UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA

COMMITTEE: Finance and Administration

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute a lease between UHS Center for Industrial Partnerships and Special Purpose Entity for Center to lease approximately 47,000 square feet of 60,000 square foot building to be constructed for technology development and educational programs.

DATE PREVIOUSLY SUBMITTED:

SUMMARY:

Approval is requested to delegate authority to the Chancellor to negotiate and execute a lease between UHS Center for Industrial Partnerships and Special Purpose Entity for Center to lease approximately 47,000 square feet of an approximately 60,000 square foot building to be used for technology development and educational programs. Term of lease will be 25 years, renewable for 2 five year periods. Rent will be $775,500 per year. UHS will sublease to WCJC approximately 10,000 square feet for higher education use. Remaining 13,000 square feet of building will be utilized for the operations of an affiliate of the Special Purpose Entity that is also involved in providing educational-related services and technology development at the building.

SUPPORTING DOCUMENTATION:
Term Sheet with the Special Purpose Entity for Digital Media Technology Development
Letter from WCJC Chairman of Board of Trustees

FISCAL NOTE:
Annual base rental expenses not to exceed $800,000 per year over 25 years.

RECOMMENDATION/ACTION REQUESTED:
Administration recommends approval of this item.

COMPONENT:
University of Houston

PRESIDENT
Renu Khator
DATE 7/26/12

EXECUTIVE VICE CHANCELLOR
Carl Carlucci
DATE 8/01/2012

CHANCELLOR
Renu Khator
DATE 7/26/12

08/15/12
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