

**BOARD OF FUND COMMISSIONERS
MINUTES OF MEETING**

September 11, 2012

Pursuant to notice previously provided by the Office of Administration, Governor Nixon called the meeting to order at 1:00 PM. Call of roll indicated that the following members of the Board were present:

Governor Jeremiah (Jay) Nixon – President
Treasurer Clint Zweifel – Secretary
Lieutenant Governor Peter Kinder – Member
Auditor Tom Schweich – Member
Attorney General Chris Koster – Member (via conference call)
Acting Commissioner Doug Nelson – Member

A waiver and consent to hold the meeting was circulated for signature.

Governor Nixon stated that the Board of Fund Commissioners' staff had previously circulated the minutes of the last meeting. Governor Nixon asked for approval of the minutes of the last meeting which was held on August 2, 2012. Treasurer Zweifel moved for the adoption of the minutes. Acting Commissioner Nelson seconded the motion. Motion was carried by unanimous vote.

Governor Nixon stated the first item on the agenda is a report regarding bids received for the purchase of the Series A 2012 Refunding Bonds. He asked Stacy Neal to brief the board. Stacy stated the bonds were priced at 9:30 that morning and 8 bids were received. The low bidder was Bank of America Merrill Lynch at a true interest cost of 0.757%. The total savings over the 10 year life is just over \$28 million. Budgetary savings for FY13 are approximately \$23.3 million. Present value savings on the transaction was 15.3%. This is an illustration of how extraordinary the sale was.

With no further discussion or questions, Treasurer Zweifel motioned to approve Bank of America Merrill Lynch as the winning bidder; Lieutenant Governor Kinder seconded the motion. Motion was carried with the following vote:

Governor Nixon	YEA
Treasurer Zweifel	YEA
Lieutenant Governor Kinder	YEA
Auditor Schweich	YEA
Attorney General Koster	YEA
Acting Commissioner Nelson	YEA

Governor Nixon stated the second item on the agenda was the resolution for the sale and issuance of the Series A 2012 Refunding Bonds. He asked Stacy Neal to brief the board. Stacy stated that the meeting packets contained the pertinent legal documents related to

the bond sale including the resolution, federal tax certificate and the continuing disclosure undertaking documents. Stacy stated that the approval of these documents finalizes the terms and conditions of the bonds and completes the refunding transaction. With no further discussion or questions, Treasurer Zweifel motioned to approve the resolution; Acting Commissioner Nelson seconded the motion. Motion was carried by the following vote:

Governor Nixon	YEA
Treasurer Zweifel	YEA
Lieutenant Governor Kinder	YEA
Auditor Schweich	YEA
Attorney General Koster	YEA
Acting Commissioner Nelson	YEA

There being no further business, Treasurer Zweifel moved to adjourn; Acting Commissioner Nelson seconded the motion which prevailed unanimously.