

APPENDIX F

Lease of Housing Space – The North Carolina School of the Arts

In 2001, the NCSA Housing Corporation was organized as a non-profit entity whose purpose was to support and aid North Carolina School of the Arts by providing modern residential facilities to students. In 2002, the NCSA Housing Corporation acquired a site adjacent to the NCSA campus and constructed a 156-bed student housing complex.

The North Carolina School of the Arts now requests approval to lease the student housing complex, known as Center Stage, from the NCSA Corporation. The cost will be consistent with the current rate structure for comparable residence halls on campus. This leasing arrangement will enable the School of the Arts to meet the long-term projected housing demands on campus. The lease term would not exceed 32 years. Lease payments would be made from student housing receipts and would be used to retire tax-exempt, long-term indebtedness issued by the Corporation to cover the cost of constructing the facility.

The acquisition of the 156 beds will be accomplished within the guidelines, procedures, and policies of the North Carolina Department of Administration and will be subject to approval by the Council of State.

It is requested that the Board of Governors adopt the following Resolution and that the NCSA request be transmitted to the Council of State for final action:

A RESOLUTION AUTHORIZING AGREEMENTS RELATED TO
THE ACQUISITION OF PRIVATE HOUSING FACILITIES
ADJACENT TO THE NORTH CAROLINA SCHOOL OF THE ARTS.