

**MINUTES OF THE
AUDIT COMMITTEE MEETING
Friday, April 21, 2017**

The Audit Committee of the Finance Commission of Texas convened at 8:30 a.m. on April 21, 2017, with the following members present:

Audit Committee Members in Attendance:

Molly Curl, Chairman
Hector Cerna
Lori McCool

Additional Members in Attendance:

Stacy G. London
Jay Shands
Bob Borochoff
Phillip Holt
Will Lucas
Matt Moore
Paul Plunket
Vince E. Puente

Audit Committee Chairman Curl announced that there was a quorum of the Audit Committee of the Finance Commission of Texas with three members present.

| AGENDA ITEM | ACTION | LOCATION ON AUDIO FILE |
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| A. Review and Approval of the Minutes of the February 17, 2017, Audit Committee Meeting | Hector Cerna made a motion to approve the minutes of the February 17, 2017 Audit Committee Meeting. Lori McCool seconded and the motion passed. | 00:10 start of discussion 00:25 vote |
| B. Audit Committee Review of Agencies' Activities | No Action Required. | 00:49 start of discussion |
| C. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' February 28, 2017 Investment Officer Reports 1. Office of Consumer Credit Commissioner 2. Texas Department of Banking 3. Department of Savings and Mortgage Lending | Lori McCool made a motion to recommend the the Finance Commission approve the Agencies' February 28, 2017 Investment Officer Reports. Hector Cerna seconded and the motion passed. | 06:08 start of discussion 15:19 vote |

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|---|--|---|
| <p>D. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' 2017 Second Quarter Financial Statements</p> <ol style="list-style-type: none"> 1. Office of Consumer Credit Commissioner 2. Texas Department of Banking 3. Department of Savings and Mortgage Lending | <p>Lori McCool made a motion to recommend that the Finance Commission approve the Agencies' 2017 Second Quarter Financial Statements. Hector Cerna seconded and the motion passed.</p> | <p>15:42 start of discussion 33:35 vote</p> |
| <p>E. Report on Activities Relating to the Texas Financial Education Endowment Fund</p> | <p>No Action Required.</p> | <p>33:55 start of discussion</p> |

There being no further business of the Audit Committee of the Finance Commission of Texas, Molly Curl adjourned the meeting at 9:07 a.m. (35:55) *on the audio file*)

/s/Molly Curl

Molly Curl, Audit Committee Chair
Finance Commission of Texas

/s/Stephanie Newberg

Stephanie Newberg, Deputy Commissioner
Texas Department of Banking

/s/Anne Benites

Anne Benites, Executive Assistant
Finance Commission of Texas