

June 3, 2010

Richard H. Pfutzenreuter  
Vice President and Chief Financial Officer  
University of Minnesota  
334B Morrill Hall  
100 Church Street SE  
Minneapolis, MN 55455

Re: Approval of Proposal to Track and Report Direct Staffing Costs paid for with General  
Obligation Bond Proceeds

Dear Mr. Pfutzenreuter:

Thank you for your proposal to track program delivery costs for capital projects funded by general obligation bond proceeds as outlined in your letter dated May 17, 2010. We have reviewed your proposal and, by this letter, approve your plan.

As you proposed in your plan, quarterly statements documenting the direct internal employee costs for authorized capital projects charged to state bond accounts must be certified and submitted to your Executive Budget Officer, Kerstin Larson. Please contact her at (651) 201-8045 or Gay Cerney, Capital Project Coordinator, (651) 201-8049, with any additional questions you may have.

Sincerely,



Katherine C. Kardell  
Assistant Commissioner

Cc: Kerstin Larson, MMB  
Gay Cerney, MMB  
Angie Weidell-LaBathe, MMB  
Mike Roelofs, MMB