

FCR 2

Office of the President
September 14, 2018

Members, Board of Trustees:

APPROVAL OF GROUND LEASE
(KAPPA ALPHA THETA FRATERNITY)

Recommendation: that the Board of Trustees authorize the Executive Vice President for Finance and Administration to negotiate and execute a ground lease between the University of Kentucky, as Lessor, and Gamma Iota House Corporation of Kappa Alpha Theta Fraternity Inc., as Lessee, for Site G in the University of Kentucky Greek Park. Execution of ground lease shall not be executed until the Dean of Students confirms Kappa Alpha Theta is in good standing with the University.

Background: Gamma Iota House Corporation of Kappa Alpha Theta Fraternity Inc. (Kappa Alpha Theta) is a Kentucky non-profit corporation. Kappa Alpha Theta chartered at the University of Kentucky in 1945. This Greek organization has 219 active members (plus the 2018 pledge class of approximately 80 new members) and is interested in building new housing on the University of Kentucky campus. Kappa Alpha Theta was placed on Conduct Probation as a Registered Student Organization on September 22, 2017. Kappa Alpha Theta has completed all restorative actions as they pertain to social conduct and is expected to be in good standing on September 22, 2018.

The Kappa Alpha Theta house will be located on 7,360 square feet of vacant land known as Site G in UK's Greek Park. Kappa Alpha Theta proposes to construct a chapter house, at their expense, with a minimum 19,000 gross square feet and 50 beds on the site. The term of the lease is expected to be 50 years with a ground rent of \$1 per year.

Any building constructed on UK property must be approved by the University's Facilities Management Division and comply with all applicable zoning, licensing, permitting, and certifications required by any governmental authority having jurisdictions over the construction or property.

Action taken: Approved Disapproved Other_____