

FCR 10

Office of the President
February 22, 2019

Members, Board of Trustees:

APPROVAL OF PREMISE LEASE (KAPPA SIGMA FRATERNITY)

Recommendation: that the Board of Trustees authorize the Executive Vice President for Finance and Administration to negotiate and execute a lease between the University of Kentucky, as Lessor, and the Beta Nu chapter of Kappa Sigma House Corporation, as Lessee, for a house located at 441 Pennsylvania Avenue. The lease shall not be executed until the Dean of Students confirms the fraternity is in good standing with the University.

Background: The Beta Nu chapter of Kappa Sigma House Corporation is a Kentucky non-profit corporation. Kappa Sigma chartered at the University of Kentucky in 1901 and the chapter currently has 89 active members. The Beta Nu chapter of Kappa Sigma House Corporation is interested in leasing an existing house owned by the University.

The house located at 441 Pennsylvania Avenue is approximately 13,874 square feet. The initial term of the lease will be five years. It is the intention of the University (although it is not obligated to do so) to renew the lease for additional two year periods provided that such renewal is consistent with the University student housing policy and that Kappa Sigma is meeting the terms of the lease agreement. Rent will be \$1 per year.

The house will be operated and maintained by the University with all expenses paid by Kappa Sigma. A house director hired by the University will oversee the students living in the house. Any registered student organization that resides in a University asset must comply with all rules and regulations relating to life safety and student conduct.

Action taken: Approved Disapproved Other _____