

**MINUTES OF THE  
AUDIT COMMITTEE MEETING  
Friday, October 20, 2017**

The Audit Committee of the Finance Commission of Texas convened at 8:00 a.m. on October 20, 2017, with the following members present:

**Audit Committee Members in Attendance:**

Molly Curl, Chairman  
Lori McCool  
Stacy G. London substituting for absent Vince E. Puente

**Additional Members in Attendance:**

Bob Borochoff  
Hector Cerna  
Phillip Holt  
Will Lucas  
Matt Moore  
Paul Plunket  
Jay Shands

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

<b>AGENDA ITEM</b>	<b>ACTION</b>	<b>LOCATION ON AUDIO FILE</b>
A. Review and Approval of the Minutes of the August 18, 2017, Audit Committee Meeting	Lori McCool made a motion to Approve the Minutes of the August 18, 2017 Audit Committee Meeting. Stacy G. London seconded and the motion passed.	00:22 start of discussion 01:13 vote
B. Audit Committee Review of Agencies' Activities	No Action Required.	01:36 start of discussion
C. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' August 31, 2017 Investment Officer Reports	Lori McCool made a motion to Recommend that the Finance Commission Approve the Agencies' August 31, 2017 Investment Officer Reports. Stacy G. London seconded and the motion passed.	06:21 start of discussion 18:19 vote

<p>D. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' 2017 Fourth Quarter Financial Statements</p>	<p>Lori McCool made a motion to Recommend that the Finance Commission Approve the Agencies' 2017 Fourth Quarter Financial Statements. Stacy G. London seconded and the motion passed.</p>	<p>18:28 start of discussion 35:58 vote</p>
<p>E. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the the Readoption of the Investment Policies for the Department of Savings and Mortgage Lending and the Office of Consumer Credit Commissioner</p>	<p>Lori McCool made a motion to Recommend that the Finance Commission Approve the Readoption of the Investment Policies for the Department of Savings and Mortgage Lending and the Office of Consumer Credit Commissioner. Stacy G. London seconded and the motion passed.</p>	<p>36:23 start of discussion 38:14 vote</p>
<p>F. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Amount of Funds the Department of Savings and Mortgage Lending will Contribute to the Texas Financial Education Endowment Fund</p>	<p>Lori McCool made a motion to Recommend that the Finance Commission Approve the Department of Savings and Mortgage Lending to Contribute \$500,000 to the Texas Financial Education Endowment Fund. Stacy G. London seconded and the motion passed.</p>	<p>38:46 start of discussion 40:11 vote</p>
<p>G. Report on Activities Relating to the Texas Financial Education Endowment Fund</p>	<p>No Action Required.</p>	<p>40:32 start of discussion</p>
<p>H. Discussion of and Possible Vote to Award Final Selection of Organizations, to Receive Grant Funds in an Aggregate Amount Not to Exceed \$250,000 From the Texas Financial Education Endowment Fund</p>	<p>Lori McCool made a motion to Recommend that the Finance Commission Approve the Final Selection of Organizations to Receive Grant Funds in an Aggregate Amount of \$250,000 from the Texas Financial Education Endowment Fund.</p> <ul style="list-style-type: none"> <li>• Building Financial Capacity Coalition - \$33,000</li> <li>• Center for Transforming Lives - \$33,000</li> </ul>	<p>42:03 start of discussion 48:49 vote</p>

	<ul style="list-style-type: none"> <li>• Family Service Association of San Antonio - \$33,000</li> <li>• FirstLight Community Foundation - \$16,000</li> <li>• Goodwill Industries of Central Texas - \$33,000</li> <li>• Harris County Department of Education - \$19,000</li> <li>• Trinity Basin Preparatory - \$17,000</li> <li>• Wesley Mission Center - \$33,000</li> <li>• Women's Resource of Greater Houston - \$33,000</li> </ul> <p>Stacy G. London seconded and the motion passed.</p>	
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There being no further business of the Audit Committee of the Finance Commission of Texas, Molly Curl adjourned the meeting at 8:50 a.m. (49:21) *on the audio file*)

/s/Molly Curl

Molly Curl, Audit Committee Chair  
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