

**MINUTES OF THE  
FINANCE COMMISSION MEETING  
Friday, April 17, 2015  
9:00 a.m.**

The Finance Commission of Texas convened at 9:00 a.m. on April 17, 2015, with the following members present: Bill White, Chairman, Paul Plunket, Vice Chair, Susan Burton, Victor Leal, Stacy London, Lori McCool, Will Lucas, Jonathan Newton, Larry Patton, and Jay Shands. Absent was Cindy Lyons.

Chairman White announced that there was a quorum of the Finance Commission of Texas with 10 members present. (.17 on audio file)

<b>AGENDA ITEM</b>	<b>ACTION</b>	<b>LOCATION ON AUDIO FILE</b>
<b>A. FINANCE COMMISSION MATTERS</b>		
1. Review and Approval of the Minutes of the February 20, 2015, Finance Commission Meeting	<b>On Consent Agenda – Item A1</b> This item approved on the Consent Agenda.	17:05
2. General Public Comment	No Action Required	18:04
3. Consent Agenda - <b>Items A1, C2, C3 and C4</b>	Jay Shands made a motion to approve the Consent Agenda. Will Lucas seconded and the motion passed.	17:05 start of discussion  18:27 vote
4. Finance Commission Operations	No Action Required	.43
5. Audit Committee Report		18:58
A. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' February 28 2015, Investment Officer Reports	Coming upon recommendation from the Audit Committee, no second is required and the motion passed.	19:38
B. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' 2015 Second Quarter Financial Statements	Coming upon recommendation from the Audit Committee, no second is required and the motion passed.	19:55
C. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Department of Banking 2015 Audit of the Perpetual Care Cemetery Area as Prepared and Presented by Garza/Gonzalez and Associates	Coming upon recommendation from the Audit Committee, no second is required and the motion passed.	20:14

6. Discussion of and Possible Vote to Take Action on the Finance Commission Agency Heads' Fiscal Year 2015 Mid-Term Accomplishment Reports	Victor Leal made a motion to approve the Finance Commission agency heads' fiscal year 2015 mid-term accomplishment reports. Susan Burton seconded and the motion passed.	21:09 start of discussion  34:15 vote
7. Discussion of the Report of the Financial Condition of the State Banking System (bound separately from packet)	Stacy London made a motion to approve the Report of the Financial Condition of the State Banking System. Larry Patton seconded and the motion passed.	34:45 start of discussion  52:05 vote
8. Discussion of and Possible Vote to Take Action Regarding Personnel Matters Pursuant to §551.074, Texas Government Code: Deliberations with Respect to the Duties of a Person Holding the Position of Executive Director of the Finance Commission, Deliberations with Respect to the Duties of Persons Holding the Position of Agency Commissioner Positions, and Other Staff	Deferred to Executive Session – no vote taken	52:25
9. Discussion of and Possible Vote to Take Action Regarding Facility Planning and Real Property Matters Pursuant to §551.072, Texas Government Code: Deliberations Regarding the Purchase, Exchange, Lease or Value of Real Property	Deferred to Executive Session – no vote taken	52:25
10. Discussion and Consultation with Attorney and Possible Vote to Take Action Pursuant to §551.071, Texas Government Code, for the purpose of seeking the advice or attorney-client privileged communications from our attorneys, including matters of pending and contemplated litigation	Deferred to Executive Session – no vote taken	52:25
<b>B. OFFICE OF CONSUMER CREDIT COMMISSIONER</b>		
1. Industry Status and Departmental Operations: a) Consumer Protection and Assistance Division Activities; b) Licensing Division Activities; c) Administration Division Activities; d) Financial Division Activities; e) Legal Division Activities; and f) Legislative Activities	No Action Required	52:32

<p>2. <b>The Finance Commission Will Enter into Executive Session Pursuant</b> to §552.071, Texas Government Code, for the purpose of seeking the advice or attorney-client privileged communications from its attorneys, with respect to:</p>	<p>Chairman White called for a recess at 10:09 a.m. Upon return from recess the Finance Commission entered into Executive Session.</p> <p>Chairman White reconvened the meeting at 11:02 a.m.</p>	<p>1:08.57</p> <p>1:10.03</p>
<p>3. Discussion and Possible Vote to Take Action with Respect to Agenda Item B2</p>	<p>No Discussion - No Action Required</p>	<p>n/a</p>
<p>4. Discussion of and Possible Vote to Take Action on the Proposal and Publication for Comment of Amendments to 7 TAC §§89.207, 89.601 and 89.802, Concerning Property Tax Lenders</p>	<p>Paul Plunkett made a motion to approve the amendments to the rules. Victor Leal seconded and the motion passed.</p>	<p>1:11.39 start of discussion</p> <p>1:16.20 vote</p>
<p>5. Discussion of and Possible Vote to Take Action Regarding Anticipated and Pending Litigation</p>	<p>No Discussion - No Action Required</p>	<p>n/a</p>
<p><b>C. DEPARTMENT OF BANKING</b></p>		
<p>1. Industry Status and Departmental Operations: a) Items of Interest from the Commissioner's Office; b) Bank and Trust Division Activities; c) Corporate Division Activities; d) Special Audits Division Activities; e) Administrative and Fiscal Division Activities; f) Strategic Support Division Activities; g) Legal Division Activities; h) Legislative Activities; and i) General Items of Interest</p>	<p>No Action Required</p>	<p>1:17.12 start of discussion</p>
<p>2. Discussion of and Possible Vote to Take Action on the Adoption of Amendments to 7 TAC §3.91, Concerning Loan Production Offices</p>	<p><b>On Consent Agenda – Item C2</b> This item approved on the Consent Agenda.</p>	<p>n/a</p>
<p>3. Discussion of and Possible Vote to Take Action on the Adoption of New 7 TAC §3.23 Concerning Exercise of Trust Powers</p>	<p><b>On Consent Agenda – Item C3</b> This item approved on the Consent Agenda.</p>	<p>n/a</p>
<p>4. Discussion of and Possible Vote to Take Action on the Adoption of New 7 TAC §33.52 Concerning How to Provide Information to Customers about Filing a Complaint</p>	<p><b>On Consent Agenda – Item C4</b> This item approved on the Consent Agenda.</p>	<p>n/a</p>
<p>5. Discussion of and Possible Vote to Take Action on Anticipated and Pending Litigation</p>	<p>No Discussion - No Action Required</p>	<p>n/a</p>

<b>D. DEPARTMENT OF SAVINGS AND MORTGAGE LENDING</b>		
1. Industry Status and Departmental Operations – State Savings Bank Activity: a) Industry Status; b) State Savings Bank Charter and Application Activity; c) Recap of Problem Institutions/Enforcement Issues; and d) Other Items	No Action Required	1:29.37
2. Industry Status and Departmental Operations – Mortgage Lending Activity: a) Residential Mortgage Loan Originators; b) Mortgage Examination; c) Consumer Complaints/Legal Activity; d) Mortgage Industry Advisory Committee Minutes; and e) Other Items	No Action Required	1:32.02
3. Fiscal/Operations Activity: a) Funding Status/Audits/Financial Reporting; b) Staffing; c) Other Items; and d) Legislative Activity	No Action Required	1:38.02
4. Discussion of and Possible Action Regarding Anticipated and Pending Litigation	No Discussion – No Action Required	n/a

Chairman Bill White called for an Executive Session at 11:32 a.m. (1.38.30 on audio file). The open meeting resumed at 11:53 a.m. (1.39.09 on audio file).

There being no further business, Chairman Bill White adjourned the meeting of the Finance Commission at 11:53 a.m. (1.39.29 on audio file).

/s/William J. White

William J. White, Chairman  
Finance Commission of Texas

/s/Charles G. Cooper

Charles G. Cooper, Executive Director  
Finance Commission of Texas

/s/Brenda J. Medina

Brenda J. Medina, Executive Assistant  
Finance Commission of Texas