

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

Student Assistance Foundation Offices

2500 Broadway

June 21, 2007

8:30 a.m.

AGENDA

- 1. Call to Order**
- 2. Roll Call**
- 3. Audit Committee Report**
- 4. Approval of Minutes of April 4, 2007 Board Meeting (Item 4a)
Approval of Minutes of May 2, 2007 Board Conference Call (Item 4b)**
- 5. INDUSTRY ITEMS – BOARD DISCUSSION**
 - A. Industry and Business Conditions and Issues (Item 5a)
 - Congressional Legislative Items
 - Relationship with the Executive Branch
 - DofE Proposed Regulations
 - 9.5% Floor Issue
 - On-going Emergence of New “Investors” in the Student Loan Space
 - Shifting Business Perspectives of SAF Business Clients
 - B. Potential Implications of the Current Environment on MHESAC (Item 5b)
 - C. Overview of FY 08 Budgeting and Expenditure Management (Item 5c)
- 6. MHESAC Strategic Issues**
 - C. Proposed June 07 MHESAC Strategy Map (Item 6a)
 - ***Board Discussion of June 07 Strategy Map***
 - D. Presentation of Proposed FY 08 MHESAC OMTI (Item 6b)
 - ***Board Discussion of FY 08 MHESAC OMTI***
 - E. Presentation of Proposed FY 08 MHESAC Budget (Item 6c)
 - ***Board Discussion of FY 08 MHESAC Budget***
 - ***Call for Public Comment on Strategic issues***

Board Action on Strategic Issues

- ***Board Action on June 07 MHESAC Strategy Map***
- ***Board Action on FY 08 MHESAC OMTI***
- ***Board Action on FY 08 MHESAC Budget***

BREAK

- 6. Operation Items**
 - A. Report on IRS Examination of MHESAC 2000 Tax-exempt Bonds
 - B. Report on FY 06 Incentives Rebate
 - C. Report on Board of Investments Line of Credit
 - D. Potential 2007 Tax-exempt Financing
 - ***Call for Public Comment on Operation Items***

7. Board Governance Items- 11:00 a.m. (counsel to call-in)

- A. Background on Potential Changes to MHESAC Board Governance and Structure (Item 7a)
- B. Proposed Code of Conduct (Item 7b)
 - ***Board Discussion of Governance Items***
 - ***Call for Public Comment on Governance Items***

Board Action on Governance Items

- ***Board Action on Potential Changes to MHESAC Board Governance and Structure***
- ***Board Action on Proposed Code of Conduct***

LUNCH – Noon (Working)

8. Call For General Comments From the Public (1:00 p.m.)

9. Reports on General Performance

A. Board Questions on MHESAC FY 07 YTD Performance Reports

- FYTD Loan Acquisition Activity – (Item 9a)
- FYTD Financial Statements and Narrative – (Item 9b)
- FYTD Management Reports – (Item 9c)
- FYTD 2007 MHESAC OGSM Scorecard - (Item 9d)
- FYTD 07 Strategy Check-up – (Item 9e)

10. Information Sharing on SAF Activities

- A. SAF's Loan Servicing Transaction Activity Report - Lowell (Item10a)
- B. Update on SAF's Facility Strategy – Simon/Jim S
- C. Report on MSLF Loans Treatment for FYE 6-30-07

11. Election of FY 08 Board Chair, Vice- Chair and MHESAC Corporate Officers

12. Other Items from Board Members

13. Upcoming Meeting Schedule

- a. August 9, 2007 Joint Work Session Conference Call with SAF to Review FY 07 Results @ 10:30 a.m.
- b. October 23, 2007 MHESAC Business Board Meeting

14. MHESAC Annual Board Meeting Adjournment