

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

August 26, 2009

Call to Order	The meeting was called to order at 2:00 p.m. by Chair Fred Flanders.
Members Present	Fred Flanders, Rob Barnosky, Royal Johnson, Lila Taylor, Bill Thomas
Members Absent	Steve Barrett, Mark Semmens
Officers Present	Sheila Stearns, President; Mick Robinson, Vice President; Judy Chapman, Secretary; Bruce Marks, Treasurer
Others Present	Jim Stipcich, SAF President Jolene Selby, SAF VP/Chief Financial Officer Don Oliver, SAF VP of Sales and Marketing Lowell Wollitz, SAF VP of Borrower Services Scott Todorovich, SAF VP/Chief Information Officer Dennis Doherty, SAF VP of Human Resources Simon Poole, SAF VP/Chief Operating Officer Pat Schlauch, SAF Special Assistant to the President for Government and Community Relations Sharon Eslick, Administrative Affairs Manager (Recorder)
Guests	Pam Joehler, Legislative Auditor's Office Dan Villa, Education Policy Advisory, Governor's Office

Informational Items Presented

- Update on FY 10-11 Federal Budget Work in Congress
- Update on Use of Funds in the Reserve Account for Bond Purchases
- Update on MHESAC Financial Performance
- Bond Performance Update

Board Action Taken

- Approval to proceed with Options for Use of Funds in the Surplus Account for Bond Purchases and Advance Payments on the DePfa Bank Bond
- Approval for management to implement the recommendations regarding changing Broker-Dealer arrangements on a small group of bonds
- Approval for management to proceed with legal research and documentation to form a wholly-owned subsidiary to position itself for potential future business.

Future Board Meeting Dates

- August 27, 2009 – Joint Work Session – MHESAC and SAF Boards – 2:00 p.m.
- September 16, 2009 – Board Meeting – 8:30 a.m. – Helena
- October 7, 2009 – Board Conference Call – 2:00 p.m.

Adjournment: The meeting was adjourned at 3:24 p.m.