

**MINUTES OF THE
AUDIT COMMITTEE MEETING
Friday, June 19, 2015
8:30 a.m.**

The Audit Committee of the Finance Commission of Texas convened at 8:30 a.m. on June 19, 2015, with the following members present: Audit Committee Chair Cindy Lyons, Lori McCool, Susan Burton, and Larry Patton.

Audit Committee Chair Lyons announced that there was a quorum of the Audit Committee of the Finance Commission of Texas with four members present. *(1:00 on audio file)*.

AGENDA ITEM	ACTION	LOCATION ON AUDIO FILE
A. Review and Approval of Minutes of the April 17, 2015, Audit Committee Meeting	Susan Burton made a motion to approve the minutes. Larry Patton seconded and the motion passed.	1:30 start of discussion 1:46 vote
B. Audit Committee Review of Agencies' Activities	No Action Required	2:18 start of discussion
C. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Revisions to the Investment Policy for: 1. Department of Savings and Mortgage Lending 2. Office of Consumer Credit Commissioner 3. Texas Department of Banking	Lori McCool made a motion to approve the Agencies' Revisions to the respective Investment Policies. Susan Burton seconded and the motion passed.	5:14 start of discussion 11:05 vote
D. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Department of Banking's 2015 Annual Internal Audit Report including the Audit of the Revenue Accounting Process as Prepared and Presented by Garza/Gonzalez and Associates	Lori McCool made a motion to approve the Department of Banking's 2015 Annual Internal Audit Report including the Audit of the Revenue Accounting Process as Prepared and Presented by Garza/Gonzalez and Associates. Larry Patton seconded and the motion passed.	11:35 start of discussion 21:50 vote

<p>E. Discussion of and Possible Vote to Recommend that the Finance Commission approve to Extend the Internal Auditor Contract for Garza/Gonzalez and Associates through Fiscal Year 2016</p>	<p>Lori McCool made a motion to approve to Extend the Internal Auditor Contract for Garza/Gonzalez and Associates through Fiscal Year 2016. Susan Burton seconded and the motion passed.</p>	<p>22:21 start of discussion 27:52 vote</p>
<p>F. Report on Activities Relating to the Texas Financial Education Endowment Fund</p>	<p>No Action Required</p>	<p>28:40 start of discussion</p>

There being no further business of the Audit Committee of the Finance Commission of Texas, Chair Cindy Lyons adjourned the meeting at 8:29 a.m. (29.30 on audio file).

/s/Cindy Lyons

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

/s/Charles G. Cooper

Charles G. Cooper, Executive Director
Finance Commission of Texas

/s/Anne Benites

Anne Benites, Executive Assistant
Finance Commission of Texas