

August 2, 2017.

Honourable David Eby, QC, MLA
Room 232, Parliament Buildings
Victoria, BC, V8V 1X4

Dear Minister,

Currently I am privileged to serve as Chair, British Columbia Lottery Corporation (BCLC) for a term ending May 31, 2018.

It is acknowledged generally a new government may require change in expectation or policy for an organization like BCLC, creating a circumstance for renewal in its governance leadership.

In order to assist that process, if it is to be undertaken, I offer my resignation as Chair BCLC, for your acceptance at any time up to the date when my term of service expires.

Until such time as this offer may be accepted, I will continue serving to the best of my ability.

Yours truly,

A handwritten signature in black ink that reads "Bud Smith". The signature is written in a cursive style with a large, stylized "S" at the end.

Bud Smith, QC

Chair, BCLC

Discussion Agenda

1. BCLC Governance.
 - 3 current Board vacancies.
Trudi Brown term expired 30/6/2017. Chair HR&C Cttee. 13 yrs.
Christina Anthony resigned 6/6/2017. Finance/Pension/Marketing. 2 yrs.
Open spot. Seek Cantonese/Mandarin speaker with financial skills. Had identified a VP - BDC in the risk area (Fiona Chan).
 - 2 terms expire December 31, 2017.
Moray Keith, Chair Risk Cttee. 9 yrs. Business/marketing/finance.
Matthew Watson, Chair G&CSR Cttee. 2 yrs. Technology. Law.
 - 4 terms expire in 2018.
Andrew Brown 31/12/2018. Technology. 2 yrs.
Robert Holden, CA 31/12/2018. Chair Audit Cttee. Finance. Risk. 4 yrs.
Wendy Lisogar-Cocchia 30/11/2018. Marketing/business/risk. 4 yrs.
Bud Smith 31/5/2018. Board Chair. Business/risk/law. 5 yrs.

2. Reporting process.
 - Do you want to hear, at any time, from the Board Chair directly or via your assistant Stephen Howard, or otherwise?
 - Do you want reports from CEO only, through administration processes?

3. Three heads up, in your public facing role.
 - Harvest. Invest.
 - JIGIT ... accountability for BCLC funding.
... 'independent' media coverage.
 - New casinos ... Victoria/South of the Fraser/North Shore Vancouver.
... 'various' competitive forces.

4. CEO compensation ... outstanding leader. Has exceeded expectations.
... place in good shape measured by multi bottom lines.
... People. Players. Public. Profit.

5. My role. Tenure. Your expectations.