1. **Issue:** NDSU seeks approval to begin construction of the new residence hall to be funded from the proceeds of revenue bond sales. This request is the follow-up companion to the requested approval of the resolution authorizing sale of the bonds.

2. **Proposed motion:** Authorize NDSU to proceed with the construction of the New Residence Hall at an estimated cost of $39,505,000 funded from revenue bond proceeds pending passage of SB2003 and applicable emergency clause in the bill by the 65th Legislative Assembly.

3. **Background:** NDSU presented this project to the SBHE as part of its 17-19 capital requests for the 2017 legislative assembly. The SBHE approved inclusion of the project as funded by non-general fund appropriations. Senate bill 2003 authorizes the sale of bonds, and allows NDSU to proceed with construction of the facility. Final SBHE authorization is required to begin construction of the new facilities.

4. **Financial implications:** Revenue bonds are long term debts serviced by proceeds from auxiliary functions (no general fund contributions) such as housing or dining services. As such, the bonds are self-liquidating based on revenue generated by the new residence hall.

5. **Academic implications:** NDSU is constructing the new residence hall as part of retention goals.

6. **Legal/policy issues:** None

7. **Review Process:** Reviewed by Tonder

8. **Enclosures:** (agenda item and related material)

9. **Contact person:** Bruce Bollinger, VP for Finance and Administration

10. **Chancellor’s Recommendation:** Chancellor recommends approval.