

**Missouri Higher Education Savings Program  
Minutes of the MOST Board Meeting**

State Capitol Building, Senate Lounge  
Jefferson City, MO  
December 13, 2006

**Item I: Call to Order**

Chairperson Steelman called the meeting to order at 1:30 p.m.

**Item II: Roll Call**

Board members present were Sarah Steelman, Rep. Sally Faith, Thomas Baumgardner, John Klebba, Valerie Norman (proxy for Mike Keathley) and Brian Grace (proxy for Greg Steinhoff). Staff present were James Matchefts from the Department of Higher Education and Doug Gaston, Jane O'Toole and Mark Mathers of the State Treasurer's Office. Other attendees included:

- James Polinsky of Vanguard
- Liz Robinson and Derek DeLorenzo of Upromise

**Item III: Approval of Minutes**

Mr. Grace moved the minutes from the September 14, 2006 meetings be approved. Rep. Faith seconded the motion, and the motion passed.

**Item IV: CD RFP**

Mr. Baumgardner moved that the Board go into closed session to consider staff's report regarding the MOST CD RFP. Rep. Faith seconded the motion, and the motion passed unanimously via roll call. The Board went into closed session at 1:35 p.m.

Mr. Grace moved that the Board reconvene open session. Mr. Klebba seconded the motion and the motion passed unanimously by roll call. The Board reconvened the open meeting at 2:15 p.m.

**Item V: MOST Quarterly Report**

Ms. Robinson presented the Third Quarter report to the Board touching on account and asset data, enrollments, marketing events and other data. Mr. DeLorenzo reviewed statistics and marketing for the Advisor Plan. Mr. Polinsky reviewed customer contact information and investment performance.

## **Item VI: MOST Advisor Plan**

Ms. Steelman reviewed her efforts within the State over the last year to provide for “terror-free” investing in which companies engaged in countries which the US has found to sponsor terrorism are screened out from mutual funds. Ms. Steelman indicated her desire to add such investment options to the Advisor Plan. She indicated that there is one existing domestic fund, the Roosevelt Anti-Terror Multi-Cap Fund, which does this. She added that Treasurer staff would be looking into international funds with Upromise.

Mr. Mathers distributed copies of the most recent Morningstar report on the Roosevelt Anti-Terror Multi-Cap Fund and briefly reviewed its historical investment performance, asset size, and investment philosophy. Ms. Steelman added that Morningstar currently rates the fund “four stars”.

Rep. Faith made a motion to approve adding the Roosevelt Anti-Terror Multi-Cap Fund to the Advisor lineup. Mr. Grace seconded. There was a roll call vote with “ayes” cast by Baumgardner, Norman, Grace, Faith, Klebba, and Steelman. The motion passed unanimously.

## **Item VII: Adjournment**

Mr. Klebba moved to adjourn the meeting of the Missouri Higher Education Savings Board at 3:05 p.m. Ms. Faith seconded the motion. Motion passed.