





123 Justison Street, 7th Floor, Wilmington, DE 19801

Christine M. Mackintosh

Direct Dial: (302) 622-7081

Email: cmackintosh@gelaw.com

Principal

tel: 302.622.7000 fax: 302.622.7100

30 N. LaSalle Street Suite 2350 Chicago, IL 60602 tel: 312.610.5350 fax: 312.214.0001

201 Mission Street Suite 1200 San Francisco, CA 94105 tel: 415.293.8210 fax: 415.789.4367

www.gelaw.com

January 20, 2023

### VIA HAND DELIVERY AND <u>FILE&SERVEXPRESS</u>

The Honorable Kathaleen St. J. McCormick Chancellor Delaware Court of Chancery Leonard L. Williams Justice Center 500 North King Street, Suite 11400 Wilmington, DE 19801-3734

### Re: In re MSG Networks Inc. S'holders Class Action Litig., C.A. No. 2021-0575-KSJM; In re Madison Square Garden Enter. Corp. S'holders Litig., Cons. C.A. No. 2021-0468-KSJM

Dear Chancellor McCormick:

I write on behalf of the Plaintiffs in the MSG Networks action in response to

Raymond DiCamillo's January 19, 2023<sup>1</sup> letter concerning Your Honor's order that

<sup>&</sup>lt;sup>1</sup> Rule 5.1(b)(3) states: "The designation of material as Confidential Information constitutes a certification that the designating lawyer, party, or person has reviewed the Document and believes that good cause exists for Confidential Treatment." For reasons known only to him, Mr. DiCamillo filed his letter under seal. However, I cannot in good faith represent to this Court that this response contains Confidential Information warranting Confidential Treatment under Rule 5.1, and thus have not filed this letter under seal.

MSGE produce electronically stored information ("ESI") concerning MSGE's termination of Vice President, Internal Audit & SOX Lorraine Peoples. As Your Honor will recall, Ms. Peoples was terminated in the days preceding a crucial meeting of MSGE's Audit Committee to discuss, among other things, disclosures concerning the cost estimates for James Dolan's Las Vegas Sphere project. As Your Honor is aware, after extensive motion practice and oral argument concerning Ms. Peoples' ESI, Mr. DiCamillo has now disclosed that MSGE deleted all of Ms. Peoples' ESI at some undisclosed time after Ms. Peoples was fired. The destruction of Ms. People's ESI was purportedly in accordance with an MSGE policy of deleting the ESI custodial files of terminated employees who are not subject to any preservation notice.

So much to answer for. Mr. DiCamillo's disclosure that Ms. Peoples' entire custodial file has been destroyed is – to put it mildly – troubling. Further, Mr. DiCamillo's contention that MSGE – as a matter of policy – destroys all ESI emanating from terminated employees concurrently with their termination strains credulity. Its facial implausibility aside (particularly if such a policy were applied to a member of a publicly traded company's internal audit team), this assertion is belied by MSGE's production in this litigation of documents from other terminated

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employees – including Jayne McGivern and Gokay Urenay, the MSGE executives most directly responsible for overseeing construction of James Dolan's Las Vegas Sphere project – who were *not* identified by MSGE as custodians and who thus presumably were *not* subject to a litigation hold.

Mr. DiCamillo's disturbing disclosure has obviously impacted the scope of the relief Plaintiffs sought concerning Ms. Peoples. Plaintiffs intend to discuss this matter with defense counsel, but given the circumstances here and the rapidly approaching trial date, we respectfully request that Your Honor schedule a status conference to discuss this latest development and the potential judicial remedies available at the Court's earliest convenience.

We are available at the Court's convenience if Your Honor has any questions regarding this matter, and greatly appreciate the Court's assistance.

Respectfully,

/s/ Christine M. Mackintosh

Christine M. Mackintosh (#5085)

#### WORDS: 441

cc: John L. Reed, Esq. (via File & ServeXpress)
Ronald N. Brown, III, Esq. (via File & ServeXpress)
Peter H. Kyle, Esq. (via File & ServeXpress)
Kelly L. Freund, Esq. (via File & ServeXpress)

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> Elena C. Norman, Esq. (via File & ServeXpress) Alberto E. Chávez, Esq. (via File & ServeXpress) Raymond DiCamillo, Esq. (via File & ServeXpress) Kevin M. Gallagher, Esq. (via File & ServeXpress) Megan O'Connor, Esq. (via File & ServeXpress) Caroline M. McDonough, Esq. (via File & ServeXpress) Brian C. Ralston, Esq. (via File & ServeXpress) David A. Seal, Esq. (via File & ServeXpress) Daniel M. Rusk, IV, Esq. (via File & ServeXpress) Kevin M. Coen, Esq. (via File & ServeXpress) Alexandra M. Cumings, Esq. (via File & ServeXpress)

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# **Transaction Details**

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# **Case Details**

Case Number	Case Name
2021-0468-KSJM	CONS W/2021-0692-KSJM/CONF ORD 6.25.2021/IN RE MADISON SQUARE GARDEN ENTERTAINMENT CORP. STOCKHOLDERS LITIGATION
2021-0575-KSJM	CONF ORD/CONS W/2021-0722/2021-0504/2021- 0748-KSJM - IN RE MSG NETWORKS INC. STOCKHOLDER CLASS ACTION LITIGATION