

NEW JERSEY STATE LOTTERY COMMISSION

PUBLIC MEETING FEBRUARY 19, 2026

Chairman Leonard called the Commission meeting into session at 10:00 a.m.

COMMISSION MEMBERS

Ian Leonard, Chairman (by phone)
Robert D'Anton, Vice Chairman
Munr Kazmir, Commissioner (by phone)
Jimmy Jung, Commissioner (by phone)
Michael Kanef, Treasurer's Designee (by phone)
Gary Terwilliger, Division of Investment Designee (by phone)

STAFF

James A. Carey, Jr., Executive Director
Marc J. Marseglia, Deputy Executive Director
Curtis Elvin, Deputy Director, Finance
Ryan Schaffer, Deputy Director, Compliance
Roza Dabaghyan, Deputy Attorney General

Executive Director Carey took roll call.

After the Pledge of Allegiance, Chairman Leonard announced that the Lottery was in compliance with the provisions of the Open Public Meetings Act and that adequate notice of the meeting had been provided in the manner prescribed by law.

The first item on the agenda was approval of the minutes of the January 22, 2026 Commission meeting. Chairman Leonard asked if there are any questions or comments. Hearing no questions, Chairman Leonard requested a motion to approve the minutes of January 22, 2026 Commission meeting. Vice Chairman D'Anton made the motion to approve the minutes of the January 22, 2026 Commission meeting. Commissioner Kazmir seconded the motion. Chairman Leonard called for a vote and all the Commissioners voted yes. The motion carried.

DIRECTOR'S REPORT

The Executive Director discussed the Lottery's financial performance during the month of January. Executive Director Carey stated that in January, the Lottery ran the Green Ball promotion and it was relatively successful, but overall results were affected by the extremely cold weather.

Executive Director Carey stated that Chairman Leonard asked if other States had seen similar results. Executive Director Carey replied that it was too soon to see results from other states. Executive Director Carey noted that January was the lowest month of sales that we have had since April of 2020, not including several Februaries, where there are only 28 sales days.

The Executive Director reviewed the Lottery's revenue report for the month, which is set forth below:

**REPORT OF THE EXECUTIVE DIRECTOR (UNAUDITED)
FEBRUARY 19, 2026 (JANUARY RESULTS)**

(\$ in Millions)

| | | MONTHLY NET SALES RESULTS | | | | | |
|--------------------------------|-----------|---------------------------------------|--------------------|------------------|--------------|--------------------|----------------|
| | | Actual | Actual | | | FY 26 Budget | % Over |
| | | January-26 | January-25 | \$ Chg | % Chg | January-26 | -Under |
| Pick-6 Double Play | \$ | 7.29 | \$ 7.81 | \$ (0.52) | -6.7% | \$ 7.53 | -3.2% |
| CASH4LIFE | | 4.46 | 4.85 | (0.39) | -8.0% | 5.75 | -22.4% |
| Mega Millions | | 10.61 | 9.26 | 1.35 | 14.6% | 26.36 | -59.7% |
| Powerball | | 13.40 | 14.68 | (1.28) | -8.7% | 21.98 | -39.0% |
| Lotto Games Total | \$ | 35.76 | \$ 36.60 | \$ (0.84) | -2.3% | \$ 61.62 | -42.0% |
| Pick-3 FIREBALL | \$ | 30.64 | \$ 30.52 | \$ 0.12 | 0.4% | \$ 30.86 | -0.7% |
| Pick-4 FIREBALL | | 17.49 | 18.41 | (0.92) | -5.0% | 18.64 | -6.2% |
| Jersey Cash 5 XTRA | | 15.12 | 14.35 | 0.77 | 5.4% | 16.60 | -8.9% |
| Cash Pop | | 5.58 | 5.82 | (0.24) | -4.1% | 5.86 | -4.8% |
| Quick Draw Progressive | | 6.79 | 6.69 | 0.10 | 1.5% | 6.43 | 5.6% |
| Fast Play Progressive | | 3.84 | 3.61 | 0.23 | 6.4% | 4.67 | -17.8% |
| Daily Mach. Games Total | \$ | 79.46 | \$ 79.40 | \$ 0.06 | 0.1% | \$ 83.06 | -4.3% |
| Scratch Off Tickets | \$ | 144.96 | \$ 150.64 | \$ (5.68) | -3.8% | \$ 154.83 | -6.4% |
| Daily Games Total | \$ | 224.42 | \$ 230.04 | \$ (5.62) | -2.4% | \$ 237.89 | -5.7% |
| NJ Only Games | \$ | 231.71 | \$ 237.85 | \$ (6.14) | -2.6% | \$ 245.42 | -5.6% |
| All Games Total | \$ | 260.17 | \$ 266.63 | \$ (6.46) | -2.4% | \$ 299.51 | -13.1% |
| | | FISCAL YEAR TO DATE NET SALES RESULTS | | | | | |
| | | Actual | Actual | | | Budget | % Over |
| | | FY 2026 | FY 2025 | \$ Chg | % Chg | FY 2026 | -Under |
| Pick-6 Double Play | \$ | 47.90 | \$ 46.80 | \$ 1.10 | 2.4% | \$ 48.92 | -2.1% |
| CASH4LIFE | | 32.38 | 34.45 | (2.07) | -6.0% | 38.78 | -16.5% |
| Mega Millions | | 96.00 | 139.09 | (43.09) | -31.0% | 181.57 | -47.1% |
| Powerball | | 254.04 | 100.07 | 153.97 | 153.9% | 155.57 | 63.3% |
| Lotto Games Total | \$ | 430.32 | \$ 320.41 | \$ 109.91 | 34.3% | \$ 424.84 | 1.3% |
| Pick-3 FIREBALL | \$ | 218.09 | \$ 221.18 | \$ (3.09) | -1.4% | \$ 220.79 | -1.2% |
| Pick-4 FIREBALL | | 129.60 | 133.18 | (3.58) | -2.7% | 133.93 | -3.2% |
| Jersey Cash 5 XTRA | | 103.71 | 110.33 | (6.62) | -6.0% | 111.50 | -7.0% |
| Cash Pop | | 42.64 | 37.56 | 5.08 | 13.5% | 37.56 | 13.5% |
| Quick Draw Progressive | | 49.13 | 48.64 | 0.49 | 1.0% | 46.42 | 5.8% |
| Fast Play Progressive | | 29.57 | 28.10 | 1.47 | 5.2% | 31.92 | -7.4% |
| Daily Mach. Games Total | \$ | 572.74 | \$ 578.99 | \$ (6.25) | -1.1% | \$ 582.12 | -1.6% |
| Scratch Off Tickets | \$ | 1,100.47 | \$ 1,099.65 | \$ 0.82 | 0.1% | \$ 1,116.60 | -1.4% |
| Daily Games Total | \$ | 1,673.21 | \$ 1,678.64 | \$ (5.43) | -0.3% | \$ 1,698.72 | -1.5% |
| NJ Only Games | \$ | 1,721.11 | \$ 1,725.44 | \$ (4.33) | -0.3% | \$ 1,747.64 | -1.5% |
| All Games Total | \$ | 2,103.54 | \$ 1,999.05 | \$ 104.49 | 5.2% | \$ 2,123.54 | -0.9% |
| | | MONTHLY PENSION FUND L CONTRIBUTION | | | | | |
| | | Actual | Actual | | | Budget | % Over |
| | | January-26 | January-25 | \$ Chg | % Chg | January-26 | -Under |
| Monthly Contribution | \$ | 73.35 | \$ 78.74 | \$ (5.39) | -6.8% | \$ 90.83 | -19.2% |
| % of Sales | | 28.19% | 29.53% | | | 30.33% | |
| | | FISCAL YEAR TO DATE CONTRIBUTION | | | | | |
| | | Actual | Actual | | | Budget | % Over |
| | | FY 2026 | FY 2025 | \$ Chg | % Chg | FY 2026 | -Under |
| Total Contribution | \$ | 625.20 | \$ 594.91 | \$ 30.29 | 5.1% | \$ 644.01 | -2.9% |
| % of Sales | | 29.72% | 29.76% | | | 30.33% | |
| Avg. Jackpots | | January-26 | January-25 | | | FY 2026 | FY 2025 |
| Jersey Cash 5 (k) | | \$553.3 | \$471.7 | | | \$541.1 | \$519.7 |
| Pick 6 (m) | | \$8.6 | \$20.9 | | | \$9.1 | \$13.6 |
| Mega Millions (m) | | \$231.7 | \$61.9 | | | \$299.8 | \$335.2 |
| Powerball (m) | | \$109.2 | \$173.9 | | | \$452.9 | \$154.1 |

Executive Director Carey stated the Net Proceeds for the Fiscal Year to date exceed \$625.2 million or 29.72% of sales.

| Fiscal Year Profits from: | | | | |
|----------------------------------|---------|---------|----|-----------------|
| Lotto Games | \$169.9 | million | or | 39.48% of sales |
| Daily Games | \$214.5 | million | or | 37.45% of sales |
| Scratch-Off Games | \$236.2 | million | or | 21.46% of sales |

Executive Director Carey reviewed the high tier winners in January: On January 10, Jersey Cash 5 had one \$1,997,829 winner in Middlesex County. On January 10, Powerball had one \$1,000,000 winner in Ocean County. On January 19, Powerball had a \$1,000,000 winner in Essex County. On January 24, Pick-6 had one \$12,300,000 winner in Ocean County.

Executive Director Carey stated that all drawings for the month of January were completed without abnormalities, except for the evening draw on January 3, when there was a slight delay due to the Pick 6 machine malfunctioning during pretesting. The machine was replaced with the backup machine and the draw occurred at 11:12pm without further issues. All New Jersey online game pools were closed according to procedures, with no abnormalities. All Powerball and Mega Millions drawings were verified and processed without any issues. The Internal Control System (ICS) was processed for each drawing without any problems.

Executive Director Carey stated that Winner Support Services received 2,369 mailed claims during the month. They received an additional 285 hand-delivered or appointment claims. During the month of January, there were 630 mobile claims received and processed electronically. Staff entered 2,947 claims into the claims and payment system and sent 3,542 claims to the Finance Department for payment. These 3,542 claims totaled \$71.3 million in winnings to players.

Executive Director Carey stated that the Million Dollar Replay event is taking place at the Golden Nugget in Atlantic City on March 20. He invited the Commissioners to the event.

Executive Director Carey invited Sam Fromkin, General Manager of Northstar, to provide an update on Northstar activities. Mr. Fromkin stated that Northstar is working closely with the Lottery to get ready for the Million Dollar Replay event. He observed that Win for Life, a \$5 game scratch-offs game that launched in December, is the best performing \$5 game in recent years. He stated that the Green Ball Pick-3 promotion drove sales higher compared to the previous January. The Green ball promotion resulted in six Green Balls being selected and players won an additional \$1.3 million.

Executive Director Carey concluded the Director's report.

Chairman Leonard asked if there are any questions or comments regarding the Director's report. Hearing no questions, Chairman Leonard requested a motion to approve the Director's report. Vice Chairman D'Anton made the motion to approve the Director's report. Commissioner Kazmir seconded the motion and all the Commissioners voted yes. The motion carried.

PUBLIC COMMENT ON AGENDA ITEMS

There was no public comment on agenda items.

NEW BUSINESS

Executive Director Carey certified that consideration for each game included, but was not limited to, intended target market, product family, seasonal factors, launch plans, overall market strategy, sales goals, prior experience, current market trends and marketplace demands. Additionally, as part of our overall responsible gaming initiatives, these games have been reviewed to identify any problematic elements that could present a risk to vulnerable problem gamblers.

The first item of new business was game rules for two Scratch-Off games.

SCRATCH-OFF GAMES SUMMARY

| Instant Game | Price Point | Ticket Quantity | Top Prize | Prize Payout | On-Sale Date |
|---------------------------|-------------|-----------------|--------------|--------------|--------------|
| JERSEY DOG | \$5 | 4.68 million | \$200,000 | 68.00% | 4-May-26 |
| \$1,000,000 PREMIER CA\$H | \$20 | 7.68 million | \$1,000,000* | 73.01% | 4-May-26 |

*Annuity with cash value of \$598,200

Executive Director Carey stated that the Jersey Dog game rules show the tickets that will be sold, featuring 18 real dogs from residents in New Jersey.

Mr. Fromkin thanked Erin León, Northstar Product Manager, and Vince Smart, Director of Marketing, for their hard work on the Jersey Dog ticket.

Chairman Leonard asked if there are any questions regarding the approval of the Scratch-Off ticket game rules for "Jersey Dog" and "1,000,000 Premier Ca\$h." Hearing no questions, Chairman Leonard requested a motion to approve the Scratch-Off ticket game rules. Vice Chairman D'Anton made the motion to approve the Scratch-Off ticket game rules Commissioner Kazmir seconded the motion and all of the Commissioners voted yes. The motion carried.

The second item of new business was game rules for one Fast Play Progressive game.

FAST PLAY PROGRESSIVE GAMES SUMMARY

| Fast Play | Price Point | Top Prize | Prize Payout | On-Sale Date |
|----------------------|-------------|------------------------------|--------------|--------------|
| MAX CA\$H MULTIPLIER | \$10 | \$500 or 100% of the Jackpot | 65.48% | 4-May-26 |

Chairman Leonard asked if there are any questions regarding the approval of the Fast Play Progressive game rules for "Max Ca\$h Multiplier." Hearing no questions, Chairman Leonard requested a motion to approve to the Fast Play Progressive game rules. Vice Chairman D'Anton made the motion to approve the Fast Play Progressive game rules. Commissioner Kazmir seconded the motion and all of the Commissioners voted yes. The motion carried.

PUBLIC COMMENT

There was no public comment.

EXECUTIVE SESSION

There was no executive session.

ADJOURNMENT

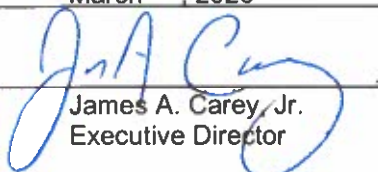
Chairman Leonard asked for a motion to adjourn the public meeting. Vice Chairman D'Anton made the motion to adjourn. Commissioner Kazmir seconded the motion and all the Commissioners voted yes. The motion carried.

I HEREBY CERTIFY that the foregoing is a true and correct copy of the minutes of the New Jersey Lottery Commission meeting held on February 19, 2026.

IN WITNESS WHEREOF, I hereby set my hand on

the _____ 9th _____ day of

March, 2026


James A. Carey, Jr.
Executive Director