



**STATE OF NORTH CAROLINA  
OFFICE OF STATE BUDGET AND MANAGEMENT**



Employment First State for Individuals with Disabilities

ROY COOPER  
GOVERNOR

KRISTIN WALKER  
STATE BUDGET DIRECTOR

January 22, 2024

TO: Department Heads and Chief Fiscal Officers  
State Departments, Agencies, and Institutions

FROM: Kristin Walker *Kristin Walker*

SUBJECT: Council of State Meeting Notification

The next Council of State (COS) meeting is scheduled for 9:00 am on Tuesday, February 6, 2024. Although space is limited, members and guests are invited to attend in person at the Transportation Building, 1 South Wilmington Street, DOT Board Room (#150), Raleigh, NC. Guests should sign-in at the Security Desk upon arrival to the main entrance accessible from Wilmington Street. For those who wish to participate virtually, a link will be provided closer to the meeting date.

Submissions to be considered for the February 6, 2024 Council of State agenda should be submitted by January 23, 2024. If there are questions, please email them to [MaryGrace.Corr@osbm.nc.gov](mailto:MaryGrace.Corr@osbm.nc.gov).

Thank you.

KW/mgc

COUNCIL OF STATE  
ETHICS AWARENESS AND CONFLICT OF INTEREST REMINDER

In accordance with the State Government Ethics Act, it is the duty of every Council member to avoid both conflicts of interest and the appearances of conflict.

If any Council member has any known conflict of interest or is aware of facts that might create the appearance of such conflict, with respect to any matters coming before the Council today, please identify the conflict or the facts that might create the appearance of a conflict to ensure that any inappropriate participation in that matter may be avoided. If at any time, any new matter raises a conflict during the meeting, please be sure to identify it at that time.

AGENDA

COUNCIL OF STATE

February 6, 2024

Transportation Building  
1 South Wilmington Street, Raleigh  
DOT Board Room, Room 150

Webex public link for guests wishing to participate virtually - <https://bit.ly/COSFeb2024>

		<u>Page</u>
A.	Ethics Awareness and Conflict of Interest Reminder	
B.	Approval of the January 9, 2024 Minutes	
C.	Interest Matters	Dale Folwell
	1. STIF Rate and Report on Earnings	
D.	Fire Insurance Matters	Mike Causey 1
E.	Board of Transportation Right of Way Matters	Heather Fulghum 5
F.	State Property Matters	Tim Walton 9
G.	Other Matters	19
	1. Other Discussion	Governor



February 6, 2024

MEMORANDUM

TO: The Council of State

FROM: Dale Folwell  
State Treasurer

SUBJECT: CURRENT STIF RATE AND REPORT ON THE EARNINGS CREDITED TO THE GENERAL AND HIGHWAY FUNDS FOR THE TIME PERIODS INDICATED

Short-Term Investment Fund (STIF) Current Month (December)  
Annualized Net Cast Return 4.18%

The earnings of the Short-Term Investment Fund credited to the General Fund and Highway Funds are shown below:

	<u>General Fund</u>	<u>Highway Fund</u>	<u>Highway Trust Fund</u>	<u>Total Highway Funds</u>
January 2024 Credits	\$57,956,480	\$ (658)	\$6,829,523	\$ 6,828,865
2023-24 Fiscal Y-T-D Credits	\$383,855,207	\$35,472,634	\$13,362,004	\$48,834,638
2022-23 Fiscal Y-T-D Credits	\$110,590,176	\$10,908,225	\$7,900,356	\$18,808,581

Fund earnings and STIF Return provided by NC Financial Operations Division.

FIRE INSURANCE MATTERS  
FUND CONDITION REPORT

**State Property Fire Insurance Fund**

**Fund Condition -February 2024 Council of State**

**(Cumulative Since July 1, 2023 as of December 31, 2023)**

<b>Beginning Balance</b>	<b>7/1/2023</b>	<b>5,423,525.58</b>
Premium Received		9,778,857.55
Legislative Funding		20,000,000.00
Reinsurance Reimbursement		210,866.80
Interest Income		75,331.16
Realized Gain - Sale of Investments		0.00
<b>Total Income</b>		<b>35,488,581.09</b>
Losses Paid (Fund)		5,882,003.31
Losses Paid (Reinsurer)		0.00
Return of Expenditure		0.00
Reinsurance Premium Paid		7,642,122.60
Realized Loss - Sale of Investments		12,101.32
Administrative Expenses		849,099.08
<b>Total Expenses</b>		<b>14,385,326.31</b>
<b>Fund Balance</b>	<b>12/31/2023</b>	<b>21,103,254.78</b>

FIRE INSURANCE MATTERS  
PROPERTY INSURANCE LOSSES

February 6, 2024

The Department of Insurance requests permission to pay the following loss(es) from the State Property Fire Insurance Fund:

**UNC Chapel Hill**

Location of Loss: Burnett-Womack  
Cause of Loss: Frozen Pipe-Water Damage  
Date of Loss: December 25, 2022  
Loss Number: 2023003-60005002  
Amount of Loss \$27,253.49

**UNC Chapel Hill**

Location of Loss: Sonya Haynes Stone Center  
Cause of Loss: Frozen Pipe-Water Damage  
Date of Loss: December 24, 2022  
Loss Number: 20230004-60005002  
Amount of Loss \$78,188.70

**Winston-Salem State University**

Location of Loss: Anderson Center  
Cause of Loss: Dishwasher Fire  
Date of Loss: June 5, 2022  
Loss Number: 20220012-60005013  
Amount of Loss \$76,855.61

**Department of Public Safety**

Location of Loss: Alexander Detention Center  
Cause of Loss: Lightning  
Date of Loss: August 7, 2023  
Loss Number: 20230027-49004020  
Amount of Loss \$67,741.53

**UNC Hospitals**

Location of Loss: Hillsborough  
Cause of Loss: Damage to MRI  
Date of Loss: July 17, 2021  
Loss Number: 20210030-60005018  
Amount of Loss \$68,156.10

FIRE INSURANCE MATTERS  
PROPERTY INSURANCE LOSSES (Continued)

**UNC Hospitals**

Location of Loss: Main hospital-CH  
Cause of Loss: Falling Object  
Date of Loss: July 10, 2023  
Loss Number: 20230046-60005018  
Amount of Loss \$99,000.00

**UNC Hospitals**

Location of Loss: Main hospital-CH  
Cause of Loss: Damage contents in transit  
Date of Loss: February 13, 2023  
Loss Number: 20230010-60005018  
Amount of Loss \$16,693.40

**East Carolina University**

Location of Loss: Main Campus- Greenville  
Cause of Loss: Wind  
Date of Loss: September 23, 2023  
Loss Number: 20230038-60005008  
Amount of Loss \$44,128.00

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COUNCIL OF STATE  
BOARD OF TRANSPORTATION RIGHT OF WAY MATTERS INDEX

February 6, 2024

<u>SALE OF RESIDUE TO HIGHEST BIDDER VIA REAL ESTATE AGENT AND/OR AUCTIONEER</u>	<u>Page</u>
1. John E. Woodie & Patricia D. Woodie	6
2. Dennis L. Howell and Wife, Marilyn R. Howell, Tenants by Entirety	6
<u>CONVEYANCE OF RESIDUE AS PART SETTLEMENT OF HIGHWAY RIGHT OF WAY CLAIM</u>	
1. Blue Water Properties of New Bern LLC	7
<u>SALE OF RESIDUE TO HIGHEST BIDDER AFTER PUBLIC ADVERTISEMENT</u>	
1. 1513 S Bloodworth, LLC	8
<u>SALE OF SURPLUS RIGHT OF WAY TO ADJACENT OWNERS</u>	
1. Albemarle U.S., Inc. a Delaware Corporation	8

BOARD OF TRANSPORTATION RIGHT OF WAY MATTERS  
SALE OF RESIDUE TO HIGHEST BIDDER VIA REAL ESTATE AGENT AND/OR  
AUCTIONEER

ITEM 1

GRANTOR: State of North Carolina Department of Transportation

GRANTEES: John E. Woodie & Patricia D. Woodie

LOCATION: US-21  
Alleghany County

AREA: 0.414 Acres

CONSIDERATION: \$28,890.00

COMMISSION: Buyer's Premium

COMMENTS: The Department acquired this residue during the construction of Highway Project R-3101 in Alleghany County for \$14,200.00 in 2012. The current appraised value of this residue property is \$30,000.00. The Grantees, John E. Woodie & Patricia D. Woodie, the highest bidders after auctioneer advertisement, have agreed to pay the Department the high bid amount of \$28,890.00. The Secretary of Transportation approved this conveyance with the concurrence of the Board of Transportation in a resolution adopted on January 4, 2024.

ITEM 2

GRANTOR: State of North Carolina Department of Transportation

GRANTEE: Dennis L. Howell and Wife, Marilyn R. Howell, Tenants by Entirety

LOCATION: US-19  
Yancey County

AREA: 0.700 Acres

CONSIDERATION: \$144,361.58

COMMISSION: Buyer's Premium

COMMENTS: The Department acquired this residue during the construction of Highway Project R-2519B in Yancey County for \$5,600.00 in 2017. The current appraised value of this residue property is \$25,000.00. The Grantees, Dennis L. Howell and Wife, Marilyn R. Howell, Tenants by Entirety, the highest bidders after auctioneer advertisement, have agreed to pay the Department the high bid amount of \$144,361.58. The Secretary of Transportation approved this conveyance with the concurrence of the Board of Transportation in a resolution adopted on January 4, 2024.

BOARD OF TRANSPORTATION RIGHT OF WAY MATTERS  
CONVEYANCE OF RESIDUE AS PART SETTLEMENT OF HIGHWAY  
RIGHT OF WAY CLAIM

ITEM 1

GRANTOR: State of North Carolina Department of Transportation

GRANTEE: Blue Water Properties of New Bern LLC

LOCATION: US-70  
Craven County

AREA: 0.586 Acres

CONSIDERATION: Part of the consideration for the full settlement of the Grantee's highway right of way claim. The appraised value of the residue is \$217,100.00.

COMMENTS: This residue property was acquired by the Department in connection with the construction of Highway Project R-5777A in Craven County. The Department purchased this residue for \$217,100.00 in 2017. The Grantee, Blue Water Properties of New Bern LLC., through a mediated settlement, has agreed to settle their right of way acquisition claim for \$626,500.00, while agreeing to accept conveyance of the subject residue valued at \$217,000.00 as part of the total settlement. This conveyance prevents the Department from acquiring the Grantee's 0.697 Uneconomic Remanent valued at \$739,575.00 and from relocating a business. The Secretary of Transportation approved this conveyance with the concurrence of the Board of Transportation in a resolution adopted on January 4, 2024.

BOARD OF TRANSPORTATION RIGHT OF WAY MATTERS  
SALE OF RESIDUE TO HIGHEST BIDDER AFTER PUBLIC ADVERTISEMENT

ITEM 1

GRANTOR: State of North Carolina Department of Transportation

GRANTEE: 1513 S Bloodworth, LLC

LOCATION: I-40 & Raleigh Beltline  
Wake County

AREA: 0.290 Acres

CONSIDERATION: \$74,550.00

COMMENTS: The residue property was acquired by the Department in connection with the construction of Highway Project 8.1475509 in Wake County. The Department purchased this residue for \$5,182.00 in 1976. The current appraised value of this residue property is \$40,000.00. The Grantee, 1513 S Bloodworth, LLC., the highest bidder after public advertising, has agreed to pay the Department the high bid amount of \$74,550.00. The Secretary of Transportation approved this conveyance with the concurrence of the Board of Transportation in a resolution adopted on January 4, 2024.

SALE OF SURPLUS RIGHT OF WAY TO ADJACENT OWNERS

ITEM 1

GRANTOR: State of North Carolina Department of Transportation

GRANTEES: Albemarle U.S., Inc., a Delaware Corporation

LOCATION: I-85  
Cleveland County

AREA: 11.440 Acres

CONSIDERATION: \$429,000.00

COMMENTS: The Department acquired this Highway Right of Way during the construction of Highway Project 8.1826803 in Cleveland County for \$7,675.00 in 1971. The Grantee, Albemarle U.S., INC, a Delaware Corporation, has agreed to purchase the surplus 11.440 acres for its appraised value of \$429,000.00. The Secretary of Transportation approved this conveyance with concurrence of the Board of Transportation in a resolution adopted January 4, 2024.

COUNCIL OF STATE  
STATE PROPERTY INDEX

February 6, 2024

	<u>Page</u>
<u>ACQUISITION BY DEED</u>	
1. FORT DOBBS ALLIANCE, INC (DNCR-HISTORIC SITES) Iredell County	10
2. The North Carolina A&T Real Estate Foundation, Inc. (NCA&TSU) Guilford County	10
<u>DISPOSITION BY DEED</u>	
1. Department of Transportation (TRANSPORTATION) Moore County	11
2. Department of Transportation (UNC-CH) Chatham County	11
<u>DISPOSITION BY LEASE</u>	
1. North Carolina Museum of History Associates, Inc. (DNCR-MUSEUMS) Wake County	12
2. North Carolina Museum of Art Foundation, Inc. (DNCR-MUSEUMS) Wake County	12
3. Friends of the North Carolina State Museum of Natural Sciences (DNCR-MUSEUMS) Wake County	13
<u>DISPOSITION BY EASEMENT</u>	
1. Durham County (ADMINISTRATION) Durham County	13
2. Duke Energy Progress, LLC (TRANSPORTATION) Lee County	14
3. City of Raleigh (NCSU) Wake County	14
4. Spencer McDonald & Madison L. McDonald (WCU) Jackson County	15
<u>SEVERANCE</u>	
1. Severance (AGRICULTURE) Bladen County	15
2. Severance (ECU) Pitt County	16
3. Severance (UNCP) Robeson County	17
<u>OTHER MATTERS</u>	
1. State Employees' Credit Union (AGRICULTURE) Guilford County	17
2. Lynda L. Woodard, Steven S. Woodard, Jonathan Woodard & Kevin Woodard (DNCR-PARKS) Ashe County	17
3. Tab Investment Holdings, LLC (PUBLIC SAFETY) Catawba County	18
4. University of North Carolina at Pembroke Student Housing Foundation, LLC (UNC-P) Robeson County	18

STATE PROPERTY MATTERS  
ACQUISITION BY DEED

ITEM 1

GRANTOR: FORT DOBBS ALLIANCE, INC  
William Pope, Secretary

GRANTEE: State of North Carolina, Department of Natural and Cultural Resources,  
State Historic Sites

LOCATION: 158 Cedar Lake Drive, Statesville, Iredell County

AREA: ±6.7 acres

CONSIDERATION: Gift

COMMENTS: Historic Site. Property proposed for acquisition is adjacent to Fort Dobbs Historic Site. Acquisition of this property will restrict the area from future development and will strengthen the buffer area between Fort Dobbs and a private subdivision. This item was reported to the Joint Legislative Commission on Governmental Operations. Notifications of acquisitions were made to the County and/or Municipality in accordance with G.S.§146-22.

ITEM 2

GRANTOR: The North Carolina A&T Real Estate Foundation, Inc.  
Kimberly Cameron, Executive Director

GRANTEE: State of North Carolina, North Carolina A&T State University

LOCATION: 409-411 Stewart Street, Greensboro, Guilford County

AREA: ±10,240 sq. ft. or 0.22 acre improved with a residential duplex  
dwelling containing 2,450 sq. ft., built in 1956

UNIT COST: \$2.34/sq. ft. - land  
\$69.81/sq. ft. – improvements

CONSIDERATION: \$195,000

COMMENTS: Campus Expansion. Property proposed for acquisition is needed for future expansion in accordance with the campus master plan. The improvements will be severed, and the site utilized for future development. The grantor will be reimbursed for direct expenses associated with this acquisition. Funding for this acquisition will be provided by Title III Education Grant funds. This item was reported to the Joint Legislative Commission on Governmental Operations. Notifications of acquisitions were made to the County and/or Municipality in accordance with G.S.§146-22.

STATE PROPERTY MATTERS (Continued)  
DISPOSITION BY DEED

ITEM 1

GRANTOR: State of North Carolina, Department of Transportation,  
Division of Highways, Maintenance

GRANTEE: State of North Carolina, Department of Transportation,  
Right of Way Division

LOCATION: NC Hwy 5, Aberdeen, Moore County

EASEMENT AREA: Right of Way: ±39,649 sq. ft. (0.910 acre)  
Permanent Utility and Drainage Easement: ±32,856 sq. ft. (0.75 acre)  
Temporary Construction Easement: ±36,328 sq. ft. (0.83 acre)

CONSIDERATION: \$472,850

COMMENTS: Right of Way. Proposed right of way and easements are needed for a road improvement project. The temporary construction easement will terminate upon completion of the project. This item was reported to the Joint Legislative Commission on Governmental Operations.

ITEM 2

GRANTOR: State of North Carolina, University of North Carolina at Chapell Hill

GRANTEE: State of North Carolina, Department of Transportation,  
Division of Highways, Right of Way

LOCATION: 325 Russet Run, Pittsboro, Chatham County

EASEMENT AREA: Right of Way: ±37,494.9 sq. ft. (±0.86 acre)  
Permanent Drainage Easement: ±1,091.3 sq. ft. (±0.025 acre)  
Temporary Construction Easement: ±14,679.9 sq. ft. (±0.337 acre)

CONSIDERATION: \$50,575

COMMENTS: Right of Way. Proposed right of way and easements are needed for a road improvement project. The temporary construction easement will terminate upon completion of the project. This item was reported to the Joint Legislative Commission on Governmental Operations.

STATE PROPERTY MATTERS (Continued)  
DISPOSITION BY LEASE

ITEM 1

LESSOR: State of North Carolina, Department of Natural and Cultural Resources,  
Division of Museums, Museum of History

LESSEE: North Carolina Museum of History Associates, Inc.  
Sonya Yankoglu, Executive Director

LOCATION: 5 East Edenton Street, Raleigh, Wake County

TERM: Three years effective March 1, 2024, or possession

AREA: ±5,163 sq. ft. within the Museum of History Building of office space,  
storage space, and gift shop

RENTAL: \$1.00 for the term

COMMENTS: Lease. New lease replacing an expired lease for operation of the gift shop by North Carolina Museum of History Associates, Inc. and use of office and storage space. Net proceeds from the gift shop sales and fundraising are for the promotion and broadening of influence of the Museum. This item was reported to the Joint Legislative Commission on Governmental Operations.

ITEM 2

LESSOR: State of North Carolina, Department of Natural and Cultural Resources,  
Division of Museums, Museum of Art

LESSEE: North Carolina Museum of Art Foundation, Inc.  
Brad Wilson, President

LOCATION: 2110 Blue Ridge Road, Raleigh, Wake County

TERM: Ten years effective March 1, 2024, or possession

AREA: ±23,825 sq. ft. of restaurant, café, dining area, kitchen/prep, courtyard and  
lounge space

RENTAL: \$1.00 for the term

COMMENTS: New Lease. New lease to allow operation of two dining areas and kitchens, by North Carolina Museum of Art Foundation Inc. The net proceeds from restaurant sales are for the promotion and broadening of influence of the Museum. The restaurant generates considerable traffic, which creates additional interest in the museum and its exhibits. This item was reported to the Joint Legislative Commission on Governmental Operations.



STATE PROPERTY MATTERS (Continued)  
DISPOSITION BY LEASE (Continued)

ITEM 3

LESSOR: State of NC, Department of Natural and Cultural Resources,  
Division of Museums, Museum of Natural Sciences

LESSEE: Friends of the North Carolina State Museum of Natural Sciences  
Andrea Nixon, Chair

LOCATION: 11 W. Jones Street and 121 W. Jones Street, Raleigh, Wake County

TERM: Ten years effective February 1, 2024, or possession

AREA: ±16,900 sq. ft. of office space, gift shop, special exhibit gallery, special  
exhibit store, and Café space  
±8,250 sq. ft. of office space, gift shop, ticket desk, and Café space

RENTAL: \$1.00 for the term

COMMENTS: Lease. New lease allows the operation of the three Gift shops and two Café areas by Lessee. The funds received will support the Museum of Natural Science. This item was reported to the Joint Legislative Commission on Governmental Operations.

DISPOSITION BY EASEMENT

ITEM 1

GRANTOR: State of North Carolina, Department of Administration

GRANTEE: Durham County

LOCATION: Eno River, Lebanon Township, Durham County

EASEMENT AREA: ±5,230 sq. ft. (±0.120 acre)

CONSIDERATION: \$250

COMMENTS: Subaqueous Easement. Proposed easement is needed for the installation of a new 24-inch sewer force main, replacing an aging and undersized force main which was installed in the early 1990's. The new force main will eliminate the risk of failure and provide additional capacity for future growth of the surrounding area.

STATE PROPERTY MATTERS (Continued)  
DISPOSITION BY EASEMENT (Continued)

ITEM 2

GRANTOR: State of North Carolina, Department of Transportation  
Division of Highways, Maintenance

GRANTEE: Duke Energy Progress, LLC

LOCATION: 1112 Bragg Street, Sanford, Lee County

EASEMENT AREA: ± 997 sq. ft. (± 0.022 acre)

CONSIDERATION: Benefit

COMMENTS: Utility Easement. Proposed easement is needed for the installation and maintenance of an electrical line serving a new highway maintenance building.

ITEM 3

GRANTOR: State of North Carolina, North Carolina State University

GRANTEE: City of Raleigh

LOCATION: Sierra Drive and Balboa Road, Raleigh, Wake County

EASEMENT AREA: ±8,344 sq. ft. (±0.192 acre)

CONSIDERATION: Benefit

COMMENTS: Stormwater Drainage Easement. Proposed easement is needed for a drainage easement improvement project which will involve the removal of a 42" exiting pipe to be replaced by a box culvert system.

STATE PROPERTY MATTERS (Continued)  
DISPOSITION BY EASEMENT (Continued)

ITEM 4

GRANTOR: State of North Carolina, Western Carolina University

GRANTEE: Spencer McDonald and wife, Madison L. McDonald

LOCATION: 2922 Little Savannah Road, Cullowhee, Jackson County

EASEMENT AREA:  $\pm 12'$  x  $\pm 184.60'$  or  $\pm 2,215.20$  sq. ft. ( $\pm 0.05$  acre)

CONSIDERATION: N/A

COMMENTS: Access Easement. Proposed easement is needed to provide access for an adjacent property owner. The proposed easement will also improve and provide a drivable access road onto a part of the university's property where access is difficult due to the topography of the terrain. Grantees will be responsible for all costs associated with maintenance and any improvements to the road. Use of the road by the grantees will be restricted through terms within the easement document.

SEVERANCE

ITEM 1

PROPOSED ACTION: Severance of timber

DEPARTMENT/AGENCY: State of North Carolina, Department of Agriculture and Consumer Services, NC Forest Service

LOCATION: Bladen Lakes State Forest, Bladen County

AREA:  $\pm 418$  acres

COMMENTS: Approval is requested to harvest  $\pm 418$  acres of mature timber, with  $\pm 92$  acres of longleaf pine having an intermediate harvest. The remaining  $\pm 326$  acres harvest method will be a clearcut of planted loblolly pine and slash pine, with natural hardwoods. The harvested area will be reforested with improved longleaf loblolly pine seedlings for future management. Severance will be completed by a contractor.

STATE PROPERTY MATTERS (Continued)  
SEVERANCE (Continued)

ITEM 2

PROPOSED ACTION: Severance by demolition

DEPARTMENT/AGENCY: State of North Carolina, East Carolina University

LOCATION: 1800 West Fifth Street, Greenville, Pitt County

STRUCTURES:

- 1) Medical Pavilion #3 #99B, built in 1961, containing ±1,139 sq. ft., Complex #74-6, Asset #16
- 2) Medical Pavilion #2 #99A, built in 1961, containing ±2,041 sq. ft., Complex #74-6, Asset #17
- 3) Medical Pavilion #1 #153, built in 1961, containing ±1,261 sq. ft., Complex #74-6, Asset #24
- 4) Medical Pavilion #4 #116, built in 1961, containing ±1,400 sq. ft., Complex #74-6, Asset #25
- 5) Medical Pavilion #5 #149, built in 1961, containing ±2,222 sq. ft., Complex #74-6, Asset #26
- 6) Medical Pavilion #7 #138, built in 1961, containing ±869 sq. ft., Complex #74-6, Asset #27
- 7) Medical Pavilion #9 #139, built in 1961, containing ±1,218 sq. ft., Complex #74-6, Asset #28
- 8) Medical Pavilion #10 #140, built in 1961, containing ±1,326 sq. ft., Complex #74-6, Asset #29
- 9) Medical Pavilion #6 #173, built in 1961, containing ±4,065 sq. ft., Complex #74-6, Asset #30
- 10) Medical Pavilion #8 #257, built in 1961, containing ±2,123 sq. ft., Complex #74-6, Asset #36

COMMENTS: These structures are in poor condition and beyond their serviceable life. Renovation expenditure would exceed its replacement value. Demolition will be handled by a contractor.

STATE PROPERTY MATTERS (Continued)  
SEVERANCE (Continued)

ITEM 3

PROPOSED ACTION: Severance by demolition

DEPARTMENT/AGENCY: State of North Carolina, University of North Carolina at Pembroke

LOCATION: 906 Dogwood Drive, Pembroke, Robeson County

STRUCTURE: Magnolia Office Building, built in 1965, containing 2,162 sq. ft., Complex #78-7, Asset #51

COMMENTS: This building is in poor condition and repairs are cost prohibitive. Demolition will be handled by a contractor.

OTHER MATTERS

ITEM 1

Address Correction. On August 1, 2023, the Governor and Council of State approved a 3-year lease with State Employees' Credit Union for ±120 sq. ft. of land to operate a ATM at the Piedmont Triad Farmers Market located at 2814 Sandy Ridge Road, Colfax, North Carolina. Subsequent to approval, it was determined that the actual address is 2914 Sandy Ridge Road, Colfax, North Carolina. With the approval of the Council of State, the lease will reflect these changes. All other terms and conditions will remain the same.

ITEM 2

Additional Grantors. On January 9, 2024, the Governor and the Council of State approved the acquisition by deed of ±66.928 acres in Ashe County, on behalf of the Department of Natural and Cultural Resources, Division of Parks and Recreation, from Lynda L. Woodard for use at its Elk Knob State Park unit. Subsequent to the approval, title work revealed the owners to be Lynda L. Woodard, and sons Steven S. Woodard, Jonathan Woodard and Kevin Woodard. Therefore, the property will be conveyed to the State from the parties as shown and their respective spouses.

STATE PROPERTY MATTERS (Continued)  
OTHER MATTERS

ITEM 3

Lease Amendment: On September 13, 2022, the Governor and Council of State approved a 5-year acquisition lease, with two 5-year renewal options, consisting of ±3,355 sq. ft. of office and warehouse space on behalf of the Department of Public Safety, Alcohol Law Enforcement (ALE) to Tab Investment Holdings, LLC, Catawba County. The annual rent for the previously approved lease is \$38,700 or \$11.54/sq. ft. including water/sewer, and parking. Subsequent to approval, ALE has expanded its staff and requires an additional 1,519 sq. ft. at the current rate. The combined square footage will be 4,874 at \$56,245.96 annually or \$11.54/sq. ft. for the remainder of the first term. The average annual rate for renewal 1 is \$64,786. or \$13.29/sq. ft. and for renewal 2 \$75,100.07 or \$15.41 /sq. ft. With the approval of the Council of State, the lease will be amended to reflect these changes. All other terms and conditions will remain the same.

ITEM 4

Lease Amendment. On March 4, 2003, the Governor and Council of State approved a disposition ground lease and leaseback agreement on behalf of the University of North Carolina at Pembroke and the University of North Carolina at Pembroke Foundation Inc. for ±12 acres to construct student housing. In 2004, University of North Carolina at Pembroke Foundation Inc. assigned their lease rights to The UNCP Student Housing Foundation, LLC. Subsequent approvals were also obtained from the Council of State to amend the lease to include additional acreage, resulting in the current ground lease encompassing two tracts, Tract I (±12.869 acres), and Tract II (±1.485 acres). The UNCP Student Housing Foundation, LLC now desires to release its leasehold interest in Tract I (±12.869 acres) and terminate the ground lease and leaseback agreement with respect to that property. With approval of the Council of State the ground lease and leaseback agreement will be amended to reflect the revised property description.

OTHER DISCUSSION

Governor allows time for each member to share updates from respective agency.