



A Report on

The Audit of the Permanent School Fund's Fiscal Year 2022 Financial Statements

- The Permanent School Fund's basic financial statements for fiscal year 2022 were materially correct and presented in accordance with accounting principles generally accepted in the United States of America.
- We also issued a report on internal control over financial reporting and on compliance and other matters as required by auditing standards. Our procedures did not identify any material weaknesses.

Lisa R. Collier, CPA, CFE, CIDA
State Auditor

In our audit report dated December 20, 2022, we concluded that the Permanent School Fund's (Fund's) basic financial statements for fiscal year 2022 were materially correct and presented in accordance with accounting principles generally accepted in the United States of America. The Fund published our audit report as part of its basic financial statements, which it intends to post on its website at <https://tea.texas.gov/finance-and-grants/texas-permanent-school-fund>.

We also issued a report on internal control over financial reporting and on compliance and other matters as required by auditing standards. Our procedures did not identify any material weaknesses in internal control over financial reporting or any noncompliance with laws or regulations that materially affected the financial statements. In addition, the major internal controls that we tested for the purpose of forming our opinions on the financial statements were operating effectively.

Our procedures were not intended to provide an opinion on internal control over financial reporting or to provide an opinion on compliance with laws and regulations. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control over financial reporting or on compliance with laws and regulations.

As required by auditing standards, we will also communicate to the State Board of Education and the School Land Board certain matters related to the conduct of a financial statement audit.

*For more information about this audit, contact Audit Manager
Michael Clayton or State Auditor Lisa Collier at 512-936-9500.*

December 2022 | Report No. **23-015**



Copies of this report have been distributed to the following:

Legislative Audit Committee

The Honorable Dan Patrick, Lieutenant Governor, Joint Chair

The Honorable Dade Phelan, Speaker of the House, Joint Chair

The Honorable Joan Huffman, Senate Finance Committee

The Honorable Robert Nichols, Member, Texas Senate

The Honorable Greg Bonnen, House Appropriations Committee

The Honorable Morgan Meyer, House Ways and Means Committee

Office of the Governor

The Honorable Greg Abbott, Governor

State Board of Education

Members of the State Board of Education

Texas Education Agency

Mr. Mike Morath, Commissioner of Education

Mr. Holland Timmins, Executive Administrator and Chief Investment Officer,
Permanent School Fund

General Land Office

The Honorable George P. Bush, Land Commissioner and Chairman of the School
Land Board

Members of the School Land Board

Mr. Mark Havens, Chief Clerk, General Land Office



This document is not copyrighted. Readers may make additional copies of this report as needed. In addition, most State Auditor's Office reports may be downloaded from our website: <https://sao.texas.gov>.

In compliance with the Americans with Disabilities Act, this document may also be requested in alternative formats. To do so, contact our report request line at (512) 936-9500 (Voice), (512) 936-9400 (FAX), 1-800-RELAY-TX (TDD), or visit the Robert E. Johnson Building, 1501 North Congress Avenue, Suite 4.224, Austin, Texas 78701.

The State Auditor's Office is an equal opportunity employer and does not discriminate on the basis of race, color, religion, sex, national origin, age, or disability in employment or in the provision of services, programs, or activities.

To report waste, fraud, or abuse in state government, visit <https://sao.fraud.texas.gov/>.