



INTEROFFICE MEMO

Gary Grief, Executive Director Michael P. Farrell, Charitable Bingo Operations Director

To: J. Winston Krause, Chairman
Doug Lowe, Commissioner
Robert Rivera, Commissioner

From: Mike Fernandez, Administration Division Director *MRF*

Date: April 11, 2019

Re: Report, possible discussion and/or action on agency prime contracts, including amendment, renewal or extension of the contracts for Security Officer Services, Lottery Drawings CPA Services and Risk Review and Compliance Monitoring Services

The following briefing items are to advise the Commission of staff's intent to renew the contracts for Security Officer Services, Lottery Drawing CPA Services and Risk Review and Compliance Monitoring Services.

Service or Goods Provided	Security Officer Services
Vendor	Smith Protective Services, Inc.
Proposed Action	Renew current contract (second option for September 1, 2019 – August 31, 2020)
Description	Perform security officer services for TLC headquarters
Term	July 6, 2017 – August 31, 2018 with three 1-year extensions
Estimated Annual Cost	\$374,876
Conflict of Interest	Commissioners have independently confirmed they do not have a financial interest in Smith Protective Services, Inc.

Service or Goods Provided	Lottery Drawing CPA Services
Vendor	Weaver & Tidwell, LLP
Proposed Action	Renew current contact (first option for September 1, 2019 - August 31, 2020)
Description	Perform lottery drawing CPA services to ensure the integrity of lottery drawings
Term	June 21, 2018 – August 31, 2019 with three 1-year extensions
Estimated Annual Cost	\$787,960
Conflict of Interest	Commissioners have independently confirmed they do not have a financial interest in Weaver & Tidwell, LLP

Service or Goods Provided	Risk Review and Compliance Monitoring Services
Vendor	Grant Thornton LLP
Proposed Action	Renew current contact (first option for September 1, 2019 – August 31, 2020)
Description	Risk review and compliance monitoring services to monitor and report on contract compliance by the Texas Lottery's lottery operator
Term	September 1, 2017 – August 31, 2019 with three 1-year extensions
Estimated Annual Cost	\$250,000
Conflict of Interest	Commissioners have independently confirmed they do not have a financial interest in Grant Thornton, LLP