

The location of the proposed building was discussed and President Kupchella explained the reasons for locating the new building adjacent to the bookstore on the south corner of the UND "Bronson" property.

Chancellor Larry Isaak suggested that the board, in its motion, add the phrase "any costs exceeding \$4 million not paid by Altru will come from other private sector dollars", to keep the motion consistent with the law. In response to a question from Mrs. Satrom, President Kupchella explained that the \$4 million will cover the building and its contents, equipment and furnishings. President Kupchella stated that UND will ensure that the building cost does not exceed \$4 million.

It was moved by Mrs. Clayburgh and seconded by Mrs. Satrom, that the North Dakota State Board of Higher Education approve the Exchange Agreement, as authorized by SB 2314, between **UND** and the Altru Health Systems providing for an in-kind exchange of the former Medical Center Rehabilitation Hospital for a medical facility to be built with private funds provided by Altru and built to UND specifications. Any costs exceeding \$4 million not paid by Altru will be paid with private sector dollars. Further that the Board authorize UND, with the approval of the Chancellor, to execute a land lease and any other documents necessary to carry out the Board's approval and the Exchange Agreement. Mrs. Satrom, Mrs. Clayburgh, Mr. Kibler, Mr. Bernhardt, Mr. Stroup, and Dr. Isaacson voted aye. The motion carried.

The meeting adjourned at 2:25 p.m. CT. The next regular meeting of the State Board of Higher Education will be September 21-22, 2000 at Dickinson State University.