

APPENDIX B

Declaration of Emergency Lease of Student Housing – North Carolina Agricultural and Technical State University

On August 9, 2004 the Chancellor of North Carolina Agricultural and Technical State University informed the President of the need to invoke emergency procedures to immediately enter into a lease agreement for up to 94 beds to accommodate students wishing to reside on campus for the fall semester. This action was necessary because of an unforeseen construction delay in the renovation of Morrison Hall that reduced the University's available housing capacity. Morrison Hall is expected to be ready for student occupancy by the beginning of the 2005 spring semester.

The State Property Office, using its emergency procedures, secured a lease for the duration of the fall semester with Oakwood Corporate Housing at their Northwinds Apartments Community. Estimated at \$87,730, the cost of the lease will be funded from student housing receipts.

All students contracted and assigned to Morrison Hall were given the choice of staying at other assigned housing at the previously contracted cost or to select from other available university housing options and paying any additional cost called for by the university's housing cost schedule.

After placement of this leased space within the university's housing cost strategy, it is expected that a portion of the total lease cost will not be offset by rents charged to the students and will need to be funded from housing reserves.