

**State Board of Education
Committee on School Finance/Permanent School Fund
April 9, 2026**

The State Board of Education Committee on School Finance/Permanent School Fund met at 9:00 a.m. on Thursday, April 9, 2026, in Room 2.034 of the Barbara Jordan Building, 1601 N. Congress Avenue, Austin, Texas.

Present: Tom Maynard, chair; Marisa Perez-Diaz, vice chair; Keven Ellis; Will Hickman; and Aaron Kinsey.

ACTION ITEMS

1. **Proposed Amendment to 19 TAC Chapter 109, Budgeting, Accounting, and Auditing, Subchapter C, Adoptions By Reference, §109.41, Financial Accountability System Resource Guide**
(Second Reading and Final Adoption)
(Board agenda page III-1)

David Marx, senior director, Financial Compliance Division, presented this item. Mr. Marx explained that the proposed amendment would adopt by reference the updated Financial Accountability System Resource Guide (FASRG). He explained that revisions are being made at adoption to align guidance with the Governmental Accounting Standards Board (GASB) Statement No. 103, reflect changes by the legislature made to the TEC, §44.031, and update fund codes to clarify accounting for specific state funds.

Mr. Marx offered proposed amendments related to the following:

- changes to the FASRG Modules that would include the changes to financial reports that Governmental Accounting Standards Board (GASB) Statement 103 made and became effective during the year
- updating Module 5 to align with the change in TEC 44.031 to increase the purchasing threshold to \$100,000
- changes to FASRG Module 1 Appendices and Module 3 to expand some of the state grant fund codes to clarify reporting of the state grants.

MOTION: It was moved by Member Perez-Diaz that the Committee recommend that the State Board of Education:

Approve for second reading and final adoption the proposed amendment to 19 TAC Chapter 109, Budgeting, Accounting, and Auditing, Subchapter C, Adoptions By Reference, §109.41, Financial Accountability System Resource Guide *with the staff-recommended amendments*; and

Make an affirmative finding that immediate adoption of the proposed amendment to 19 TAC Chapter 109, Budgeting, Accounting, and Auditing, Subchapter C, Adoptions By Reference, §109.41, Financial Accountability System Resource Guide, is necessary and shall have an effective date of 20 days after filing as adopted with the Texas Register.

The motion was adopted.

2. Proposed Revisions to 19 TAC Chapter 109, Budgeting, Accounting, and Auditing, Subchapter B, Texas Education Agency Audit Functions, §109.25, State Compensatory Education Program Reporting and Auditing System, and Subchapter D, Uniform Bank Bid or Request for Proposal and Depository Contract (Second Reading and Final Adoption)

(Board agenda page III-8)

Mr. Marx presented the item, which repeals sections of the Code removed by the Legislature, and removes the requirement that school districts submit depository contracts to TEA. No changes were recommended since approved for first reading.

MOTION: It was moved by Member Perez-Diaz that the Committee recommend that the State Board of Education:

Approve for second reading and final adoption the proposed revisions to 19 TAC Chapter 109, Budgeting, Accounting, and Auditing, Subchapter B, Texas Education Agency Audit Functions, §109.25, State Compensatory Education Program Reporting and Auditing System, and Subchapter D, Uniform Bank Bid or Request for Proposal and Depository Contract; and

Make an affirmative finding that immediate adoption of the proposed revisions to 19 TAC Chapter 109, Budgeting, Accounting, and Auditing, Subchapter B, Texas Education Agency Audit Functions, §109.25, State Compensatory Education Program Reporting and Auditing System, and Subchapter D, Uniform Bank Bid or Request for Proposal and Depository Contract, is necessary and shall have an effective date of 20 days after filing as adopted with the Texas Register.

The motion was adopted.

DISCUSSION ITEMS

3. Status Review of Current Nominees for State Board Positions

(Board agenda page III-56)

John McGeady, Director of External Relations at the Texas Permanent School Fund Corporation, informed the committee that on April 8, Governor Abbott reappointed two members of the School Land Board, Mr. Brade Curlee and Mr. David Eyler, who were among the candidates nominated by the Board and forwarded to the Governor's office at their June 2025 meeting.

Regarding the list of nominees for appointment to the Teacher Retirement System Board of Trustees, Mr. McGeady noted that that appointment was still in process.

Chairman Maynard adjourned the meeting at 9:25.