

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

October 29, 2010

Call to Order	The meeting was called to order at 9:00 a.m. by Chair Fred Flanders.
Members Present	Fred Flanders, Mike Green, George Olsen, Jim Penner, Lila Taylor, Bill Thomas
Members Absent	Teresa Borrenpohl
Officers Present	Mick Robinson, Vice President and 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 Scott Todorovich, SAF VP/Chief Information Officer Dennis Doherty, SAF VP of Human Resources Simon Poole, SAF VP/Chief Operating Officer Pat Schlauch, Special Asst. to the President for Government and Community Relations Sharon Eslick, Administrative Affairs Manager (Recorder)
Guests	Sharon Asch, Morgan Stanley Michael Carver, Morgan Stanley Alice Vilma, Morgan Stanley Henry Domenici, Morgan Stanley

Informational Items Presented

- Audit Committee Report
- Review of MHESAC Strategy Checkup
- Discussion of MHESAC Financial Statements and Narrative
- MHESAC Management Report
- Net Interest Margin Performance
- Update on Direct Loans Transition and Servicing Items
- Report on MHESAC Auction Bond Purchase Program
- Report on Consolidation Loan Impact
- Update on 2011 Legislative Session
- Presentation by Morgan Stanley Regarding Current Market Conditions
- Update on SAF's Loan Servicing Transaction Activity Report

Board Action Taken

- Approval of Minutes of Board of Directors Meetings and Conference Calls of 6/23/10; 7/28/10; 8/17/10; 9/8/10 and 10/6/10
- Approval of Audit Committee Report and Acceptance of Audit Reports
- Approve to extend audit services with Anderson ZurMuehlen for an additional year
- Approval to confirm Chairman Flanders' appointment of George Olsen and Jim Penner to MHESAC's Audit Committee.
- Acceptance of MHESAC Performance Reports

Future Board Meeting Dates

- December 8, 2010 – Board Call – 2:00 p.m.
- January 19, 2011 Board Meeting – 9:00 a.m. - Helena

Adjournment: The meeting was adjourned at 1:45 p.m.