

**MONTANA HIGHER EDUCATION STUDENT ASSISTANCE CORPORATION (MHESAC)  
BOARD OF DIRECTORS MEETING  
MEETING SUMMARY**

**April 22, 2009**

<b>Call to Order</b>	The meeting was called to order at 8:30 a.m. by Chair Fred Flanders.
<b>Members Present</b>	Fred Flanders, Royal Johnson, Mark Semmens, Lila Taylor, Bill Thomas
<b>Members Absent</b>	Stephen Barrett, Mitch Jessen
<b>Officers Present</b>	Sheila Stearns, President; Judy Chapman, Secretary; Bruce Marks, Treasurer
<b>Others Present</b>	Jim Stipcich, SAF President Jolene Selby, SAF EVP/Chief Financial Officer Don Oliver, SAF EVP of Sales and Marketing Lowell Wollitz, SAF EVP of Borrower Services Scott Todorovich, SAF EVP/Chief Information Officer Dennis Doherty, SAF EVP of Human Resources Simon Poole, SAF EVP/Chief Operating Officer Kelly Chapman, SAF EVP Foundation Activities Pat Schlauch, SAF Special Assistant to the President for Government and Community Relations Sharon Eslick, Administrative Affairs Manager (Recorder)
<b>Guests</b>	Suzan Scott, Associate Budget Director, State of Montana

**Informational Items Presented**

- FY 09 YTD Loan Acquisition Activity Report
- FY 09 YTD MHESAC Performance Report
- FY 09 YTD Financial Statements and Narrative
- FY 09 YTD Management Reports
- Recent Bond Interest Rate Performance
- Loan Return Rates
- PLUS Loan Auction Update
- FY 2010 Federal Budget
- Update on New Federal Initiatives and Legislation to Increase Liquidity in the Market
- Update on Applying for Potential Usage of "Put", "Participation" and Conduit Programs
- Update on Current MHESAC Efforts for Refunding of MHESAC Auction Bonds
- Update on MHESAC VRDO Issues
- Update on Efforts to Reduce Broker-Dealer Fees
- 2009 Montana Legislative Update
- Update on Investor Lawsuit Against Citi
- Long-Term and Annual Strategic Planning Update
- Update on MHESAC/SAF Contract Pricing Renewal

- Update on SAF Activity
  - SAF Loan Servicing Transaction Activity
  - Loan Servicing Volume Report
  - Marketing and Communications
  - Loan Generation Volume Reports
  - Programs Update

#### **Board Action Taken**

- Approval of Board Meeting and Conference Call Minutes of 2/24/09; 3/11/09; 3/25/09 and 4/8/09
- Resolution requested confirming approval of Jim Stipcich's activity on the Federal Level
- Authorization of payment to Liscarnan Solutions for services rendered and approval to proceed with development of a revised fee schedule.
- Direct Nominations Committee to review Board Member composition and report to the Board at their June meeting.

#### **Future Board Meeting Dates**

- May 13, 2009 Board Conference Call – 2:00 p.m.
- May 27, 2009 Board Conference Call – 2:00 p.m.
- June 10, 2008 Board Conference Call – 2:00 p.m.
- June 24, 2009 MHESAC Annual Meeting – 8:30 a.m. – 3:00 p.m.

**Adjournment:** The meeting was adjourned at 1:05 p.m.