

**MINUTES
SOUTH CAROLINA
EDUCATION LOTTERY COMMISSION
June 23, 2006
10:00 A.M.**

The South Carolina Education Lottery Commission held a teleconference meeting at 10:00 a.m. on Friday, June 23, 2006, originating from the Executive Director's office in the headquarters building, 1333 Main Street, Columbia, South Carolina, with the following Commissioners participating:

Tim Madden, Chair
Ashley Landess, Secretary
Jimmy Bailey, Jr., Treasurer
T. Moffatt Burriss
Dr. Edward Keith
Boykin Rose
Nathaniel Spells, Sr.
Lisa Stevens

Commissioner Marvin Quattlebaum was unable to participate due to a previously scheduled business trip. The Executive Director participated by telephone. Also present were the Chief Operating Officer, other SCEL staff members and Ralph Loder of Scientific Games International. The Chair called the meeting to order.

The Materials Management Office (MMO) issued a Request for Proposals (RFP) for Instant Tickets, Marketing Services, Warehousing and Distribution on behalf of SCEL and three vendors responded. The responses were reviewed by the evaluation panel selected by the Executive Director. Point values were assigned based on the material submitted by the offerors including pricing information. Based on the result, as provided in the Procurement Code, confidential negotiations were conducted with the apparent successful offeror. The Commissioners have been individually advised of the progress of the negotiations.

Staff requested authorization to direct MMO to move forward with the issuance of a Notice of Intent to Award. Once it is issued, which is expected within the next day or two, the statutory protest period will begin. The award is also subject to the performance of a criminal background check by SLED.

Motion Approved

Commissioner Landess moved to accept staff’s recommendation to authorize MMO to move forward with the Intent to Award to the apparent successful offeror. Commissioner Rose seconded the motion which unanimously passed.

The Instant Ticket contract will cover a seven-year term which would allow the vendor to amortize the cost of the warehousing facility over a longer term and pass the savings along to SCEL.

The Instant Ticket RFP also provides for the award of a contract to a secondary vendor that will provide up to five instant game tickets per year. Responses to this portion of the RFP will be reviewed and evaluated at a later date.

There being no further business to come before the commission, the meeting was adjourned.

/s/
Timothy E. Madden, Chairman

Ms. Ashley Landess, Secretary

As required by Section 30-4-80, notification for this meeting was posted at the SCEL headquarters location, the Education Lottery website, and sent via facsimile transmission pursuant to requests made by media outlets and other organizations. The notification included the time, date, place and agenda of the meeting.