

The Executive Committee of the Texas State Board of Public Accountancy are holding a meeting by online video conference call pursuant to §551.127 of the Open Meetings Act. The public may attend the meeting in-person at the office of the Board which is located at 505 E. Huntland Drive, Suite 370, Austin, Texas 78752. The Chair of the Executive Committee will be present at the 505 E. Huntland Drive location for the entirety of the meeting. In the alternative, the public may attend the meeting virtually using the following link.

Topic: Executive Committee Meeting

Time: Jul 9, 2025 02:00 PM Central Time (US and Canada)

<https://www.zoomgov.com/j/1606475495?pwd=TDTSiE0wpx8aXbeXVWS70W4nb3t6j3.1>

Meeting ID: 160 647 5495

Passcode: 890781

One tap mobile

+16468287666,,1606475495# US (New York)

Dial by your location

• +1 646 828 7666 US (New York)

Meeting ID: 160 647 5495

<p style="text-align: center;">Agenda Item IV Report of the Executive Committee July 10, 2025</p>
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- A. Review and possible action on the Board's financial statements.
- B. Fiscal matters:
 - 1. Approval of FY 2026 budget.
 - 2. Approval of FY 2026 scholarship.
 - 3. State Auditor's Office audit report.
- C. Consideration of professional service contracts and grant agreement.
- D. Report of the Ad Hoc Computer Utilization Committee.
- E. Review of NASBA/AICPA matters:
 - 1. NASBA dates of interest
 - a. Western Regional Meeting, June 17 - 19, 2025 - New Orleans, LA.
 - b. 118th Annual Meeting, October 26 - 29, 2025 - Chicago, IL.
 - 2. NASBA letter regarding NASBA Board of Directors
- F. Consideration of Committee and Board meeting dates for CY2026.
- G. Review of general correspondence.
- H. Executive session – Annual evaluation of executive director pursuant to 551.074(a)(1) of the Texas Government Code.

<p style="text-align: center;">Agenda Item IV Report of the Executive Committee July 10, 2025</p>
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A. Review and possible action on the Board's financial statements.

DISCUSSION: Ms. Espinoza-Riley, treasurer, will present the Board's financial statements.

RECOMMENDATION: The staff recommends that the Board's financial statements be approved as presented.

SUGGESTED MOTION: That the Board's financial statements be approved as presented.

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY

Financial Overview

For the 9 Months Ended May 31, 2025

Annual Budget						
	Actual	Annual Budget	Variance	Percent Remaining	Target	Variance
Revenues - YTD	\$ 7,081,015	\$ 9,167,457	\$ 2,086,441	22.76%	25.00%	2.24%
Expenditures - YTD	\$ (4,696,074) ^A	\$ (8,054,483) ^D	\$ 3,358,409	41.70%	25.00%	16.70%
Net - YTD	2,384,941	1,112,974	\$ 1,271,967	-114.29%	25.00%	139.29%
Transfers In (Out)	(520,109)	\$ (703,344)	\$ (183,235)	26.05%	25.00%	-1.05%
Transfer to EFFA Fund	(360,000)	\$ (360,000) ^D	\$ -	0.00%	25.00%	25.00%
Total Transfers In (Out) ^B	(880,109)	(1,063,344)				
Net Increase/(Reduction) in Fund Balance	\$ 1,504,832	\$ 49,630	\$ 1,455,202	-2932.1%	25.00%	-2957.13%
<p>Revenues: See <i>Revenue Budget Summary</i> for additional information</p> <ul style="list-style-type: none"> ● Revenue collected over budget by 2.24% <ul style="list-style-type: none"> ➔ Late Payment Penalties and other collections are over budget, CPA licenses are under budget - see Revenue Budget Report <p>Expenditures: See <i>Expenditure Budget Summary</i> for additional information</p> <ul style="list-style-type: none"> ● Expenditures under budget by 16.70% <ul style="list-style-type: none"> ➔ See <i>Expenditure Budget Summary</i> for discussion of budget items. 						

Revenues and Expenditures and Changes in Fund Balance				
	Current Year	Prior Year	Difference	% Difference
Beginning Fund Balance 9/01/2024	\$ 8,689,665	\$ 6,962,397 ^C		
Revenues	7,081,015	6,271,829	809,186	12.9%
Expenditures	(4,725,877) ^A	(4,566,034)	159,843	3.5%
Other Financing Sources (Uses) ^B	(880,436)	(529,272)	351,164	66.3%
Ending Fund Balance 5/31/2025	<u>\$ 10,164,368</u>	<u>\$ 8,138,921</u>		
net increase/(reduction) in FB	\$ 1,474,702	\$ 1,176,523		
Budgeted Ending Fund Balance	\$ 8,741,846	\$ 5,915,635		
<p>A EXH II expenditures include FY 24 expenditures of \$33,738.78. Budget expenditures include encumbrances of \$3,936.07.</p> <p>Transfers in (out)/other financing sources (uses) include the quarterly SDSI payments and net interest owed to the operating fund from the professional fee fund. EXH II</p> <p>B Other Financing Sources (Uses) include \$450 in refunds that will be transferred at the end of the year, net of \$123.51 in hotel tax return transferred from USAS to Safekeeping</p> <p>C Represents restated beginning fund balance as of 9/1/2023.</p> <p>D \$360,000 transferred to EFFA fund was included as an expenditure in the budget but is a transfer out.</p>				

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY
Performance Measures
For the 9 Months Ended May 31, 2025

Performance Measures:

	Sept. 24-Nov. 24	Dec. 24-Feb. 25	Mar. 25-May 25	June 25-Aug. 25				
	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	YTD	Target	%	FY 24
Exam Related Measures:								
Individuals examined	2,441	2,715	2,630		5,424	5,667	96%	6,084
Sections taken	2,863	3,081	3,625		9,569	13,240	72%	13,476
Average sections taken per individual	1.17	1.13	1.38		1.76	2.34	76%	2.21
Licensing Related Measures:								
Number of individuals licensed	78,106	78,277	78,681		not cumulative	78,901	100%	78,297
Number of business facilities licensed (firms) ^a	8,233	8,238	8,225		not cumulative	8,156	101%	8,354
Peer Review Related Measures:								
Number of accounting firms subject to peer review	1,725	1,709	1,687		not cumulative	1,700	99%	1,746
Number of Peer Reviews Conducted	117	113	162		392	566	69%	565
Percentage of accounting firms reviewed	6.8%	7.9%	9.6%		9.6%	33%	29%	32.4%
Percentage of accounting firms receiving favorable review	82.1%	83.7%	87.0%		87.0%	83.0%	105%	83.0%
Number of peer reviews examined by the Peer Review Oversight Board	117	113	162		392	566	69%	565
Sponsor Review Program Related Measures:								
Number of CPE Sponsors Reviewed	59	19	26		104	138	76%	151
Number of CPE Sponsors Subject to Review	381	374	377		not cumulative	405	93%	398
Enforcement Related Measures: ^{b,c}								
Administrative:								
Open violations, beginning	1,397	1,158	1,341		1,397			1,384
Violations opened	819	763	825		2,405			3,137
Violations closed	(1,057)	(579)	(1,046)		(2,680)			(3,114)
Previous quarter adjustment	(1)	(1)	-		(2)			(10)
Open violations, ending	1,158	1,341	1,120		1,120			1,397
Average time for complaint resolution (days)	143.1	143.1	141.0		142.2	131.6	108%	142.2
Disciplinary:								
Open violations, beginning	504	534	520		504			406
Violations opened	150	125	153		434			600
Violations closed	(124)	(140)	(114)		(378)			(494)
Previous quarter adjustment	4	1	5		4			(8)
Open violations, ending	534	520	564		564			504
Average time for complaint resolution (days)	205.5	223.8	85.8		177.6	190.9	93%	119.4

^a This measure is the number of Registered Accounting Firms not Practice Units. The number of Practice Units is used for estimating revenue because Firms may have more than one Practice Unit.

^b Case numbers are estimates based on best available data, subject to additional review of violation coding. Rule changes over time may affect coding.

^c Cases opened and closed categories include adjustments for reclassification of cases and report timing. Due to the timing of some case reporting, year-to-date numbers may not match quarterly totals.

Texas State Board of Public Accountancy
Revenue Budget Report
From September 1, 2024 - May 31, 2025

Account Title	Current Month's Revenue	YTD Revenue	Total Budget	Variance	% Budget Remaining	Versus Target
						25.00% F (U)
CPA License	\$ 578,542.00	\$ 5,132,149.25	\$ 6,927,715.03	\$ 1,795,565.78	25.9%	-0.9%
CPE Sponsor Review	16,800.00	173,600.00	231,140.87	57,540.87	24.9%	0.1%
Firm Office License	65,771.40	681,882.86	861,741.56	179,858.70	20.9%	4.1%
Late Payment Fees	38,469.00	418,613.00	421,920.93	3,307.93	0.8%	24.2%
Application of Intent - Evaluation Fee	7,520.00	60,620.00	62,385.36	1,765.36	2.8%	22.2%
Transfer of Credit IN	200.00	3,100.00	3,247.16	147.16	4.5%	20.5%
Exam Eligibility Fee - AUD	5,865.00	44,295.00	59,928.64	15,633.64	26.1%	-1.1%
Exam Eligibility Fee - FAR	7,080.00	59,535.00	72,150.00	12,615.00	17.5%	7.5%
Exam Eligibility Fee - REG	5,745.00	40,425.00	52,498.43	12,073.43	23.0%	2.0%
Exam Eligibility Fee - BEC	0.00	0.00	0.00	0.00	N/A	N/A
Exam Eligibility Fee - BAR	645.00	5,655.00	16,963.83	11,308.83	66.7%	-41.7%
Exam Eligibility Fee - ISC	2,040.00	12,000.00	14,691.89	2,691.89	18.3%	6.7%
Exam Eligibility Fee - TCP	2,130.00	13,515.00	17,418.22	3,903.22	22.4%	2.6%
Exam Fees	31,225.00	239,145.00	299,283.53	60,138.53	20.1%	4.9%
Certificate Fee	5,500.00	57,050.00	72,427.07	15,377.07	21.2%	3.8%
Reciprocal Registration	5,800.00	46,000.00	64,586.85	18,586.85	28.8%	-3.8%
Temporary Practice	0.00	0.00	0.00	0.00	N/A	N/A
Direct Administrative Costs - Enforcement	0.00	15,262.34	31,842.29	16,579.95	52.1%	-27.1%
Voided Warrants	0.00	0.00	0.00	0.00	N/A	N/A
Transfer of Credit - OUT	520.00	6,160.00	8,449.80	2,289.80	27.1%	-2.1%
Interest Income	33,224.45	275,131.86	200,000.00	(75,131.86)	-37.6%	62.6%
Interest on Judgments	0.00	0.00	0.00	0.00	N/A	N/A
Sales of Lists/Miscellaneous Copies/NSF Fees/Other	30.00	246.11	858.00	611.89	71.3%	-46.3%
Lettering of Replacement CPA Certificate	0.00	1,250.00	1,750.00	500.00	28.6%	-3.6%
AICPA Regrades	0.00	0.00	0.00	0.00	N/A	N/A
Reimbursements - 3rd Party (Reimbursements from TBAE IAC)	3,802.22	34,524.98	45,740.92	11,215.94	N/A	N/A
Other Collections	48,876.67	435,625.29	425,654.93	(9,970.36)	-2.3%	27.3%
Total Revenue	\$ 779,684.07	\$ 7,081,015.40	\$ 9,167,456.85	\$ 2,086,441.45	22.8%	2.24%

Texas State Board of Public Accountancy
Expenditure Budget Report
From September 1, 2024 - May 31, 2025

Account Title		Current Month's Expenditures	YTD Expenditures	YTD Encumbrances	Total Budget	Budget Remaining	% Budget Remaining	% Variance vs. Target	\$ Variance vs. Target
								25.00%	
								F (U)	
F0410	Debt Service - Interest	2,288.74	21,922.00	0.00	28,754.58	6,832.58	23.76%	-1.24%	(356.06)
L1001	Sal & Wages - Comp. Per Diem	1,400.00	1,700.00	0.00	12,780.18	11,080.18	86.70%	61.70%	7,885.14
S&W	Salaries & Wages	290,833.54	2,660,921.44	0.00	4,014,563.90	1,353,642.46	33.72%	8.72%	350,001.49
M9000	Payroll Related Costs (IC)	92,518.73	845,834.78	0.00	1,151,577.33	305,742.55	26.55%	1.55%	17,848.22
N2004	Prof Fees - Court Reporters	0.00	0.00	0.00	1,816.13	1,816.13	100.00%	75.00%	1,362.10
N2005	Prof Fees-Legal Svcs-OAG & OLC	1,880.39	8,461.77	0.00	271,687.50	263,225.73	96.89%	71.89%	195,303.86
N2007	Prof Fees - FiN/Acctg. Svcs.	0.00	0.00	0.00	35,754.51	35,754.51	100.00%	75.00%	26,815.88
N2008	Prof Fees - Expert Witnesses	0.00	0.00	0.00	272,459.52	272,459.52	100.00%	75.00%	204,344.64
N2009	Prof Fees - PROB	8,106.36	38,921.65	0.00	56,190.15	17,268.50	30.73%	5.73%	3,220.96
N2010	Prof Fees - SOAH	0.00	15,626.52	0.00	15,626.52	-	0.00%	-25.00%	(3,906.63)
N2011	Prof Fees - Computer	13,122.07	25,402.77	0.00	392,752.08	367,349.31	93.53%	68.53%	269,161.29
N2019	Prof Fees - Other	0.00	5,112.00	0.00	4,812.39	(299.61)	-6.23%	-31.23%	(1,502.71)
N2022	PF - SRP - Review	1,250.00	16,250.00	0.00	25,000.00	8,750.00	35.00%	10.00%	2,500.00
P2001	Travel-In State-Board Mbrs.	1,518.17	6,656.85	0.00	19,197.13	12,540.28	65.32%	40.32%	7,741.00
P2002	Travel-In State-Employees	382.61	1,504.23	0.00	4,649.34	3,145.11	67.65%	42.65%	1,982.78
P2003	Travel-In State-Adv Comm Mbrs	0.00	0.00	0.00	1,618.15	1,618.15	100.00%	75.00%	1,213.61
P2021	Travel-Out-of-State-Bd. Mbrs.	0.00	1,322.95	0.00	6,812.75	5,489.80	80.58%	55.58%	3,786.61
P2022	Travel-Out-of-State-Employees	(221.51)	7,751.42	0.00	11,101.90	3,350.48	30.18%	5.18%	575.01
Q2001	Material & Supplies	5,524.20	113,029.80	2,194.65	389,140.11	273,915.66	70.39%	45.39%	176,630.63
Q2005	Matls/Supp - Office Meter Post	0.00	33,407.22	0.00	65,295.31	31,888.09	48.84%	23.84%	15,564.26
Q2006	Matls/Supp - Bulk Rate Postage	0.00	0.00	0.00	1,035.00	1,035.00	100.00%	75.00%	776.25
Q2009	Matls/Suppl - Other Postage	0.00	0.00	0.00	315.16	315.16	100.00%	75.00%	236.37
R2001	Communication & Utilities	13,777.05	63,766.96	0.00	72,541.64	8,774.68	12.10% A	-12.90%	(9,360.73)
S2001	Repairs & Maint-Annual Confs.	1,939.69	84,409.93	0.00	99,479.77	15,069.84	15.15% B	-9.85%	(9,800.10)
S2005	Repairs & Maintenance - Other	87.50	5,594.65	0.00	10,139.53	4,544.88	44.82%	19.82%	2,010.00
T2001	Rentals & Leases-Furn/Eqpt	2,093.63	18,842.67	0.00	32,337.25	13,494.58	41.73%	16.73%	5,410.27
T2004	Rentals & Leases-Furn/Eqpt SIC	0.00	7,292.50	0.00	10,737.35	3,444.85	32.08%	7.08%	760.51
T2013	Rental & Leases-Other Space	1,555.05	9,553.91	0.00	13,424.57	3,870.66	28.83%	3.83%	514.52
T2015	Rental & Leases - SIC	0.00	12,490.00	0.00	14,547.72	2,057.72	14.14%	-10.86%	(1,579.21)
T2019	Debt Service Principal - RTU Lease	28,700.38	256,982.62	0.00	344,045.98	87,063.36	25.31%	0.31%	1,051.86
U2001	Printing & Reproduction	130.05	3,208.04	1,741.42	16,915.32	11,965.86	70.74%	45.74%	7,737.03
U2002	Printing of Board Report	2,649.48	7,728.20	0.00	8,777.82	1,049.62	11.96%	-13.04%	(1,144.84)
W2001	OOE - Membership Fees	258.00	6,868.00	0.00	11,054.83	4,186.83	37.87%	12.87%	1,423.12
W2003	OOE - Registration Fees	0.00	7,829.00	0.00	15,749.91	7,920.91	50.29%	25.29%	3,983.43
W2005	OOE - Temporary Support Svcs	4,218.72	4,218.72	0.00	100,000.00	95,781.28	95.78%	70.78%	70,781.28
W2007	OOE - Freight/Delivery Svc.	81.97	574.57	0.00	2,748.27	2,173.70	79.09%	54.09%	1,486.63
W2009	OOE - Convention Center Labor	0.00	4,228.00	0.00	4,347.00	119.00	2.74%	-22.26%	(967.75)
W2013	OOE - Employee Awards	98.30	163.30	0.00	1,285.04	1,121.74	87.29%	62.29%	800.48
W2014	OOE - Witness Fees & Invest Cost	0.00	0.00	0.00	2,356.42	2,356.42	100.00%	75.00%	1,767.32
W2020	OOE - Other Fees & Charges	3,566.24	49,449.84	0.00	63,100.70	13,650.86	21.63%	-3.37%	(2,124.32)
W2021	OOE - TX Online Processing Fees	35,955.46	165,297.39	0.00	199,916.34	34,618.95	17.32% C	-7.68%	(15,360.14)
W2027	OOE - Statewide Cost Alloc. (IC)	2,087.85	18,790.65	0.00	25,054.25	6,263.60	25.00%	0.00%	0.04
W2028	OOE - SORM Assessments	1,528.01	6,346.13	0.00	9,288.46	2,942.33	31.68%	6.68%	620.21
W2029	PUB - Public Assistance Pymts	0.00	155,500.00	0.00	155,500.00	0.00	0.00% D	-25.00%	(38,875.00)
X5005	Capital Outlay-Computer	0.00	0.00	0.00	58,195.46	58,195.46	100.00%	75.00%	43,646.60
Report Total		\$ 517,330.68	\$ 4,692,138.28	\$ 3,936.07	\$ 8,054,483.27	3,358,408.92	41.70%	16.70%	

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY
Budget Variance Explanations
From September 1, 2024 - May 31, 2025

Ref.	Budget Item	Budget	Actual	Difference	Explanation	
	Operating Budget	\$ 8,054,483	\$ 4,696,074	\$ 3,358,408.92	41.70%	budget remaining versus 25.00% target level
A	Communication & Utilities	\$ 72,542	\$ 63,766.96	\$ 8,774.68	12.10%	Variance due to an increase in TEX-AN telecommunication services costs.
B	Repairs & Maint-Annual Conts.	\$ 99,480	\$ 84,409.93	\$ 15,069.84	15.15%	Variance due to annual maintenance contracts and paid early in the year.
C	OOE - TX Online Processing Fees	\$ 199,916	\$ 165,297.39	\$ 34,618.95	17.32%	Variance due to higher license fees.
D	PUB - Public Assistance Pymts	\$ 155,500	\$ 155,500.00	\$ -	0.00%	The public assistance payment is a one-time payment processed at the beginning of the year.

Texas State Board of Public Accountancy
Exhibit A-1 - Balance Sheet - All General and Consolidated Funds
May 31, 2025

	Scholarship Fund		EFFA Fund		Operating Fund	Total
	(1000)	(0858)	(0858)	(1009)		(EXH I)
	U/F (1002)	U/F (7106, 6106)	U/F (7206, 6206)	U/F (1009, 2858)		
ASSETS						
Current Assets:						
Cash and Cash Equivalents:						
Cash on Hand	\$ 2,300.00	\$ 60.00	\$ -	\$ 7,595.00	\$	9,955.00
Cash in Bank - Treasury Safekeeping Trust	\$ 1,000.00	150.00	-	11,049.10		12,199.10
Cash in State Treasury	\$ 118,135.06	80,569.13	7,373.60	1,157,757.35		1,363,835.14
Repurchase Agreement - Treasury Safekeeping Trust	\$ 72,525.96	551,950.90	359,657.74	9,262,542.09		10,246,676.69
Accounts Receivable		-	-	1,243.51		1,243.51
Due From Other Funds	\$ -	-	-	68,425.96		68,425.96
Due From Other Agencies	\$ -	-	-	-		-
Prepaid Item	\$ -	-	-	31,552.12		31,552.12
Consumable Inventories		-	-	-		-
Total Current Assets	193,961.02	632,730.03	367,031.34	10,540,165.13		11,733,887.52
Non-Current Assets:						
Non-Current Prepaid Items				15,252.77		15,252.77
Non-Current Refundable Deposits				37,009.76		37,009.76
Total Noncurrent Assets	-	-	-	52,262.53		52,262.53
Total Assets	\$ 193,961.02	\$ 632,730.03	\$ 367,031.34	\$ 10,592,427.66		\$ 11,786,150.05
LIABILITIES AND FUND BALANCES						
Liabilities:						
Current Liabilities:						
Payables From:						
Accounts Payable	\$ -	\$ -	\$ -	\$ 64,100.18	\$	64,100.18
Payroll Payable		-	-	363,977.97		363,977.97
Refunds Payable		-	-	(18.14)		(18.14)
Due To Other Funds	\$ 68,425.96	-	-	-		68,425.96
Funds Held for Others	\$ 125,535.06	-	-	-		125,535.06
Total Current Liabilities	193,961.02	-	-	428,060.01		622,021.03
Non-Current Liabilities:						
Interfund Payables						-
Total Non-Current Liabilities	-	-	-	-		-
Total Liabilities	193,961.02	-	-	428,060.01		622,021.03
FUND FINANCIAL STATEMENT-FUND BALANCES						
Fund Balances (Deficits):						
Nonspendable				813,573.85		813,573.85
Committed:						-
Board Policy Reserve				3,156,964.75		3,156,964.75
Board Policy Contingency Fund				3,750,000.00		3,750,000.00
Other		632,730.03	367,031.34	2,443,829.05		3,443,590.42
Total Fund Balances	-	632,730.03	367,031.34	10,164,367.65		11,164,129.02
Total Liabilities and Fund Balances	\$ 193,961.02	\$ 632,730.03	\$ 367,031.34	\$ 10,592,427.66		\$ 11,786,150.05

UNAUDITED

Texas State Board of Public Accountancy
Exhibit A-2 - Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances – All General and Consolidated Funds
For the 9 Months Ended May 31, 2025

	General Revenue				Memorandum Only				
	(0858)	(0858)	(1009)	Total	(0858) U/F (6106,7106)	(0858) U/F (6206,7206)	(1009) U/F (1009,2858)		
	U/F (7106, 6106)	U/F (7206, 6206)	U/F (1009, 2858)	(EXH II)	FY 24	FY 24	FY 24	Total FY 24	Difference
REVENUES									
Federal Grant Pass-through Revenue (GR)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, Fees & Permits :									
Licenses, Fees	\$ 492,209.83	\$ -	6,509,490.11	\$ 7,001,699.94	492,244.11	-	5,695,395.76	6,187,639.87	814,060.07 A
Exam Fees	-	-	239,145.00	239,145.00			249,830.00	249,830.00	(10,685.00)
Other License, Fees & Permits	-	-	6,210.00	6,210.00			6,920.00	6,920.00	(710.00)
Sales of Goods and Services	-	-	-	-			-	-	-
Interest and Investment Income	23,042.98	9,657.74	275,131.86	307,832.58	39,109.14	-	258,737.10	297,846.24	9,986.34
Other	11,326.69	-	51,038.43	62,365.12	23,192.20	-	60,946.53	84,138.73	(21,773.61) B
Total Revenues	526,579.50	9,657.74	7,081,015.40	7,617,252.64	554,545.45	-	6,271,829.39	6,826,374.84	790,877.80
EXPENDITURES									
Salaries and Wages	-	-	2,662,621.44	2,662,621.44			2,479,070.48	2,479,070.48	183,550.96 C
Payroll Related Costs	-	-	845,012.58	845,012.58			805,698.03	805,698.03	39,314.55 C
Professional Fees and Services	-	-	139,096.74	139,096.74			220,680.15	220,680.15	(81,583.41) D
Travel	-	-	16,672.97	16,672.97			16,636.00	16,636.00	36.97
Materials and Supplies	-	-	147,110.62	147,110.62			150,860.76	150,860.76	(3,750.14)
Communication and Utilities	-	-	64,032.24	64,032.24			55,771.02	55,771.02	8,261.22 E
Repairs and Maintenance	-	-	90,004.58	90,004.58			90,733.25	90,733.25	(728.67)
Rentals & Leases	-	-	48,617.25	48,617.25			41,580.50	41,580.50	7,036.75 F
Printing and Reproduction	-	-	10,936.24	10,936.24			21,607.70	21,607.70	(10,671.46) G
Claims and Judgments	-	-	-	-			-	-	-
Other Expenditures	-	-	267,370.32	267,370.32			254,286.35	254,286.35	13,083.97 H
State Pass Through Expenditures	604,767.80	-	-	604,767.80	562,336.97	-	-	562,336.97	42,430.83
Intergovernmental Payments	284,727.00	-	-	284,727.00	312,484.00	-	-	312,484.00	(27,757.00)
Public Assistance Payments	-	2,626.40	155,500.00	158,126.40			134,253.00	134,253.00	23,873.40 I
Debt Service:									
Principal	-	-	256,982.62	256,982.62			245,585.43	245,585.43	11,397.19
Interest	-	-	21,919.46	21,919.46			25,180.65	25,180.65	(3,261.19)
Capital Outlay	-	-	-	-			24,090.84	24,090.84	(24,090.84)
Total Expenditures/Expenses	889,494.80	2,626.40	4,725,877.06	5,617,998.26	874,820.97	-	4,566,034.16	5,440,855.13	177,143.13
Excess (Deficiency) of Revenues Over Expenditures	(362,915.30)	7,031.34	2,355,138.34	1,999,254.38	(320,275.52)	-	1,705,795.23	1,385,519.71	613,734.67
OTHER FINANCING SOURCES (USES)									
Sale of Capital Assets	-	-	-	-			-	-	-
Net Change in Reserve for Inventories	-	-	-	-			-	-	-
Transfers In (Note 1.F.)	968,063.93	370,000.00	5,924,537.63	7,262,601.56	909,028.24	-	6,233,552.47	7,142,580.71	120,020.85
Transfers Out (Note 1.F.)	(968,063.93)	(10,000.00)	(6,804,973.49)	(7,783,037.42)	(909,088.24)	-	(6,762,824.27)	(7,671,912.51)	(111,124.91)
Gain (Loss) on Sale of Capital Assets	-	-	-	-			0.00	-	-
Total Other Financing Sources and Uses	-	360,000.00	(880,435.86)	(520,435.86)	(60.00)	-	(529,271.80)	(529,331.80)	8,895.94
SPECIAL ITEMS									
									-
EXTRAORDINARY ITEMS									
									-
Net Change in Fund Balances	(362,915.30)	367,031.34	1,474,702.48	1,478,818.52	(320,335.52)	-	1,176,523.43	856,187.91	622,630.61
FUND FINANCIAL STATEMENT-FUND BALANCES									
Fund Balances--Beginning	995,645.33	-	8,689,665.17	9,685,310.50	1,211,214.24	-	6,888,289.20	8,099,503.44	1,585,807.06
Restatements	-	-	-	-			74,108.09	74,108.09	(74,108.09)
Fund Balances, 9/1/2024 as Restated	995,645.33	-	8,689,665.17	9,685,310.50	1,211,214.24	-	6,962,397.29	8,173,611.53	1,511,698.97
Fund Balances-- May 31, 2025	\$ 632,730.03	\$ 367,031.34	\$ 10,164,367.65	\$ 11,164,129.02	\$ 890,878.72	\$ -	\$ 8,138,920.72	\$ 9,029,799.44	\$ 2,134,329.58

A License Fees are higher due to the individual licensee fee increase from \$87 to \$102.

B Other Revenues are lower due to a significant decrease in scholarship reimbursements as well decreases in interest on judgments and direct administrative costs

C Salaries and wages are higher due to a 5% statewide salary increase.

D Professional Fees and Services are lower due to a decrease in expert witness fees and computer programming services.

E Communications and Utilities are higher due to an increase in TEX-AN telecommunication services costs due to addition of rack space.

F Rentals and Leases are higher due to pipe and drape rental costs no longer being included in the Swearing In Ceremony rental agreement.

G Printing and Reproduction are lower decreased printing of forms.

H Other Expenditures are higher due to an increase in credit card processing fees associated with higher license fees.

I Public Assistance Payments are higher due to a grant increase to TXCPA Peer Assistance Foundation and EFFA program launch.

Texas State Board of Public Accountancy
Accounting Student Scholarship Payments FY 25
State Universities

For the 9 Months Ended May 31, 2025

	FY 2025
BEGINNING FUND BALANCE - September 1, 2024	\$ 995,645.33
Total Scholarship Fund Revenue	\$ 526,579.50
State Pass Through Expenditures (EXH A-2)	
State University Payments:	
Lamar University	\$ 5,000.00
Sam Houston State University	\$ 5,000.00
Stephen F. Austin State University	\$ 12,484.00
Texas A&M University	\$ 77,162.80
Texas A&M University - Commerce	\$ 5,000.00
Texas State University	\$ 37,500.00
Texas Tech University	\$ 55,000.00
Texas Woman's University	\$ 12,000.00
University of Houston	\$ 10,621.00
University of Houston	\$ 5,000.00
University of Houston - Clear Lake	\$ 22,000.00
University of Houston - Downtown	\$ 25,000.00
University of North Texas	\$ 55,000.00
University of Texas at Arlington	\$ 10,000.00
University of Texas at Austin	\$ 129,000.00
University of Texas at Dallas	\$ 53,000.00
University of Texas at El Paso	\$ 35,000.00
University of Texas Rio Grande Valley	\$ 36,000.00
University of Texas at Tyler	\$ 10,000.00
West Texas A&M University	\$ 5,000.00
Total State University Payments	\$ 604,767.80
State University Refunds:	
Total State University Refunds	-
State Pass Through Expenditures (EXH A-2)	\$ 604,767.80
Intergovernmental Payments (EXH A-2)	
Junior College/ Private University Payments:	
Alamo Colleges District	\$ 2,400.00
Austin Community College	\$ 4,800.00
Abilene Christian University	\$ 12,000.00
Baylor University	\$ 54,900.00
Dallas Baptist University	\$ 16,000.00
Dallas College	\$ 3,042.00
Houston Community College System	\$ 4,000.00
Letourneau University	\$ 16,000.00
Lubbock Christian University	\$ 16,000.00
Southern Methodist University	\$ 36,000.00
St. Edward's University	\$ 5,000.00
Texas Christian University	\$ 56,000.00
Texas Wesleyan University	\$ 9,000.00
Trinity University	\$ 28,000.00
William Marsh Rice University	\$ 23,000.00
Total Junior College/ Private University Payments:	\$ 286,142.00
Junior College/ Private Univ. Refunds:	
Dallas College	\$ (1,415.00)
Total Junior College/ Private University Refunds:	\$ (1,415.00)
Intergovernmental Payments (EXH. A-2)	284,727.00

Texas State Board of Public Accountancy
Accounting Student Scholarship Payments FY 25
State Universities
For the 9 Months Ended May 31, 2025

Other Financing Sources/Uses

Transfers In
Transfers Out

FY 2025

968,063.93
(968,063.93)

Total Other Financing Sources/Uses (EXH. A-2)

\$	-
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ENDING FUND BALANCE - May 31, 2025

\$	632,730.03
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UNAUDITED

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY

SCHEDULE B

STATEMENT OF PENALTIES ASSESSED / CONTRIBUTIONS*

For the 9 Months Ended May 31, 2025

			DAC	ADMIN	RTN CK FEES	
			19160	PENALTY	OVERPMT/INT	TOTAL
		STATUS		37700	19950/31100	
BEGINNING BALANCE - September 1, 2024			\$6,474.80	\$22,431.45	\$69.57	\$28,975.82
ADD: Penalties Assessed / Contributions*:						
Mokuolu, Victor	Oct-24		811.57	15,000.00		15,811.57
Lyons, Allen	Oct-24		969.63			969.63
Marcum LLP	Oct-24		5,059.74	450,000.00		455,059.74
Westerman, James Robert	Nov-24		599.71	2,500.00		3,099.71
Simmons, Ricky	Nov-24		951.69	1,000.00		1,951.69
Crane, Curtis Wayne	Nov-24		745.93			745.93
Blank, Peyton Garrett	Nov-24			2,000.00		2,000.00
Wyatt, Kaitlin Foster	Nov-24			2,000.00		2,000.00
Fan, Michael James	Nov-24			2,000.00		2,000.00
Stone, Catherine Elizabeth	Nov-24			2,000.00		2,000.00
Rogers, Travis Kyle	Nov-24			2,000.00		2,000.00
Henley, Matthew Jordan	Nov-24			2,000.00		2,000.00
Asplund, Jeremy Ross	Nov-24			2,000.00		2,000.00
Wilson, Michelle Nicole	Nov-24			2,000.00		2,000.00
Parma, Taylor Morgan	Nov-24			2,000.00		2,000.00
Alaniz, Laura Michelle	Nov-24			2,000.00		2,000.00
Beddow, Michael Drew	Nov-24			2,000.00		2,000.00
Lai, Yuan	Nov-24			2,000.00		2,000.00
Cutaia, Joseph Anthony	Nov-24			2,000.00		2,000.00
Pickell, John Patrick	Nov-24			2,000.00		2,000.00
Pray, Kelly Eastwood	Dec-24			2,000.00		2,000.00
Alfier, Katrina Elaine	Dec-24			2,000.00		2,000.00
Neuberger, Katherine Anne	Dec-24			2,000.00		2,000.00
Guin, Charles Andrew	Dec-24			2,000.00		2,000.00
Misquez, John Edward	Dec-24			2,000.00		2,000.00
Cordova, Henry Frank	Dec-24		641.11	2,500.00		3,141.11
Swenson, Jefferson W.	Jan-25		1,779.68	10,000.00		11,779.68
Calhoun, John	Jan-25			9,305.50		9,305.50
MaloneBailey, LLP	Feb-25		811.57	50,000.00		50,811.57
Potter, Daniel Robert	Feb-25		802.83	500.00		1,302.83
Traylor/Singleton/Kay, Cynthia	Mar-25		83.56			83.56
Bonn, Frank Walter	Mar-25		754.46			754.46
Hatfield, Scott	Mar-25		46.40			46.40
Christopher Brown	Apr-25		1,331.41			1,331.41
Christopher Johnson	Apr-25		754.46			754.46
BARTON CPA PLLC	May-25			20,000.00		20,000.00
TOTAL PENALTIES ASSESSED / CONTRIBUTIONS*			16,143.75	598,805.50	0.00	614,949.25
LESS: Payments Received:						
Houston, Charles	Sep-24	PIF		(144.02)	(0.98)	(145.00)
Donovan, Thomas Paul	Sep-24	PIF		(5,000.00)		(5,000.00)
Kelly, Mark Charles	Sep-24	PP		(1,000.00)		(1,000.00)
Nesmith, Shawn David	Sep-24	PP		(513.00)		(513.00)
Haynes, Jerry Charles	Sep-24	PP		(619.34)		(619.34)
Kelly, Mark Charles	Oct-24	PP		(1,000.00)		(1,000.00)
Haynes, Jerry Charles	Oct-24	PP		(619.34)		(619.34)
Mokuolu, Victor	Oct-24	PIF	(811.57)	(15,000.00)		(15,811.57)
Nesmith, Shawn David	Oct-24	PP		(513.00)		(513.00)
Lyons, Allen	Oct-24	PIF	(969.63)			(969.63)
Marcum LLP	Oct-24	PP	(5,059.74)	(444,940.26)		(450,000.00)
Marcum LLP	Oct-24	PIF		(5,059.74)		(5,059.74)
Westerman, James Robert	Nov-24	PIF	(599.71)	(2,500.00)		(3,099.71)
Williams, Ericka Jeaneane	Nov-24	PP		(1,505.64)		(1,505.64)
Coe, Marcus Perry	Nov-24	PP		(750.00)		(750.00)
Kelly, Mark Charles	Nov-24	PP		(1,000.00)		(1,000.00)
Nesmith, Shawn David	Nov-24	PP		(513.00)		(513.00)

UNAUDITED

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY

SCHEDULE B

STATEMENT OF PENALTIES ASSESSED / CONTRIBUTIONS*

For the 9 Months Ended May 31, 2025

			DAC 19160	ADMIN PENALTY 37700	RTN CK FEES OVERPMT/INT 19950/31100	TOTAL
Payments Received (cont'd):						
Williams, Ericka Jeanean	Nov-24	PIF		(1,500.00)		(1,500.00)
Simmons, Ricky	Nov-24	PIF	(951.69)	(1,000.00)		(1,951.69)
Crane, Curtis Wayne	Nov-24	PIF	(745.93)			(745.93)
Blank, Peyton Garrett	Nov-24	PIF		(2,000.00)		(2,000.00)
Wyatt, Kaitlin Foster	Nov-24	PIF		(2,000.00)		(2,000.00)
Fan, Michael James	Nov-24	PIF		(2,000.00)		(2,000.00)
Stone, Catherine Elizabeth	Nov-24	PIF		(2,000.00)		(2,000.00)
Rogers, Travis Kyle	Nov-24	PIF		(2,000.00)		(2,000.00)
Henley, Matthew Jordan	Nov-24	PIF		(2,000.00)		(2,000.00)
Asplund, Jeremy Ross	Nov-24	PIF		(2,000.00)		(2,000.00)
Wilson, Michelle Nicole	Nov-24	PIF		(2,000.00)		(2,000.00)
Parma, Taylor Morgan	Nov-24	PIF		(2,000.00)		(2,000.00)
Alaniz, Laura Michelle	Nov-24	PIF		(2,000.00)		(2,000.00)
Beddow, Michael Drew	Nov-24	PIF		(2,000.00)		(2,000.00)
Lai, Yuan	Nov-24	PIF		(2,000.00)		(2,000.00)
Cutaia, Joseph Anthony	Nov-24	PIF		(2,000.00)		(2,000.00)
Pickell, John Patrick	Nov-24	PIF		(2,000.00)		(2,000.00)
Haynes, Jerry Charles	Nov-24	PP		(619.34)		(619.34)
Pray, Kelly Eastwood	Dec-24	PIF		(2,000.00)		(2,000.00)
Alfieri, Katrina Elaine	Dec-24	PIF		(2,000.00)		(2,000.00)
Neuberger, Katherine Anne	Dec-24	PIF		(2,000.00)		(2,000.00)
Guin, Charles Andrew	Dec-24	PIF		(2,000.00)		(2,000.00)
Misquez, John Edward	Dec-24	PIF		(2,000.00)		(2,000.00)
Cordova, Henry Frank	Dec-24	PP	(392.64)			(392.64)
Coe, Marcus Perry	Dec-24	PP		(750.00)		(750.00)
Kelly, Mark Charles	Dec-24	PP		(1,000.00)		(1,000.00)
Haynes, Jerry Charles	Dec-24	PP		(619.34)		(619.34)
Nesmith, Shawn David	Dec-24	PP		(513.00)		(513.00)
Coe, Marcus Perry	Jan-25	PP		(750.00)		(750.00)
Kelly, Mark Charles	Jan-25	PP		(1,000.00)		(1,000.00)
Nesmith, Shawn David	Jan-25	PP		(513.00)		(513.00)
Haynes, Jerry Charles	Jan-25	PIF		(619.21)	(0.13)	(619.34)
Swenson, Jefferson W.	Jan-25	PIF	(1,779.68)	(10,000.00)		(11,779.68)
Calhoun, John	Jan-25	PIF		(9,305.50)		(9,305.50)
MaloneBailey, LLP	Feb-25	PIF	(811.57)	(50,000.00)		(50,811.57)
Coe, Marcus Perry	Feb-25	PP		(300.00)		(300.00)
Kelly, Mark Charles	Feb-25	PP		(1,000.00)		(1,000.00)
Potter, Daniel Robert	Feb-25	PIF	(802.83)	(500.00)		(1,302.83)
Nesmith, Shawn David	Feb-25	PP		(513.00)		(513.00)
Kelly, Mark Charles	Mar-25	PP		(1,000.00)		(1,000.00)
Traylor/Singleton/Kay, Cynthia	Mar-25	PIF	(83.56)			(83.56)
Cordova, Henry Frank	Mar-25	PP	(248.47)	(1,322.09)		(1,570.56)
Nesmith, Shawn David	Mar-25	PIF		(508.66)		(508.66)
Bonn, Frank Walter	Mar-25	PIF	(754.46)			(754.46)
Hatfield, Scott	Mar-25	PP	(46.40)			(46.40)
Coe, Marcus Perry	Apr-25	PP		(750.00)		(750.00)
Kelly, Mark Charles	Apr-25	PP		(1,000.00)		(1,000.00)
Christopher Brown	Apr-25	PP	(450.00)			(450.00)
Christopher Johnson	Apr-25	PIF	(754.46)			(754.46)
Kelly, Mark Charles	May-25	PP		(1,000.00)		(1,000.00)
BARTON CPA PLLC	May-25	PP		(2,000.00)		(2,000.00)
TOTAL PAYMENTS RECEIVED			(15,262.34)	(606,760.48)	(1.11)	(622,023.93)
Adjustments:						
Houston, Charles					0.98	0.98
Haynes, Jerry Charles					0.13	0.13
TOTAL ADJUSTMENTS			-	-	1.11	1.11
Referred to OAG Enforcement for Collection:						
TOTAL REFERRED TO ENFORCEMENT			-	-	-	-
ENDING BALANCE - May 31, 2025			\$7,356.21	\$14,476.47	\$69.57	\$21,902.25

*May include penalties received prior to board ratification. May not include assessed penalties for which an initial payment has not been received.

PIF = Paid in Full , PP = Partial Payment, and REF=Refund

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY
Professional Fee and Legal Contracts

		FY 2025			
Contract Number	Contractor	Contract Term	Budget	Contract Amount	FY 25 Hourly Rate
TSR CONSULTANTS			\$ 272,460		
25-005	Peter Delvecchia, CPA	09/01/24-08/31/25		\$25,000	\$240/\$180/\$100
25-006	William Patrick Cantrell, CPA, JD	09/01/24-08/31/25		\$10,000	\$350/\$225/\$65
	Unallocated Budget		237,460		
	Total			\$35,000	
PEER REVIEW CONSULTANTS			\$ 56,190		
25-001	John Michael Waters, CPA	09/01/24-12/31/24**		\$26,400	\$200
25-002	Robert Goldstein, CPA	09/01/24-12/31/24**		\$26,400	\$200
25-003	Thomas Akin, CPA	09/01/24-12/31/24**		\$26,400	\$200
25-001A	John Michael Waters, CPA	01/01/25-08/31/25**		\$14,000	\$270
25-002A	Robert Goldstein, CPA	01/01/25-08/31/25**		\$24,000	\$270
25-003A	Thomas Akin, CPA	01/01/25-08/31/25**		\$14,000	\$270
	Unallocated Budget		(75,010)		
	Total			131,200	
OFFICE OF THE ATTORNEY GENERAL			\$ 15,000		
C-02075	Office of the Attorney General	09/01/24-08/31/25		\$15,000	
	Unallocated Budget		-		
	Total			\$15,000	
STATE OFFICE OF ADMIN HEARINGS			\$ 15,627		
360-24-457	SOAH	09/01/23-08/31/25		\$15,627	*
	Unallocated Budget		0		
	Total			\$15,627	
OAG Contracts: INDEPENDENT CONSULTANT CONTRACTS (SOAH Litigation)			\$ 256,688		
	Unallocated Budget		256,688		
	Total			\$0	
INTERNAL AUDIT			\$ 35,755		
	To be determined				
	Unallocated Budget		35,755		
	Total			\$0	
Total Budget			\$ 651,720		
Total Contracts				\$196,827	
Total Unallocated Budget			\$ 454,893		

*SOAH Contract is for \$31,253.04 for 2 years.

**The PROB contracts approved by the Board were originally for 9-1-24 through 12-31-24. At the November Board meeting the Board approved 3 additional contracts for the period 1-1-25 through 8-31-25. The Comptroller's Procurement and Contract Management Guide requires state agencies to re-procure at least every four years for contracts exceeding \$25,000. Four years elapsed for these 3 proposed contracts on December 31, 2024, which accounts for the need for 3 new RFQs and 3 PROB contracts for the remainder of FY 25. The maximum contract amount for each contract will not exceed \$26,400 for the 12 months ending 8-31-25.

<p style="text-align: center;">Agenda Item IV Report of the Executive Committee July 10, 2025</p>
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B. Fiscal matters:

1. Approval of FY 2026 budget.
2. Approval of FY 2026 scholarship allocation.
3. State Auditor's Office audit report.

DISCUSSION: Ms. Espinoza-Riley, treasurer, will present the Board's proposed budget plan for fiscal year 2026, fiscal year 2026 scholarship allocation, and the results of the audit performed by the State Auditor's office.

RECOMMENDATION: None by staff.

SUGGESTED MOTION: None by staff.

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY
Operating Budget Projections 2026-2030

		ACTUAL		PROJECTED					
		Rev factors	0.341%	-0.419%	-0.298%	-0.298%	-0.298%	-0.298%	-0.298%
Change Fee Amounts Here		Exp. factors	5.00%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%
		FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
License Fee		\$ 75	\$ 87	\$ 102	\$ 108	\$ 125	\$ 126	\$ 125	\$ 120
Retired/Disabled Fee		\$ 15	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15
Firm License Fee		\$ 60	\$ 60	\$ 60	\$ 60	\$ 60	\$ 60	\$ 60	\$ 60
Firm Organization Fee	1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	2 - 5	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10	\$ 10
	6 - 9	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15
	10 - 49	\$ 20	\$ 20	\$ 20	\$ 20	\$ 20	\$ 20	\$ 20	\$ 20
	50 +	\$ 25	\$ 25	\$ 25	\$ 25	\$ 25	\$ 25	\$ 25	\$ 25
Exam Application of Intent Fee		\$ 20	\$ 20	\$ 20	\$ 20	\$ 20	\$ 20	\$ 20	\$ 20
Exam Section Fee (per part)		\$ 15	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15	\$ 15

	FY 23 Actual	FY 24 Actual	FY 25 Budget ¹	FY 26 Budget ²	FY 27 Budget ²	FY 28 Budget ²	FY 29 Budget ²	FY 30 Budget ²
Estimated Revenue	\$ 7,532,542	\$ 8,398,000	\$ 9,167,457	\$ 9,459,063	\$ 10,514,378	\$ 10,535,949	\$ 10,428,581	\$ 10,064,847
Estimated Expenditures	(5,669,151)	(6,028,415)	(8,054,483)	(8,310,294)	(10,773,725)	(13,072,449)	(11,703,506)	(10,016,754)
Adj for GASB 87/96 Implementation						1,436,601		
Excess (Deficiency) Revenues over Expenditures	1,863,391	2,369,585	1,112,974	1,148,769	(259,346)	(1,099,899)	(1,274,924)	48,093
Other Financing Sources (Uses)		61,027						
Estimated Transfers Out - EFFA			(\$360,000)	\$0	\$0	\$0	(\$100,000)	(\$100,000)
Estimated Transfers Out - SDSI Pmt	(703,344)	(703,344)	(703,344)	(703,344)	(703,344)	(703,344)	(703,344)	(703,344)
Current Year Surplus/Deficit	1,160,047	1,727,268	49,630	445,425	(962,690)	(1,803,243)	(2,078,268)	(755,251)
Beginning Fund Balance	5,728,242	6,888,289	8,689,665	8,739,295	9,184,720	8,222,030	6,418,787	4,340,518
Adjustment for Restatement		74,108						
Adjusted Beginning Fund Balance		6,962,397						
Ending Fund Balance	6,888,289	8,689,665	8,739,295	9,184,720	8,222,030	6,418,787	4,340,518	3,585,267
Board Policy Estimated Fund Balance	2,470,632	2,560,448	3,066,965	3,130,918	3,387,625	4,321,456	3,979,220	3,557,533
Board-Designated Contingency Reserve		2,250,000	3,750,000	5,500,000	4,000,000	1,500,000	-	-
Surplus/Deficit over Board Policy	4,417,658	3,879,217	1,922,330	553,802	834,405	597,330	361,298	27,735
Ending Fund Balance	6,888,289	8,689,665	8,739,295	9,184,720	8,222,030	6,418,787	4,340,518	3,585,267
Proof - Must Equal Zero	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Estimated Fund Balance Reserve Based on 25% of Expenditures PLUS Transfer Out PLUS \$350,000 Enforcement Reserve (effective FY 2019):

Effective FY 2024 - 2027, additional amounts million to be designated as a contingency reserve*:

Expenditures - estimated	\$ 5,669,151	\$ 6,028,415	\$ 8,054,483	\$ 8,310,294	\$ 9,337,124	\$ 13,072,449	\$ 11,703,506	\$ 10,016,754
Revised Expenditure adjustment								
Operating Expenditures & Transfer Out	\$ 5,669,151	\$ 6,028,415	\$ 8,054,483	\$ 8,310,294	\$ 9,337,124	\$ 13,072,449	\$ 11,703,506	\$ 10,016,754
3 month Operating Reserve	\$ 1,417,288	\$ 1,507,104	\$ 2,013,621	\$ 2,077,574	\$ 2,334,281	\$ 3,268,112	\$ 2,925,876	\$ 2,504,189
Board-Designated Contingency Reserve		\$ 2,250,000	\$ 3,750,000	\$ 5,500,000	\$ 4,000,000	\$ 1,500,000		\$ -
Enforcement Reserve	350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000
Transfer Out (beginning FY 2019)	703,344	703,344	703,344	703,344	703,344	703,344	703,344	703,344
Total Reserve	\$ 2,470,632	\$ 4,810,448	\$ 6,816,965	\$ 8,630,918	\$ 7,387,625	\$ 5,821,456	\$ 3,979,220	\$ 3,557,533
Fund Balance Reserve Surplus/Deficit	\$ 4,417,658	\$ 3,879,217	\$ 1,922,330	\$ 553,802	\$ 834,405	\$ 597,330	\$ 361,298	\$ 27,735
	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030

¹ Budget as approved

² Proposed Budget - not approved

* Reserve contingency purpose: major case litigation, technology expenditures, and other unforeseen circumstances.

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY
PROJECTED COLLECTIONS

101%	For Prior Year estimates
101.768%	Up to FY 2023 estimate

Increase Factors Used							
Indiv. Licenses	0.341%	-0.419%	-0.298%	-0.298%	-0.298%	-0.298%	-0.298%
Firms	-2.129%	-2.371%	-1.448%	-1.448%	-1.448%	-1.448%	-1.448%
Sponsors	-6.270%	0.684%	2.081%	2.081%	2.081%	2.081%	2.081%
Exam	5.000%	-4.762%	-3.935%	-1.646%	-1.646%	-1.646%	-1.646%
Other	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
			2	1	1	1	1

COBJ/ AGENCY OBJECT	DESCRIPTION	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 Projection Version 1	FY 2026 Projection Version 1	FY 2027 Projection Version 1	FY 2028 Projection Version 1	FY 2029 Projection Version 1	FY 2030 Projection Version 1
OPERATING FUND REVENUE									
License, Fees & Permits		\$7,214,291	\$7,963,125	\$8,888,124	\$9,206,548	\$10,278,449	\$10,314,765	\$10,220,470	\$9,868,322
Sales of Goods and Services		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Interest and Investment Income		\$243,034	\$363,980	\$200,000	\$180,000	\$162,000	\$145,800	\$131,220	\$118,098
Other		\$75,216	\$70,895	\$79,333	\$72,515	\$73,929	\$75,385	\$76,891	\$78,427
TOTAL OPERATING FUND REVENUE		\$7,532,542	\$8,398,000	\$9,167,457	\$9,459,063	\$10,514,378	\$10,535,949	\$10,428,581	\$10,064,847
PROFESSIONAL FEES INTEREST REVENUE			-						
SCHOLARSHIP FUND REVENUE		725,888	736,813	733,690	732,428	730,245	728,069	725,900	723,736
TOTAL REVENUES		\$8,258,430	\$9,134,812	\$9,901,147	\$10,191,491	\$11,244,624	\$11,264,019	\$11,154,481	\$10,788,584

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY
Revenue

COBJ/ AGENCY OBJECT	DESCRIPTION	FY 2023 ACTUAL	FY 2024 ACTUAL	FY 2025 Projection Version 1	FY 2026 Projection Version 1	FY 2027 Projection Version 1	FY 2028 Projection Version 1	FY 2029 Projection Version 1	FY 2030 Projection Version 1
OPERATING FUND REVENUE:									
LICENSE, FEES & PERMITS									
3175 20005	REFUNDS PAYABLE								
11000	CPA LICENSE	5,190,264	5,947,482	5,937,335	6,826,005	7,207,350	8,295,036	8,345,424	8,265,059
	CPA LICENSE Temporary Increase			990,380	388,978	1,099,663	64,525	(64,345)	(320,735)
11001	CPA LIC REFUND	(943)	(381)	-	-	-	-	-	-
11050	CPA PENALTY	332,811	322,401	336,388	320,482	319,527	318,575	317,625	316,679
11051	CPA PEN REFUND	-	(748)	-	-	-	-	-	-
11100	PRACTICE UNITS	549,924	531,638	527,221	514,727.66	507,274.40	499,929.07	492,690.09	485,555.94
11101	PRACTICE UNIT REFD	(60)	(65)	-	-	-	-	-	-
11103	PRACTICE UNIT - Out-of-State	5,420	6,026	-	5,901	5,816	5,731	5,648	5,567
11150	PRACTICE UNIT PEN	74,000	72,540	85,533	91,685	90,358	89,049	87,760	86,489
11151	PRAC UNIT PEN REFD	-	-	-	-	-	-	-	-
11200	FIRM ORGANIZATION FEES	321,231	334,448	306,179	320,774	316,129	311,551	307,040	302,594
11201	FIRM ORGANIZATION FEES REFD		(30)						
	FIRM ORG FEES - Out-of-State	29,735	37,265	28,342	40,223	39,641	39,067	38,501	37,944
12000	PUB ACCOUNTANT LIC								
12010	CERTIFICATE FEE	79,851	72,270	72,427	66,694	65,596	64,517	63,455	62,410
12011	CERT FEE REFD		(100)	-	-	-	-	-	-
15000	SECTION 14 LIC (Foreign Reg. 901.355)								
16000	RECIP REG	64,000	58,100	64,688	49,506	45,698	45,373	45,050	44,730
16001	RECIP REG REFD	(100)	(100)	(101)	(85)	(79)	(78)	(78)	(77)
17100	CPE SPONSOR FEE	240,850	237,950	231,141	247,957	253,116	258,384	263,761	269,250
17121	CPE SPONSOR FEE REFUND								
24100	EVALUATION FEE (AOI)	67,960	81,160	62,385	89,812	88,333	86,879	85,449	84,043
24402	EXAM ELIGIBILITY FEE-AUD	57,270	62,445	59,929	57,613	56,665	55,732	54,815	53,913
24403	EXAM ELIGIBILITY FEE-AUD REFD		(15)						
24502	EXAM ELIGIBILITY FEE-BEC	77,805	36,015	-	-	-	-	-	-
24503	EXAM ELIGIBILITY FEE-BEC REFD		(15)						
24602	EXAM ELIGIBILITY FEE-FAR	63,105	73,845	72,150	68,134	67,012	65,909	64,825	63,758
24603	EXAM ELIGIBILITY FEE-FAR REFD		(15)						
24702	EXAM ELIGIBILITY FEE-REG	48,330	54,000	52,498	49,820	49,000	48,193	47,400	46,620
24703	EXAM ELIGIBILITY FEE-REG REFD		(15)						
24512	EXAM ELIGIBILITY FEE-BAR		7,860	16,964	15,772	15,512	15,257	15,006	14,759
24522	EXAM ELIGIBILITY FEE-ISC		7,695	14,692	18,260	17,959	17,664	17,373	17,087
24532	EXAM ELIGIBILITY FEE-TCP		9,015	17,418	21,865	21,505	21,151	20,803	20,461
24300	TRANSFER OF CREDIT IN (Q Div)	3,580	3,500	3,247	3,230	3,177	3,125	3,073	3,023
24301	TRANS OF CREDIT IN REFD		(240)	-	-	-	-	-	-
23050	TRANSFER OF CREDIT OUT (L Div)	8,400	9,120	8,490	9,120	9,120	9,120	9,120	9,120
23051	TRANS OF CREDIT OUT REFD		(120)	(40)	(120)	(120)	(120)	(120)	(120)
3719 31020	SALE OF LISTS	663	-	663		-	-	-	-
3719 31040	MISC COPIES	-	-	-	-	-	-	-	-
3179 31060	MISC COPIES REFD	-	-	-	-	-	-	-	-
3775 31100	RETURN CHECK FEES	195	195	195	195	195	195	195	195
TOTAL LICENSE, FEES & PERMITS		\$7,214,291	\$7,963,125	\$8,888,124	\$9,206,548	\$10,278,449	\$10,314,765	\$10,220,470	\$9,868,322
SALES OF GOODS AND SERVICES									
3752 39201	SALE OF PUBLICATIONS			-	-	-	-	-	-
3750 39050	SALE OF FURN & EQUIP			-	-	-	-	-	-
TOTAL SALES OF GOODS AND SERVICES		-	-	-	-	-	-	-	-
INTEREST AND INVESTMENT INCOME									
25000	TTSTF INTEREST	232,693	358,040	200,000	180,000	162,000	145,800	131,220	118,098
25001	DEPOSITORY INTEREST	-	-	-	-	-	-	-	-
25002	INTEREST ON JUDGMENTS	10,342	5,940	-	-	-	-	-	-
TOTAL INTEREST AND INVESTMENT INCOME		243,034	363,980	200,000	180,000	162,000	145,800	131,220	118,098
OTHER									
3802 19160	DAC-OTHER CASES	31,842	24,150	31,842	24,150	24,150	24,150	24,150	24,150
19900	OTHER MISC REV	(1,601)	3	-	-	-	-	-	-
19930	VOIDED WARRANTS	100	565						
32100	LETTERING OF CPA CERT	1,800	1,250	1,800	1,250	1,250	1,250	1,250	1,250
32111	LETTERING OF CPA CERT REFD	(50)		(50)	-	-	-	-	-
34100	AICPA REGRADE (FY 13 to Ad Pen)	-	520	-	-	-	-	-	-
37250	REIMBURSEMENTS - 3rd PARTY	43,124	44,407	45,741	47,115	48,529	49,985	51,491	53,027
TOTAL OTHER		\$ 75,216	\$ 70,895	\$ 79,333	\$ 72,515	\$ 73,929	\$ 75,385	\$ 76,891	\$ 78,427
ADJUSTMENTS									
TRANSFER FROM FUND 106									
TOTAL OPERATING FUND REVENUE		\$7,532,542	\$8,398,000	\$9,167,457	\$9,459,063	\$10,514,378	\$10,535,949	\$10,428,581	\$10,064,847
PROFESSIONAL FEES INTEREST REVENUE									
SCHOLARSHIP FUND REVENUE (Note A)									
TOTAL REVENUE		\$ 8,258,430	\$9,134,812	\$ 9,901,147	\$ 10,191,491	\$ 11,244,624	\$ 11,264,019	\$ 11,154,481	\$ 10,788,584
OTHER FUNDS COLLECTED:									
Transfer to General Revenue Fund									
	Professional Fee (\$200) (Note B)	32,348	21,139	33,925	21,139	21,139	21,139	21,139	21,139
	Administrative Penalties (effective FY 14)	106,495	3,127,186	949,839	1,215,964	1,215,964	1,215,964	1,215,964	1,215,964
Total Transfers to General Revenue		\$ 138,843	\$ 3,148,326	\$ 983,763	\$ 1,237,104	\$ 1,237,104	\$ 1,237,104	\$ 1,237,104	\$ 1,237,104
TOTAL REVENUE AND FUNDS COLLECTED		\$ 8,397,273	\$ 12,283,138	\$ 10,884,910	\$ 11,428,595	\$ 12,481,728	\$ 12,501,122	\$ 12,391,585	\$ 12,025,688

Note B: The \$200 Professional Fee was eliminated by the 84th Legislature (2015) effective September 1, 2015

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY

Expenditure Budget - Operating Fund

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
	Actual	Actual	Budget v1	Proposed Budget v1	Proposed Budget v1	Proposed Budget v1	Proposed Budget v1	Proposed Budget v1
	2.5%	6.3%	3.5%	3.5%	3.5%	3.5%	3.5%	3.5%
SALARIES AND WAGES	3,099,484	3,209,912	\$ 3,888,622	\$ 4,024,723	\$ 4,250,589	\$ 4,469,359	\$ 4,532,849	\$ 4,776,499
OTHER PERSONNEL COSTS:		0						
L1001 S&W - Comp. Per Diem (7025)	8,600	2,400	12,780	12,852	13,302	13,768	14,250	14,748
L1002 S&W - Employees (Longevity - 7022)	42,560	40,620	46,252	43,513	45,036	46,612	48,244	49,932
L1002 S&W - Employees (Lump Sum Term Pay - 7023)	71,316	47,411	77,503	80,216	83,023	85,929	88,937	92,049
L2003 S&W - Employees (Benefit Replacement Pay)	2,187	1,931	2,187	2,187	2,187	2,187	2,187	2,187
M9000 Unemployment Compensation	2,596	-	-	-	-	-	-	-
V2001 Workers' Compensation	-	-	-	-	-	-	-	-
TOTAL, OTHER PERSONNEL COSTS	127,260	92,361	138,722	138,768	143,549	148,496	153,617	158,917
PROFESSIONAL FEES AND SERVICES:								
N2003 Prof Fees - FBI Background Checks (7253)	-	-	-	\$ -	\$ -	\$ -	\$ -	\$ -
N2005 Prof Fees - Legal Services (OAG & Outside Legal)	34,582	2,940	271,688	250,000	258,750	267,806	277,179	286,881
N2021 Prof Fees - Legal Services (OAG Regular Cases)	-	-	-	-	-	-	-	-
N2010 Prof Fees - Legal Services (SOAH)	39,087	15,627	15,627	10,771	10,771	11,148	11,538	11,942
Prof Fees - Enforcement Reserve	-	-	-	-	-	-	-	-
N2007 Prof Fees - Financial & Acctg Services (7245)	-	-	35,755	37,006	38,301	39,642	41,029	42,465
N2008 Prof Fees - Expert Witnesses	8,173	12,462	272,460	250,000	258,750	267,806	277,179	286,881
N2009 Prof Fees - PROB (7253)	47,617	45,517	56,190	58,157	60,192	62,299	64,479	66,736
N2011 Prof Fees - Computer (7242, 7275) hosting/consulting	59,288	229,098	392,752	429,098	2,343,512	2,345,502	2,245,322	190,197
N2019 Prof Fees - Other	4,334	2,675	4,710	2,866	2,966	3,070	3,177	3,288
N2022 Prof Fees - Sponsor Review Program Reviews	16,625	16,375	25,000	25,000	25,875	26,781	27,718	28,688
W2005 OE - Temporary Support Services (7274)	54,375	34,085	100,000	36,512	37,790	39,113	40,482	41,899
TOTAL, PROFESSIONAL FEES AND SERVICES	264,081	358,777	1,174,180	1,099,410	3,036,907	3,063,167	2,988,105	958,977
FUELS AND LUBRICANTS	197	209	214	224	231	240	248	257
CONSUMABLE SUPPLIES	13,277	14,393	17,518	15,419	15,958	16,517	17,095	17,693
UTILITIES	-	-	-	-	-	-	-	-
TRAVEL:								
P2001 Travel - In-State - Board Members	8,832	5,139	19,197	9,793	10,135	10,490	10,857	11,237
P2002 Travel - In-State - Employees	1,926	3,137	4,649	3,360	3,478	3,600	3,726	3,856
P2003 Travel - In-State - Advisory Comm Mbrs	-	299	1,618	320	332	343	355	368
P2021 Travel - Out-of-State - Board Members	6,269	7,080	6,813	7,585	7,850	8,125	8,409	8,704
P2022 Travel - Out-of-State - Employees	10,216	11,006	11,102	11,790	12,202	12,629	13,071	13,529
P2023 Travel - Out-of-State - Advisory Comm Mbrs	-	-	-	-	-	-	-	-
TOTAL, TRAVEL	27,243	26,661	43,379	32,848	33,997	35,187	36,419	37,694
RENT - BUILDING:								
T2013 Rentals & Leases - Other Space	12,353	12,633	13,425	13,533	14,007	14,497	15,004	15,529
T2014 Rental & Leases - Exam	-	-	-	-	-	-	-	-
T2015 Rental & Leases - SIC	8,545	8,755	14,548	9,379	9,707	10,047	10,398	10,762
TOTAL, RENT - BUILDING	20,897	21,388	27,972	22,912	23,713	24,543	25,402	26,292
RENT - MACHINE AND OTHER:								
T2001 Rentals & Leases - Furn/Eqpt	27,279	26,515	32,337	28,403	29,397	30,426	31,491	32,594
T2003 Rentals & Leases - Furn/Eqpt - Exam	-	-	-	-	-	-	-	-
T2004 Rentals & Leases - Furn/Eqpt - SIC	8,558	8,612	10,737	25,113	25,992	26,902	27,843	28,818
T2016 Rentals & Leases - Telephone (see Commun & Util -Telephone)	-	-	-	-	-	-	-	-
TOTAL, RENT - MACHINE AND OTHER	35,837	35,126	43,075	53,517	55,390	57,328	59,335	61,411

TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY

Expenditure Budget - Operating Fund

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
	Actual	Proposed Budget v1	Budget v1	Proposed Budget v1	Proposed Budget v1	Proposed Budget v1	Proposed Budget v1	Proposed Budget v1
		5.0%	3.5%	3.5%	3.5%	3.5%	3.5%	3.5%
OTHER OPERATING EXPENSE:								
N2004 Prof Fees - Court Reporters	1,275	-	1,816	1,414	1,463	1,514	1,567	1,622
N2019 Prof Fees - Other	-	-	-	-	-	-	-	-
Q2001 Materials and Supplies	79,923	105,728	371,408	384,407	537,362	519,419	537,599	554,197
N2001 Materials and Supplies - Exam Grading	240	-	-	-	-	-	-	-
Q2005 Materials and Supplies - Office Meter Postage	70,097	43,119	65,295	46,190	47,807	49,480	51,212	53,004
Q2006 Materials and Supplies - Bulk Rate Postage	-	(1,279)	1,035	-	-	-	-	-
Q2009 Materials and Supplies - Other Postage	290	-	315	-	-	-	-	-
R2001 Commun & Utilities	66,751	81,133	72,542	86,911	89,953	93,102	96,360	99,733
Other Utilities	-	-	-	-	-	-	-	-
S2001 Repairs & Maint - Annual Contracts	52,292	56,279	99,480	102,962	106,565	121,707	83,967	36,906
S2005 Repairs & Maint - Other	7,837	21,182	10,242	22,691	23,485	24,307	25,158	26,038
S3011 Repairs & Maint - Alarm System	-	-	-	-	-	-	-	-
U2001 Printing and Reproduction	5,449	17,937	16,915	19,215	19,888	20,584	21,304	22,050
U2002 Printing of Board Reports	8,077	8,405	8,778	10,204	10,561	10,931	11,313	11,709
W2001 OE - Membership Fees	7,270	7,560	11,055	8,098	8,382	8,675	8,979	9,293
W2002 OE - Tuition - Employee Training	-	-	-	-	-	-	-	-
W2003 OE - Registration Fees	10,500	14,614	15,750	15,655	16,203	16,770	17,357	17,964
W2004 OE - Examination Proctors	-	-	-	-	-	-	-	-
W2006 OE - Real Property & Improvement	-	-	-	-	-	-	-	-
W2007 OE - Freight/Delivery Services	1,059	927	2,748	993	1,027	1,063	1,100	1,139
W2009 OE - Convention Center Labor SIC	2,985	3,105	4,347	3,326	3,443	3,563	3,688	3,817
W2011 OE - Monitoring Alarm System	-	-	-	-	-	-	-	-
W2013 OE - Employee Awards	750	244	1,285	261	270	280	289	299
W2014 OE - Witness Fees and Investigation Costs	2,168	-	2,356	2,323	2,404	2,488	2,575	2,665
W2017 OE - Purch of Furn & Eqpt - Inventoried	-	-	-	-	-	-	-	-
W2018 OE - Purch of Furn & Eqpt - Noncap	2,348	14,782	-	-	-	-	-	-
W2020 OE - Other Fees and Charges	44,915	46,406	63,101	49,711	51,451	53,252	55,115	57,044
L1001 Debt Service - Interest (Lease)	37,095	33,109	28,754	24,294	19,632	14,801	9,674	4,364
TBD Debt Service - Interest (SBITAs - IT Leases)	-	-	-	-	-	-	-	-
W2021 OE - Texas Online Processing Fees	182,125	202,401	199,916	232,088	261,733	264,000	262,722	261,441
W2023 OE - SRP Training	-	-	-	-	-	-	-	-
TOTAL, OTHER OPERATING EXPENSE	583,447	655,651	977,138	1,010,743	1,201,629	1,205,936	1,189,982	1,163,288
PUBLIC ASSISTANCE PAYMENTS:								
Peer Assistance Grant to TXCPA	134,253	134,253	155,500	155,500	155,500	155,500	155,500	155,500
Transfer to EFFA - see below	-	-	-	-	-	-	-	-
TOTAL, PUBLIC ASSISTANCE PAYMENTS	134,253	134,253	155,500	155,500	155,500	155,500	155,500	155,500
CAPITAL EXPENDITURES:								
X5001 Capital Outlay - Furniture/Equipment	-	-	-	-	-	-	-	-
X5005 Capital Outlay - Computer	-	73,706	58,195	78,955	81,719	84,579	87,539	90,603
X5010 Capital Outlay - Leases	-	-	-	-	-	-	-	-
TBD Capital Outlay - SBITAs (IT Leases)	-	-	-	-	-	1,436,601	-	-
X5007 Capital Outlay - Telecommunications	-	-	-	-	-	-	-	-
TOTAL, CAPITAL EXPENDITURES	-	73,706	58,195	78,955	81,719	1,521,180	87,539	90,603
DIRECT COST BUDGET	4,305,977	4,622,439	6,524,516	6,633,018	8,999,183	10,697,454	9,246,091	7,447,131
Indirect Costs:								
M9000 Payroll Related Costs (IC)	1,045,136	1,074,013	1,151,577	1,248,789	1,327,459	1,408,730	1,471,167	1,562,876
Increase % Based on Payroll Related Cost Analysis - Through FY 2023.xls								
7.83% 7032 Emp Retirement	264,196	268,954	308,262	312,721	342,307	373,310	396,964	433,146
3.96% 7041 Employee Insurance (# adjusted from negative)	548,314	567,137	569,339	659,428	686,241	714,116	741,695	771,766
5.70% 7043 Employer's FICA (OASI)	232,626	237,922	273,976	276,640	298,911	321,304	332,508	357,964
T2018 Rentals & Leases-Ofc Bldg (IC) Centennial (7462-0) NET	862	-	-	-	-	-	-	-
T2019 Debt Service Principal - RTU Lease	314,386	328,817	344,047	359,707	375,895	392,586	409,989	427,820
TBD Debt Service Principal - SBITAs (IT Leases)	-	-	-	-	-	500,000	500,000	500,000
N2020 Prof Fees - Sunset Review & SAO Audit (IC) (7245-1)	-	-	-	-	-	-	-	-
W2027 OOE - Statewide Cost Alloc (7953-0)	-	-	25,054	65,410	67,699	70,069	72,521	75,059
X5007 OOE - SORM Assessments	2,791	3,147	9,288	3,371	3,489	3,611	3,737	3,868
Total, Indirect Costs	1,363,174	1,405,976	1,529,967	1,677,276	1,774,542	2,374,996	2,457,415	2,569,624
TOTAL OPERATING BUDGET	\$5,669,151	6,028,415	8,054,483	\$8,310,294	\$10,773,725	\$13,072,449	\$11,703,506	\$10,016,754
EFFA TRANSFERS OUT			\$360,000	\$0	\$0	\$0	\$100,000	\$100,000
	\$ -	0.00						
	(\$5,669,150.63)	(\$6,028,415.01)						

Explanatory Notes:

- (a) Professional Fees - Legal Services for OAG legal services authorized by Board
(b) Proposed Budgets have not yet been considered or approved by the Board.

TSBPA

Scholarship Fund

Projected Funds Available - FY 2026

AS OF 07/1/2025

Balance as of May 31, 2025 632,730.03

Estimated collections June 1 through August 31, 2025	(3 months)	\$	175,526.50
Total collections 09/01/24 - 05/31/25		\$	526,579.50
Divided by number of months			9
Average monthly collections		\$	<u>58,508.83</u>

Estimated Scholarships June 1, 2025 through August 31, 2025 (56,430.00)

Projected Balance as of August 31, 2025 \$ 751,826.53

Estimated collections for FY 2025		\$	702,106.00
Average monthly collections	58,508.83		
Times 12 months	12		
		\$	<u>702,106.00</u>

Projected Funds Available Through August 31, 2025 \$ 1,453,932.53

OPTIONS:

	Options	Balance - 08/31/26
Total Awards FY 2026	\$ 750,000.00	\$ 703,932.53
	\$ 1,000,000.00	\$ 453,932.53
	\$ 1,250,000.00	\$ 203,932.53

Estimated Collections by fiscal quarter - NOT INCLUDING SCHOLARSHIP AWARDS

Beginning Balance - September 1, 2025	\$ 751,826.53
1st quarter collections	\$ 175,526.50
Balance as of November 30, 2025	<u>\$ 927,353.03</u>
2nd quarter collections	\$ 175,526.50
Balance as of February 28, 2026	<u>\$ 1,102,879.53</u>
3rd quarter collections	\$ 175,526.50
Balance as of May 31, 2026	<u>\$ 1,278,406.03</u>
4th quarter collections	\$ 175,526.50
Balance as of August 31, 2026	<u><u>\$ 1,453,932.53</u></u>

Scholarship Funds Projected Amount Available FY 2026 7-1-25



An Audit Report on

The Board of Public Accountancy: A Self-directed, Semi-independent Agency

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

The Board of Public Accountancy (Board) had processes to ensure the accuracy and completeness of its financial data and for setting fees and penalties. However, it should strengthen its processes for reconciliations and performance data reporting. In addition, the Board should address certain weaknesses related to user access rights to its information systems.

- [Background](#) | p. 3
- [Audit Objectives](#) | p. 10

This audit was conducted in accordance with Texas Government Code, Section 472.103.

MEDIUM

FINANCIAL AND PERFORMANCE DATA

The Board accurately recorded the financial data tested but did not review and approve all reconciliations. It reported accurate results for one of the two types of performance data tested.

However, not all penalties assessed were reported in the correct fiscal year.

[Chapter 1 | p. 4](#)

LOW

SETTING FEES AND PENALTIES

The Board had an adequate process for setting its fees and penalties.

[Chapter 2 | p. 9](#)

Summary of Management's Response

Auditors made recommendations to address the issues identified during this audit, provided at the end of Chapter 1 in this report. The Board agreed with the recommendations.

Ratings Definitions

Auditors used professional judgment and rated the audit findings identified in this report. The issue ratings identified for each chapter were determined based on the degree of risk or effect of the findings in relation to the audit objective(s).

PRIORITY: Issues identified present risks or effects that if not addressed could *critically affect* the audited entity's ability to effectively administer the program(s)/function(s) audited. Immediate action is required to address the noted concern(s) and reduce risks to the audited entity.

HIGH: Issues identified present risks or effects that if not addressed could *substantially affect* the audited entity's ability to effectively administer the program(s)/function(s) audited. Prompt action is essential to address the noted concern(s) and reduce risks to the audited entity.

MEDIUM: Issues identified present risks or effects that if not addressed could *moderately affect* the audited entity's ability to effectively administer the program(s)/function(s) audited. Action is needed to address the noted concern(s) and reduce risks to a more desirable level.

LOW: The audit identified strengths that support the audited entity's ability to administer the program(s)/function(s) audited or the issues identified do not present significant risks *or* effects that would negatively affect the audited entity's ability to effectively administer the program(s)/function(s) audited.

For more on the methodology for issue ratings, see [Report Ratings](#) in Appendix 1.

Background Information

The Board of Public Accountancy (Board) is responsible for overseeing the practice of public accountancy in Texas, including licensing, credentialing, continuing professional education, enforcement, and administering scholarships for accounting students. As of August 31, 2024, the Board oversaw 78,259 individual CPA licenses in Texas.

The Board became a self-directed, semi-independent (SDSI) agency effective September 1, 2001, and operates as a self-sustaining agency, funding its operations through fees collected from license renewals, firm registrations, exams, and other services.



MEDIUM

Chapter 1 Financial and Performance Data

The Board had processes designed to ensure the accuracy and completeness of financial data. However, weaknesses were identified in its processes for reconciliation approvals and performance data reporting. In addition, the Board should address certain weaknesses related to user access rights to its information systems.

The Board had adequate processes for its financial data.

The Board's fiscal year 2024 annual financial report balances for revenues and expenditures were supported by information in the Uniform Statewide Accounting System (USAS) and the Board's internal accounting system. In addition, the transactions tested were determined to be accurately recorded, reviewed, and supported. Specifically:

- All **salaries, wages, and payroll-related costs**, totaling approximately \$5.3 million, were paid only to active employees.
- All **state grant pass-through** expenditures, totaling approximately \$1.0 million, were appropriately disbursed to public universities as approved.
- The **CPA license fee** revenue tested, totaling \$964,015, was accurately collected from licensees in accordance with the Board's fee schedule and deposited with the Texas Treasury Safekeeping Trust Company, as required.

Monthly Reconciliations. In fiscal year 2024, the Board's policy was to perform several reconciliations each month, including one reconciliation each for cash, expenditures, and revenues. The Board accurately completed all three of these monthly reconciliations for each of the three months tested from fiscal year 2024. However, the Board did not review and approve any of the cash and expenditure reconciliations as required by its policy.

As of April 2025, the Board had completed only one of the three reconciliations for December 2024. The Board asserted that it transitioned to quarterly reconciliations beginning fiscal year 2025 but had not updated its policies and procedures.

Lack of proper review and approval of reconciliations, as well as outdated procedures, increase the risk of not detecting errors that may affect the accuracy of financial reporting.

The Board inaccurately reported performance data on penalty assessment and rate of collection.

The Board submitted its 2024 annual report and 2025 biennial report as required by Texas Government Code, Section 472.104 (see text box for more on the required reports). The following two types of performance data from the 2024 annual report were tested:

- **Number of CPA License Holders.** The Board accurately reported 78,259 individual CPA license holders.
- **Penalties Assessed and Collected.** The Board did not accurately report the amount of administrative penalties assessed for fiscal year 2024. The Board reported that it assessed penalties totaling approximately \$3.1 million; however, there was a \$30,000 discrepancy in the reported amount due to the following:
 - \$42,500 in penalties assessed in fiscal year 2024 were not included in the report, as the Board's practice is to report penalties only upon receipt of payment, rather than at the time of assessment.
 - \$12,500 in penalties reported as assessed in fiscal year 2024 were actually assessed in prior fiscal years and therefore should not have been included in the current report.

Required SDSI Reports

Texas Government Code, Section 472.104, requires certain self-directed, semi-independent (SDSI) agencies to submit:

- A biennial report to the Legislature and the governor by the first day of each legislative session, including information such as audit and financial reports, performance data, and changes in fees, if applicable.
- An annual report to the governor, the committee of each house of the Legislature that has jurisdiction over appropriations, and the Legislative Budget Board by November 1, including information such as budgets, operating plans, and trend analysis on performance data.

As a result, the rate of collection of assessed penalties was overreported by 1.4 percent.

Furthermore, the Board had not established policies and procedures for preparation of its required SDSI reports, which could provide clear guidelines for accurate reporting of administrative penalties and other performance data.

The Board should review user access to its information systems.

The Board has not established a process for conducting formal reviews of user access to its information systems. As a result, it did not appropriately restrict access to all information systems used for financial and performance reporting. Specifically, the permissions for certain user accounts exceeded the level appropriate for those employees' assigned job duties. Auditors communicated details related to these issues separately in writing to Board management.

Recommendations

The Board should:

- Update its accounting policies and procedures to align with its current practices for performing its financial reconciliations.
- Follow its policy for reviewing and approving all reconciliations.
- Establish and implement policies and procedures to ensure accurate preparation of its SDSI reports, including reporting penalties in the year they were assessed.
- Develop, document and implement formal reviews of user access for its information systems, and conduct those reviews periodically.

Management's Response

The Board should:

- Update its accounting policies and procedures to align with its current practices for performing its financial reconciliations.
- Follow its policy for reviewing and approving all reconciliations

Management Response:

We agree that cash and appropriations reconciliations should include evidence of review/approval and that policies and procedures should be updated to reflect current practices. During the time period being tested, Accounting was working on transitioning from a manual paper reconciliation process to a heavily automated process for cash and expenditure reconciliations. During this transition, reviews were not yet formalized, and formal policy and procedure documents had not yet been updated. Delays were due in-part to Accounting management considering these issues very low risk. This assessment was based on reconciliations being very clean, identified errors being discussed and addressed quickly, and another more comprehensive reconciliation being performed before AFRs were completed. We will update reconciliation policies and procedures to reflect practices and include a formal review and approval.

Responsible Agency Party: Director of Accounting

The Board should:

- Establish and implement policies and procedures to ensure accurate preparation of its SDSI reports, including reporting penalties in the year they were assessed.

Management Response:

We agree that administrative penalties assessed as reported on the SDSI report were \$30,000 (1%) lower than actual administrative penalties assessed. This was due to a schedule historically being used for this reporting that was intended for a different purpose. Moving forward, we will use a different schedule to track penalties assessed for SDSI reporting.

We agree that it may be beneficial to maintain more detailed internal policies and procedures regarding preparation of SDSI reports. Currently, policies and procedures refer to prior year files. These files, including detailed notes, are currently used to prepare SDSI reports, in addition to referencing Chapter 472 of the Texas Government Code, which lists reporting requirements. We will revise internal policies and procedures to include more process detail and a reference to Chapter 472.

Responsible Agency Party: Director of Accounting

The Board should:

- Develop, document and implement formal reviews of user access for its information systems, and conduct those reviews periodically.

Management Response:

We agree that there is a need for periodic user access reviews for our information systems. We're developing a clear procedure, establishing a regular review schedule, and will train relevant personnel to ensure this is effectively implemented.

Responsible Agency Party: Director of Information Resources

All recommended changes are expected to be implemented as soon as reasonably possible with a goal of full implementation by the end of fiscal year 2026.

LOW

Chapter 2

Setting Fees and Penalties

The Board had an adequate process for setting its fees and penalties.

Setting Fees. The Board set its fees and developed a budget in accordance with Texas Government Code, Section 472, and Texas Occupations Code, Section 901. The Board considered its budgetary needs as part of the fee-setting process and incorporated analysis of historical data along with projected revenues and expenditures.

The Board's governing board reviewed and approved the fiscal year 2024 and 2025 budgets, as required by Texas Government Code, Section 472.102. The approved budgets included increases in individual CPA license fees, from \$75 to \$87 for fiscal year 2024 and from \$87 to \$102 for fiscal year 2025. Additionally, the Board established a contingency fund intended to build reserves for major litigation, technology expenditures, and other unforeseen circumstances. As of August 31, 2024, the Board's fund balance totaled \$9.6 million. The Board asserted that funds are being accumulated to finance a planned technology modernization project estimated to cost approximately \$10 million.

Setting Penalties. The Board set its penalty schedule for disciplinary matters in compliance with Texas Occupations Code, Section 901.552. Between September 2023 and December 2024, it investigated 32 complaints that resulted in penalties.¹ For the 7 complaints tested, the Board accurately assessed \$3.5 million in penalties. The Board documented the factors considered and accurately calculated the penalty amounts imposed.

The Board also transferred the administrative penalties collected in fiscal year 2024 to the General Revenue Fund as required by Texas Government Code, Chapter 472.110.

¹ The amount assessed included penalties and/or reimbursement of direct administrative costs that the Board incurred in taking disciplinary action.



Appendix 1

Objectives, Scope, and Methodology

Objectives

The objectives of this audit were to:

- Determine whether the Board of Public Accountancy (Board) has processes and related controls to ensure the accuracy and completeness of financial and performance data.
- Evaluate the Board's processes for setting fees and penalties.

The following members of the State Auditor's staff performed the audit:



- Michelle Rodriguez, CFE (Project Manager)

- Allison Fries, CFE (Assistant Project Manager)
- Garrett Hadden, CFE
- Jessica McGuire, MSA
- Cynthia Saye
- Emilie Scanlon
- Brian K. Thornton
- Robert G. Kiker, CFE, CGAP (Quality Control Reviewer)
- Hillary Eckford, CIA, CFE (Audit Manager)

Scope

The scope of this performance audit included a review of financial and performance data, applicable processes, and other supporting documentation for the period from September 1, 2023, to December 31, 2024.

The scope also included a review of significant internal control components related to the Board's revenue collection, expenditures, penalties assessed and collected, and accuracy and completeness of related data.

Methodology

We conducted this performance audit from January 2025 through May 2025 in accordance with generally accepted government auditing standards. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for our findings and conclusions based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for our findings and conclusions based on our audit objectives. In addition, during the audit, matters not required to be reported in accordance with *Government Auditing Standards* were communicated to Board management for consideration.

Addressing the Audit Objectives

During the audit, we performed the following:

- Interviewed Board management and staff to gain an understanding of financial and performance data reported; fee and penalty setting; and required reports.
- Identified the relevant criteria:
 - The Board’s policies and procedures.
 - Texas Government Code, Chapter 472.
 - Texas Occupations Code, Chapter 901.
 - Texas Administrative Code, Title 22, Part 22, and Title 1, Part 10, Chapter 202.
- Compared and traced the information in the Board’s annual financial report and the financial information included in the self-directed, semi-independent (SDSI) annual report to the Board’s underlying accounting records.
- Analyzed the Board’s payroll expenditures to determine whether (1) salaries, wages, and payroll-related costs were paid to only active employees and (2) monthly payrolls were reviewed and approved appropriately.
- Verified whether state grant pass-through expenditures were appropriately disbursed as approved by the Board.

- Tested selected monthly reconciliations of cash, revenue, and expenditures and verified whether they were mathematically accurate, sufficiently supported, and prepared and reviewed by separate individuals.
- Verified whether the Board submitted the required information in the annual and biennial reports for SDSI agencies to the Office of the Governor, the Legislature, and, as applicable, the Legislative Budget Board; and whether the reports included the required information.
- Tested selected performance data in the 2024 SDSI annual report for the number of CPA license holders by reviewing the query used to calculate this data and testing a sample of license holders to verify that individual licenses were active during the reporting period.
- Tested selected performance data in the 2024 SDSI annual report for the amount of administrative penalties assessed and the rate of collection of assessed administrative penalties by tracing the amount of penalties assessed to the Board's meeting minutes and verified the accuracy of the calculation used to determine rate of collection.
- Verified whether closed complaints, including those resulting in administrative penalties and/or direct administrative costs, were supported and assessed in compliance with rules and statutes.
- Evaluated the Board's processes for setting licensing fees and penalty amounts by reviewing the Board's policies and procedures, meeting minutes, and annual budget.
- Verified that the Board's fee schedules for fiscal years 2024 and 2025 were reviewed and approved by members of its governing board and within the limits set forth in Texas Government Code, Section 472.
- Analyzed selected license fees collected to determine whether the Board charged and recorded the revenues in accordance with its established fee schedule and whether those fees were deposited with the Texas Treasury Safekeeping Trust Company.
- Reviewed user access controls over the Board's information technology systems used for financial and performance processes.

Figure 1 on the next page provides more information about the samples tested.

Figure 1

Populations and Samples

Description	Population	Sample Size	Sampling Methodology
Monthly reconciliations (expenditure, cash, and revenue)	48	12 reconciliations	Tested a risk-based sample ^a of four months for each reconciliation type to provide coverage of different times of fiscal year.
Revenue batch deposits for CPA license fees paid online	85 ^b totaling \$2,257,724	16 batch deposits totaling \$964,015	Tested a risk-based sample ^a of batch deposits for significant coverage of dollar value.
Active CPA license holders	78,188	25 licenses	Tested a nonstatistical random sample so that the sample could be evaluated in the context of the population. ^c
Complaints that resulted in penalties and/or administrative costs	32	7 complaints	Tested a stratified risk-based sample ^a for coverage of penalties and administrative costs with different rule violations and highest penalty dollar amounts.

^a The risk-based samples were not representative of the populations; therefore, it would not be appropriate to project the test results to the populations.

^b The population of batch deposits was taken from the four months of revenue reconciliations selected for testing: October 2023 and July, August, and December 2024.

^c The random sample is representative of the population; therefore, it would be appropriate to project the test results to the population.

Data Reliability and Completeness

Auditors determined that all data sets obtained for the period from September 2023 through December 2024 were sufficiently reliable and complete for purposes of this audit by (1) observing the Board staff extract requested data populations, (2) reviewing data queries and report parameters, (3) analyzing the populations, and (4) testing user access rights over the Board's four information systems:

- Uniform Statewide Accounting System (USAS) – revenue, expenditures, and cash in treasury.
- Centralized Accounting and Payroll/Personnel System (CAPPS) – expenditures.
- The Board's internal accounting system – revenue and expenditures.
- The Board's licensing and enforcement system – performance data.

Report Ratings

In determining the ratings of audit findings, auditors considered factors such as financial impact; potential failure to meet program/function objectives; noncompliance with state statute(s), rules, regulations, and other requirements or criteria; and the inadequacy of the design and/or operating effectiveness of internal controls. In addition, evidence of potential fraud, waste, or abuse; significant control environment issues; and little to no corrective action for issues previously identified could increase the ratings for audit findings. Auditors also identified and considered other factors when appropriate.



Copies of this report have been distributed to the following:

Legislative Audit Committee

The Honorable Dan Patrick, Lieutenant Governor, Joint Chair

The Honorable Dustin Burrows, 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

Board of Public Accountancy

Members of the Board

Mr. William Treacy, Executive Director



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<p style="text-align: center;">Agenda Item IV Report of the Executive Committee July 10, 2025</p>
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C. Consideration of professional service contracts and grant agreements

Mr. Hill, general counsel, will present the following contracts and grant agreement:

FY 2026:

Peer Review Oversight Board:

• Tom Akin, CPA	9/1/25 – 8/31/26	\$25,400
• John Michael Waters, CPA	9/1/25 – 8/31/26	\$17,400
• Robert Goldstein, CPA	9/1/25 – 8/31/26	\$17,400

plus \$2,400 Travel Expenses

Behavioral Enforcement Committee consultants:

•Pat Cantrell, CPA	9/1/25 – 8/31/26	\$10,000
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Technical Standards Review Committee consultants:

• Peter DelVecchia, CPA	9/1/25 – 8/31/26	\$25,000
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Independent consultant contract² (SOAH litigation):

The Dove Firm PLLC	9/1/25 – 8/31/26	\$60,000
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²This outside counsel contract must be reviewed and approved by the Office of the Attorney General in accordance with *Section 402.0212* of the *Texas Government Code* and *Section 901.164* of the *Public Accountancy Act*.

Interagency contracts:

•Office of the Attorney General	9/1/25 – 8/31/26	\$15,000
•State Office of Administrative Hearings	9/1/25 – 8/31/26	\$13,127.40

Sponsor Review Program consultants:

• David Crumbaugh	9/1/25 – 8/31/26	\$5,000
• Connie Kelly	9/1/25 – 8/31/26	\$10,000
• Alva Winston	9/1/25 – 8/31/26	\$10,000

Grant agreement:

Texas Society of CPAs

9/1/25 – 8/31/26

\$155,500

DISCUSSION: Ms. Espinoza-Riley, treasurer, will move to ratify the professional service contracts and grant agreement.

RECOMMENDATION: The staff recommends approval of the professional service contracts and grant agreement as presented.

SUGGESTED MOTION: That the professional service contracts and grant agreement be approved as presented.

<p style="text-align: center;">Agenda Item IV Report of the Executive Committee July 10, 2025</p>
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D. Report of the Ad Hoc Computer Utilization Committee.

DISCUSSION: Ms. Warren, AHCU chair, will report on to the committee's progress on modernization of the Agencies Legacy Regulatory Compliance Management System.

RECOMMENDATION: None by staff.

SUGGESTED MOTION: None by staff.

<p style="text-align: center;">Agenda Item IV Report of the Executive Committee July 10, 2025</p>
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E. Review of NASBA/AICPA matters:

DISCUSSION: Ms. Smith, presiding officer, will present the following NASBA/AICPA matters:

1. NASBA dates of interest.
 - a. Western Regional Meeting, June 17 - 19, 2025 - New Orleans, LA.
 - b. 118th Annual Meeting, October 26 - 29, 2025 - Chicago, IL.
2. NASBA letter regarding NASBA Board of Directors.

RECOMMENDATION: None by staff.

SUGGESTED MOTION: None by staff.

William Treacy

From: NASBA (National Association of State Boards of Accountancy) <info@nasba.org>
Sent: Wednesday, May 14, 2025 9:30 AM
To: William Treacy
Subject: Looking for an Opportunity to Join the NASBA Board of Directors?

CAUTION: This email originated from outside your organization. Exercise caution when opening attachments or clicking links, especially from unknown senders.

NASBA

Mission Driven - Member Focused

Looking for an Opportunity to Join the NASBA Board of Directors?



Three Directors-at-Large and Eight Regional Directors will be Selected

The Nominating Committee of the National Association of State Boards of Accountancy (NASBA), is now seeking state board members and associates interested in serving on NASBA's Board of Directors. Three **Directors-at-Large** and Eight **Regional Directors** will be interviewed and selected by the Nominating Committee on July 9-10, 2025, and elected at the Annual Business Meeting in October 2025, to serve a three-year term (*Directors-at-Large*) or a one-year term (*Regional Directors*).



Stephanie M. Saunders
Past Chair

In preparation for the Committee's July meeting, qualified individuals interested in seeking a NASBA Board position are encouraged to submit a letter of interest, with biographical/resume information by June 30, 2025, to:

NASBA Nominating Committee Chair Stephanie Saunders
150 Fourth Avenue, North, Suite 700
Nashville, TN 37219

You may also email your submission to nominations@nasba.org. A confirmation email will be sent upon receipt of your interest submission and will include other relevant materials. For questions, please contact Melissa Brennan at nominations@nasba.org.

Qualifications for Director-At-Large Positions

Directors-at-Large are elected for a three-year term and may serve a maximum of two terms, plus any unexpired term. Thus, three of the nine Directors-at-Large will be elected at the 2025 Annual Meeting.

- Attend NASBA Board meetings held four times a year.
- Attend one NASBA Regional Meeting (Eastern or Western).
- Chair a committee of NASBA.
- It is estimated said service will comprise a minimum of 100 hours per year.
- Be seriously committed to actively participating in Board and committee work.

Qualifications for Regional Director Positions

Regional directors are elected for a one-year term and may serve a maximum of three terms. To qualify, all regional directors must be a member of their State Board of Accountancy at the time of or within six months of the Annual Business Meeting at which time they are elected to their current office on the Board.

- Attend the Relations with Member Boards Committee meeting held on Thursdays and the Board of Directors meeting held on Fridays, which are conducted four times a year.
- Be seriously committed to actively participating in Board and committee work.
- Attend and moderate sessions of your appropriate board's Regional Meeting.
- Conduct regional conference calls twice a year, if needed.

<p style="text-align: center;">Agenda Item IV Report of the Executive Committee July 10, 2025</p>
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F. Consideration of committee and Board meeting dates for CY 2026.

DISCUSSION: Ms. Smith, presiding officer, will present the committee and Board meeting dates for CY 2026.

RECOMMENDATION: None by staff.

SUGGESTED MOTION: None by staff.



TEXAS STATE BOARD
of PUBLIC ACCOUNTANCY

William Treacy, Executive Director

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MEMORANDUM

To: Board Members

Date: June 21, 2025

From: Bill Treacy (signed by BT)

Re: Board meeting dates for 2026

Please complete the table below.

PLEASE CHECK THE DATES YOU PREFER FOR BOARD AND COMMITTEE MEETINGS IN 2026.

IMPORTANT DATES TO REMEMBER:

- ¹ **March 12-18, 2026** – SXSW Film and Music Festival (Austin, TX)
- ¹ **March 9-13, 2026** – Spring Break for: Houston, Midland, San Antonio, and Tyler ISDs
- ¹ **March 16-20, 2026** – Spring Break for: Austin, Addison, Colleyville, Georgetown, Mission, Montgomery, San Marcos*, Sugar Land, and Temple ISDs
- **March 30-April 3, 2026** – Spring Break for: Arlington ISD
- ² **November 11, 2026** – Veteran's Day Federal Holiday

**Dates for San Marcos ISD are subject to change.*

2026	DATE OPTION 1	DATE OPTION 2	OTHER
JANUARY	<input type="checkbox"/> 14-15	<input type="checkbox"/> 21-22	<input type="checkbox"/>
MARCH ¹	<input type="checkbox"/> 11-12	<input type="checkbox"/> 18-19	<input type="checkbox"/>
MAY	<input type="checkbox"/> 13-14	<input type="checkbox"/> 20-21	<input type="checkbox"/>
JULY	<input type="checkbox"/> 8-9	<input type="checkbox"/> 15-16	<input type="checkbox"/>
SEPTEMBER	<input type="checkbox"/> 9-10	<input type="checkbox"/> 16-17	<input type="checkbox"/>
NOVEMBER ²	<input type="checkbox"/> 4-5	<input type="checkbox"/> 11-12	<input type="checkbox"/>

(YOUR NAME)

IV-44

Administration/
Accounting
(512) 305-7800
accounting@tsbpa.texas.gov

CPE
(512) 305-7844
licensing@tsbpa.texas.gov

Enforcement
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Exam/
Qualifications
(512) 305-7851
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Licensing
(512) 305-7853
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Sponsor Review
(512) 305-7832
specprog@tsbpa.texas.gov

<p style="text-align: center;">Agenda Item IV Report of the Executive Committee July 10, 2025</p>
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G. Review of general correspondence.

DISCUSSION: Ms. Smith, presiding officer, will review general correspondence received by the Board. No Board action needed.

RECOMMENDATION: None by staff.

SUGGESTED MOTION: None by staff.

Subject:

Exam Team Does it Again

Dear all,

This little note from a newly minted CPA thanks the team and feels very special.

I've talked with this candidate a couple of times when he felt things were hard, and I told him that whenever he needed a cheerleader, to call me. I'm glad that Martha was another cheerleader for him and us all.

What I love about Qualifications is that I have the opportunity to help & support candidates and potential candidates every day, and make the difference in their lives and career. It's so rewarding.

Love this team!

Sincerely,

Maria G.

From: Evan O'Brien <eo1057@live.com>

Sent: Tuesday, May 13, 2025 7:21 PM

To: Maria Graziani <MGraziani@tsbpa.texas.gov>

Subject: Re: Application for Issuance status

Maria,

I paid this today!! I want to thank you and your team so much for all you have done. Martha Kuhl is a saint and was another cheerleader for me. Will never forget yall.

Evan

From: Erika Ornelas <ornelaserika05@gmail.com>

Sent: Wednesday, June 11, 2025 8:58 PM

To: Maria Graziani <MGraziani@tsbpa.texas.gov>

Subject: Re: Ctrl No: 0297435-AOI advanced to the last review

CAUTION: This email originated from outside your organization. Exercise caution when opening attachments or clicking links, especially from unknown senders.

Dear Ms. Maria,

Thank you so much for your update on the status of my application. I truly appreciate your diligence in reviewing my Application of Intent and confirming that I have met all the academic requirements to begin sitting for the CPA Exam.

Your clear communication and support have made this step much smoother, and I am grateful for your assistance. I look forward to receiving the official notice from the Board soon.

Thank you again for your help and kind words. Wishing you all the best!

Warm regards,
Erika Ornelas

Subject:

SIC 6/21/25

Positive feedback:

From: Gilliam, Jacqueline <ACC_OFFICE@SHSU.EDU>

Sent: Saturday, June 21, 2025 7:15 PM

To: Julie Prien <JPrien@tsbpa.texas.gov>

Subject: Re: June 21 Ceremony Info

Ms. Prien,

I want to take this opportunity to thank you and all the staff for a wonderful ceremony and a wonderful day. Everyone was so friendly and helpful. The immediate standing ovation at the end of our "50"s introduction was unexpected and obviously very sincere. I wish more of our group could have attended and experienced it. Also several of the new CPAs came over to speak to me and congratulate me. Of course I congratulated them as well.

Thank you so much. I know it takes a lot of time to coordinate and produce this program. I am very appreciative.

Jacque Gilliam

From: Julie Prien
Sent: Tuesday, June 24, 2025 8:01 AM
To: William Treacy; Marissa Brooks; April Serrano
Cc: Brian O'Neal
Subject: FW: Thank You

Please see below:

From: Chris Mantzuranis <chris@mantzuranis.net>
Sent: Monday, June 23, 2025 5:45 PM
To: Julie Prien <JPrien@tsbpa.texas.gov>
Subject: RE: Thank You

CAUTION: This email originated from outside your organization. Exercise caution when opening attachments or clicking links, especially from unknown senders.

Thank you Julie for the group photo and for a fabulous time. You treated us like celebrities with every kindness and courtesy possible. My wife Genny loved it as well and we had a good time reconnecting with old friends and co-workers. A congratulations to you and all the staff at the TSBPA for a job well done and exceeding all expectations. Warmest regards, Chris

Chris D. Mantzuranis
5429 Vista Meadow Circle
Dallas, TX 75248-2021
Cell: 214-762-1800
chris@mantzuranis.net

□

Subject:

Exam Team - Maria Graziani

Dear Donna,

It's so nice when candidates take the time to write a note.

I'm just forwarding this to you, because I am certain that everybody in the Qualifications Team provides great information, but not everybody is acknowledged.

In this case, this note is for the Application for Issuance, but the same care is provided for people calling about the Application of Intent (AOI). In case of AOIs, the goal is to provide a great service while also taking advantage of the momentum that a call signals, to encourage callers to send their AOIs as soon as possible.

Like always, thank you for providing the tone at the top that encourages us to be service-oriented.

Sincerely,

Maria G.

From: Paul J

Sent: Tuesday, July 1, 2025 12:30 PM

To: Maria Graziani <MGraziani@tsbpa.texas.gov>

Subject: Re: FW: Ctrl No: 0283148-your call

Hello Maria,

Thank you again for all of the information you provided. It was invaluable to get my application approved quickly. I'm now waiting for the official results of the rules exam before I can say I'm a Texas CPA.

Best,

Paul J

Agenda Item IV
Report of the Executive Committee
July 10, 2025

H. Executive session - Annual evaluation of the executive director pursuant to *Section 551.07(a)(1)* of the Texas Government Code.

DISCUSSION: Ms. Smith, presiding officer, will report the annual evaluation of the executive director.

RECOMMENDATION: None by staff.

SUGGESTED MOTION: None by staff.