

CHAIRMAN:
PETER D. KINDER
LIEUTENANT GOVERNOR

MEMBERS:
JOHN D. STARR
LARRY NEFF
NELSON C. GRUMNEY, JR.
RICHARD J. WILSON
L. B. ECKELKAMP, JR.
DANETTE D. PROCTOR
JOHN MEHNER
S. LEE KLING



EX-OFFICIO MEMBERS:
GREGORY A. STEINHOFF
DIRECTOR,
ECONOMIC DEVELOPMENT

KATIE SMITH
DIRECTOR, AGRICULTURE

DOYLE CHILDERS
DIRECTOR,
NATURAL RESOURCES

EXECUTIVE DIRECTOR:
ROBERT V. MISEREZ

MISSOURI DEVELOPMENT FINANCE BOARD

MINUTES

MISSOURI DEVELOPMENT FINANCE BOARD

Governor Office Building
200 Madison Street, Room 1010
Jefferson City, Missouri

JUNE 17, 2008

The Missouri Development Finance Board met in regular session on Tuesday, June 17, 2008, beginning at 10:00 a.m.

The following members and officers of the Board were present or absent at the meeting as follows:

Peter D. Kinder	Lieutenant Governor and Chairman	Present
John D. Starr	Vice Chairman and Member	Present
Larry D. Neff	Secretary and Member	Present
Nelson C. Grumney, Jr.	Treasurer and Member	Present*
Richard J. Wilson	Member	Present
L. B. Eckelkamp, Jr.	Member	Present
Danette D. Proctor	Member	Present
John E. Mehner	Member	Present*
S. Lee Kling	Member	Present*
Gregory A. Steinhoff	Director, Dept. of Econ. Dev. and Member	Absent
Katie Smith	Director, Dept. of Agriculture and Member	Absent
Doyle Childers	Director, Dept. of Natural Resources and Member	Present
Robert V. Miserez	Executive Director and Assistant Secretary	Present

*Participated via telephone conference call.

Chairman Kinder called the meeting to order and declared a quorum was present. In addition to the above, those in attendance included:

Board Staff: Kathleen Barney, Mike Golden, Krystal Davis, Dawn Holt, Kimberly Martin and Valerie Haller

Board Counsel: David Queen

Others Present: Sallie Hemenway, Missouri Department of Economic Development; Matt Boatright, Missouri Department of Agriculture; Duncan Kincheloe and Ewell Lawson, Missouri Association of Municipal Utilities; Cliff Illig, Cerner Corporation and OnGoal, LLC; Robb Heinemann, OnGoal, LLC;

Owen Buckley, Lane4 Properties; Bob Lewis, Development Strategies, Inc.; Mike White and Aaron March, White Goss Bowers March; Robert Langenkamp and Shannon Jaax, City of Kansas City, Missouri; John A. Sharp and Cathy Jolly, City of Kansas City Council; James Mello, Attorney for Centene Corporation; Jim Reh and Liz Reh, Centene Corporation; Mike Heimericks, Joel McNutt, Mike Downing, Ann Perry, Daryl Hylton and Jennifer George, Missouri Department of Economic Development; and Rodney Gray and Keith Wenzel, Hendren Andre

The agenda for the meeting was rearranged as follows.

I. Secretary's Report

Secretary Neff

Secretary Neff presented for approval the minutes from the April 15, 2008 meeting. The minutes were included in the Board materials distributed in advance of the meeting. There being no questions, corrections or additions, Secretary Neff made a motion to approve the minutes as presented. Chairman Kinder seconded the motion. The following vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling, Childers and Kinder

Nay: None

Absent: Steinhoff and Smith

Chairman Kinder declared the motion passed.

II. Treasurer's Report

Treasurer Grumney

Treasurer Grumney presented for approval the Treasurer's Report as of and for the ten months ended April 30, 2008. The Treasurer's Report was included in the Board materials distributed in advance of the meeting. There being no questions, corrections or additions, Treasurer Grumney made a motion to approve the Treasurer's Report as submitted. Member Wilson seconded the motion. The following vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling, Childers and Kinder

Nay: None

Absent: Steinhoff and Smith

Chairman Kinder declared the motion passed.

III. Department of Economic Development Report

Director Steinhoff

In Director Steinhoff's absence, Deputy Director Sallie Hemenway expressed Director Steinhoff's regards as he was attending the BIO 2008 International Convention in San Diego, California.

Ms. Hemenway reported the Department would be receiving the 2008 DREAM applications soon as the application deadline is July 18th.

Ms. Hemenway stated that Director Steinhoff, Governor Blunt and Bob Marcusse recently traveled to Montreal to deliver the Department's formal proposal to Bombardier Aerospace. The Department anticipates Bombardier will announce its decision at the International Air Show in July. The Department is hopeful the Company will decide to construct the new jet assembly plant in Kansas City.

Ms. Hemenway reported the Governor recently signed SB718 and HB2058.

IV. Department of Agriculture Report

Director Smith

In Director Smith's absence, Deputy Director Matt Boatright expressed Director Smith's regards also as she too was attending the BIO 2008 International Convention in San Diego, California.

Mr. Boatright reported the Department continues to monitor the weather and flooding. Corn is 90% planted and soybeans are 51% planted and the state is approximately one month behind in planting.

Mr. Boatright reported the Agriculture Bill passed.

V. Department of Natural Resources

Director Childers

Director Childers reported SB1181 has been forwarded to the Governor and the Department continues to focus on the impact of the flooding.

Director Childers commented the Department continues to work on the rebuilding of the Johnson Shut-ins State Park and on soil and water issues.

VI. Lieutenant Governor's Report

Lt. Governor Kinder

No report was given.

VII. Old Business

- A. City of Independence Centerpoint and Eastland Center Kathleen Barney
Public Infrastructure Bonds — Final Authorizing Resolution

Ms. Barney reported on the request for Bonds from the City of Independence for Bonds not to exceed \$28 million for the Centerpoint and Eastland Center Projects.

Ms. Barney stated the Centerpoint Project involves the construction of a new 257-bed hospital, medical office building, and related public infrastructure. The Eastland Center Project consists of a retail center anchored by Costco and Home Depot. The repayment source is from TIF revenues and City annual appropriation pledge and the Board has no liability. Staff recommended adoption of the Final Authorizing Resolution.

Secretary Neff made a motion to approve the following Final Authorizing Resolution:

RESOLUTION AUTHORIZING THE ISSUANCE OF TWO SERIES OF INFRASTRUCTURE FACILITIES REVENUE BONDS FOR THE BENEFIT OF THE CITY OF INDEPENDENCE, MISSOURI, IN AN AGGREGATE PRINCIPAL AMOUNT NOT EXCEEDING \$28,000,000, TO PROVIDE FUNDS TO BE LOANED TO THE CITY OF INDEPENDENCE, MISSOURI FOR TWO SEPARATE INFRASTRUCTURE PROJECTS; AND AUTHORIZING AND APPROVING CERTAIN DOCUMENTS AND ACTIONS IN CONNECTION WITH THE ISSUANCE OF SAID BONDS.

Member Eckelkamp seconded the motion. The following vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling, Childers and Kinder

Nay: None

Absent: Steinhoff and Smith

Chairman Kinder declared the motion passed.

- B. Conway Partnership IRB Kathleen Barney
Final Authorizing Resolution

Ms. Barney reported on the request for Bonds for Conway Partnership, which is a real estate holding company that holds real estate for the St. Louis company, ACI Plastics.

Ms. Barney stated that in April 2008, the Board approved the Resolution of Intent and the Company intends to purchase a 195,000 square-foot building in Kansas City. Total project costs are expected to be approximately \$4 million. The project will retain 85 jobs and expects some job growth. The Board is a conduit bond issuer and has no repayment obligation.

Staff recommended adoption of the Final Authorizing Resolution for taxable and tax-exempt Bonds not to exceed \$3,350,000 subject to the Missouri Department of Economic Development approving an allocation for up to \$1.7 million in tax-exempt bonds of the total.

Secretary Neff made a motion to approve the following Final Authorizing Resolution:

RESOLUTION AUTHORIZING THE MISSOURI DEVELOPMENT FINANCE BOARD TO ISSUE ITS INDUSTRIAL REVENUE BONDS (CONWAY PARTNERSHIP PROJECT) AND ITS TAXABLE INDUSTRIAL REVENUE BONDS (CONWAY PARTNERSHIP PROJECT), THE AGGREGATE PRINCIPAL AMOUNT OF ALL SERIES OF BONDS NOT TO EXCEED \$3,550,000, FOR THE PURPOSE OF MAKING ONE OR MORE LOANS TO CONWAY PARTNERSHIP, A MISSOURI GENERAL PARTNERSHIP, TO PROVIDE FUNDS TO FINANCE OR REIMBURSE THE COSTS OF ACQUIRING, RENOVATING AND EQUIPPING A MANUFACTURING FACILITY; AND AUTHORIZING AND APPROVING CERTAIN DOCUMENTS IN CONNECTION WITH THE ISSUANCE OF SAID BONDS; AND AUTHORIZING CERTAIN OTHER ACTIONS IN CONNECTION WITH THE ISSUANCE OF SAID BONDS.

Member Wilson seconded the motion. The following vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling, Childers and Kinder

Nay: None

Absent: Steinhoff and Smith

Chairman Kinder declared the motion passed.

C. Kerry Ingredients & Flavours, Inc. — BUILD
Final Authorizing Resolution

Mike Golden

Mr. Golden reported that at the Board's February 19, 2007 meeting, the Board approved a Resolution of Intent to issue BUILD bonds in an amount not to exceed \$1,036,000.

Mr. Golden stated the Company will add 220 new jobs and make an investment of more than \$55 million upgrading two facilities in Affton, Missouri. Staff recommended adoption of the Final Authorizing Resolution.

Secretary Neff made a motion to approve the following Final Authorizing Resolution:

RESOLUTION AUTHORIZING THE MISSOURI DEVELOPMENT FINANCE BOARD TO ISSUE ITS BUILD MISSOURI REVENUE BONDS (KERRY INGREDIENTS & FLAVOURS INC. PROJECT), IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$1,036,000 FOR THE PURPOSE OF PROVIDING FUNDS TO MAKE A LOAN TO FINANCE A PORTION OF THE COSTS OF AN ECONOMIC DEVELOPMENT PROJECT FOR THE BENEFIT OF KERRY INGREDIENTS & FLAVOURS INC.; AUTHORIZING AND APPROVING CERTAIN DOCUMENTS IN CONNECTION WITH THE ISSUANCE OF SAID BONDS; AND AUTHORIZING CERTAIN OTHER ACTIONS IN CONNECTION WITH THE ISSUANCE OF SAID BONDS.

Director Childers seconded the motion. The following vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling, Childers and Kinder

Nay: None

Absent: Steinhoff and Smith

Chairman Kinder declared the motion passed.

D. Missouri Association of Municipal Utilities 2008A Kathleen Barney
Commercial Paper Issue — Final Authorizing Resolution

Ms. Barney reported on the request from the Missouri Association of Municipal Utilities ("MAMU") for tax-exempt commercial paper. MAMU is a trade organization of municipalities that own and operate their own utilities. This request was the third commercial paper issue for MAMU. The last issue closed in late 2006 when \$50 million was approved and total usage was \$34.6 million.

Ms. Barney stated a new issue was needed since projects must fund within 18 months of the initial issuance. Commercial paper allows the cities the flexibility to close when the funds are needed.

Ms. Barney reported that US Bank provides the letter of credit and that this is a conduit issue.

Staff recommended adoption of the Final Authorizing Resolution for the issuance of up to \$50 million of tax-exempt commercial paper.

Member Wilson made a motion to approve the following Final Authorizing Resolution:

RESOLUTION AUTHORIZING THE MISSOURI DEVELOPMENT FINANCE BOARD TO ISSUE ITS COMMERCIAL PAPER LEASE REVENUE NOTES (MISSOURI ASSOCIATION OF MUNICIPAL UTILITIES LEASE FINANCING PROGRAM), SERIES 2008A, IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$50,000,000 FOR THE PURPOSE OF PROVIDING FUNDS TO FINANCE OR REFINANCE THE COSTS OF PROJECTS TO BE LEASED BY THE MISSOURI ASSOCIATION OF MUNICIPAL UTILITIES TO GOVERNMENTAL ENTITIES THAT ARE MEMBERS OF SAID ASSOCIATION PURSUANT TO LEASE-PURCHASE AGREEMENTS; AUTHORIZING AND APPROVING CERTAIN DOCUMENTS IN CONNECTION WITH THE ISSUANCE OF SAID NOTES; AND AUTHORIZING CERTAIN OTHER ACTIONS IN CONNECTION WITH THE ISSUANCE OF SAID NOTES.

Secretary Neff seconded the motion. Mr. Miserez reported that this has been a very good program both for MAMU and the Board and it has allowed the Board to provide financing for numerous smaller communities that would not have been economically feasible as individual, stand-alone deals.

There being no further comments, the following vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling, Childers and Kinder

Nay: None

Absent: Steinhoff and Smith

Chairman Kinder declared the motion passed.

- E. Young Men’s Christian Association of Greater St. Louis Kathleen Barney
Recreational Facilities Refunding Bonds — Resolution of Intent

Ms. Barney presented the application from the Young Men’s Christian Association of Greater St. Louis (“YMCA”) for recreational facilities refunding

bonds. In May 1998, the Board issued bonds for \$17,870,000 and the YMCA has requested a new bond issue to refund that series. The YMCA expects to save up to \$1 million in interest costs through 2018 with the refunding.

Ms. Barney stated that Bank of America would provide the letter of credit so this is a conduit issue and the Board would have no repayment obligation.

Staff recommended adoption of the Resolution of Intent for Bonds not to exceed \$11.5 million.

Secretary Neff made a motion to approve the following Resolution of Intent:

RESOLUTION OF INTENT OF THE MISSOURI DEVELOPMENT FINANCE BOARD TO ISSUE A SERIES OF ITS RECREATIONAL FACILITIES REFUNDING REVENUE BONDS IN A PRINCIPAL AMOUNT NOT TO EXCEED \$11,500,000 TO REFUND A SERIES OF THE BOARD’S RECREATIONAL FACILITIES REVENUE BONDS ISSUED IN 1998 FOR THE BENEFIT OF THE YOUNG MEN’S CHRISTIAN ASSOCIATION OF GREATER ST. LOUIS.

Member Mehner seconded the motion. The following vote was recorded:

- Aye: Starr, Neff, Grumney, Wilson, Proctor, Mehner, Kling, Childers and Kinder
- Nay: None
- Abstain: Eckelkamp
- Absent: Steinhoff and Smith

Chairman Kinder declared the motion passed.

VII. New Business

- A. City of Kansas City — Three Trails Redevelopment Tax Credit for Contributions Kathleen Barney

Ms. Barney presented the tax credit for contributions application from the City of Kansas City for the benefit of Trails Properties, Inc. for \$30 million in tax credits to raise up to \$60 million in contributions to the Board to be issued over a period of two years. Ms. Barney noted this amount would be above the statutory cap.

Ms. Barney reported the project is a redevelopment project of the vacant Bannister Mall in south Kansas City and adjoining areas. At the center of the

project is a new soccer stadium for the Kansas City Wizards major league soccer team and 12 tournament soccer fields. The soccer complex phase is expected to cost approximately \$213 million and currently is the only phase committed to the project.

Ms. Barney stated additional phases being considered include retail, hotels and office and would bring the total cost to \$1.087 billion. Proposed funding sources include local TIF and super TIF and State TIF. DED is in the review process of the State TIF application.

Ms. Barney commented the request is for credits over a period of two years; however, Board staff is still reviewing the timing of the request due to the phasing of the project. Board staff also expects a request for a Bond issue for the project. Ms. Barney introduced Mr. Robert Langenkamp with the City of Kansas City.

Mr. Langenkamp reiterated Ms. Barney's outline of the project and commented the redevelopment project is a very significant project in a very key portion of Kansas City, Mo. Mr. Langenkamp stated the project was a top priority in Kansas City and that the City would help fund the project with the local TIF and super TIF revenues streaming back into the project for an estimated investment of more than \$250 million. Citing the economic impact study prepared by the Kansas City Economic Development Corporation, he reported that the net fiscal benefit to the State of Missouri is expected to be approximately \$250 million.

Mr. Langenkamp thanked the Board for its assistance to Kansas City and the technical assistance the City receives from Board staff. Mr. Langenkamp introduced John Sharp, City of Kansas City Councilman.

Mr. Sharp stated he was present on behalf of Kansas City Mayor Mark Funkhouser and expressed Mayor Funkhouser's strong support for the project as detailed in the Mayor's letter that was distributed. Mr. Sharp commented the area has a tremendously blighting influence on the entire community and area residents are at a disadvantage for retail and dining; therefore they are traveling to Kansas while Missouri is losing that revenue. Mr. Sharp stated bringing the number of people to the area for professional soccer, youth soccer and office complexes would bring the traffic into the area for the retail development portion of the project to succeed. The community is 100% behind the project in that area. Mr. Sharp introduced City of Kansas City Councilwoman Cathy Jolly.

Ms. Jolly reported the project is a prime location for traffic. Because of the success of the Grandview Triangle, traffic is flowing through the area from Kansas, Lee's Summit, and North Kansas City. Ms. Jolly stated the area would be a destination for all of Kansas City and the surrounding areas, and the TIF project was unanimously approved by the City of Kansas City Council.

Mike White, attorney for the development project, began a presentation detailing the location and orientation of the project. Mr. White introduced Owen Buckley, President of Lane4 Properties and master real estate developer for the project.

Mr. Buckley stated the project is an in-fill location and is in the center of the Kansas City metropolitan area. The site's largest asset is access; not just the access off the main highway, but access to the entire metropolitan area. Mr. Buckley reported that OnGoal, LLC approached Lane4 for the development of a soccer complex consisting of an 18,500-seat stadium and 12 tournament fields with the anticipation of two million visitors per year. Mr. Buckley stated that a very successful project could be built with the three components of soccer, retail and office.

Secretary Neff questioned why the previous shopping area had failed. Mr. Buckley stated there are three primary reasons: 1) the large mall concept is failing all over the country citing that there are 2,400 malls across America today that are failing or have already failed; 2) the Wal-Mart hypermart stores also proved too big and the ones opened have closed with no new ones planned; and 3) the Grandview Triangle highway transportation was not in place at that time making access problematic.

Robb Heinemann, President of OnGoal, LLC, continued the presentation and gave an overview of the soccer complex. Mr. Heinemann stated the local demographics and dynamics of the area were analyzed and found that the Kansas City Metropolitan Area per capita ranks between the Top 1-5 in soccer participation. Approximately 150,000 people play soccer in the metropolitan area and Missouri is in the Top 10 for participation in soccer. Mr. Heinemann reported that approximately 80% of tournament play is played outside the Kansas City metropolitan area. He reported that spending for individual youth soccer players on average is approximately \$3,000 per year with the bulk of those funds going outside the metropolitan area. Mr. Heinemann continued by stating that \$1.5 billion in development either have been or will be spent on soccer-specific stadiums within the next 7-year period. The intent of the soccer complex is for it to be a walkable campus with a seamless environment for individuals that visit Kansas City.

Chairman Kinder asked how many soccer fields would be built at the complex. Mr. Heinemann replied that 12 fields would be built at the project location. He reported that there currently are four fields at the Swope Park Wizards practice facility with a proposal to fund another six fields there privately.

Director Childers asked what the cost difference would be to take a four-member family to a football, baseball or soccer game. Mr. Heinemann stated the average Kansas City Chiefs football ticket is approximately \$94.20. The average soccer ticket is \$17, of which the ticket price includes parking whereas the Chiefs ticket

does not. The Kansas City Royals baseball tickets are slightly higher than soccer, but the baseball tickets require a parking charge as well.

Director Childers questioned the soccer field availability as far as the opportunity for youth to practice or casual play. Mr. Heinemann replied that the synthetic fields at the soccer practice complex in Swope Park are booked almost 24 hours a day because of the lack of soccer fields.

Treasurer Grumney asked how the soccer complex compared to the Chesterfield soccer park and baseball field in St. Louis. Mr. Heinemann stated he couldn't speak specifically to that complex, but typically there will be a multi-field complex in a greenspace area that usually has limited access, parking is usually an issue, ingress and egress usually are not wonderful, and normally there aren't any retail assets around a complex. The soccer complex for the Three Trails project would have onsite tournament soccer fields, hospitality aspects, a stadium and great access in the middle of the country.

Treasurer Grumney questioned if the requested \$30 million tax credits was for the total project. Mr. Heinemann replied the \$30 million would be for the total project. Treasurer Grumney asked for a sequence of the project. Mr. Heinemann stated the sequence would be the soccer stadium, soccer tournament fields, entertainment district, retail and office.

Ms. Hemenway asked for a description of the ownership structure of the stadium. Mr. Langenkamp replied that the ownership would be a political subdivision of the City, most likely the Community Improvement District already in existence. Mr. Heinemann stated the stadium would be publicly owned and the tournament soccer fields would be private.

Vice Chairman Starr commented that it would be helpful if the Board could receive a breakdown of what the credits are to be used for and in what phase they are being used. Mr. Langenkamp replied they certainly could provide that.

Mr. Heinemann introduced Cliff Illig with the Cerner Corporation and OnGoal, LLC. Mr. Illig distributed information on the Cerner Corporation and continued the presentation by giving an overview of Cerner's presence just south of the project. Mr. Illig stated that over the next year, Cerner will make a commitment to the next major location of their growth. Cerner is considering one of the campuses at the Three Trails redevelopment site for a new facility; however, to date there is no commitment from Cerner to locate at the Three Trails site.

Member Kling asked financially where soccer comes in to make the project complete. Mr. Heinemann stated the soccer field complex will create approximately one to two million users a year with the users spending money in and around the development. The stadium also will have 30 to 40 non-soccer events annually.

Chairman Kinder commented that for 35 years the state has watched business campus developments like this go just across the line to Johnson County, Kansas, and this would be a chance for Missouri to hit a home run.

Chairman Kinder excused himself from the meeting for another commitment. Vice Chairman Starr continued the meeting as Chairman.

Secretary Neff asked if the project was dependent on the state investing the \$30 million. Mr. Heinemann replied that yes, the project was dependent on the incentive support.

Vice Chairman Starr encouraged interested parties to do a site tour to view the potential of the location and the blight the current area is experiencing.

This item was presentation only; therefore no action was taken.

B. Centene Corporation — BUILD
Resolution of Intent

Mike Golden

Mike Golden presented the application from Centene Corporation to issue BUILD Missouri Revenue Bonds in a principal amount of approximately \$8,258,600.

Mr. Golden reported the project involves the acquisition of land, construction of a headquarters building and related tenant improvements in the Clayton area. The Company anticipates creating 500 new jobs over a three year period. Mr. Golden introduced Mike Downing with the Missouri Department of Economic Development.

Mr. Downing stated the Department had been working with the Company approximately 3 ½ years ago about the expansion which is a very significant redevelopment in the midtown Clayton area. Mr. Downing commented the Department endorses the approval of the BUILD bonds to keep the Company in Missouri. Mr. Downing introduced Jim Mello, attorney for the Centene Corporation.

Mr. Mello gave a brief overview of the Company and was available for questions.

Secretary Neff made a motion to approve the following Resolution of Intent:

**RESOLUTION OF THE MISSOURI DEVELOPMENT FINANCE BOARD
PRELIMINARILY APPROVING AN ECONOMIC DEVELOPMENT
PROJECT FOR CENTENE CORPORATION OR A RELATED ENTITY
TO SUCH CORPORATION, AND DETERMINING THE INTENT OF
THE BOARD TO ISSUE ITS BUILD MISSOURI REVENUE BONDS IN A**

PRINCIPAL AMOUNT OF APPROXIMATELY \$8,258,600 TO FINANCE A PORTION OF THE COSTS OF THE PROJECT.

Member Eckelkamp seconded the motion. The following vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling and Childers

Nay: None

Absent: Steinhoff, Smith and Kinder

Vice Chairman Starr declared the motion passed.

Vice Chairman Starr thanked Mr. Downing for his 26 years of service to the Department and wished him well in his future endeavors. Ms. Hemenway also thanked Mr. Downing for his tremendous service to the Department.

- C. FY 2009 MDFB Budget with Projections for FY 2010 and FY 2011 Treasurer Grumney/
Krystal Davis

Ms. Davis presented the FY 2009 MDFB Budget with projections for FY 2010 and FY 2011 as a review item and staff was available for questions.

Mr. Miserez commented on the detail sheets as to income projections, expenses and the DREAM Program. A handout was distributed regarding DREAM MDFB costs and DREAM community budgets.

Mr. Miserez gave an update on the DREAM Program and explained the Board's financial responsibility to the program.

Treasurer Grumney thanked Mr. Miserez and Ms. Davis for the terrific job done on the budget and projections.

Treasurer Grumney requested the budget and projections be addressed at the next meeting to thoroughly review and discuss in detail.

- D. Election of Officers Robert V. Miserez

Mr. Miserez commented that the Board's Bylaws state that the Board shall nominate and elect its officers on the first meeting after June 1. Mr. Miserez noted that historically officers continue to serve as long as they remain members of the Board. Mr. Miserez noted the current officers are — John Starr, Vice Chairman; Larry Neff, Secretary; and Nelson Grumney, Treasurer.

Director Childers made a motion to re-elect the current Board officers. Member Eckelkamp seconded the motion. The following vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling and Childers

Nay: None

Absent: Steinhoff, Smith and Kinder

Vice Chairman Starr declared the motion passed.

VIII. Miscellaneous

Robert V. Miserez

Mr. Miserez deferred his report to the next meeting.

CLOSED SESSION

Secretary Neff made a motion to go into closed session pursuant to Section 610.021 (1) of the Missouri Statutes for the purpose of legal actions, causes of action or litigation involving a public governmental body and any confidential or privileged communications between a public governmental body or its representatives and its attorneys; and

Section 610.021 (13) of the Missouri Statutes for the purpose of individually identifiable personnel records, performance ratings or records pertaining to employees or applicants for employment, except that this exemption shall not apply to the names, positions, salaries and lengths of service of officers and employees of public agencies once they are employed as such. Member Wilson seconded the motion. The following roll call vote was recorded to go into closed session:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling and Childers

Nay: None

Absent: Steinhoff, Smith and Kinder

Vice Chairman Starr declared the motion passed.

Upon completion of discussion, Member Eckelkamp made a motion to move the meeting back into open session. Treasurer Grumney seconded the motion. The following roll call vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling and Childers

Nay: None

Absent: Steinhoff, Smith and Kinder

Vice Chairman Starr declared the motion passed and moved the meeting into open session.

OPEN SESSION

IX. Adjournment

There being no further business before the Board, Secretary Neff made a motion to adjourn the meeting. Treasurer Grumney seconded the motion. The following vote was recorded:

Aye: Starr, Neff, Grumney, Wilson, Eckelkamp, Proctor, Mehner, Kling and Childers

Nay: None

Absent: Steinhoff, Smith and Kinder

The meeting was adjourned.

[Secretary Neff's Signature]