

**MINUTES OF THE  
AUDIT COMMITTEE MEETING  
Friday, April 17, 2020**

The Audit Committee of the Finance Commission of Texas convened at 8:30 a.m. on April 17, 2020 with the following members present:

**Audit Committee Members in Attendance (via webinar):**

Molly Curl, Chairman  
Hector Cerna  
Lori McCool

Chairman Curl announced there was a quorum of the Audit Committee of the Finance Commission of Texas with three members present. (:26 on audio file).

AGENDA ITEM	ACTION	LOCATION ON AUDIO FILE
A. Review and Approval of the Minutes of the February 14, 2020 Audit Committee Meeting	Lori McCool made a motion to Approve the Minutes of the February 14, 2020 Audit Committee Meeting. Hector Cerna seconded and the motion passed.	1:08 start of discussion  1:25 Vote
B. Review of Agencies' Activities  1. Texas Department of Banking 2. Department of Savings and Mortgage Lending 3. Office of Consumer Credit Commissioner	No Action Required.	1:50 start of discussion
C. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' Fiscal Year 2020 Internal Auditor's Risk Assessment and Audit Plan  1. Texas Department of Banking 2. Department of Savings and Mortgage Lending 3. Office of Consumer Credit Commissioner	Lori McCool made a motion to recommend that the Finance Commission Approve the Agencies' Fiscal Year 2020 Internal Auditor's Risk Assessment and Audit Plan. Hector Cerna seconded and the motion passed.	9:12 start of discussion  30:05 Vote
D. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' February 29, 2020 Investment Officer Reports  1. Texas Department of Banking 2. Department of Savings and Mortgage Lending 3. Office of Consumer Credit Commissioner	Lori McCool made a motion to recommend that the Finance Commission Approve the Agencies' February 29, 2020 Investment Officer Reports. Hector Cerna seconded and the motion passed.	3:50 start of discussion  8:29 Vote

AGENDA ITEM	ACTION	LOCATION ON AUDIO FILE
<p>E. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' 2020 Second Quarter Financial Statements</p> <ol style="list-style-type: none"> <li>1. Texas Department of Banking</li> <li>2. Department of Savings and Mortgage Lending</li> <li>3. Office of Consumer Credit Commissioner</li> </ol>	<p>Hector Cerna made a motion to recommend that the Finance Commission Approve the Agencies' 2020 Second Quarter Financial Statements. Lori McCool seconded and the motion passed.</p>	<p>30:30 start of discussion</p> <p>44:45 Vote</p>
<p>F. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Reduction of Assessment Rates, and the Reserve and Expenditure of Funds for Thrift Examination and Supervision for FY2020, as needed, in Connection with the Charles Schwab Bank, SSB and Charles Schwab Premier Bank, SSB Conversions</p>	<p>Hector Cerna made a motion to recommend that the Finance Commission Approve the Reduction of Assessment Rates, and the Reserve and Expenditure of Funds for Thrift Examination and Supervision for FY2020, as needed, not to exceed \$100,000, in Connection with the Charles Schwab Bank, SSB and Charles Schwab Premier Bank, SSB Conversions. Lori McCool seconded and the motion passed.</p>	<p>45:07 start of discussion</p> <p>59:17 Vote</p>
<p>G. Report on Activities Relating to the Texas Financial Education Endowment Fund</p>	<p>No Action Required.</p>	<p>1:01:01 start of discussion</p>

There being no further business of the Audit Committee of the Finance Commission of Texas, Chairman Curl adjourned the meeting at 9:32 a.m. (1:02:22 on the audio file).

/s/ Molly Curl  
 Molly Curl, Chairman, Audit Committee  
 Finance Commission of Texas

/s/ Charles G. Cooper  
 Charles G. Cooper, Executive Director  
 Finance Commission of Texas

/s/ Brenda Medina  
 Brenda Medina, Executive Assistant  
 Finance Commission of Texas