<table>
<thead>
<tr>
<th>Date</th>
<th>Event</th>
<th>Presenter</th>
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<tr>
<td>September 10, 2019</td>
<td>An Overview of Graduate Education: From Enrollment through Graduation</td>
<td>Titmus</td>
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<td>November 19, 2019</td>
<td>Strategic Plan Report Card</td>
<td>Titmus</td>
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Board of Trustees Appointments

• Board of Governors
  • Stan Kelly
  • Dewayne Washington
  • Chip Andrews
  • Ed Stack

• North Carolina General Assembly
  • Ann Goodnight
  • Jimmy Clark
Legislative Update

- **House Bill 966, 2019 Appropriations Act**
  - **Capital**
    - $80M authorization from the State Capital and Infrastructure Fund (the “Pay As You Go” plan) for a $160M Integrative Sciences Building
      - Year 1 – $14,000,000
      - Year 2 – $21,000,000
      - Year 3 – $25,000,000
      - Year 4 – $20,000,000
    - $2M for a new Apiculture (bee) facility
  - **Enrollment**
    - $75 million set aside in a reserve for future enrollment growth funding for the UNC System, NC Community Colleges, and public schools
Facilities

$80 million and $50 million respectively in years one and two of the biennium for Repairs and Renovation (R&R) to address the backlog of issues throughout the System.

Increases the ability of the university to carry forward any funds remaining at the end of the year from 2.5% to 5% for the next four years.

Increases Chancellors’ approval authority on R&R projects up to $1 million.

Employees

Funding for salary increases (0.5/1%) for university employees pursuant to policies adopted by the Board of Governors.

A one-time additional five days of non-expiring annual leave for eligible state employees.

Removal of Board of Governors approval of salary increases of more than 5% for salaries of more than $100k and creation of positions of more than $70,000.
- Other
  - $2 million each year of the biennium for NIIMBL
  - $6 million in the first year of the biennium and $11.4 million in the second year for Faculty Recruitment and Retention efforts
  - $200,000 recurring for two new Agricultural Education Coordinators
  - Targeted funding for Cooperative Extension Service operations in Avery and Franklin Counties
• Provisions Removed
  • $4M recurring Facilities and Administrative Receipts cut
  • Unfavorable enrollment funding language

House Bill 389, ABC/Univ Athletic Facility:
• Allows for the sale of beer and wine in athletic venues pending approval by the Board of Trustees
Establishment of the Endowment Fund

1971: North Carolina legislature passed General Statute §116-36

Granted authority to each constituent institution’s Board of Trustees to establish an investment board to be known as the BOT of the Endowment Fund of the constituent institution.
Endowment Fund Facts

• The Endowment Fund was statutorily created by the State of North Carolina Legislature in 1977
• The Endowment Fund is governed by a nine-member Board of Trustees of the Endowment Fund
• The Endowment Fund is subject to annual review by State of North Carolina auditors and is reported in the University’s financial statements
• The Endowment Fund utilizes the investment services of the NC State Investment Fund
Key Attributes of the Endowment Fund

• May receive property of any kind from any source
• May hold title to real property
• Power to buy, sell, lease, develop, exchange, lend, transfer, or otherwise acquire and dispose of property
• In doing so, exempt from state overlays, public works, construction and competitive solicitation
• Subject to NC Public Records Act; not subject to the NC Open Meetings Act
• Sovereign immunity
<table>
<thead>
<tr>
<th>Chair</th>
<th>Vice Chair</th>
<th>Chancellor</th>
</tr>
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<tbody>
<tr>
<td>Jimmy D. Clark</td>
<td>Stan Kelly</td>
<td>W. Randolph Woodson</td>
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<tr>
<td>Larry D. Barbour</td>
<td>Lawrence Davenport</td>
<td>Benjamin P. Jenkins</td>
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<tr>
<td>Gayle Lanier</td>
<td>James W. Owens</td>
<td>Art Raymond</td>
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Endowment Fund Growth (a portion of the University’s total endowment)

Note: Includes long-term pooled investments, Hofmann Forest endowment, other directly owned assets, Bell Tower Holdings, and cash.
Endowment Fund
Significant Directly-Owned Assets

Besides pooled investments, several endowments own other assets warranting board updates:

**Centennial Campus Land** – approx. 75 acres owned by University Enhancement Endowment

**Hofmann Forest** – approx. 79,000 acres of managed forest located in Jones and Onslow counties, owned by endowment of same name. Net income from the operation of the Hofmann Forest may only be used for support of the College of Natural Resources. A contract for a $78 million dollar timber deed for 50 years was secured and $78 million was received 6/30/16.

**Maiden Lane** – parking lot that is currently used as rental property and is located adjacent to campus

**Raymond P. Cunningham** – used by the College of Agriculture and Life Sciences as part of a research station used to conduct research and teaching

**Marine Aquaculture Research Center (MARC)** – property being used by the College of Agriculture and Life Sciences for research and teaching purposes

**W.N. Reynolds Faculty House** – lodging facility in Kannapolis, NC owned by the William N. Reynolds professorship

**Trinity Road** – approx. 23 acres owned by the University Enhancement Endowment
Endowment Fund Real Estate (Excludes Programmatic)

75 Acres on Centennial Campus:
  - 47 Acres Leased
  - 28 Acres Un-leased

24.3 Acres:
  - 0.686 Acre -- Maiden Ln
  - 23.22 Acres -- Trinity Rd
  - 0.13 Acre -- Hope St
  - 0.24 Acre -- Trailwood Dr

99.3 Total Acres
Center for Technology and Innovation (CTI) – Ground Lease

Opened January 2017

105,000 Square Feet

Tenants:

• The Nonwoven Institute
• DELTA
• Bandwidth
• 15,000 sq. ft. unoccupied
Biomedical Partnership Building (BPC) – Ground Lease

Opened April 2017

44,500 Square Feet

Tenants:
- Vet School/Provost
- Smithfield Foods (Murphy Brown)
- Hipra
- Adrenas
- 2,433 sq. ft. unoccupied
StateView Hotel: Autograph Marriott Collection – Ground Lease

Opened October 2017

168 Rooms
North Shore Community – Ground Lease

64 town homes complete

Future:

35 unit condo building planned

16 additional town homes
The Innovation District

32-acre phased development

Mixed Use Innovation District

Negotiations with developer underway
The Innovation District at Centennial Campus
Innovation Districts Are...

... the ultimate mash up of entrepreneurs and educational institutions, start-ups and schools, mixed-use development... bike-sharing and bankable investments—all connected by transit, powered by clean energy, wired for digital technology, and fueled by caffeine.

-- Brookings Institution
Reimagined Oval Drive
Innovation Hall
Innovation Plaza
Transit Station
Future Hotel

32+ Acres
3M+ Square Feet
5+ Phases

Innovation Ecosystem
Regional Destination
High Visibility
Mixed-Use Urban Village

Office
Lab
Start-Up Space
Residential
Innovation Hall
Retail
Restaurant
Meeting Space
Fitness
Innovation Plaza

Key Terms:
15-year option to lease
99-year ground lease term
100% self-parked
Infrastructure installed by developer

Pullen Rd
Pullen District Gateway
Linear Park
Park/Plaza
Academic Core
Dix Park District Gateway
Food Truck Rodeos

SPLATTERFEST 2018
Food Trucks
Family Fun
Art
Oct. 6th
10 AM - 3 PM
Questions?