1. **Issue:** BSC wishes to proceed with roof repairs using the unspent balance of previously authorized/transferred deferred maintenance pool funds. In addition, BSC would like to transfer the balance needed for the roof repairs from operating, which requires the SBHE to approve as per HB 1003 section 32. Knowing the summer construction season is short, and the request is somewhat of a housekeeping issue, BSC asks for Chancellor’s interim authorization to gain a few extra days of schedule.

2. **Proposed motion:** Ratify Chancellor’s interim authorization for BSC to use excess funds previously transferred from the 2015-17 NDUS Office deferred maintenance pool to BSC’s capital assets line item as per HB1003 (2015), Section 25. Systemwide Funding Pools – Transfer Authority – Legislative Management Report as a result of project savings for completion of additional roofing replacement project. Also ratify Chancellors interim authorization to transfer $43,500 from operating to capital assets as per section 32 of H.B. 1003 of the 64th legislative assembly.

3. **Background:** BSC has recouped savings from previously authorized deferred maintenance pool transfer transactions due in large part to the improved construction cost climate and good project management. Utilizing the savings with operating funds scheduled for maintenance work allows BSC to undertake roof replacement work that will reduce deferred maintenance liabilities on campus.

4. **Financial implications:** The agenda item is for routine financial housekeeping as opposed to project approval. Utilizing the unspent deferred maintenance transfer pool funds as well as transferring operating funds to a capital line requires SBHE approval.

5. **Academic implications:** None

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

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

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

9. **Contact person:** Tamara Barber, Associate VP for Finance and Operations

10. **Chancellor’s Recommendation:** Chancellor provided interim authorization May 9, 2017. Chancellor recommends approval.