

APPROVAL OF PURCHASE:
MEDICAL OFFICE BUILDING LEASE
SCHOOL OF MEDICINE CAMPUS, SIUC

Summary

This matter seeks approval for a revision to the purchasing contract for leased space of approximately 6,500 square feet of additional space. The additional purchase order cost is based on the annual lease rate plus operating expenses for an increased value of the first year contract of \$348,695. The total maximum value of the first year contract has been revised to \$1,448,495.

Rationale for Adoption

SIU HealthCare continues to expand upon a longstanding partnership with St. John's Hospital and the HSHS hospital system.

decreased based on patient satisfaction scores, it is essential that the organization begin now to provide patients with market competitive, modern facilities.

Further, such updated facilities will improve the school's ability to recruit and retain high quality staff and have a positive influence on the work environment. These are also critical to achieving high the patient satisfaction scores. As the primary tenant of the new building, exterior signage dedicated to SIU HealthCare will represent a significant improvement in marketing and branding.

The incremental expense of about \$300,000 annually for this facility will be recovered through staff efficiencies, patient retention, and staff retention.

This lease includes a 2.0 % annual escalation of rent costs.

This matter is recommended for adoption by the Dean and Provost of the School of Medicine.

Considerations Against Adoption

University officers are aware of none.

Resolution

BE IT RESOLVED, By the Board of Trustees of Southern Illinois University in regular meeting assembled, That:

(1) The purchase order for leased space, School of Medicine Campus, SIUC, be and is hereby awarded to St. John's Hospital, Springfield, IL, for a five year term with one option to renew for an additional five years.

(2) The Board of Trustees hereby authorizes the purchase of goods and services associated with this award.

(3) The purchase will be funded by School of Medicine funds derived from patient revenue sources.

(4) The President of Southern Illinois University be and is hereby authorized to take whatever action may be required in the execution of this resolution in accordance with established policies and procedures.

On October 19, 2016, at 8:30 a.m., the Board resumed the executive session.

The following members of the Board were physically present:

MG (Ret) Randal E. Thomas, Chair
Dr. Donna Manering, Vice Chair
Mr. Joel Sambursky, Secretary
Hon. J. Phil Gilbert
Mr. Ryan Johnson
Dr. Shirley Portwood
Ms. Amy Sholar
Ms. Naomi Tolbert

The following member was absent:

Dr. Roger Herrin

Trustee Gilbert departed the meeting at approximately 12:15 p.m.

Trustee Sholar departed the meeting at approximately 1:00 p.m.

Trustee Johnson departed the meeting at approximately 1:15 p.m.

At approximately 1:36 p.m., a motion was made by Trustee Manering and seconded by Trustee Portwood to adjourn the meeting. The motion passed by a voice vote. No action was requested or taken during the closed session.