

APPENDIX E

Disposition of Properties – The University of North Carolina at Chapel Hill

The Board of Trustees of The University of North Carolina at Chapel Hill has requested approval of the disposition of two properties located in Chapel Hill.

The first property is to be sold and is located at the corner of Senlac and Boundary Streets, the southeast corner of the parcel occupied by Brooks Hall housing the UNC Press. It is a parcel of approximately one half-acre with an access easement traversing it to an adjacent property owned by Elizabeth Price Kenan. The property will be sold at no less than its fair market value with the proceeds going to the general fund of the state. The University will concurrently retain an option to purchase the entire parcel along Senlac Road owned by Mrs. Kenan at the fair market value of the time of exercise from the adjacent owner, Mrs. Kenan or her heirs, when she elects to sell or otherwise convey her property outside her immediate family.

Next, the Board has requested approval of the disposition of property by ground lease on the site of the Baity House north of Mason Farm Road in Chapel Hill. The lease to the University of North Carolina at Chapel Hill Foundation would include approximately 23 acres of land on which the Foundation would construct 306 apartment-style units to house students and their families. The lease would expire upon completion of the construction. Upon lease expiration, the improvements would revert to the University as a gift-in-place. Contingent upon approval of the non-appropriated capital improvements project bill by the General Assembly, the University would also accept responsibility for any indebtedness incurred to finance the project.

It is recommended that the requests of the Board of Trustees be approved and transmitted to the Council of State for final action.