

# MINUTES OF AUDIT COMMITTEE MEETING

Friday, August 15, 2014

The Audit Committee of the Finance Commission of Texas met Friday, August 15, 2014, in the Finance Commission Building, William F. Aldridge Hearing Room, 2601 North Lamar Boulevard, Austin, Texas.

**Members in attendance:**

Cindy Lyons, Audit Committee Chair  
Lori McCool, Audit Committee Member

**Members absent:**

Victor Leal, Audit Committee Member

**Others in attendance:**

Caroline C. Jones, Commissioner, Texas Department of Savings and Mortgage Lending (SML)  
Leslie Pettijohn, Commissioner, Office of Consumer Credit Commissioner (OCCC)  
Charles Cooper, Executive Director to the Finance Commission and Commissioner, Department of Banking (DOB)

Audit Committee Chair Cindy Lyons announced a quorum was present and called the meeting to order at 8:37 a.m.

**Review and Approval of Minutes of the July 31, 2014, Audit Committee Meeting.**

Lori McCool made a motion to approve the minutes of the July 31, 2014, Audit Committee meeting. Cindy Lyons seconded and the motion passed.

**Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Selection of an Internal Auditor for the Finance Commission Agencies for Fiscal Year 2015.**

Audit Committee Chair Cindy Lyons reported that three qualified candidates were interviewed. Committee Member Lori McCool stated that due diligence was conducted on all three audit firms. Committee Chair Lyons further stated that an ongoing concern when selecting a new audit firm is a possible conflict of interest with audit firms who work a great deal within the financial services industry.

Lori McCool made a motion to recommend to the Finance Commission approval of Garza/Gonzalez and Associates as the internal auditor for the Finance Commission agencies for FY2015. Cindy Lyons seconded and the motion was adopted.

There being no further business, Committee Chair Cindy Lyons adjourned the meeting of the Audit Committee of the Finance Commission on August 15, 2014, at 8:41 a.m.

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Cindy Lyons, Chair of the Audit Committee  
Finance Commission of Texas

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Charles G. Cooper, Executive Director of the  
Finance Commission of Texas

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Judy Schooling, Executive Assistant  
Finance Commission of Texas