

Report of the State Board of Education
Joint meeting of the State Board of Education Committee on School Finance/Permanent School Fund and the School Land Board

June 4, 2020

The Committee on School Finance/Permanent School Fund of the State Board of Education (SBOE) and the School Land Board (SLB) met virtually at 10:05 a.m. on Thursday, June 4, 2020. Attendance was noted as follows:

State Board of Education Committee Members Present: Tom Maynard, chair; Lawrence A. Allen, Jr., vice chair; Donna Bahorich; Pat Hardy; Ken Mercer

State Board of Education Non-Committee Members Present: Keven Ellis, chair; Barbara Cargill; Aicha Davis; Pam Little; Georgina C. Pérez; Marisa B. Perez-Diaz

School Land Board Members Present: Commissioner George P. Bush, chair; Michael Neill; Scott Rohrman; Todd Williams

School Land Board Members Absent: Gilbert Burciaga

The members of the School Land Board present voted unanimously to excuse Mr. Burciaga's absence, pursuant to Natural Resources Code Section 32.0161(b).

Public testimony is not taken on Work Session items.

DISCUSSION ITEM

1. Joint Meeting of the State Board of Education Committee on School Finance/Permanent School Fund and School and Board

Opening remarks and member introductions were provided by Tom Maynard, chair, Committee on School Finance/Permanent School Fund, Keven Ellis, chair, State Board of Education, Commissioner George P. Bush, School Land Board.

Rusty Martin, chief investment officer, General Land Office (GLO), presented an overview of the TX GLO Permanent School Fund investment portfolio, including the asset allocation of the portfolio and the School Land Board process when determining the release from the Real Estate Special Fund Account (RESFA) to the SBOE or Available School Fund (ASF).

Holland Timmins, executive administrator and chief investment officer, Texas Permanent School Fund (TPSF) provided an overview of the combined asset allocation of the fund, the implementation of the TPSF liquid account, the process the board goes through in setting the distribution, and the bond guarantee program.

The committee members discussed portfolio overlap between the two governing boards and looked at an overall asset allocation. Members of the committee also discussed issues related to the TPSF

distribution. The committee discussed scheduling the next joint meeting and the potential of having one prior to the upcoming legislative session.

The meeting adjourned at 11:53 a.m.