

MINUTES OF THE
TEXAS WATER DEVELOPMENT BOARD
AUDIT COMMITTEE MEETING
February 2, 2012

Chairman, Lewis H. McMahan called to order the meeting of the Audit Committee of the Texas Water Development Board at 8:30 a.m. in the Stephen F. Austin Building, Room 170, Austin, Texas. Member Joe M. Crutcher was present. Member Billy Bradford, Jr. was not in attendance.

The following Board members were also present:

Edward Vaughan, Chairman
Thomas Weir Labatt, III
Monte Cluck, Member

Members of the Texas Water Development Board staff attending included: Chris Adams, Renita Bankhead, Stacy Barna, Ben Benzaquen, Joyce Bourenane, Kelly Burton, Melanie Callahan, Kathy Calnan, Chris Caran, David Carter, Larry French, Lisa Glenn, Monica Galuski, Rene Gonzalez, Mark Hall, Dan Hardin, Ruben Hernandez, Amanda Jenami, Zhenwen Jia, Chris Jurgens, Merry Klonower, Amanda Lavin, Kathleen Ligon, Darryl Lindgens, Ryan Long, Robert Mace, Piper Montemayor, Brenda O'Neill, Ken Petersen, Lisa Petoskey, Samantha Pollard, Debbie Ramirez, Steve Rodriguez, Michael Segner, Joel Smith, John Steib, Rebecca Trevino, Comer Tuck, Jeff Walker, Carlton Wilkes, and David Yager.

1. CONSIDER APPROVAL OF THE MINUTES OF THE OCTOBER 2011 MEETING.

Mr. Crutcher moved to approve the minutes as submitted. Mr. McMahan seconded the motion; it passed unanimously.

REPORTS

2. REPORT ON FISCAL YEAR 2012 FIRST QUARTER BUDGET REPORTS. Renita Bankhead, Director, Budget Division, addressed the Board.

No action was taken on this item.

3. REPORT ON FISCAL YEAR 2012 FIRST QUARTER FINANCIAL STATEMENTS. Rebecca Trevino, Director, Accounting Division, presented this item.

No action was taken on this item.

REGULAR

4. BRIEFING AND DISCUSSION ON THE ACTIVITIES OF INTERNAL AUDIT, INCLUDING THE STATUS OF OUTSTANDING AUDIT ISSUES AND CURRENT EXTERNAL AUDITS. Amanda Jenami, Director of Internal Audit, presented this item.

No action was taken on this item.

5. BRIEFING AND DISCUSSION ON THE INTERNAL AUDIT REVIEW OF THE TEXAS WATER DEVELOPMENT BOARD'S INVESTMENT ACTIVITIES FOR THE PERIOD SEPTEMBER 1, 2009 TO AUGUST 31, 2011. Amanda Jenami, Director of Internal Audit, presented this item.

No action was taken on this item.

6. BRIEFING AND DISCUSSION ON THE INTERNAL AUDIT REVIEW OF THE TEXAS WATER DEVELOPMENT BOARD'S LOAN APPLICATION PROCESS. Amanda Jenami, Director of Internal Audit, presented this item.

No action was taken on this item.

7. BRIEFING AND DISCUSSION ON FISCAL YEAR 2011 ANNUAL FINANCIAL REPORT. Renita Bankhead, Director, Budget, presented this item.

No action was taken on this item.

8. BRIEFING AND DISCUSSION ON FISCAL YEAR 2012 FIRST QUARTER FINANCIAL MONITORING. Carleton Wilkes, Financial Monitoring, presented this item. Piper Montemayor, Director, Debt & Portfolio Management, also addressed the Board.

No action was taken on this item.

9. THE COMMITTEE MAY DISCUSS ITEMS FROM THE WORK SESSION OF FEBRUARY 1, 2012, OR THE FINANCE COMMITTEE OR THE BOARD MEETING OF FEBRUARY 2, 2012.

The Board did not discuss any other items.

The meeting adjourned at 9:17 a.m.

APPROVED and ordered of record this, the 19th day of April, 2012.

TEXAS WATER DEVELOPMENT BOARD
AUDIT COMMITTEE

Lewis McMahan, Chairman

ATTEST:

Melanie Callahan
Executive Administrator