

APPENDIX D

Authorization to Amend Methods of Financing – The University of North Carolina at Charlotte

The University of North Carolina at Charlotte requests authority to change the method of financing for two capital improvements projects.

In May 2005, at the request of the Board of Trustees of the University of North Carolina at Charlotte, the Board of Governors authorized a capital project for UNCC, construction of a new main entrance road. The project, estimated at \$4,000,000, would provide for the construction of a new main entrance road into the campus off of U.S. Highway 49 (University City Boulevard) to address increasing traffic pressures resulting from steadily increasing enrollment growth. The Board approved the project and the University's requested method of financing from a combination of available facilities and administrative receipts and gifts.

In March 2004, at the request of the Board of Trustees of the University of North Carolina at Charlotte, the Board of Governors approved a project that would provide for structural repairs and architectural enhancements to Cone Plaza, an exterior component of the Bonnie Cone University Center. The steel substructure of the plaza area is severely corroded and in danger of losing its structural integrity due to moisture intrusion. The project is estimated to cost \$634,000 and the Board approved the project and the University's requested method of financing from Cone Center receipts.

Pursuant to G.S. 116-30.3, the Office of State Budget and Management recently authorized UNCC to carry forward \$1,234,972 of unspent appropriations from fiscal year ending June 30, 2005. These funds may be used for one-time expenditures that do not incur a continuing obligation.

At this time, the University of North Carolina at Charlotte would like to amend their methods of financing for the construction of a new main entrance road capital project and the

repairs to Cone Plaza project to be a combination of available facilities and administrative receipts, gifts, and carry forward funds. UNCC plans to use \$900,000 in carry-forward funds in lieu of facilities and administrative receipts for the road project and \$334,972 in carry-forward funds for the Cone Plaza repairs.

It is recommended that the methods of financing as revised by the University of North Carolina at Charlotte be approved.