

The University of North Carolina

Report on Fiscal Liabilities

Report to the Joint Legislative Commission on  
Governmental Operations

March 19, 2004

# **The University of North Carolina**

## **Report on Fiscal Liabilities**

### ***Introduction***

The General Statutes authorize the Board of Governors of the University of North Carolina to issue revenue bonds, payable from obligated resources, but with no pledge of taxes or the faith and credit of the State, to pay the cost, in whole or in part, of improvements to the facilities of the University. Debt financing allows the University and its constituent institutions to pay for an asset over a period of time, up to its useful life, rather than pay for it at the time of construction or purchase. All debt issues are structured to effectively utilize and maximize resources.

The Board of Governors only issues debt after legislation has been enacted by the North Carolina General Assembly authorizing the capital project and its method of financing. The legislature establishes a maximum aggregate principal amount for that purpose. The Board of Governors approves all projects before they are submitted to the legislature for approval. After legislative approval, the Board follows a financially responsible practice of individually approving all requests from constituent institutions to issue long-term indebtedness. Staff to the Board prepares a financial analysis for each new project with a determination of coverage ratios and the ability of a project to meet the debt service requirements from the primary revenues. Specifically, information reviewed includes a basic overview of the constituent institution, its programs, facilities, enrollment trends, available funds for debt repayment, existing indebtedness, and a detailed plan of financing for the use of the proceeds from the bond issue.

G.S. 116-13.2 requires the Board of Governors to report on an annual basis to the Joint Legislative Commission of Governmental Operations on financing of buildings and other facilities and fiscal liabilities or contingent liabilities of the University or any constituent institutions.

#### **§ 116-13.2. Report on University Fiscal Liabilities.**

The Board of Governors shall report on an annual basis to the Joint Legislative Commission on Governmental Operations on:

- (1) Any financing of buildings or other facilities, regardless of the ownership of those buildings or other facilities, located on land owned by The University of North Carolina or the constituent institutions of The University of North Carolina; and
- (2) All fiscal liabilities or contingent liabilities, including payments for debt service or other contractual arrangements, of The University of North Carolina or any constituent institution.

Section I is a detailed report on all financings of the University. Included is the name of the constituent institution, the name of the bond issue, the original principal amount, outstanding indebtedness and the amount of debt service (principal and interest) paid last fiscal year.

Section II is a summary report of other financial liabilities of the University. This data was gathered by the constituent institutions and are included in the Comprehensive Annual Financial Report and the most recent audit as conducted by the State Auditor.

**The University of North Carolina**  
**Outstanding Indebtedness as of June 30, 2003**  
**Summary**

	<b>Bonded Indebtedness Outstanding</b>	<b>Other Indebtedness Outstanding</b>	<b>Operating Leases</b>
Appalachian State University	\$ 110,359,000	\$ 1,772,127	\$ 1,970,174
East Carolina University	70,860,000	—	2,404,768
Elizabeth City State University	6,815,000	—	138,154
Fayetteville State University	7,435,000	—	—
North Carolina A & T State University	16,485,000	—	1,912,586
North Carolina Central University	10,720,000	—	305,793
North Carolina School of the Arts	4,580,000	1,500,000	32,445
North Carolina State University	153,159,000	—	2,556,000
UNC Asheville	30,200,000	—	288,278
UNC-Chapel Hill	371,786,054	19,000,000	11,856,976
UNC Charlotte	87,259,000	—	287,399
UNC Greensboro	78,645,000	—	797,208
UNC Pembroke	5,305,000	—	9,608
UNC Wilmington	73,145,000	198,774	433,150
Western Carolina University	15,299,000	2,333,080	129,195
Winston-Salem State University	13,800,000	—	57,172
<b>TOTAL – UNC</b>	<b>\$1,055,852,054</b>	<b>\$24,803,981</b>	<b>\$23,178,906</b>

# The University of North Carolina

## Report on Fiscal Liabilities

### Section 1

#### Outstanding Indebtedness as of June 30, 2003

**Statement of Bonded Indebtedness as of June 30, 2003**  
**Constituent Institutions of The University of North Carolina**

<b>Facility</b>	<b>Bond Issue</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>	<b>Amount Outstanding 6/30/03</b>	<b>Debt Service 6/30/03</b>
<b>Appalachian State University</b>					
Dormitory—White, Lovill, Hoey, and Bowie Hall; and Student Center	Housing and Student Center System of 1964—Series D	06/16/66	\$ 3,654,000	\$ 304,000	\$ 160,000
Dormitory—Winkler Hall	Housing and Student Center System of 1964—Series I	05/03/72	1,760,000	550,000	90,000
Married Student Housing	Housing and Student Center System of 1964—Series J	06/06/72	1,722,000	550,000	90,000
Residence Hall Construction/Renovation	Housing and Student Center System, Series 1993	05/14/93	17,760,000	715,000	680,000
Power Plant Construction	Utilities System, Series 1994	05/13/94	28,940,000	645,000	610,000
Student Union Addition	Student Fee Revenue Refunding Bonds, Series 1998	05/12/98	8,050,000	5,780,000	495,000
Power Plant Construction	Utilities System Revenue Refunding Bonds, Series 1998	05/12/98	27,535,000	26,945,000	130,000
Stadium Turf Note Prepayment	UNC System Pool Revenue Bonds, Series 1998B	11/03/98	875,000	410,000	125,000
Parking Deck	Parking System Revenue Bonds, Series 2000	06/21/00	10,200,000	9,990,000	210,000
Residence Hall Construction/Renovation	Housing & Student Center System Revenue Bonds, Series 2000	06/21/00	13,225,000	12,945,000	280,000
Broyhill Inn Renovation	UNC System Pool Revenue Bonds, Series 2000	10/01/00	1,590,000	1,445,000	75,000
Student Union Addition 2001	Housing & Student Center System Revenue Bonds, Series 2001	12/11/01	6,680,000	6,535,000	145,000
Refinance 1993 Housing Series	Housing & Student Center System Revenue Bonds, Series 2001	03/28/02	13,240,000	13,015,000	225,000
Doughton Hall Renovation	UNC System Pool Revenue Bonds, Series 2002A	11/14/02	4,940,000	4,895,000	45,000
Student Recreation Center	ASU General Revenue Bonds, Series 2003A	05/08/03	25,635,000	25,635,000	0
<b>Total—Appalachian State University</b>				<b>110,359,000</b>	<b>3,360,000</b>
<b>East Carolina University</b>					
Dowdy-Ficklen Stadium Expansion	Athletic Variable Rate Demand Bonds, Series 1996	12/12/96	7,000,000	5,400,000	425,000
Repairs to Ficklen Stadium	UNC System Variable Rate Demand Pool Revenue Bonds, Series 1998A	11/03/98	1,020,000	105,000	106,785
Blount Intramural Field	UNC System Variable Rate Demand Pool Revenue Bonds, Series 1998A	11/03/98	1,050,000	600,000	123,615
Reade Street Parking Lot	UNC System Variable Rate Demand Pool Revenue Bonds, Series 1998A	11/03/98	1,575,000	900,000	187,880
Residence Hall Renovation – Jarvis	Housing and Dining System, Series 1998	11/05/98	5,095,000	4,405,000	379,525

**Statement of Bonded Indebtedness as of June 30, 2003**  
**Constituent Institutions of The University of North Carolina**

<b>Facility</b>	<b>Bond Issue</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>	<b>Amount Outstanding 6/30/03</b>	<b>Debt Service 6/30/03</b>
<b>East Carolina University (continued)</b>					
Student Health Center Renovation	Student Fee Revenue Bonds (SHC), Series 1999	07/13/99	3,500,000	3,010,000	287,965
Jones Residence Hall & Galley Dining Facility Renovation	Housing and Dining System, Series 2001A	05/16/01	12,570,000	12,570,000	636,588
Housing and Dining Revenue Refunding Bonds	Housing and Dining System, Series 2001B	05/16/01	11,985,000	10,910,000	2,385,338
Student Fee Revenue Refunding Bonds (Student Rec)	Student Fee Revenue Refunding Bonds, Series 2001C	12/06/01	14,555,000	13,370,000	1,182,668
West End Dining Project	General Revenue Bonds, Series 2003A	06/19/03	14,960,000	14,960,000	507,293
Athletic Facilities Student Fee Refunding Bonds (Minges)	General Revenue Bonds, Series 2003A	06/19/03	4,630,000	4,630,000	844,314
<b>Total–East Carolina University</b>				<b>70,860,000</b>	<b>7,066,971</b>
<b>Elizabeth City State University</b>					
Dormitories–Wamack Hall, Mitchell–Lewis Hall	Dormitory System Revenue Bonds of 1981–Series A	10/01/81	675,000	390,000	20,000
Dormitory–200 Bed	Dormitory System Revenue Bonds of 1981–Series B	10/01/81	1,680,000	955,000	45,000
Refinance of Dormitory-200 Bed (1992-Series C)	UNC Pool General Revenue Bonds, Series 2002B	11/14/02	3,410,000	3,379,112	30,888
Bedell Cafeteria Renovation	UNC Pool General Revenue Bonds, Series 2002B	11/14/02	1,225,000	1,213,904	11,096
Dormitory Furniture	UNC Pool General Revenue Bonds, Series 2002B	11/14/02	885,000	876,984	8,016
<b>Total–Elizabeth City State University</b>				<b>6,815,000</b>	<b>115,000</b>
<b>Fayetteville State University</b>					
Dormitory–Vance Hall	Dormitory System Revenue Bonds–Series A	10/01/74	920,000	115,000	50,915
New Dormitory	Dormitory System Revenue Bonds–Series B	11/15/74	1,750,000	755,000	151,215
Dining Hall	Dining System Revenue Bonds–Series 1997	02/12/97	3,040,000	2,700,000	223,288
General Revenue Bond	Pool General Revenue Bonds–Series 2002B	11/14/02	3,980,000	3,865,000	181,932
<b>Total–Fayetteville State University</b>				<b>7,435,000</b>	<b>607,350</b>
<b>North Carolina A &amp; T State University</b>					
Surface Parking Lot Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	1,465,000	1,165,000	135,944
Student Union Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	5,860,000	4,660,000	548,844
Stadium System Student Fee Loan	UNC System Pool Revenue Bonds–Series 2000	10/01/00	1,555,000	1,375,000	163,625
Dining System	UNC System Pool Revenue Bonds–Series 2000	10/01/00	9,875,000	9,285,000	800,925
<b>Total–North Carolina A &amp; T State University</b>				<b>16,485,000</b>	<b>1,649,338</b>

**Statement of Bonded Indebtedness as of June 30, 2003**  
**Constituent Institutions of The University of North Carolina**

<b>Facility</b>	<b>Bond Issue</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>	<b>Amount Outstanding 6/30/03</b>	<b>Debt Service 6/30/03</b>
<b>North Carolina Central University</b>					
Dormitory – New Chidley Hall	Dormitory System Revenue Bonds of 1996–Series E	08/01/96	8,890,000	7,915,000	671,150
Athletic Stadium – Renovation	Stadium System Revenue Bonds – Series 1998	03/03/98	3,320,000	2,805,000	254,623
<b>Total–North Carolina Central University</b>				<b>10,720,000</b>	<b>925,773</b>
<b>North Carolina School of the Arts</b>					
Refunding of Dormitory & Dining Hall Series 1989	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	1,080,000	800,000	132,575
Dormitory HVAC Renovations Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	890,000	580,000	107,638
Fitness Center and Student Center Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	2,650,000	2,290,000	202,819
Technology Infrastructure Project	UNC System Pool Revenue Bonds–Series 2000	10/31/00	1,005,000	910,000	97,475
<b>Total–North Carolina School of the Arts</b>				<b>4,580,000</b>	<b>540,507</b>
<b>North Carolina State University</b>					
Dormitory–Sullivan Hall	Housing System Revenue Bonds of 1964–Series F	09/01/64	2,200,000	205,000	104,153
Dormitory Complex	Housing System Revenue Bonds of 1964–Series G	09/01/66	3,225,000	535,000	142,925
Avent Ferry Complex	Housing System Revenue Bonds of 1964–Series M	10/14/94	11,820,000	1,045,000	550,703
Refund Housing System Series H, J, and K	Housing System Revenue Bonds of 1964–Series N	10/14/94	4,110,000	2,040,000	433,368
University Student Center	Refunding Revenue Bonds, Series 1996	08/29/96	2,210,000	1,580,000	265,293
Parking System	Refunding Revenue Bonds, Series 1996	08/29/96	6,530,000	4,165,000	803,545
Dining Hall System	Refunding Revenue Bonds, Series 1996	08/29/96	2,345,000	1,815,000	253,429
Centennial Campus Projects	Taxable Series 1997A	03/12/97	7,765,000	5,120,000	892,314
Centennial Campus Projects	Nontaxable Series 1997B	03/12/97	7,090,000	7,090,000	363,363
Residence Hall Improvement Bonds	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	15,770,000	11,440,000	1,700,200
Student Health Facility Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	5,615,000	4,470,000	524,675
Gymnasium Refunding Bonds	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	1,695,000	1,140,000	248,238
Entertainment and Sports Arena Project	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	6,325,000	5,475,000	486,444
Centennial Campus Projects	Taxable Series 1999A	09/22/99	13,500,000	13,200,000	588,187
Centennial Campus Projects	Nontaxable Series 1999B	09/22/99	2,117,000	904,000	486,003
Housing System Project	System Wide Financing, 2000 Series	10/01/00	3,020,000	2,530,000	385,900
Central Stores Expansion Project	System Wide Financing, 2000 Series	10/01/00	3,370,000	3,165,000	275,800
Centennial Campus Projects	Refunding Revenue Bonds, Series 2002C	04/17/02	7,160,000	6,690,000	849,349
Student Housing Projects	Refunding Revenue Bonds, Series 2002B	04/17/02	8,800,000	8,155,000	970,443
Student Housing and Athletics Projects	General Revenue Bonds, Series 2003A	06/20/03	26,735,000	26,735,000	0
Student Housing and Athletics Projects	General Revenue Bonds, Series 2003B	06/20/03	45,660,000	45,660,000	20,370
<b>Total–North Carolina State University</b>				<b>153,159,000</b>	<b>10,344,702</b>

**Statement of Bonded Indebtedness as of June 30, 2003**  
**Constituent Institutions of The University of North Carolina**

<b>Facility</b>	<b>Bond Issue</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>	<b>Amount Outstanding 6/30/03</b>	<b>Debt Service 6/30/03</b>
<b>UNC Asheville</b>					
Dormitory – 148 Spaces	Dormitory and Dining System Revenue Bonds–Series C	10/30/97	7,600,000	6,720,000	190,000
Refunding of Series A	Dormitory and Dining System Revenue Bonds–Series D	10/30/97	3,695,000	2,495,000	215,000
Parking Deck Project	UNC System Variable Rate Demand Pool Revenue Bonds–Series 1998A	11/03/98	2,580,000	1,660,000	245,000
Parking Deck Project	UNC System Variable Rate Demand Pool Revenue Bonds–Series 2000	10/01/00	705,000	590,000	60,000
Dormitory and Refunding Series B	UNCA General Revenue and Refunding Bonds-Series 2002A	09/24/02	18,900,000	18,735,000	165,000
<b>Total–UNC Asheville</b>				<b>30,200,000</b>	<b>875,000</b>
<b>UNC-Chapel Hill</b>					
Environmental Protection Agency Project	U.S. EPA Project, Series 1991	08/14/91	36,678,921	30,070,153	4,209,528
Environmental Protection Agency Project	U.S. EPA Project, Series 1996	11/01/96	2,400,000	905,000	370,304
Health Affairs Parking Deck II	Parking System Revenue Bonds, Series 1997A	06/19/97	11,750,000	10,910,000	839,061
Refunding Parking Series B, 1989	Parking System Revenue Bonds, Series 1997B	06/19/97	8,245,000	4,750,000	923,045
Graham & Aycock Dorms Renovation	Housing System 97A	10/30/97	9,170,000	7,855,000	745,635
Refunding Housing Series 1991	Housing System 97B	10/30/97	7,210,000	6,400,000	860,136
Refunding SRC Series 1991	Student Fee Revenue Bonds – Series 1997	10/30/97	3,545,000	2,780,000	425,415
Refunding Utility System Series 1992	Utility System Revenue Bonds, Series 1997	10/30/97	30,379,142	41,125,901*	0
Student Union Renovation	Student Fee Revenue Bonds–Series 2000	04/13/00	12,465,000	11,775,000	993,419
General Revenue 2001 A	General Revenue 2001 A	02/07/01	89,930,000	86,345,000	4,249,306
General Revenue 2001 B	General Revenue 2001 B	02/07/01	54,970,000	51,955,000	3,178,704
General Revenue 2001 C	General Revenue 2001 C	02/07/01	54,970,000	51,955,000	2,338,027
Utilities Refunding – General Revenue 2002B	General Revenue Refunding Bonds 2002B	05/07/02	66,555,000	64,960,000	3,410,363
<b>Total–UNC-Chapel Hill</b>				<b>371,786,054</b>	<b>22,542,943</b>

\*Amount outstanding includes accretion on Capital Appreciation Bonds.



**Statement of Bonded Indebtedness as of June 30, 2003**  
**Constituent Institutions of The University of North Carolina**

<b>Facility</b>	<b>Bond Issue</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>	<b>Amount Outstanding 6/30/03</b>	<b>Debt Service 6/30/03</b>
<b>UNC Charlotte</b>					
Cone Student Center Addition	University Center System–Series C	07/01/74	2,300,000	925,000	105,000
Dormitories–Sanford Hall, Moore Hall	Housing and Dining System–Series B	01/01/68	1,675,000	345,000	60,000
Dormitory–Scott Hall	Housing and Dining System–Series C	01/01/73	2,200,000	580,000	125,000
Dormitory–Holshouser Hall	Housing and Dining System–Series D	01/01/73	2,200,000	580,000	125,000
Dormitory–Apartments–Phase II	Housing and Dining System–Series F	09/17/79	2,175,000	1,140,000	60,000
Dormitory–Energy Conservation	Housing and Dining System–Series G	09/17/79	152,000	25,000	6,000
Dormitory–Apartments–Phase III	Housing and Dining System–Series H	04/21/80	1,568,000	839,000	40,000
Refunding Bonds	Housing and Dining System, Series M	11/29/93	19,805,000	10,030,000	1,315,000
Refunding Bonds	Student Activity Center Student Fee Revenue Bonds	11/15/95	26,295,000	21,880,000	715,000
785-Space Parking Deck	Parking System Revenue Bonds–Series 1996	07/16/96	5,000,000	4,175,000	135,000
Phase VII Apartments	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	15,875,000	14,380,000	405,000
Recreational Playing Fields	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	1,105,000	720,000	105,000
1000 Space Parking Deck	Parking System Revenue Bonds–Series 2002	01/07/02	10,900,000	10,525,000	375,000
Phase VIII Apartments	2002A General Revenue Promissory Note	10/15/02	21,115,000	21,115,000	0
<b>Total–UNC Charlotte</b>				<b>87,259,000</b>	<b>3,571,000</b>
<b>UNC Greensboro</b>					
Baseball Stadium and Student Recreation Area	Student Facilities System – 1997 Series B	06/27/97	3,755,000	3,325,000	274,587
Phillips/Hawkins Renovations	Housing and Dining System – 1997 Series D	06/27/97	6,000,000	5,320,000	434,955
Dormitory and Dining Facilities Renovations	Housing and Dining System – 1997 Series E	06/27/97	7,290,000	2,840,000	787,062
Dormitory and Dining Facilities Renovations	Housing and Dining System – 1997 Series F	06/27/97	8,750,000	6,765,000	705,260
Central Campus and McIver Street Parking Decks	Student Facilities System – Series C	12/09/97	12,200,000	10,755,000	879,212
Residence Halls Wiring & Electrical Renovations	Housing and Dining System – Series G	06/07/00	6,425,000	6,155,000	511,544
Elliot University Center Addition and Renovation	General Revenue Bonds–Series A	06/27/01	19,870,000	18,970,000	1,393,243
Oakland Ave. Parking Deck/Defeased SFS Series A	General Revenue Bonds–Series B	01/04/02	16,445,000	15,695,000	1,321,925
Residence Hall Renovations/Defeased H&D Series C	General Revenue Bonds–Series 2002A	11/14/02	8,835,000	8,820,000	184,209
<b>Total–UNC Greensboro</b>				<b>78,645,000</b>	<b>6,491,997</b>

**Statement of Bonded Indebtedness as of June 30, 2003**  
**Constituent Institutions of The University of North Carolina**

<b>Facility</b>	<b>Bond Issue</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>	<b>Amount Outstanding 6/30/03</b>	<b>Debt Service 6/30/03</b>
<b>UNC Pembroke</b>					
Student Housing Note	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	3,130,000	2,795,000	245,869
Recreational Facilities Student Fee Loan	UNC System Pool Revenue Bonds–Series 2000	10/01/00	1,025,000	965,000	82,038
Dining System	UNC System Pool Revenue Bonds–Series 2000	10/01/00	755,000	685,000	72,563
Recreation Center Improvements	UNC System Pool Revenue Bonds–Series 2002B	11/14/02	605,000	585,000	29,756
Surface Parking Lot	UNC System Pool Revenue Bonds–Series 2002B	11/14/02	285,000	275,000	14,595
<b>Total–UNC Pembroke</b>				<b>5,305,000</b>	<b>444,821</b>
<b>UNC Wilmington</b>					
Dormitory–Belk	Dormitory and Dining Hall System Revenue Bonds–Series B	01/01/75	1,400,000	585,000	75,000
Dormitory–1979	Dormitory & Dining Hall System Revenue Bonds–Series D	01/01/78	1,600,000	125,000	115,000
Apartment	Dormitory and Dining Hall System Revenue Bonds–Series H	05/01/91	3,285,000	375,000	350,000
Dormitory – Refunding Bonds	Dormitory and Dining Hall System, Series I	10/08/93	10,760,000	5,870,000	870,000
Trask Coliseum	Physical Education System Revenue Bond–Series B	03/01/94	1,140,000	605,000	70,000
Dorm – 1998	DDH Revenue Bonds Series J	06/04/97	6,440,000	5,380,000	230,000
Student Union & Annex	Student Union System Revenue Bonds-Series 1997	06/04/97	4,300,000	3,195,000	315,000
Recreation Bond 1998	Recreation System Revenue Bonds–Series 1998	05/06/98	10,300,000	8,870,000	380,000
Residence Hall	General Revenue Bonds – Series 2002A	06/20/02	11,500,000	11,500,000	0
Westside Parking/Apartments	General Revenue Bonds – Series 2002B	10/15/02	6,735,000	6,640,000	95,000
Student Union Construction	General Revenue Bonds – Series 2003A	04/15/03	30,000,000	30,000,000	0
<b>Total–UNC Wilmington</b>				<b>73,145,000</b>	<b>2,500,000</b>

**Statement of Bonded Indebtedness as of June 30, 2003**  
**Constituent Institutions of The University of North Carolina**

<b>Facility</b>	<b>Bond Issue</b>	<b>Date of Issue</b>	<b>Amount of Issue</b>	<b>Amount Outstanding 6/30/03</b>	<b>Debt Service 6/30/03</b>
<b>Western Carolina University</b>					
Dormitory–Scott Hall	Dormitory System Revenue Bonds–Series D	05/01/67	2,394,000	389,000	101,670
16 Faculty Apartments	Faculty Housing Revenue Bonds–Series A	11/01/67	280,000	50,000	11,350
Fire Safety Improvements	UNC System Pool Revenue Bonds–Series 1998B	11/03/98	465,000	370,000	41,644
Dormitory–Reynolds Defeasement	UNC System Pool Revenue Bonds–Series 2000	10/01/00	1,370,000	1,350,000	268,975
Student Center	UNC System Pool Revenue Bonds–Series 2000	10/01/00	5,355,000	5,140,000	393,300
Athletic Facilities	UNC System Pool Revenue Bonds–Series 2002	11/14/02	8,070,000	8,000,000	585,362
<b>Total–Western Carolina University</b>				<b>15,299,000</b>	<b>1,402,301</b>
<b>Winston-Salem State University</b>					
Student Services Complex	Student Services System – Student Fee Revenue Bonds	12/05/95	3,600,000	3,000,000	262,647
New Dormitory	Housing and Dining System Revenue Bonds–Series B	09/01/98	8,430,000	7,770,000	753,983
Residence Hall Renovations	UNC System Pool Revenue Bonds–Series 2002B	11/14/02	3,090,000	3,030,000	114,403
<b>Total–Winston-Salem State University</b>				<b>13,800,000</b>	<b>1,131,033</b>
<b>Total Outstanding Bonded Indebtedness of the Institutions</b>				<b>1,055,852,054</b>	<b>63,568,736</b>

*Note: Debt service includes both principal and interest payments.*

**Statement of Other Indebtedness as of June 30, 2003**  
**Constituent Institutions of The University of North Carolina**

<b>Facility</b>	<b>Lender</b>	<b>Date of Loan</b>	<b>Amount of Loan</b>	<b>Amount Outstanding 6/30/03</b>	<b>Debt Service 6/30/03</b>
<b>Appalachian State University</b>					
Visual Arts Building	Bank One	08/03/99	\$2,700,000	<b>\$ 1,772,127</b>	<b>\$248,903</b>
<b>North Carolina School of the Arts</b>					
Student Commons Building Renovation	Wachovia Bank, N.A.	04/18/03	1,500,000	<b>1,500,000</b>	—
<b>UNC-Chapel Hill</b>					
General Revenue 2002A Commercial Paper	General Revenue 2002A	03/05/02	1,000,000	<b>19,000,000</b>	<b>38,880</b>
<b>UNC Wilmington</b>					
500-Car Parking Lot	Peoples Bank and Trust	08/17/88	698,300	11,283	46,554
Parking Lot 97	Branch Banking & Trust	02/06/97	430,000	187,491	27,509
<b>Total—UNC Wilmington</b>				<b>198,774</b>	<b>74,063</b>
<b>Western Carolina University</b>					
Hinds University Center	First Union National Bank	11/30/95	3,800,000	2,332,148	389,247
Development Foundation	Ford Motor Credit	07/23/98	25,552	932	932
<b>Total—Western Carolina University</b>				<b>2,333,080</b>	<b>390,179</b>
<b>Total of Other Outstanding Indebtedness of the Institutions</b>				<b>24,803,981</b>	<b>752,025</b>

The University of North Carolina

Report on Fiscal Liabilities

Section 2

Other Liabilities as of June 30, 2003

**The University of North Carolina**  
**Section II - Other Financial Obligations**  
**2002-03**

<b>Institution</b>	<b>Operating Leases 2002-03</b>	<b>Other Contingent Liabilities 2002-03</b>	<b>Other Contingent Liabilities Description</b>
Appalachian State University	1,970,174	0	none
East Carolina University	2,404,768	0	none
Elizabeth City State University	138,154	0	none
Fayetteville State University	0	0	none
North Carolina A & T State University	1,912,586	0	none
North Carolina Central University	305,793	194,096	Capital lease for educational equipment
North Carolina School of the Arts	32,445	0	none
North Carolina State University	2,556,000	0	none
UNC Asheville	288,278	0	none
UNC-Chapel Hill	11,856,976	2,072,142	Capital lease for machinery and equipment; 20-year lease with UNC-CH Foundation and sublease with General Alumni Association for use of alumni facilities.
UNC Charlotte	287,399	0	none
UNC Greensboro	797,208	0	none
UNC Pembroke	9,608	0	none
UNC Wilmington	433,150	178,215	Capital lease for athletic fields lighting
Western Carolina University	129,195	41,889	Capital lease for equipment
Winston-Salem State University	57,172	0	none