

**MONTANA HIGHER EDUCATION STUDENT ASSISTANCE CORPORATION (MHESAC)
BOARD OF DIRECTOR'S MEETING**

**Student Assistance Foundation Offices
2500 Broadway**

June 21, 2011

9:00 a.m.

AGENDA

1. Call to Order

2. Roll Call

CALL FOR PUBLIC COMMENT

3. Approval of Minutes

- April 27, 2011 Board Meeting Minutes (Item 3a)
- May 18, 2011 Board Conference Call Minutes (Item 3b)

4. Committee Reports

- Audit Committee
 - ***Board Acceptance of Committee Reports***

5. MHESAC Performance Reports

- Questions on MHESAC FY 11 YTD Performance Reports

- a. FY11 YTD MHESAC Strategy Checkup - (Item 5a)
- b. FY11 YTD Performance Report – (Item 5b)
- b. FY11 YTD Financial Statements and Narrative – (Item 5c)
- c. FY11 YTD Management Reports – (Item 5d)
- d. Recent Net Interest Margin and Bond Performance (Item 5e)

6. Industry Items

- a. Update on Industry Legal and Tax Actions
 - Federal Update (Item 6a)
 - Consolidation Rebate Fee IRS Audits Issue
 - SEC and MSRB Proposed Rules
- b. Update on NFP Direct Loan Servicing Opportunity

- ***Board Discussion of Industry Items***
- ***Call for Public Comment on Industry Items***
- ***Board Action, if any, on Industry Items***

7. Operations Items

- a. Report on MHESAC Auction Bond Purchase Program (Item 7a)
- b. Report on Consolidation Loan Impact (Item 7b)
- c. Supplemental Indenture - Back-up Administrator (Item 7c)
- d. Update on Back-up Servicer (Item 7d)

- ***Board Discussion of Operations Items***
- ***Call for Public Comment on Operation Items***
- ***Board Action, if any, on Operations Items***

8. Board Governance Items

- a. Potential Student Member Selection Process (Item 8a)
- b. Proposed MHESAC Board Governance Manual (Item 8b)
 - Review/Approval of the Following Specific Documents:***
 - ***MHESAC Board Member Job Description***
 - ***MHESAC Board Chair Job Description***
 - ***Indenture Investments Policy***
- c. Proposed FY 2012 Execution Authority Resolution (Item 8c)
- d. Proposed Memo of Understanding with Board of Regents (Item 8d)
- e. Election of Board Chair and Vice- Chair for FY 2012
- f. Election of MHESAC Officers for FY 2012
- g. Appointment of Board Committee Membership and Chairs

- ***Board Discussion of Board Governance Items***
- ***Call for Public Comment on Board Governance Items***
- ***Board Action, if any, on Board Governance Items***

BREAK

9. MHESAC Strategic Items

- a. Overview of Financial and Bond Market Conditions
- b. Proposed FY 2012 Annual Plan (Item 9a)
- c. Proposed FY 2002 Budget (Item 9b)
 - ***Board Discussion of MHESAC Strategic Items***
 - ***Call for Public Comment on MHESAC Strategic Items***
 - ***Board Action, if any, on MHESAC Strategic Items***

10. Board Questions on Information on SAF Activities

- a. SAF's Loan Servicing Transaction Activity Report - (Item 10a)

11. Executive Session

- ***Presentation of Potential Action Items, if any, from Executive Session***
- ***Call for Public Comment of Potential Action Items, if any, from Executive Session***
- ***Board Action, if any, on Potential Action Items, if any, from Executive Session***

12. Other Items from Board Members

13. Upcoming Meeting Schedule for FY 11-12

- a. Proposed FY 2012 Board Meeting Schedule – (Item 13a)
- b. August 3, 2011 Board Meeting – 9:00 a.m. - Helena
- c. September 14, 2011 Board Call – 2:00 p.m. - Helena

14. Adjournment

LUNCH – Noon