must be approved by the Commission. Therefore, staff is seeking Commission approval to extend the internal audit services contract for one year.

Service or Goods Provided	Internal Audit Services
Vendor(s)	McConnell & Jones, LLP
Proposed Action	Renew current contract (first option for September 1, 2018 – August 31, 2019)
Description	Perform internal audit activities
Term	September 1, 2017 to August 31, 2018, with three 1-year extensions
Estimated Annual Cost	\$300,000
Conflict of Interest	Commissioners have independently confirmed they do not have a financial interest in McConnell & Jones, LLP

The following is a briefing item to advise the Commission of staff's intent to amend the instant ticket manufacturing services contract with IGT Global Solutions Corp.

Service or Goods Provided	Instant Ticket Manufacturing and Services
Vendor	IGT Global Solutions Corporation
Proposed Action	Amendment
Description	1) Allow TLC use of IGT's content database in exchange for printing the Loteria game.
Term	9/1/2012 – 8/31/2018 with two 3-year extensions
Estimated Annual Cost	\$10,026,120
Estimated Cost of Amendment	No cost increase associated with this amendment
Conflict of Interest	Commissioners have independently confirmed they do not have a financial interest in IGT Global Solutions Corporation.