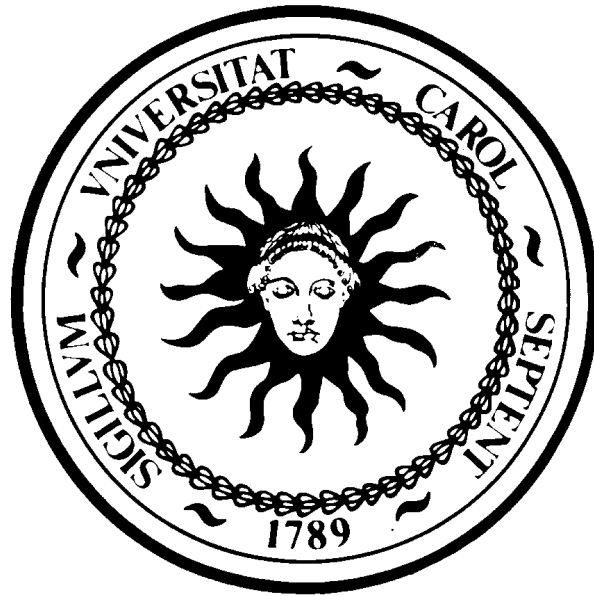


The University of North Carolina



Report on Fiscal Liabilities

Report to the Joint Legislative Commission on Governmental Operations

March 18, 2005

The University of North Carolina Report on Fiscal Liabilities

Introduction

The General Statutes authorize the Board of Governors of the University of North Carolina to issue revenue bonds, payable from obligated resources, but with no pledge of taxes or the faith and credit of the State, to pay the cost, in whole or in part, of improvements to the facilities of the University. Debt financing allows the University and its constituent institutions to pay for an asset over a period of time, up to its useful life, rather than pay for it at the time of construction or purchase. All debt issues are structured to effectively utilize and maximize resources.

The Board of Governors only issues debt after legislation has been enacted by the North Carolina General Assembly authorizing the capital project and its method of financing. The legislature establishes a maximum aggregate principal amount for that purpose. The Board of Governors approves all projects before they are submitted to the legislature for approval. After legislative approval, the Board follows a financially responsible practice of individually approving all requests from constituent institutions to issue long-term indebtedness. Staff to the Board prepares a financial analysis for each new project with a determination of coverage ratios and the ability of a project to meet the debt service requirements from the primary revenues. Specifically, information reviewed includes a basic overview of the constituent institution, its programs, facilities, enrollment trends, available funds for debt repayment, existing indebtedness, and a detailed plan of financing for the use of the proceeds from the bond issue.

G.S. 116-13.2 requires the Board of Governors to report on an annual basis to the Joint Legislative Commission of Governmental Operations on financing of buildings and other facilities and fiscal liabilities or contingent liabilities of the University or any constituent institutions.

§ 116-13.2. Report on University Fiscal Liabilities.

The Board of Governors shall report on an annual basis to the Joint Legislative Commission on Governmental Operations on:

- (1) Any financing of buildings or other facilities, regardless of the ownership of those buildings or other facilities, located on land owned by The University of North Carolina or the constituent institutions of The University of North Carolina; and
- (2) All fiscal liabilities or contingent liabilities, including payments for debt service or other contractual arrangements, of The University of North Carolina or any constituent institution.

Section I is a detailed report on all financings of the University. Included is the name of the constituent institution, the name of the bond issue, the original principal amount, outstanding indebtedness and the amount of debt service (principal and interest) paid last fiscal year.

Section II is a summary report of other financial liabilities of the University. This data was gathered by the constituent institutions and are included in the Comprehensive Annual Financial Report and the most recent audit as conducted by the State Auditor.

APPENDIX G

**The University of North Carolina
Outstanding Indebtedness as of June 30, 2004**

	Bonded Indebtedness Outstanding	Other Indebtedness Outstanding
Appalachian State University	\$ 106,214,000	\$ 1,511,003
East Carolina University	66,590,000	—
Elizabeth City State University	6,530,000	—
Fayetteville State University	6,912,000	—
North Carolina A & T State University	15,640,000	—
North Carolina Central University	11,350,000	—
North Carolina School of the Arts	4,245,000	1,200,000
North Carolina State University	145,637,000	15,000,000
UNC Asheville	28,775,000	—
UNC-Chapel Hill	465,983,431	8,841,000
UNC Charlotte	89,868,000	—
UNC Greensboro	75,530,000	—
UNC Pembroke	10,150,000	—
UNC Wilmington	70,065,000	124,474
Western Carolina University	27,434,000	2,080,239
Winston-Salem State University	13,270,000	—
TOTAL – UNC	\$1,144,193,431	\$28,756,716

The University of North Carolina

Report on Fiscal Liabilities

Section 1

Outstanding Indebtedness as of June 30, 2004

APPENDIX G

Statement of Bonded Indebtedness as of June 30, 2004 Constituent Institutions of The University of North Carolina

Facility	Bond Issue	Date of Issue	Amount of Issue	Amount Outstanding 6/30/04	Debt Service 6/30/04
Appalachian State University					
Dormitory–White, Lovill, Hoey, and Bowie Hall; and Student Center	Housing and Student Center System of 1964–Series D	06/16/66	\$ 3,654,000	\$ 139,000	\$ 165,000
Dormitory–Winkler Hall	Housing and Student Center System of 1964–Series I	05/03/72	1,760,000	455,000	95,000
Married Student Housing	Housing and Student Center System of 1964–Series J	06/06/72	1,722,000	455,000	95,000
Residence Hall Construction/Renovation	Housing and Student Center System, Series 1993	05/14/93	17,760,000	0	715,000
Power Plant Construction	Utilities System, Series 1994	05/13/94	28,940,000	0	645,000
Student Union Addition	Student Fee Revenue Refunding Bonds, Series 1998	05/12/98	8,050,000	5,260,000	520,000
Power Plant Construction	Utilities System Revenue Refunding Bonds, Series 1998	05/12/98	27,535,000	26,810,000	135,000
Stadium Turf Note Prepayment	UNC System Pool Revenue Bonds, Series 1998B	11/03/98	875,000	280,000	130,000
Parking Deck	Parking System Revenue Bonds, Series 2000	06/21/00	10,200,000	9,770,000	220,000
Residence Hall Construction/Renovation	Housing & Student Center System Revenue Bonds, Series 2000	06/21/00	13,225,000	12,650,000	295,000
Broyhill Inn Renovation	UNC System Pool Revenue Bonds, Series 2000	10/01/00	1,590,000	1,365,000	80,000
Bookstore Addition 2001	Housing & Student Center System Revenue Bonds, Series 2001	12/11/01	6,680,000	6,385,000	150,000
Refinance 1993 Housing Series	Housing & Student Center System Revenue Bonds, Series 2001	03/28/02	13,240,000	12,895,000	120,000
Doughton Hall Renovation	UNC System Pool Revenue Bonds, Series 2002A	11/14/02	4,940,000	4,785,000	110,000
Student Recreation Center	ASU General Revenue Bonds, Series 2003A	05/08/03	25,635,000	24,965,000	670,000
Total–Appalachian State University				106,214,000	4,145,000
East Carolina University					
Dowdy-Ficklen Stadium Expansion	Athletic Variable Rate Demand Bonds, Series 1996	12/12/96	7,000,000	5,100,000	354,781
Repairs to Ficklen Stadium	UNC System Variable Rate Demand Pool Revenue Bonds, Series 1998A	11/03/98	1,020,000	0	105,300
Blount Intramural Field	UNC System Variable Rate Demand Pool Revenue Bonds, Series 1998A	11/03/98	1,050,000	495,000	109,900
Reade Street Parking Lot	UNC System Variable Rate Demand Pool Revenue Bonds, Series 1998A	11/03/98	1,575,000	740,000	167,300
Jarvis Residence Hall Renovation	Housing and Dining System, Series 1998	11/05/98	5,095,000	4,215,000	379,525

APPENDIX G

Statement of Bonded Indebtedness as of June 30, 2004 Constituent Institutions of The University of North Carolina

Facility	Bond Issue	Date of Issue	Amount of Issue	Amount Outstanding 6/30/04	Debt Service 6/30/04
East Carolina University (continued)					
Student Health Center Renovation	Student Fee Revenue Bonds (SHC), Series 1999	07/13/99	3,500,000	2,875,000	287,965
Jones Residence Hall & Galley Dining Facility Renovation	Housing and Dining System, Series 2001A	05/16/01	12,570,000	12,570,000	636,588
Housing and Dining Revenue Refunding Bonds	Housing and Dining System, Series 2001B	05/16/01	11,985,000	9,005,000	2,385,337
Student Fee Revenue Refunding Bonds (Student Rec)	Student Fee Revenue Refunding Bonds, Series 2001C	12/06/01	14,555,000	12,725,000	1,182,667
West End Dining Project	General Revenue Bonds, Series 2003A	06/19/03	14,960,000	14,960,000	507,293
Athletic Facilities Student Fee Refunding Bonds (Minges)	General Revenue Bonds, Series 2003A	06/19/03	4,630,000	3,905,000	844,314
Total–East Carolina University				66,590,000	6,960,970
Elizabeth City State University					
Dormitories–Wamack Hall, Mitchell–Lewis Hall	Dormitory System Revenue Bonds of 1981–Series A	10/01/81	675,000	310,000	20,000
Dormitory–200 Bed	Dormitory System Revenue Bonds of 1981–Series B	10/01/81	1,680,000	970,000	45,000
Refinance of Dormitory-200 Bed (1992-Series C)	UNC Pool General Revenue Bonds, Series 2002B	11/14/02	3,410,000	3,243,206	135,906
Bedell Cafeteria Renovation	UNC Pool General Revenue Bonds, Series 2002B	11/14/02	1,225,000	1,165,082	48,822
Dormitory Furniture	UNC Pool General Revenue Bonds, Series 2002B	11/14/02	885,000	841,712	35,272
Total–Elizabeth City State University				6,530,000	285,000
Fayetteville State University					
Dormitory–Vance Hall	Dormitory System Revenue Bonds–Series A	10/01/74	920,000	62,000	52,610
New Dormitory	Dormitory System Revenue Bonds–Series B	11/15/74	1,750,000	660,000	147,570
Dining Hall	Dining System Revenue Bonds–Series 1997	02/12/97	3,040,000	2,615,000	226,326
Stadium Improvements and Refinance Housing Bonds	Pool General Revenue Bonds–Series 2002B	11/14/02	3,980,000	3,575,000	461,383
Total–Fayetteville State University				6,912,000	887,889
North Carolina A & T State University					
Surface Parking Lot Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	1,465,000	1,080,000	137,231
Student Union Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	5,860,000	4,320,000	548,881
Stadium System Student Fee Loan	UNC System Pool Revenue Bonds–Series 2000	10/01/00	1,555,000	1,275,000	168,875
Dining System	UNC System Pool Revenue Bonds–Series 2000	10/01/00	9,875,000	8,965,000	805,425
Total–North Carolina A & T State University				15,640,000	1,660,412

APPENDIX G

**Statement of Bonded Indebtedness as of June 30, 2004
Constituent Institutions of The University of North Carolina**

Facility	Bond Issue	Date of Issue	Amount of Issue	Amount Outstanding 6/30/04	Debt Service 6/30/04
North Carolina Central University					
Dormitory – New Chidley Hall	Dormitory System Revenue Bonds of 1996–Series E	08/01/96	8,890,000	0	669,270
Athletic Stadium – Renovation	Stadium System Revenue Bonds – Series 1998	03/03/98	3,320,000	2,680,000	259,563
Housing System (Refund Series 1996 Bonds)	UNC System Pool Revenue Bonds – Series 2004B	03/31/04	8,670,000	8,670,000	0
Total–North Carolina Central University				11,350,000	928,833
North Carolina School of the Arts					
Refunding of Dormitory & Dining Hall Series 1989	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	1,080,000	700,000	132,963
Dormitory HVAC Renovations Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	890,000	495,000	108,700
Fitness Center and Student Center Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	2,650,000	2,190,000	203,206
Technology Infrastructure Project	UNC System Pool Revenue Bonds–Series 2000	10/31/00	1,005,000	860,000	99,850
Total–North Carolina School of the Arts				4,245,000	544,719

APPENDIX G

Statement of Bonded Indebtedness as of June 30, 2004 Constituent Institutions of The University of North Carolina

Facility	Bond Issue	Date of Issue	Amount of Issue	Amount Outstanding 6/30/04	Debt Service 6/30/04
North Carolina State University					
Dormitory–Sullivan Hall	Housing System Revenue Bonds of 1964–Series F	09/01/64	2,200,000	105,000	105,619
Dormitory Complex	Housing System Revenue Bonds of 1964–Series G	09/01/66	3,225,000	405,000	144,100
Avent Ferry Complex	Housing System Revenue Bonds of 1964–Series M	10/14/94	11,820,000	535,000	553,718
Refund Housing System Series H, J, and K	Housing System Revenue Bonds of 1964–Series N	10/14/94	4,110,000	1,720,000	426,355
University Student Center	Refunding Revenue Bonds, Series 1996	08/29/96	2,210,000	1,385,000	266,743
Parking System	Refunding Revenue Bonds, Series 1996	08/29/96	6,530,000	3,560,000	807,670
Dining Hall System	Refunding Revenue Bonds, Series 1996	08/29/96	2,345,000	1,650,000	256,298
Centennial Campus Projects	Taxable Series 1997A	03/12/97	7,765,000	4,570,000	891,088
Centennial Campus Projects	Nontaxable Series 1997B	03/12/97	7,090,000	7,090,000	363,363
Residence Hall Improvement Bonds	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	15,770,000	10,215,000	1,696,200
Student Health Facility Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	5,615,000	4,145,000	525,388
Gymnasium Refunding Bonds	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	1,695,000	0	269,090*
Entertainment and Sports Arena Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	6,325,000	5,235,000	485,869
Centennial Campus Projects	Nontaxable Series 1999A	09/22/99	13,500,000	13,100,000	569,490**
Centennial Campus Projects	Taxable Series 1999B	09/22/99	2,117,000	467,000	485,259
Housing System Project	System Wide Financing, 2000 Series	10/01/00	3,020,000	2,270,000	383,150
Central Stores Expansion Project	System Wide Financing, 2000 Series	10/01/00	3,370,000	3,055,000	275,425
Centennial Campus Projects	Refunding Revenue Bonds, Series 2002C	04/17/02	7,160,000	6,225,000	846,741
Student Housing Projects	Refunding Revenue Bonds, Series 2002B	04/17/02	8,800,000	7,510,000	972,980
Student Housing and Athletics Projects	General Revenue Bonds, Series 2003A	06/20/03	26,735,000	26,735,000	932,563
Student Housing and Athletics Projects	General Revenue Bonds, Series 2003B	06/20/03	45,660,000	45,660,000	1,053,349**
Total–North Carolina State University				145,637,000	12,310,458

* Gymnasium bonds defeased in January 2004. Escrow account created for remaining \$935,000 outstanding.

**Debt service amounts include payments to swap counter-parties.

APPENDIX G

Statement of Bonded Indebtedness as of June 30, 2004 Constituent Institutions of The University of North Carolina

Facility	Bond Issue	Date of Issue	Amount of Issue	Amount Outstanding 6/30/04	Debt Service 6/30/04
UNC Asheville					
Dormitory – 148 Spaces	Dormitory and Dining System Revenue Bonds–Series C	10/30/97	7,600,000	6,520,000	200,000
Refunding of Series A	Dormitory and Dining System Revenue Bonds–Series D	10/30/97	3,695,000	2,015,000	225,000
Parking Deck Project	UNC System Variable Rate Demand Pool Revenue Bonds–Series 1998A	11/03/98	2,580,000	1,660,000	255,000
Parking Deck Project	UNC System Variable Rate Demand Pool Revenue Bonds–Series 2000	10/01/00	705,000	530,000	60,000
Dormitory and Refunding Series B	UNCA General Revenue and Refunding Bonds-Series 2002A	09/24/02	18,900,000	18,050,000	685,000
Total–UNC Asheville				28,775,000	1,425,000
UNC-Chapel Hill					
Environmental Protection Agency Project	U.S. EPA Project, Series 1991	08/14/91	36,678,921	28,626,070	4,211,830
Environmental Protection Agency Project	U.S. EPA Project, Series 1996	11/01/96	2,400,000	595,000	370,816
Health Affairs Parking Deck II	Parking System Revenue Bonds, Series 1997A	06/19/97	11,750,000	10,675,000	838,599
Refunding Parking Series B, 1989	Parking System Revenue Bonds, Series 1997B	06/19/97	8,245,000	4,070,000	923,145
Graham & Aycock Dorms Renovation	Housing System 97A	10/30/97	9,170,000	7,490,000	744,548
Refunding Housing Series 1991	Housing System 97B	10/30/97	7,210,000	5,825,000	861,224
Refunding SRC Series 1991	Student Fee Revenue Bonds – Series 1997	10/30/97	3,545,000	2,485,000	428,095
Refunding Utility System Series 1992	Utility System Revenue Bonds, Series 1997	10/30/97	30,379,142	43,382,361*	0
Student Union Renovation	Student Fee Revenue Bonds–Series 2000	04/13/00	12,465,000	11,405,000	990,669
General Revenue 2001 A	General Revenue 2001 A	02/07/01	89,930,000	84,255,000	6,436,138
General Revenue 2001 B	General Revenue 2001 B	02/07/01	54,970,000	50,100,000	3,249,450
General Revenue 2001 C	General Revenue 2001 C	02/07/01	54,970,000	50,100,000	2,317,274
Utilities Refunding – General Revenue 2002B	General Revenue Refunding Bonds 2002B	05/07/02	66,555,000	59,015,000	8,897,188
General Revenue 2003	General Revenue Bonds 2003	12/18/03	107,960,000	107,960,000	2,286,047
Total–UNC-Chapel Hill				465,983,431	32,555,023

*Amount outstanding includes accretion on Capital Appreciation Bonds.

APPENDIX G

Statement of Bonded Indebtedness as of June 30, 2004 Constituent Institutions of The University of North Carolina

Facility	Bond Issue	Date of Issue	Amount of Issue	Amount Outstanding 6/30/04	Debt Service 6/30/04
UNC Charlotte					
Cone Student Center Addition	University Center System–Series C	07/01/74	2,300,000	815,000	110,000
Dormitories–Sanford Hall, Moore Hall	Housing and Dining System–Series B	01/01/68	1,675,000	280,000	65,000
Dormitory–Scott Hall	Housing and Dining System–Series C	01/01/73	2,200,000	450,000	130,000
Dormitory–Holshouser Hall	Housing and Dining System–Series D	01/01/73	2,200,000	450,000	130,000
Dormitory–Apartments–Phase II	Housing and Dining System–Series F	09/17/79	2,175,000	1,075,000	65,000
Dormitory–Energy Conservation	Housing and Dining System–Series G	09/17/79	152,000	19,000	6,000
Dormitory–Apartments–Phase III	Housing and Dining System–Series H	04/21/80	1,568,000	794,000	45,000
Refunding Bonds	Housing and Dining System, Series M	11/29/93	19,805,000	0	1,380,000
Refunding Bonds	Student Activity Center Student Fee Revenue Bonds	11/15/95	26,295,000	12,715,000	750,000
785-Space Parking Deck	Parking System Revenue Bonds–Series 1996	07/16/96	5,000,000	0	140,000
Phase VII Apartments	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	15,875,000	13,955,000	425,000
Recreational Playing Fields	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	1,105,000	610,000	110,000
1000 Space Parking Deck	Parking System Revenue Bonds–Series 2002	01/07/02	10,900,000	10,130,000	395,000
Phase VIII Apartments	2002A General Revenue Promissory Note	10/15/02	21,115,000	21,115,000	0
Housing and Dining Series M Refinancing	2003A UNC System Pooled Revenue Bonds	10/29/03	8,635,000	8,585,000	50,000
SAC Refinancing	2003A UNC System Pooled Revenue Bonds	10/29/03	8,770,000	8,505,000	265,000
Brocker Health Center	2003A UNC System Pooled Revenue Bonds	10/29/03	6,055,000	5,890,000	165,000
Parking 1996 Refinancing	2004A UNC System Pooled Revenue Bonds	03/31/04	4,480,000	4,480,000	0
Total–UNC Charlotte				89,868,000	4,231,000
UNC Greensboro					
Baseball Stadium and Student Recreation Area	Student Facilities System – 1997 Series B	06/27/97	3,755,000	3,230,000	269,933
Phillips/Hawkins Renovations	Housing and Dining System – 1997 Series D	06/27/97	6,000,000	5,165,000	432,305
Dormitory and Dining Facilities Renovations	Housing and Dining System – 1997 Series E	06/27/97	7,290,000	2,185,000	784,657
Dormitory and Dining Facilities Renovations	Housing and Dining System – 1997 Series F	06/27/97	8,750,000	6,390,000	708,575
Central Campus and McIver Street Parking Decks	Student Facilities System – Series C	12/09/97	12,200,000	10,430,000	874,093
Residence Halls Wiring & Electrical Renovations	Housing and Dining System – Series G	06/07/00	6,425,000	6,010,000	508,669
Elliot University Center Addition and Renovation	General Revenue Bonds–Series A	06/27/01	19,870,000	18,490,000	1,393,119
Oakland Ave. Parking Deck/Defeased SFS Series A	General Revenue Bonds–Series B	01/04/02	16,445,000	15,090,000	1,331,800
Residence Hall Renovations/Defeased H&D Series C	General Revenue Bonds–Series 2002A	11/14/02	8,835,000	8,540,000	724,038
Total–UNC Greensboro				75,530,000	7,027,189

APPENDIX G

Statement of Bonded Indebtedness as of June 30, 2004 Constituent Institutions of The University of North Carolina

Facility	Bond Issue	Date of Issue	Amount of Issue	Amount Outstanding 6/30/04	Debt Service 6/30/04
UNC Pembroke					
Student Housing Note	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	3,130,000	2,670,000	251,695
Recreational Facilities Student Fee Loan	UNC System Pool Revenue Bonds–Series 2000	10/01/00	1,025,000	930,000	86,194
Dining System	UNC System Pool Revenue Bonds–Series 2000	10/01/00	755,000	645,000	76,467
Recreation Center Improvements	UNC System Pool Revenue Bonds–Series 2002B	11/14/02	605,000	530,000	80,199
Surface Parking Lot	UNC System Pool Revenue Bonds–Series 2002B	11/14/02	285,000	250,000	36,845
University Center Renovation & Expansion, Auxiliary Services Complex, and Student Recreational Facility Improvements	UNC System Pool Revenue Bonds–Series 2003B	10/01/03	5,270,000	5,125,000	233,971
Total–UNC Pembroke				10,150,000	765,371
UNC Wilmington					
Dormitory–Belk	Dormitory and Dining Hall System Revenue Bonds–Series B	01/01/75	1,400,000	505,000	90,000
Trask Coliseum	Physical Education System Revenue Bond–Series B	03/01/94	1,140,000	535,000	75,000
Dorm – 1998	DDH Revenue Bonds Series J	06/04/97	6,440,000	5,135,000	255,000
Student Union & Annex	Student Union System Revenue Bonds–Series 1997	06/04/97	4,300,000	2,865,000	345,000
Recreation Bond 1998	Recreation System Revenue Bonds–Series 1998	05/06/98	10,300,000	8,475,000	410,000
Residence Hall	General Revenue Bonds – Series 2002A	06/20/02	11,500,000	11,110,000	400,000
Westside Parking/Apartments	General Revenue Bonds – Series 2002B	10/15/02	6,735,000	6,380,000	270,000
Student Union Construction	General Revenue Bonds – Series 2003A	04/15/03	30,000,000	30,000,000	780,000
Refundings Series I	General Revenue Bonds – Series 2003B	10/20/03	5,100,000	5,060,000	1,020,000
Total–UNC Wilmington				70,065,000	3,645,000

APPENDIX G

Statement of Bonded Indebtedness as of June 30, 2004 Constituent Institutions of The University of North Carolina

Facility	Bond Issue	Date of Issue	Amount of Issue	Amount Outstanding 6/30/04	Debt Service 6/30/04
Western Carolina University					
Dormitory–Scott Hall	Dormitory System Revenue Bonds–Series D	05/01/67	2,394,000	299,000	103,970
16 Faculty Apartments	Faculty Housing Revenue Bonds–Series A	11/01/67	280,000	40,000	11,050
Fire Safety Improvements	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	465,000	345,000	45,406
Dormitory–Reynolds Defeasement	UNC System Pool Revenue Bonds–Series 2000	10/01/00	1,370,000	1,145,000	190,475
Student Center	UNC System Pool Revenue Bonds–Series 2000	10/01/00	5,355,000	5,020,000	392,175
Athletic Facilities–Stadium	UNC System Pool Revenue Bonds–Series 2002	11/14/02	8,070,000	7,820,000	588,162
Athletic Facilities–Softball Field	UNC System Pool Revenue Bonds–Series 2003A	10/29/03	1,510,000	1,470,000	103,966
Student Recreation Center	UNC System Pool Revenue Bonds–Series 2003A	10/29/03	11,610,000	11,295,000	787,101
Total–Western Carolina University				27,434,000	2,222,305
Winston-Salem State University					
Student Services Complex	Student Services System–Student Fee Revenue Bonds–Series 1995A	12/05/95	3,600,000	105,000	186,684
New Dormitory	Housing and Dining System Revenue Bonds–Series 1998B	09/01/98	8,430,000	7,375,000	757,714
Residence Hall Renovations	UNC System Pool Revenue Bonds–Series 2002B	11/14/02	3,030,000	2,865,000	305,558
Student Services Complex – Refunding	UNC System Pool Revenue Bonds–Series 2004B	03/31/04	2,925,000	2,925,000	0
Total–Winston-Salem State University				13,270,000	1,249,956
Total Outstanding Bonded Indebtedness of the Institutions				1,144,193,431	80,844,125

Note: Debt service includes both principal and interest payments.

APPENDIX G

Statement of Other Indebtedness as of June 30, 2004
Constituent Institutions of The University of North Carolina

Facility	Lender	Date of Loan	Amount of Loan	Amount Outstanding 6/30/04	Debt Service 6/30/04
Appalachian State University					
Visual Arts Building	Bank One	08/03/99	\$2,700,000	\$ 1,511,003	\$261,124
North Carolina School of the Arts					
Student Activities Center	Wachovia Bank	04/17/03	1,500,000	1,200,000	323,205
North Carolina State University					
General Revenue 2002A Commercial Paper	General Revenue 2002A	03/05/02	60,000,000	15,000,000	32,845
UNC-Chapel Hill					
General Revenue 2002A Commercial Paper	General Revenue 2002A	03/05/02	1,000,000	8,841,000	38,880
UNC Wilmington					
Parking Lot 97	Branch Banking & Trust	02/06/97	430,000	124,474	0
Western Carolina University					
Hinds University Center	First Union National Bank	11/30/95	3,800,000	2,080,239	389,247
Total of Other Outstanding Indebtedness of the Institutions				28,756,716	1,045,301

The University of North Carolina

Report on Fiscal Liabilities

Section 2

Other Liabilities as of June 30, 2004

APPENDIX G

**The University of North Carolina
Section II - Other Financial Obligations
2003-04**

Institution	<i>Other Contingent Liabilities</i>	
	Amount	Description
Appalachian State University	0	none
East Carolina University	1,922,096	Capital lease - medical equipment
Elizabeth City State University	14,155,000	Foundation - student housing lease
Fayetteville State University	0	none
North Carolina A & T State University	0	none
North Carolina Central University	724,600	Capital lease - equipment & vehicles
North Carolina School of the Arts	0	none
North Carolina State University	170,755	Capital leases - equipment
UNC Asheville	0	none
UNC-Chapel Hill	1,320,414	Capital lease - medical & research equipment
	9,950,000	20-year lease with UNC-CH Foundation and sublease with General Alumni Association for use of alumni facilities
UNC Charlotte	0	none
UNC Greensboro	0	none
UNC Pembroke	12,219,354	Foundation - student housing lease
UNC Wilmington	180,874	Capital lease - athletic fields lighting
Western Carolina University	27,643	Capital lease - equipment
	23,318,820	Foundation - student housing lease
Winston-Salem State University	0	none