

**Tobacco Settlement Permanent Trust Fund**

Investment Policy Compliance  
Attestation Report

Year Ended December 31, 2014



## Padgett Stratemann

### Independent Accountant's Report

The Honorable Glenn Hegar  
Comptroller of Public Accounts of the State of Texas  
Austin, Texas

We have examined management's assertion that the Tobacco Settlement Permanent Trust Fund (the "Fund") complied with its Investment Policy during the year ended December 31, 2014. Management of the Texas Treasury Safekeeping Trust Company is responsible for the Fund's compliance with those requirements. Our responsibility is to express an opinion on management's assertion about the Fund's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and accordingly, included examining, on a test basis, evidence about the Fund's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Fund's compliance with the specified requirements.

In our opinion, management's assertion that the Tobacco Settlement Permanent Trust Fund complied with the aforementioned requirements during the year ended December 31, 2014 is fairly stated, in all material respects.

This report is intended solely for the information and use of management of the Fund, Comptroller of Public Accounts of the State of Texas, Tobacco Settlement Permanent Trust Account Investment Advisory Committee, and State Auditor of Texas and is not intended to be, and should not be, used by anyone other than these specified parties.

*Padgett, Stratemann + Co., LLP*

Austin, Texas  
March 6, 2015

#### AUSTIN

811 BARTON SPRINGS ROAD, SUITE 550  
AUSTIN, TEXAS 78704  
512 476 0717

#### HOUSTON

1980 POST OAK BOULEVARD, SUITE 1500  
HOUSTON, TEXAS 77056  
800 879 4966

#### SAN ANTONIO

100 N.E. LOOP 410, SUITE 1100  
SAN ANTONIO, TEXAS 78216  
210 828 6281

TOLL FREE: 800 879 4966  
WEB: PADGETT-CPA.COM