

Resolution No. 2025-OPS-003  
Resolution of the Lottery Commission  
of the State of California to  
Ratify Amendment to Add Funds to the Z Squared Construction Agreement for the  
Northern Distribution Center Remodel Project

WHEREAS, the Lottery Commission of the State of California operates and administers the California Lottery in conformance with the California State Lottery Act; and

WHEREAS, in 2022, the Lottery solicited an Invitation for Bid to provide construction services for Northern Distribution Center Remodel Project (the Project), and the Lottery executed an agreement with Z Squared in the amount of \$5,777,910 for the term of November 15, 2022 to November 14, 2024, with options to extend the Agreement for two (2) one-year periods (the Contract); and

WHEREAS, the Project includes expanding a portion of the supply warehouse to support additional, modernized Pick and Pack stations for sales growth, installation of a new roof, heating, ventilation, and air conditioning (HVAC) equipment to address health and safety issues, adding pallet racking to support storage of Lottery products, and upgrading the physical security system for the protection of Lottery assets and staff; and

WHEREAS, the Lottery Commission approved Amendment 01 to the Contract on January 25, 2024, which added \$1,156,265 in funds to support completion of the Project, increasing the total contract authority to \$6,927,175; and

WHEREAS, as part of the Project closeout, the State Fire Marshall (SFM) performed an inspection on October 28, 2024, and identified multiple unexpected deficiencies, including a need for additional interior and exterior exit lighting and signage, completion of a commodities report to ensure proper fire suppression systems were in place, reinstallation of the drop ceiling, and installation of additional lighting in the old Pick and Pack area; and

WHEREAS, the Lottery determined that it was not possible to complete such corrections or to reasonably project the full extent and cost of the work prior to the Contract expiration date of November 14, 2024; and

WHEREAS, the Lottery executed Amendment 02 on November 12, 2024, extending the Contract term through November 14, 2025, and adding \$292,596.00 to cover previously incurred costs and provide a 10% contingency for additional work, bringing the maximum agreement amount to \$7,219,771.99. Amendment 02 was ratified by the Commission at the November 21, 2024, Commission Meeting; and

WHEREAS, The Lottery's architectural firm, LPAS, Inc. worked with the SFM and developed an architectural design plan to address the remaining safety issues, Z Squared prepared a proposed Change Order to perform the work, and LPAS, Inc. and Lottery staff reviewed the proposed Change Order and confirmed that it was appropriate; and

WHEREAS, Lottery staff determined that an additional \$824,133 in funds were needed for completion of the work under the Z Squared Contract, based on the proposed Change Order, and that it was necessary to amend the Contract prior to this September Commission meeting to minimize costs and ensure completion of the work before the Contract's current expiration date of November 14, 2025; and

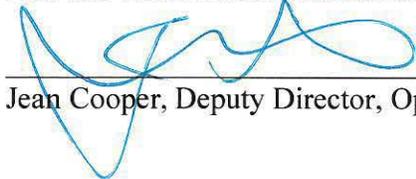
WHEREAS, the Lottery Director executed Contract Amendment 03 on August 7, 2025, pursuant to Lottery Regulations section 8.6.6.A, which provides that if circumstances require work under a particular contract or contract amendment to commence prior to the next Commission meeting, the Director may authorize the execution of the amendment with notification to the Chair of the Commission and subsequent ratification by the Commission. The Operations Division is now requesting the Commission approve Amendment 03 pursuant to Lottery Regulations.

WHEREAS, the Operations Division recommends the Commission ratify Amendment 03 to the Lottery's Agreement with Z Squared, adding funds in the amount of \$824,133. This Amendment increases the total Agreement expenditure amount from \$7,219,771 to \$8,043,904.

NOW, THEREFORE, the Lottery Commission of the State of California does RESOLVE as follows:

1. Amendment 03 to add funds to the Z Squared Construction Agreement to support the Northern Distribution Center Remodel Project is approved.

APPROVAL RECOMMENDED



Jean Cooper, Deputy Director, Operations Division

INTRODUCED AND PASSED: September 25, 2025

AYES: Keetha Mills, Alexandre Rasouli, Tiffani Alvichrez,  
NOES: Anthony Garrison-Engbrecht

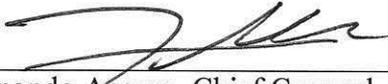
ABSENT:

ABSTENTIONS:



Farida Sarwari, Assistant to the Commission

APPROVED AS TO FORM AND PROCEDURE:

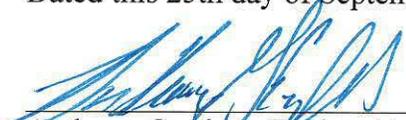


---

Fernando Aceves, Chief Counsel

THIS IS TO CERTIFY that the foregoing Resolution was duly passed by the California State Lottery Commission at its meeting regularly called and held on 25th day of September, 2025, in the City of Sacramento, California, and that the foregoing is a full and correct copy of the original Resolution.

Dated this 25th day of September 2025.



---

Anthony Garrison-Engbrecht, Commissioner  
CALIFORNIA STATE LOTTERY COMMISSION

Resolution No. 2025-OPS-004  
Resolution of the Lottery Commission  
of the State of California to  
Ratify the Purchase Order to Expend Funds and Procure Vehicles for the  
FY 2025-2026 Fleet Vehicle Replacement Plan

WHEREAS, the Lottery Commission of the State of California operates and administers the California Lottery in conformance with the California State Lottery Act; and

WHEREAS, The California State Lottery's (Lottery) fleet consists of over four hundred (400) owned and leased vehicles, including cargo vans, compact vans, sport utility vehicles, sedans, trucks, and trailers. The existing vehicle model years range from 2013 to 2023, with odometer readings as high as 158,000 miles; and

WHEREAS, the Lottery was unable to purchase replacement vehicles for several consecutive years due to supply chain issues that originated during the COVID-19 pandemic, resulting in vehicles remaining in service beyond the recommended replacement standards; and

WHEREAS, the Lottery's Operations Division prepared a FY 2025-2026 Fleet Vehicle Replacement Plan (the Plan) in the spring of 2025, to replace aging and high-mileage vehicles for the Lottery's Sales Division, Security and Law Enforcement Division (SLED), and Operations Division (OPs); and

WHEREAS, the Plan includes an expenditure of up to \$2,206,102.50 to address approximately half of the Lottery's current vehicle replacement needs, and this amount was included within the Lottery's Budget for Fiscal Year (FY) 25-26; and

WHEREAS, the Lottery's Budget for Fiscal Year (FY) 25-26 was approved by the Commission at the May 13, 2025, Commission Meeting; and

WHEREAS, the Lottery's Fleet Services section identified Ford, Chevy, and Dodge as the potential vehicle manufacturers available through California's statewide contracts, and Ford was selected by staff as the preferred manufacturer based on the available models, pricing, and vehicle reliability; and

WHEREAS, the Lottery issued a letter of intent to Downtown Ford in June of 2025 and executed a purchase order on August 4, 2025, in the amount of \$1,580,226.00 for the procurement of thirty (30) Ford Transit T150 Cargo Vans; and

WHEREAS, Lottery Regulation 8.6.2 requires that no contracts with an estimated value of \$250,000 or more may be executed without prior Commission approval; however, Lottery Regulation 8.6.6.A provides that if circumstances require work under a particular contract or contract amendment to commence prior to the next Commission meeting, the Director may authorize the execution of the amendment with notification to the Chair of the Commission and seek Commission ratification at the next opportunity; and

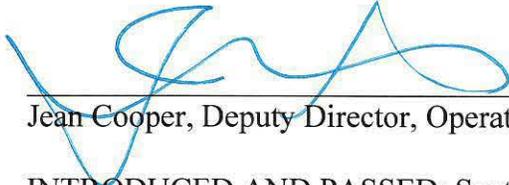
WHEREAS, the Lottery determined that it was necessary to execute the purchase order prior to the September 25 Commission meeting, to fully secure the purchases at the listed rates and ensure timely delivery; and

WHEREAS, The California State Lottery (Lottery) recommends ratification of the purchase order to procure thirty (30) vehicles at a cost of \$1,580,226.00, pursuant to the FY 2025-2026 Fleet Vehicle Replacement Plan.

NOW, THEREFORE, the Lottery Commission of the State of California does RESOLVE as follows:

1. The Lottery Commission ratifies the purchase order to procure thirty (30) Ford Transit T150 Cargo Vans from Downtown Ford at a total cost of \$1,580,226.00.

APPROVAL RECOMMENDED



Jean Cooper, Deputy Director, Operations Division

INTRODUCED AND PASSED: September 25, 2025

AYES: Tiffani Alvidrez, Alexandre Rasauli, Keetha Mills,  
& Anthony Garrison-Engbrecht.

NOES:

ABSENT:

ABSTENTIONS:



Farida Sarwari, Assistant to the Commission

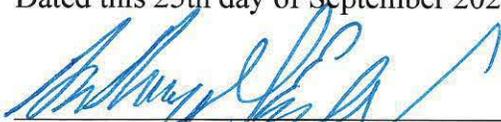
APPROVED AS TO FORM AND PROCEDURE:



Fernando Aceves, Chief Counsel

THIS IS TO CERTIFY that the foregoing Resolution was duly passed by the California State Lottery Commission at its meeting regularly called and held on 25th day of September 2025, in the City of Sacramento, California, and that the foregoing is a full and correct copy of the original Resolution.

Dated this 25th day of September 2025.



Anthony Garrison-Engbrecht, Commissioner  
CALIFORNIA STATE LOTTERY COMMISSION

Resolution No. 2025-FIN-003  
Resolution of the Lottery Commission  
of the State of California to  
Approve the Lottery's Investment Policy and Strategy

WHEREAS, the Lottery Commission of the State of California operates and administers the California State Lottery (Lottery) in conformance with the California State Lottery Act; and

WHEREAS, pursuant to Government Code Section 8880.25.5, the Lottery Commission may invest funds on deposit in the State Lottery Fund within or outside the State Treasury system and purchase and sell securities, including entering into bond purchase agreements with the state to purchase state general fund obligations, or invest in other evidence of indebtedness issued by the state, including but not limited to, notes or warrants; and

WHEREAS, pursuant to the Lottery's investment program, for which the principle objectives are safety of principle and timeliness of payments to Lottery annuity prize winners, the Lottery shall undertake investments in a prudent manner that seeks to ensure the preservation of capital within the overall portfolio, while mitigating credit, reinvestment, and interest rate risk; and

WHEREAS, the Lottery's Investment Policy requires that the Lottery Commission review and adopt, by vote, the Lottery's investment strategy and Investment Policy not less than annually, including the approval of any changes to the Investment Policy, to ensure each remains consistent with current principles and standards for the investment of funds managed by a public entity; and

WHEREAS, the Lottery's Investment Policy includes permitted investment categories and places limits on certain securities to promote diversification and to reduce risk; and

WHEREAS, the Lottery's Investment Policy includes requirements pertaining to changes in credit ratings as well as the reinvestment of securities within the Lottery's investment portfolio in certain situations; and

WHEREAS, the Lottery's investment strategy focuses on (1) investment activity that ensures sufficient cashflow to make scheduled payments to top prize winners who choose the annuity payout option and (2) maintenance of the Lottery's investment portfolio, including ongoing monitoring and mitigation of potential investment risk; and

WHEREAS, the Lottery's current investment strategy is to purchase US Treasury bonds for new annuity prizewinners with the maturity of the investments timed with the scheduled payments of the annuity prizes; and

WHEREAS, the Lottery recommends that the Commission approve the existing Investment Policy with minor revisions and its investment strategy with no modifications for 2025.

NOW, THEREFORE, the Lottery Commission of the State of California does

RESOLVE as follows:

1. The Lottery's Investment Policy and investment strategy are each approved for 2025.

APPROVAL RECOMMENDED



Nicholas Buchen, Deputy Director, Finance Division

INTRODUCED AND PASSED: September 25, 2025

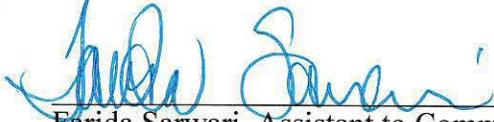
AYES:

Keetha Mills, Alexandre Rasouli, Tiffani Alvidrez,  
Anthony Garrison-Engbrecht

NOES:

ABSENT:

ABSTENTIONS:



Farida Sarwari, Assistant to Commission

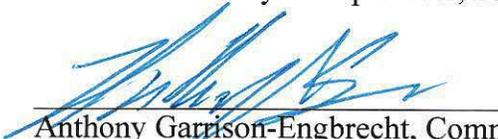
APPROVED AS TO FORM AND PROCEDURE:



Fernando Aceves, Chief Counsel

THIS IS TO CERTIFY that the foregoing Resolution was duly passed by the California State Lottery Commission at its meeting regularly called and held on the 25<sup>th</sup> day of September, 2025, in the City of Sacramento, California, and that the foregoing is a full and correct copy of the original Resolution.

Dated this 25<sup>th</sup> day of September, 2025.



Anthony Garrison-Engbrecht, Commissioner  
CALIFORNIA STATE LOTTERY COMMISSION

Resolution No. 2025-SMD-006  
Resolution of the Lottery Commission  
of the State of California to  
Approve the Lottery to enter into contracts with Pollard  
Banknote Limited, Brightstar Global Solutions Corporation,  
and Scientific Games, LLC, to produce instant lottery tickets  
(Scratchers®) products and related services.

WHEREAS, the Lottery Commission of the State of California operates and administers the California Lottery in conformance with the California State Lottery Act; and

WHEREAS, the Sales and Marketing Division (SMD) released a Request for Proposal (RFP) in Fiscal Year (FY) 24-25 to select vendor(s) to produce Scratchers Products and Related Services; and

WHEREAS, the Lottery received proposals from three vendors. SMD and other key stakeholders throughout the Lottery rated components of the vendors' proposals to determine the Best Value for the Lottery in selecting a Primary vendor and Secondary vendors; and

WHEREAS, the Lottery entered into a competitive range process with the intent to allow each Proposer the opportunity to revise its proposal only in those specific areas identified by the Lottery; and

WHEREAS, the Lottery reviewed all proposals to determine the best value for the Lottery, and the best value proposal was submitted by Pollard Banknote Limited and they were selected as the recommended Primary Scratchers vendor; and

WHEREAS, the Lottery also recommends selecting Scientific Games, LLC and Brightstar Global Solutions Corporation as Secondary Scratchers vendors based on their experience and capabilities; and

WHEREAS, Commission approval is required for this agreement, as set forth in Lottery Regulations section 8.6.2, because the estimated value exceeds \$250,000; and

WHEREAS, the Lottery recommends the Commission approve the Scratchers Products and Related Services Primary vendor contract with Pollard Banknote Limited. The maximum contract amount will be \$358,000,000 for a six-year term, beginning on December 1, 2025, with one three-year extension option and three one-year extension options.

WHEREAS, the Lottery recommends the Commission approve a Scratchers Products and Related Services Secondary vendor contract with Scientific Games, LLC. The maximum contract amount will be \$164,000,000 for a six-year term, beginning on December 1, 2025, with one three-year extension option and three one-year extension options.

WHEREAS, the Lottery recommends the Commission approve a Scratchers Products and Related Services Secondary vendor contract with Brightstar Global Solutions Corporation. The maximum contract amount will be \$44,000,000 for a six-year term, beginning on December 1, 2025, with one three-year extension option and three one-year extension options.

NOW, THEREFORE, the Lottery Commission of the State of California does

RESOLVE as follows:

1. The Scratchers Products and Related service Primary vendor contract with Pollard Banknote Limited and Secondary vendor contracts with Scientific Games, LLC and Brightstar Global Solutions Corporation are approved. The maximum contract amount for Pollard Banknote Limited will be \$358,000,000 for a six-year term, beginning on December 1, 2025, with one three-year extension option and three one-year extension options. The maximum contract amount for Scientific Games, LLC will be \$164,000,000 for a six-year term, beginning on December 1, 2025, with one three-year extension option and three one-year extension options. The maximum contract amount for Brightstar Global Solutions Corporation will be \$44,000,000 for a six-year term, beginning on December 1, 2025, with one three-year extension option and three one-year extension options.

APPROVAL RECOMMENDED

  
Sharon Allen, Deputy Director, Sales & Marketing Division

INTRODUCED AND PASSED: September 25, 2025

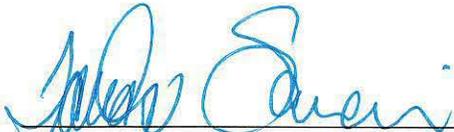
AYES:

Keetha Mills, Tiffani Alvidrez, Alexandre Rasouli,  
Anthony Garrison-Engbrecht

~~NOES:~~

ABSENT:

ABSTENTIONS:

  
\_\_\_\_\_  
Farida Sarwari  
Assistant to Commission

APPROVED AS TO FORM AND PROCEDURE:

  
\_\_\_\_\_  
Fernando Aceves  
Chief Counsel

THIS IS TO CERTIFY that the foregoing Resolution was duly passed by the California State Lottery Commission at its meeting regularly called and held on the 25<sup>th</sup> day of September 2025, in the City of Sacramento, California, and that the foregoing is a full and correct copy of the original Resolution.

Dated this 25<sup>th</sup> day of September 2025.

  
\_\_\_\_\_  
Chairman Anthony Garrison-Engbrecht, Commissioner  
CALIFORNIA STATE LOTTERY COMMISSION