1. **Issue:** LRSC seeks authorization to complete a number of deferred maintenance projects.

2. **Proposed motion:** Authorize LRSC to proceed with deferred maintenance work on campus at an estimated cost of $463,474 to be funded from the one-time deferred maintenance pool funding included in **HB1003, Section 2. One-Time Funding – Effect on Base Budget – Report to Sixty-Fifth Legislative Assembly.** Furthermore, authorize the transfer of $463,474 from 2015-17 North Dakota University System Office deferred maintenance pool to the Lake Region State College capital assets line item per HB1003 (2015), Section 25.

3. **Background:** Lake Region State College has developed a number of deferred maintenance projects with the intent to use its share of the pool allocation completely. The two projects included in this request represent the most urgent needs at this time, with any potential savings used for other, minor projects until such time as the funding is depleted.

4. **Financial implications:** The pool allocation represents the allotment reductions for LRSC.

5. **Academic implications:** Repairs will result in improved facility conditions, and will have a positive impact on all LRSC operations.

6. **Legal/policy issues:** This request includes two distinct approvals: 902.3 authorization to proceed with work exceeding $250,000; and a request to transfer funds. Note that the 902.3 authorization is limited to the window replacement work only, but the transfer of funds includes the total of both projects.

7. **Review Process:** Tonder

8. **Enclosures:** SBHE agenda item

9. **Contact person:** Corry Kenner, VP for Business Administration

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