

MINUTES
ARKANSAS LOTTERY COMMISSION
Monday, June 6, 2011
4:00 p.m.
ALC Conference Room
Third Floor
124 West Capitol Avenue
Little Rock, Arkansas

Chairman Lamberth, by conference call, called the meeting to order. In attendance also were Commissioner Frazier, and Commissioners Pickard, Engstrom, Faris, Hammons, and Campbell by conference call. The ASL was represented by Director Passailaigue, Internal Auditor Hyde, David Barden, Ernestine Middleton, Bishop Woosley, Julie Baldrige, Patricia Vick, Lance Huey and Whitnie Hall.

Chairman Lamberth requested approval of the minutes of the May 11, 2011, meeting. After motion of Commissioner Faris, seconded by Commissioner Campbell, the minutes were approved unanimously.

Commissioner Lamberth expressed the thanks of the Commission and of Arkansas students to outgoing Commissioner Joe White. She welcomed and introduced new Commissioner Raymond Frazier of Little Rock, appointed by Speaker of the House Robert Moore.

Chairman Lamberth asked the Commissioners to review the list of Committee memberships for 2011-12. Commissioner Hammons asked that he be removed from membership in the Audit/Legal Committee because of its size and that he remain on the Personnel and Retail Committees. Commissioner Lamberth made that change. She noted that the Personnel Committee, at its May 23 meeting, had elected Commissioner Hammons its Chair and had added a Vice Chair, Commissioner Shipp, recommending that all Committees fill both positions for reasons of continuity. She endorsed that recommendation and asked the current Chairs of the other three Committees to hold an election for those two positions when they next convene.

The new Committee assignments are as follows:

Personnel Committee: Hammons, Chair; Shipp, Vice Chair; Campbell and Faris

Audit/Legal: Malone, 2010-11 Chair; Engstrom, Faris, and Pickard

Higher Education: Pickard, 2010-11 Chair, Frazier, and Shipp

Retail: Campbell, 2010-11 Chair, Frazier, Hammons, and Malone

Chairman Lamberth invited Commissioner Hammons, Chair of the Personnel Committee, to present a report of the May 23, 2011, Personnel Committee meeting. He reported that in addition to himself, Commissioners Campbell, Shipp, Faris, and Frazier were in attendance. He said that, following a discussion of the OPM recommendations based on the ASL proposals for adjustments in personnel policies, the Committee recommended a 10 per cent salary increase for General Counsel Bishop Woosley, who was promoted in early 2010 from the position of Procurement Director and from an N908 to an N910 designation; and a salary increase for Director of Advertising Joanna Bunten,

who was originally paid more than \$13,000 below the lowest base pay for her designation of N906. Commissioner Campbell asked whether Mr. Woosley's increase would be at the full 10 per cent. Director Passailaigue answered that it would not, based on a FY 2011 Merit and Cost of Living Adjustment increase that skewed the ALC's ability to honor that 10 per cent level. Commissioner Faris asked that written minutes of the Personnel Committee be taken henceforth and made available to the members. The salary matter was discussed among the Commissioners and Mr. Passailaigue, and it was decided that the Commission would consider the possibility of moving Mr. Woosley to an open N912 position to clear the way for his receiving the full 10 per cent. Personnel Committee Chair Commissioner Hammons agreed to call a Committee meeting soon to explore opening this option. Commissioner Pickard asked whether there were other ASL employees who had been moved to a higher pay slot, thereby requiring a 10 per cent increase and was told there were none. Therefore, by motion of Commissioner Campbell, seconded by Commissioner Engstrom, the two raises were approved unanimously.

The Chair recognized Director Passailaigue for a financial update. He reported tentative May sales figures of \$43.4 Million, but with instant ticket sales percentage rising to 89 per cent. He said this dramatic rise in instant sales was spurred by the success of the new \$20 ticket. He said that although there were no final numbers, he anticipates net proceeds for Fiscal Year 2011 will be around \$100 Million.

There being no further business, the meeting was adjourned.