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BOARD OF TRUSTEES
THE UNIVERSITY OF NORTH CAROLINA AT GREENSBORO

March 7, 2013

ACTION ITEM: Issuance of Special Obligation Bonds

BACKGROUND INFORMATION:

Article 3, Section 116D of the General Statutes of North Carolina allows UNC institutions to issue debt under the Board of Governors that is secured by the revenues of the institution except for tuition, state appropriations and restricted funds to pay the costs of acquiring, constructing or providing a capital project at the institution or refunding any obligations for the institution previously issued by the Board of Governors.

The legislation that allows the Board of Governors to issue Special Obligation Bonds requires the beneficiary institution’s Board of Trustees to approve their issuance.

The Board of Governors has issued special obligation bonds known as “The University of North Carolina at Greensboro General Revenue and Revenue Refunding Bonds, Series 2012A”, the proceeds of which are being applied, in part, to the acquisition of a residence hall known as Jefferson Suites and the construction and equipping of a campus police building.

The replacement of parking spaces lost to the Jefferson Suites siting was planned as part of the cost for the Jefferson Suites acquisition, and will be constructed in a new capital project known as “1600 W. Lee Street Parking Lot Improvements” at a cost of $3,432,000. This new capital project was authorized by Session Law 2012-164 of the General Assembly, following earlier approval by the Board of Trustees and the Board of Governors.

The Board of Trustees is now being asked to approve the issuance of debt for the 1600 W. Lee Street Parking Lot Improvements with the intent to use part of the proceeds of the 2012A bonds for a portion of the construction costs of the 1600 W. Lee Street Parking Lot Improvements capital project.

REQUIREMENT:

In accordance with the legislation contained in North Carolina General Statutes concerning the issuance of Special Obligation Bonds, action is needed by the Board of Trustees to approve the issuance of bonds.

RECOMMENDED ACTION:

That the Board of Trustees of The University of North Carolina at Greensboro approve the following resolution:
RESOLUTION OF THE BOARD OF TRUSTEES OF  
THE UNIVERSITY OF NORTH CAROLINA AT GREENSBORO  
APPROVING THE ISSUANCE OF SPECIAL OBLIGATION BONDS

WHEREAS, under Article 3, Section 116D General Statutes of North Carolina (the “Act”) the Board of Governors (the “Board of Governors”) of the University of North Carolina (the “University”) may issue special obligation bonds, payable from obligated resources to pay the costs of acquiring, constructing or providing special obligation projects at one of the constituent institutions of the University or refunding any obligations previously issued by the Board of Governors;

WHEREAS, the Board of Governors has issued its special obligation bonds known as “The University of North Carolina at Greensboro General Revenue and Revenue Refunding Bonds, Series 2012A” (the “Bonds”), the proceeds of which are being applied, in part, to the acquisition of a residence hall known as Jefferson Suites and the constructing and equipping of a new campus police building;

WHEREAS, The Board of Trustees further intended that the proceeds of the Bonds be applied to the construction of parking improvements authorized by Chapter 164 of the 2012 Session Laws of the North Carolina General Assembly as the 1600 W. Lee Street Parking Lot Improvements (the “Special Obligation Bond Project”);

WHEREAS, Section 116D-26(b) of the Act requires the Board of Trustees of The University of North Carolina at Greensboro to approve the issuance of Bonds for the Special Obligation Bond Project;

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of The University of North Carolina at Greensboro as follows:

Section 1. Approval of Issuance of Bonds. The issuance of the Bonds for the Special Obligation Bond Project is approved.

Section 2. Effective Date. This Resolution is effective immediately.

ADOPTED AND APPROVED this 7th day of March, 2013.

THE BOARD OF TRUSTEES OF THE UNIVERSITY OF NORTH CAROLINA AT GREENSBORO

By: ____________________________________________

Secretary
STATE OF NORTH CAROLINA  )
) ss:
COUNTY OF GUILFORD  )

I, ________________________, the duly elected Secretary of the Board of Trustees of The University of North Carolina at Greensboro, DO HEREBY CERTIFY that (1) the foregoing is a full, true and correct copy of the Resolution adopted by the Board of Trustees of The University of North Carolina at Greensboro at its meeting of March 7, 2013 and appearing in the minutes of such meeting, (2) notice of the meeting of the Board of Trustees of The University of North Carolina at Greensboro held on March 7, 2013 was sent to each member of the Board, and (3) a quorum was present at the meeting on March 7, 2013 at which time the foregoing Resolution was adopted.

WITNESS, my hand and the seal of The University of North Carolina at Greensboro this ___ day of March, 2013.

[SEAL]

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Secretary