

**MINUTES OF THE
AUDIT COMMITTEE MEETING
Friday, June 16, 2023**

The Audit Committee of the Finance Commission of Texas convened at 8:30 a.m., on Friday, June 16, 2023, with the following members present:

Audit Committee Members in Attendance:

Debbie Scanlon, Chairman
Phillip Holt, Chairman, Finance Commission of Texas
Cliff McCauley, Vice-Chair, Finance Commission of Texas

Audit Committee Members Absent:

Roselyn "Rosie" Morris
Hector Cerna

Chairman Scanlon announced there was a quorum of the Audit Committee of the Finance Commission of Texas with three (3) members present. *(0:36 on audio file).*

AGENDA ITEM	ACTION	LOCATION ON AUDIO FILE
A. Review and Approval of the Minutes of the April 21, 2023, Audit Committee Meeting	Phillip Holt made a motion to Approve the Minutes of the April 21, 2023, Audit Committee Meeting. Cliff McCauley seconded, and the motion passed.	0:54 Start of Discussion 1:09 Vote
B. Review of Agencies' Activities 1. Department of Savings and Mortgage Lending 2. Texas Department of Banking 3. Office of Consumer Credit Commissioner	No Action Required.	1:29 Start of Discussion
C. Discussion of the 2024 Budget Process	No Action Required.	5:06 Start of Discussion
D. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Office of Consumer Credit Commissioner's Texas Financial Education Endowment Fund Investment Portfolio Administration Audit Report as Prepared and Presented by Garza/Gonzalez and Associates	Cliff McCauley made a motion to Recommend that the Finance Commission Approve the Office of Consumer Credit Commissioner's Texas Financial Education Endowment Fund Investment Portfolio Administration Audit Report as Prepared and Presented by Garza/Gonzalez and Associates. Phillip Holt seconded, and the motion passed.	6:12 Start of Discussion 14:06 Vote
E. Discussion of the Activities of the Texas Financial Education Endowment (TFEE) Fund	No Action Required.	14:40 Start of Discussion

AGENDA ITEM	ACTION	LOCATION ON AUDIO FILE
F. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Revised Texas Financial Education Endowment Fund Grant Administration & Advisory Policy Manual and 2024-2025 Funding Priorities	Phillip Holt made a motion to Recommend that the Finance Commission Approve the Revised Texas Financial Education Endowment Fund Grant Administration & Advisory Policy Manual and 2024-2025 Funding Priorities. Cliff McCauley seconded, and the motion passed.	16:19 Start of Discussion 18:18 Vote
G. Discussion of and Possible Vote to Recommend that the Financial Commission Take Action to Approve an Amount for the Upcoming 2024-2025 Grant Cycle for the Texas Financial Education Endowment	Cliff McCauley made a motion to Recommend that the Finance Commission Approve \$730,000 for the Upcoming 2024-2025 Grant Cycle for the Texas Financial Education Endowment. Phillip Holt seconded, and the motion passed.	18:44 Start of Discussion 26:30 Vote
H. Discussion of the Activities of the Mortgage Grant Fund	No Action Required.	26:55 Start of Discussion
I. Discussion of and Consultation on Security Audit, Possible Issue Related to Confidential or Sensitive Information, Security Breach Audit and Assessment, or Security Assessments or Deployment Related to Information Resources Technology as Authorized by §551.076 and § 551.089, Texas Government Code	Deferred to Executive Session. No Vote Required.	n/a

Chairman Scanlon called for an Executive Session at 8:57 a.m. (27:30 on the audio file). The open meeting resumed at 9:27 a.m. (28:11 on the audio file).

There being no further business of the Audit Committee of the Finance Commission of Texas, Chairman Scanlon adjourned the meeting at 9:27 a.m. (28:37 on the audio file).

/s/Phillip Holt

Phillip Holt, Chairman, Finance Commission on behalf of
 Debbie Scanlon, Chairman, Audit Committee
 Finance Commission of Texas

/s/Charles G. Cooper

Charles G. Cooper, Executive Director
 Finance Commission of Texas

/s/Ruth Wright

Ruth Wright, Executive Assistant
 Finance Commission of Texas