UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA

COMMITTEE: Endowment Management

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the sale of UH property in a residential area adjacent to the Texas Medical Center at or above the current appraised value of $11 million – University of Houston System

DATE PREVIOUSLY SUBMITTED: N/A

SUMMARY:

Approval is requested to delegate the authority to the Chancellor to negotiate and execute contracts associated with the sale of a 4.2 acre tract located in a residential area adjacent to the Texas Medical Center at or above the current appraised value, which was gifted to the University by Carolyn Grant Faye in 1996. A recent appraisal values the property at $11 million.

SUPPORTING DOCUMENTATION: Property Information, Site Map

FISCAL NOTE: Not Less Than $11 million

RECOMMENDATION/ ACTION REQUESTED: Administration recommends approval of this item

COMPONENT: University of Houston System

EXECUTIVE VICE CHANCELLOR Carl Carlucci **DATE** 7/20/2012

CHANCELLOR Renu Khator **DATE** 7/26/12

UNIVERSITY of HOUSTON

CAROLYN GRANT FAYE TRACT – PROPOSED LAND SALE

HISTORY

The tract of land was gifted to the endowment by Carolyn Grant Fay in 1996. At that time, the Carolyn Grant Fay endowment was established and considered fully funded at the fair market value of the real estate, which was $1.26 million. Over $1.1 million of income has been distributed from the endowment since inception and supports certain psychology programs and activities in the Honors College. The System made the decision to hold the land for future appreciation which benefits all endowments within the endowment fund.

CURRENT VALUATION

The property was re-appraised in 2012 with a valuation of $11 million, due in large part to increasing market values in the area spurred by increased development activity. The property's location along with the lack of developable sites in the immediate area have further influenced the property's positive growth in market value.

UNIVERSITY of HOUSTON

CAROLYN GRANT FAYE TRACT – PROPOSED LAND SALE

08/15/12
CONSENT DOCKET-EM-G34

SITE MAP



UNIVERSITY of HOUSTON

CAROLYN GRANT FAYE TRACT – PROPOSED LAND SALE

SITE MAP



08/15/12
CONSENT DOCKET-EM-G35