

CHAIRMAN:
PETER D. KINDER
LIEUTENANT GOVERNOR

MEMBERS:
JOHN D. STARR
LARRY NEFF
NELSON C. GRUMNEY, JR.
ELIZABETH T. SOLBERG
PAUL S. LINDSEY
RICHARD J. WILSON
JAMES D. HILL
L. B. ECKELKAMP, JR.



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

FRED FERRELL
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

AUGUST 28, 2006

The Missouri Development Finance Board met in regular session on Monday, August 28, 2006, beginning at 10 a.m. The meeting was held via telephone conference call.

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
Elizabeth T. Solberg	Member	Present
James D. Hill	Member	Present
Paul S. Lindsey	Member	Present
Richard J. Wilson	Member	Present
L. B. Eckelkamp, Jr.	Member	Present
Gregory A. Steinhoff	Director, Dept. of Econ. Dev. and Member	Absent
Fred Ferrell	Director, Dept. of Agriculture and Member	Present
Doyle Childers	Director, Dept. of Natural Resources	Absent
Robert V. Miserez	Executive Director and Assistant Secretary	Present

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

Board Staff: Pamela Hill, Kathleen Barney and Valerie Haller

Board Counsel: David Queen

Others Present: Mike Mills, MO Dept. of Economic Development; and Frank Finnegan, St. Louis Area Food Bank

I. Secretary's Report

Secretary Neff

Secretary Neff presented for approval the minutes from the July 18, 2006 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. Member Wilson seconded the motion. The following roll call vote was recorded:

Aye: Starr, Neff, Grumney, Solberg, Lindsey, Wilson, Hill, Eckelkamp, Ferrell and Kinder

Nay: None

Absent: Steinhoff and Childers

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 twelve months ended June 30, 2006. The Treasurer's Report was included in the Board materials distributed in advance of the meeting. There being no questions or additions, Treasurer Grumney made a motion to approve the Treasurer's Report as submitted. Secretary Neff seconded the motion. The following roll call vote was recorded:

Aye: Starr, Neff, Grumney, Solberg, Lindsey, Wilson, Hill, Eckelkamp, Ferrell and Kinder

Nay: None

Absent: Steinhoff and Childers

Chairman Kinder declared the motion passed.

III. Department of Economic Development Report

Director Steinhoff

In Director Steinhoff's absence, Deputy Director Mike Mills presented the DED report. Mr. Mills reported the unemployment rate stands at 4.8%, which is on par with the national average, and that personal income continues to grow at or above the national average. Mr. Mills stated the Quality Jobs program and Enhanced Enterprise Zone program have been extremely effective and that the caps have been exhausted; the department will be approaching the legislature for an increase of the caps. Mr. Mills thanked the Board for their participation and work on the DREAM Initiative.

IV. Department of Agriculture Report

Director Ferrell

Director Ferrell reported the corn harvest is going to be okay, although prices are soft. He also reported the price of rice is higher than last year, although yield is much more important than price; and cattle prices are strong.

Director Ferrell stated the 2006 Missouri State Fair was good and attendance at the fair was approximately 340,000.

V. Lieutenant Governor's Report

Lt. Governor Kinder

Chairman Kinder stated he will be traveling to China in September for the International Fair for Investment and Trade in Xiamen.

VI. New Business

A. St. Louis Area Food Bank

Kathleen Barney

Adjustable Rate Tax-Exempt Revenue Bonds

Ms. Barney presented a request for the adoption of an Authorizing Resolution for the issuance of up to \$4 million in adjustable rate tax-exempt revenue bonds for the St. Louis Area Food Bank ("Food Bank".) The bond funds will be used to purchase a 91,000 square-foot warehouse at 70 Corporate Woods Drive in Bridgeton, Mo., for a total purchase price of \$5.1 million — the Food Bank is funding \$1.1 million of the purchase price. Ms. Barney also reported there will be equipment and improvements that will bring the total cost of the project up to \$6,582,000. The Food Bank will repay a portion the bonds through a capital campaign. Ms. Barney stated the Food Bank currently is working with the City of Bridgeton on a tax credit for contribution application for \$1.5 million. Staff recommended approval of the application as submitted with the understanding that the above referenced tax credit application will follow at a later date.

Ms. Barney introduced Mr. Frank Finnegan, Executive Director of the St. Louis Area Food Bank. Mr. Finnegan gave a brief presentation on the history of the Food Bank and the services they provide. Mr. Finnegan was available for questions.

Member Solberg made a motion to adopt the following resolution:

RESOLUTION AUTHORIZING THE MISSOURI DEVELOPMENT FINANCE BOARD TO ISSUE ITS ADJUSTABLE RATE REVENUE BONDS (ST. LOUIS AREA FOOD BANK PROJECT) SERIES 2006 IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$4,000,000 FOR THE PURPOSE OF MAKING A LOAN TO ST. LOUIS AREA FOOD BANK, INC. TO PROVIDE FUNDS TO FINANCE, REFINANCE AND

REIMBURSE THE COSTS OF CERTAIN FACILITIES OF THE ST. LOUIS AREA FOOD BANK, INC. 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.

Treasurer Grumney seconded the motion. The following roll call vote was recorded:

Aye: Starr, Neff, Grumney, Solberg, Lindsey, Wilson, Hill, Eckelkamp, Ferrell and Kinder

Nay: None

Absent: Steinhoff and Childers

Chairman Kinder declared the motion passed.

VII. Miscellaneous

Robert V. Miserez

Mr. Miserez reported on the following:

- There were a total of 101 applications received for the DREAM initiative; three applications were late and discarded, and nine applications were not suitable, so there were a total of 89 applications reviewed. Selections will be announced at the Governor's Conference being held September 25-27 in St. Louis.

A Request for Qualifications was distributed for the DREAM planning services and four responses were received.

- The MDFB Retreat was scheduled to be held at the Hilton Hotel on Branson Landing in Branson, Mo. The hotel assured us repeatedly they would be open and ready for business. We recently received a call informing us they were very sorry but the hotel will not be operational at the time of our scheduled retreat. We are looking into having the retreat in St. Louis and build it around life sciences.

VIII. Adjournment

There being no further business, Secretary Neff motioned to adjourn the meeting. Member Wilson seconded the motion. The meeting was adjourned.

[Secretary Neff's Signature]