

Disposition of Property by Lease – The University of North Carolina at Pembroke

The Board of Trustees of the University of North Carolina at Pembroke has requested approval to lease State land to the University of North Carolina at Pembroke Foundation, Inc. (the Foundation) for the purpose of constructing a Health and Physical Education Center (Field House) on campus.

Using private funds, the project will be built at the Irwin Belk Track and Soccer Complex and is estimated to cost \$4,600,000. Construction will be accomplished by leasing State land to the Foundation for the time required to complete the project and retire debt incurred. When the debt is paid, the Foundation will donate the building to the State which will accept the completed project as a gift-in-place and the lease will expire.

The Foundation is working with private banks through the North Carolina Capital Facilities Finance Agency to provide financing for the construction of the Center and has begun the capital campaign to raise the funds needed to retire the indebtedness.

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