

**MINUTES OF THE  
AUDIT COMMITTEE MEETING  
Friday, February 16, 2024**

The Audit Committee of the Finance Commission of Texas convened at 8:30 a.m., on Friday, February 16, 2024, with the following members present:

**Audit Committee Members in Attendance:**

Phillip Holt, Interim Chairman (Chairman, Finance Commission of Texas)

Hector Cerna

Roselyn "Rosie" Morris

Chairman Holt announced there was a quorum of the Audit Committee of the Finance Commission of Texas with three (3) members present. *(0:18 on audio file)*.

AGENDA ITEM	ACTION	LOCATION ON AUDIO FILE
A. Review and Approval of the Minutes of the December 15, 2023 Audit Committee Meeting	Rosie Morris made a motion to Approve the Minutes of the December 15, 2023 Audit Committee Meeting. Hector Cerna seconded, and the motion passed.	0:35 Start of Discussion  0:46 Vote
B. Review of Agencies' Activities 1. Office of Consumer Credit Commissioner 2. Department of Savings and Mortgage Lending 3. Texas Department of Banking	No Action Required.	1:01 Start of Discussion
C. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' 2024 First Quarter Investment Officer Reports 1. Office of Consumer Credit Commissioner 2. Department of Savings and Mortgage Lending 3. Texas Department of Banking	Hector Cerna made a motion to recommend that the Finance Commission Approve the Agencies' 2024 First Quarter Investment Officer Reports. Rosie Morris seconded, and the motion passed.	2:44 Start of Discussion  5:14 Vote
D. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' 2024 First Quarter Financial Statements 1. Office of Consumer Credit Commissioner 2. Department of Savings and Mortgage Lending 3. Texas Department of Banking	Rosie Morris made a motion to recommend that the Finance Commission Approve the Agencies' 2024 First Quarter Financial Statements. Hector Cerna seconded, and the motion passed.	5:33 Start of Discussion  11:56 Vote
E. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Agencies' Fiscal Year 2024 Internal Auditor's Risk Assessment and Audit Plan 1. Office of Consumer Credit Commissioner 2. Department of Savings and Mortgage Lending 3. Texas Department of Banking	Rosie Morris made a motion to recommend that the Finance Commission Approve the Agencies' Fiscal Year 2024 Internal Auditor's Risk Assessment and Audit Plan. Hector Cerna seconded, and the motion passed.	12:15 Start of Discussion  29:50 Vote

AGENDA ITEM	ACTION	LOCATION ON AUDIO FILE
F. Discussion of and Possible Vote to Recommend that the Finance Commission Take Action on the Activities of the Texas Financial Education Endowment Fund	No Action Required.	30:12 Start of Discussion
G. Discussion of the Activities of the Mortgage Grant Fund	No Action Required.	31:03 Start of Discussion
H. 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 Holt called for an Executive Session at 9:01 a.m. *(31:34 on audio file)*. The open meeting resumed at 9:15 a.m. *(32:10 on audio file)*

There being no further business of the Audit Committee of the Finance Commission of Texas, Chairman Holt adjourned the meeting at 9:15 a.m. *(32:23 on the audio file)*.

/s/Phillip Holt

Phillip Holt, Interim 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