

## **Disposition of Property by Lease – NC State**

### **ISSUE OVERVIEW**

UNC System institutions are required to request authority from the Board of Governors to proceed with certain acquisitions and dispositions of real property. In this case, NC State University has been delegated authority to approve and execute leases that are no more than 10 years in length and less than \$500,000 in annual rent. The lease proposed between NC State and ABB exceeds \$500,000 and this requires BOG review and approval.

The NC State University Board of Trustees has requested authorization to extend a lease to ABB for space in the Poulton Innovation Center Building, 1021 Main Campus Drive, Raleigh, NC, on the Centennial Campus. This lease furthers programmatic connectivity between private firms located on Centennial Campus and the university at large.

### **North Carolina State University at Raleigh Property Disposition - Lease**

LESSOR:	State of North Carolina, North Carolina State University
LESSEE:	ABB
LOCATION:	1021 Main Campus Drive, Raleigh, NC
LEASE AMOUNT:	\$792,956.25 (3% per year escalation)
DESCRIPTION:	+/- 28,575 rsf
LEASE TERM:	Five-year term with option for one five-year extension
LEASE EXPIRATION:	November 30, 2023

The lease of this property was approved by the NC State Board of Trustees at its meeting on February 16, 2018.

### **RECOMMENDATION**

It is recommended that the Board of Governors approve this request.