

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1999

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SENATE BILL 586

Education/Higher Education Committee Substitute Adopted 4/28/99

House Committee Substitute Favorable 6/29/00

Short Title: UNC Millennial Campuses.

(Public)

Sponsors:

Referred to:

March 29, 1999

A BILL TO BE ENTITLED

AN ACT TO AUTHORIZE THE CREATION OF MILLENNIAL CAMPUSES AT THE  
CONSTITUENT INSTITUTIONS OF THE UNIVERSITY OF NORTH  
CAROLINA.

The General Assembly of North Carolina enacts:

Section 1. The catch line of G.S. 116-36.5 reads as rewritten:

"§ 116-36.5. Centennial Campus trust fund; Horace Williams Campus trust fund.  
fund; Millennial Campuses' trust funds."

Section 2. G.S. 116-36.5 is amended by adding a new subsection to read:

"(c) All moneys received through development of a Millennial Campus of a  
constituent institution of The University of North Carolina as defined by G.S. 116-  
198.33(4b), from whatever source, including the net proceeds from the lease or rental of  
real property on a Millennial Campus, shall be placed in a special, continuing, and  
nonreverting trust fund having the sole and exclusive use for further development of that  
Millennial Campus, including its operational development. This fund shall be treated in  
the manner of institutional trust funds as provided in G.S. 116-36.1. This fund shall be  
deemed an additional and alternative method of funding the Millennial Campus and not

1 an exclusive one. To the extent that any general, special, or local law is inconsistent with  
2 this section, it is declared inapplicable to this section."

3 Section 3. The title of Article 21B of Chapter 116 of the General Statutes  
4 reads as rewritten:

5 **"THE CENTENNIAL ~~CAMPUS AND~~ CAMPUS, THE HORACE WILLIAMS**  
6 **CAMPUS**  
7 **CAMPUS, AND THE MILLENNIAL CAMPUSES FINANCING ACT."**

8 Section 4. G.S. 116-198.31 reads as rewritten:

9 **"§ 116-198.31. Purpose of Article.**

10 The purpose of this Article is to authorize the Board of Governors of The University  
11 of North Carolina to issue revenue bonds, payable from any leases, rentals, charges, fees,  
12 and other revenues but with no pledge of taxes or the faith and credit of the State or any  
13 agency or political subdivision thereof, to pay the cost, in whole or part, of buildings,  
14 structures, or other facilities for the Centennial Campus, located at North Carolina State  
15 University at ~~Raleigh and Raleigh,~~ for the Horace Williams Campus located at the  
16 University of North Carolina at Chapel ~~Hill.~~ Hill, and for any Millennial Campus as  
17 defined by G.S. 116-198.33(4b)."

18 Section 5. G.S. 116-198.33 reads as rewritten:

19 **"§ 116-198.33. Definitions.**

20 As used in this Article, the following words and terms shall have the following  
21 meanings, unless the context shall indicate another or different meaning or intent:

- 22 (1) The word 'Board' shall mean the Board of Governors of The University  
23 of North Carolina.
- 24 (2) The word 'cost' as applied to any project, shall include the cost of  
25 acquisition or construction; the cost of acquisition of all property, both  
26 real and personal, or interests therein; the cost of demolishing,  
27 removing, or relocating any buildings or structures on land so acquired,  
28 including the cost of acquiring any lands to which such buildings or  
29 structures may be removed or relocated; the cost of all labor, materials,  
30 equipment and furnishings, financing charges, interest prior to and  
31 during construction and, if deemed advisable by the Board, for a period  
32 not exceeding one year after completion of such construction;  
33 provisions for working capital, reserves for debt service and for  
34 extensions, enlargements, additions, and improvements; cost of  
35 engineering, financial, and legal services, plans, specifications, studies,  
36 surveys, and estimates of cost and of revenues; administrative expenses;  
37 expenses necessary or incident to determining the feasibility or  
38 practicability of constructing the project; and such other expenses as  
39 may be necessary or incident to acquisition or construction with respect  
40 to the project or to the placing of the project in operation. Any  
41 obligation or expense incurred by the Board prior to the issuance of  
42 bonds under the provisions of this Article in connection with any of the  
43 foregoing items of cost may be regarded as a part of such cost.

- 1           (3)    The word 'Institution' shall mean North Carolina State University at  
2           Raleigh and the University of North Carolina at Chapel ~~Hill~~-Hill, or a  
3           constituent institution of The University of North Carolina with a  
4           Millennial Campus as defined by G.S. 116-198.33(4b).
- 5           (4)    The term 'Centennial Campus' means all of the following properties:  
6           a.     The real property and appurtenant facilities bounded by Blue  
7           Ridge Road, Hillsborough Street, Wade Avenue, and Interstate  
8           440 that are the sites of the College of Veterinary Medicine, the  
9           University Club, and the Agricultural Turf Grass Management  
10          Program.  
11          b.     The real property and appurtenant facilities that are the former  
12          Dix Hospital properties and other contiguous parcels of property  
13          that are adjacent to Centennial Boulevard.  
14          c.     All other real property and appurtenant facilities designated by  
15          the Board of Governors as part of the Centennial Campus. The  
16          properties designated by the Board of Governors do not have to  
17          be contiguous with the Centennial Campus to be designated as  
18          part of that Campus.
- 19          (4a)   The term 'Horace Williams Campus' means all of the following  
20          properties:  
21          a.     The real property and appurtenant facilities left to the University  
22          of North Carolina at Chapel Hill by the Will of Henry Horace  
23          Williams.  
24          b.     All other real property and appurtenant facilities designated by  
25          the Board of Governors as part of the Horace Williams Campus.  
26          The properties designated by the Board of Governors do not have  
27          to be contiguous with the Horace Williams Campus to be  
28          designated as part of that Campus.
- 29          (4b)   The term 'Millennial Campus' means all real property and appurtenant  
30          facilities designated by the Board of Governors as part of a Millennial  
31          Campus of a constituent institution of The University of North Carolina  
32          other than North Carolina State University or the University of North  
33          Carolina at Chapel Hill. The properties designated by the Board of  
34          Governors do not have to be contiguous with the constituent institution  
35          to be designated as part of the institution's Millennial Campus.
- 36          (5)    The term 'existing facilities' shall mean buildings and facilities, then  
37          existing, any part of the revenues of which are pledged under the  
38          provisions of any resolution authorizing the issuance of revenue bonds  
39          hereunder to the payment of such bonds.
- 40          (6)    The word 'project' shall mean and shall include any one or more  
41          buildings, structures, administration buildings, libraries, research or  
42          instructional facilities, housing maintenance, storage, or utility facilities,  
43          and any facilities related thereto or required or useful for conducting of

1 research or the operation of the Centennial ~~Campus or Campus,~~ the  
2 Horace Williams Campus, or of a Millennial Campus as defined by G.S.  
3 116-198.33(4b), including roads, water, sewer, power, gas, greenways,  
4 parking, or any other support facilities essential or convenient for the  
5 orderly conduct of the Centennial ~~Campus or Campus,~~ the Horace  
6 Williams ~~Campus-Campus,~~ or a Millennial Campus, respectively.

- 7 (7) The word 'revenues' shall mean all or any part of the rents, leases,  
8 charges, fees, and other income revenues derived from or in connection  
9 with any project or projects and existing facilities."

10 Section 6. G.S. 116-198.34 reads as rewritten:

11 **"§ 116-198.34. General powers of Board of Governors.**

12 The Board may exercise any one or more of the following powers:

- 13 (1) To determine the location and character of any project or projects, and  
14 to acquire, construct, and provide the same, and to maintain, repair, and  
15 operate, and to enter into contracts for the management, lease, use, or  
16 operation of all or any portion of any project or projects and any  
17 existing facilities.  
18 (2) To issue revenue bonds as hereinafter provided to pay all or any part of  
19 the cost of any project or projects, and to fund or refund the same.  
20 (3) To fix and revise from time to time and charge and collect rates, fees,  
21 rents, and charges for the use of, and for the services furnished by, all or  
22 any portion of any project or projects.  
23 (4) To establish and enforce, and to agree through any resolution or trust  
24 agreement authorizing or securing bonds under this Article to make and  
25 enforce, rules and regulations for the use of and services rendered by  
26 any project or projects and any existing facilities, to provide for the  
27 maximum use of any project or projects and any existing facilities.  
28 (5) To acquire, hold, lease, and dispose of real and personal property in the  
29 exercise of its powers and the performance of its duties hereunder and to  
30 lease all or any part of any project or projects and any existing facilities  
31 upon such terms and conditions as the Board determines, subject to the  
32 provisions of G.S. 143-341 and Chapter 146 of the General Statutes.

33 Notwithstanding G.S. 143-341 and Chapter 146 of the General  
34 Statutes, a disposition by easement, lease, or rental agreement of space  
35 in any building on the Centennial ~~Campus or Campus,~~ on the Horace  
36 Williams ~~Campus-Campus,~~ or on a Millennial Campus made for a period  
37 of 10 years or less shall not require the approval of the Governor and the  
38 Council of State. All other acquisitions and dispositions made under this  
39 subdivision are subject to the provisions of G.S. 143-341 and Chapter  
40 146 of the General Statutes.

- 41 (6) To employ consulting engineers, architects, attorneys, accountants,  
42 construction and financial experts, superintendents, managers, and such  
43 other employees and agents as may be necessary in its judgment in

1 connection with any project or projects and existing facilities, and to fix  
2 their compensation.

3 (7) To make and enter into all contracts and agreements necessary or  
4 incidental to the performance of its duties and the execution of its  
5 powers under this Article.

6 (8) To receive and accept from any federal, State, or other public agency  
7 and any private agency, person or other entity donations, loans, grants,  
8 aid, or contributions of any money, property, labor, or other things of  
9 value for any project or projects, and to agree to apply and use the same  
10 in accordance with the terms and conditions under which the same are  
11 provided.

12 (8a) To designate the real property and appurtenant facilities to be included  
13 as part of the Centennial ~~Campus or Campus,~~ the Horace Williams  
14 ~~Campus-Campus,~~ or a Millennial Campus.

15 (8b) Acting on recommendation made by the President of The University of  
16 North Carolina after consultation by the President with the Chancellor  
17 and the Board of Trustees of a constituent institution, to designate real  
18 property held by, or to be acquired by, a constituent institution as a  
19 'Millennial Campus' of the institution. That designation shall be based  
20 on an express finding by the Board of Governors that the institution  
21 desiring to create a 'Millennial Campus' has the administrative and fiscal  
22 capability to create and maintain such a campus and provided further,  
23 that the Board of Governors has found that the creation of the  
24 constituent institution's 'Millennial Campus' will enhance the  
25 institution's research, teaching, and service missions as well as enhance  
26 the economic development of the region served by the institution.  
27 Additionally, the Board of Governors may authorize two or more  
28 constituent institutions which meet the requirements of this section to  
29 create a joint Millennial Campus.

30 (9) To do all acts and things necessary or convenient to carry out the  
31 powers granted by this Article."

32 Section 7. G.S. 116-198.35 reads as rewritten:

33 **"§ 116-198.35. Issuance of bonds and bond anticipation notes.**

34 The Board is hereby authorized to issue, subject to the approval of the Director of the  
35 Budget, at one time or from time to time, revenue bonds of the Board for the purpose of  
36 paying all or any part of the cost of acquiring, constructing, or providing any project or  
37 projects on the Centennial ~~Campus or Campus,~~ on the Horace Williams ~~Campus-Campus,~~  
38 or on a Millennial Campus. The bonds of each issue shall be dated, shall mature at such  
39 time or times not exceeding 40 years from their date or dates, shall bear interest at such  
40 rate or rates as may be determined by the Board, and may be redeemable before maturity,  
41 at the option of the Board, at such price or prices and under such terms and conditions as  
42 may be fixed by the Board prior to the issuance of the bonds. The Board shall determine  
43 the form and manner of execution of the bonds, including any interest coupons to be

1 attached thereto, and shall fix the denomination or denominations of the bonds and the  
2 place or places of payment of principal and interest, which may be at any bank or trust  
3 company within or without the State. In case any officer whose signature or a facsimile of  
4 whose signature shall appear on any bonds or coupons shall cease to be such officer  
5 before the delivery of such bonds, such signature or such facsimile shall nevertheless be  
6 valid and sufficient for all purposes the same as if he had remained in office until such  
7 delivery. Notwithstanding any of the other provisions of this Article or any recitals in any  
8 bonds issued under the provisions of this Article, all such bonds shall be deemed to be  
9 negotiable instruments under the laws of this State, subject only to the provisions for  
10 registration in any resolution authorizing the issuance of such bonds or any trust  
11 agreement securing the same. The bonds may be issued in coupon or registered form or  
12 both or as book-entry bonds, as the Board may determine, and provision may be made for  
13 the registration of any coupon bonds as to principal alone and also as to both principal  
14 and interest, and for the reconversion into coupon bonds of any bonds registered as to  
15 both principal and interest. The Board may sell such bonds in such manner, at public or  
16 private sale, and for such price, as it may determine to be for the best interests of the  
17 Board.

18 The proceeds of the bonds of each issue shall be used solely for the purpose for which  
19 such bonds shall have been authorized and shall be disbursed in such manner and under  
20 such restrictions, if any, as the Board may provide in the resolution authorizing the  
21 issuance of such bonds or in the trust agreement hereinafter mentioned securing the same.  
22 Unless otherwise provided in the authorizing resolution or in the trust agreement securing  
23 such bonds, if the proceeds of such bonds, by error of estimates or otherwise, shall be less  
24 than such cost, additional bonds may in like manner be issued to provide the amount of  
25 such deficit and shall be deemed to be of the same issue and shall be entitled to payment  
26 from the same fund without preference or priority of the bonds first issued for the same  
27 purpose.

28 The resolution providing for the issuance of revenue bonds, and any trust agreement  
29 securing such bonds, may also contain such limitations upon the issuance of additional  
30 revenue bonds as the Board may deem proper, and such additional bonds shall be issued  
31 under such restrictions and limitations as may be prescribed by such resolution or trust  
32 agreement.

33 Prior to the preparation of definitive bonds, the Board may, under like restrictions,  
34 issue interim receipts or temporary bonds, with or without coupons, exchangeable for  
35 definitive bonds when such bonds shall have been executed and are available for  
36 delivery. The Board may also provide for the replacement of any bonds which shall  
37 become mutilated or be destroyed or lost.

38 Except as herein otherwise provided, bonds may be issued under this Article and other  
39 powers vested in the Board under this Article may be exercised by the Board without  
40 obtaining the consent of any department, division, commission, board, bureau, or agency  
41 of the State and without any other proceedings or the happening of any other conditions  
42 or things than those proceedings, conditions, or things which are specifically required by  
43 this Article.

1 The Board may enter into or negotiate a note with an acceptable bank or trust  
2 company in lieu of issuing bonds for the financing of projects covered under this section.  
3 The terms and conditions of any note of this nature shall be in accordance with the terms  
4 and conditions surrounding issuance of bonds.

5 The Board is hereby authorized to issue, subject to the approval of the Director of the  
6 Budget, at one time or from time to time, revenue bond anticipation notes of the Board in  
7 anticipation of the issuance of bonds authorized pursuant to the provisions of this Article.  
8 The principal of and the interest on such notes shall be payable solely from the proceeds  
9 of bonds or renewal notes, or, in the event bond or renewal note proceeds are not  
10 available, any available revenues of the project or projects for which such bonds shall  
11 have been authorized. The notes of each issue shall be dated, shall mature at such time or  
12 times not exceeding two years from their date or dates, shall bear interest at such rate or  
13 rates as may be determined by the Board, and may be redeemable before maturity, at the  
14 option of the Board, at such price or prices and under such terms and conditions as may  
15 be fixed by the Board prior to the issuance of the notes. The Board shall determine the  
16 form and the manner of execution of the notes, including any interest coupons to be  
17 attached thereto, and shall fix the denomination or denominations of the notes and the  
18 place or places of payment of principal and interest, which may be at any bank or trust  
19 company within or without the State. In case any officer whose signature or a facsimile of  
20 whose signature shall appear on any notes or coupons shall cease to be such officer  
21 before the delivery of such notes, such signature or such facsimile shall nevertheless be  
22 valid and sufficient for all purposes the same as if he had remained in office until such  
23 delivery. Notwithstanding any of the other provisions of this Article or any recitals in any  
24 notes issued under the provisions of this Article, all such notes shall be deemed to be  
25 negotiable instruments under the laws of this State, subject only to the provisions for  
26 registration in any resolution authorizing the issuance of such notes or any trust  
27 agreement securing the bonds in anticipation of which such notes are being issued. The  
28 notes may be issued in coupon or registered form or both or as book entry notes, as the  
29 Board may determine, and provision may be made for the registration of any coupon  
30 notes as to principal alone and also as to both principal and interest, and for the  
31 reconversion into coupon notes of any notes registered as to both principal and interest.  
32 The Board may sell such notes in such manner, at public or private sale, and for such  
33 price, as it may determine to be for the best interests of the Board.

34 The proceeds of the notes of each issue shall be used solely for the purpose for which  
35 the bonds in anticipation of which such notes are being issued shall have been authorized,  
36 and such note proceeds shall be disbursed in such manner and under such restrictions, if  
37 any, as the Board may provide in the resolution authorizing the issuance of such notes or  
38 bonds or in the trust agreement securing such bonds.

39 The resolution providing for the issuance of notes, and any trust agreement securing  
40 the bonds in anticipation of which such notes are being authorized, may also contain such  
41 limitations upon the issuance of additional notes as the Board may deem proper, and such  
42 additional notes shall be issued under such restrictions and limitations as may be

1 prescribed by such resolution or trust agreement. The Board may also provide for the  
2 replacement of any notes which shall become mutilated or be destroyed or lost.

3 Except as herein otherwise provided, notes may be issued under this Article and other  
4 powers vested in the Board under this Article may be exercised by the Board without  
5 obtaining the consent of any department, division, commission, board, bureau, or agency  
6 of the State and without any other proceedings or the happening of any other conditions  
7 or things than those proceedings, conditions, or things which are specifically required by  
8 this Article.

9 Unless the context shall otherwise indicate, the word 'bonds' wherever used in this  
10 Article, shall be deemed and construed to include the words 'bond anticipation notes.'"

11 Section 8. G.S. 116-198.37 reads as rewritten:

12 **"§ 116-198.37. Fixing fees, rents, and charges; sinking fund.**

13 For the purpose of aiding in the acquisition, construction, or provision of any project  
14 and the maintenance, repair, and operation of any project or any existing facilities, the  
15 Board is authorized to fix, revise from time to time, charge, and collect such fee or fees  
16 for such privileges and services and in such amount or amounts as the Board shall  
17 determine, and to fix, revise from time to time, charge, and collect other fees, rents, and  
18 charges for the use of and for the services furnished or to be furnished by any project or  
19 projects and any existing facilities, or any portion thereof, and to contract with any  
20 person, partnership, association, or corporation for the lease, use, occupancy, or operation  
21 of any project or projects and any existing facilities, or any part thereof, and to fix the  
22 terms, conditions, fees, rents, and charges for any such lease, use, occupancy, or  
23 operation. So long as bonds issued hereunder and payable therefrom are outstanding,  
24 such fees, rents, and charges shall be so fixed and adjusted, with relation to other  
25 revenues available therefor, as to provide funds pursuant to the requirements of the  
26 resolution or trust agreement authorizing or securing such bonds at least sufficient with  
27 such other revenues, if any, (i) to pay the cost of maintaining, repairing, and operating  
28 any project or projects and any existing facilities any part of the revenues of which are  
29 pledged to the payment of the bonds issued for such project or projects, (ii) to pay the  
30 principal of and the interest on such bonds as the same shall become due and payable,  
31 and (iii) to create and maintain reserves for such purposes. Any surplus funds remaining  
32 after application to the purposes mentioned in (i), (ii), and (iii), above, shall be held in  
33 trust and applied by the Board to the development of the Centennial ~~Campus or Campus,~~  
34 the Horace Williams ~~Campus-Campus,~~ or a Millennial Campus, as applicable. Such fees,  
35 rents, and charges shall not be subject to supervision or regulation by any other  
36 commission, board, bureau, or agency of the State. A sufficient amount of the revenues,  
37 except such part thereof as may be necessary to pay such cost of maintenance, repair, and  
38 operation and to provide such reserves therefor and for renewals, replacements,  
39 extensions, enlargements, and improvements as may be provided for in the resolution  
40 authorizing the issuance of such bonds or in the trust agreement securing the same, shall  
41 be set aside at such regular intervals as may be provided in such resolution or such trust  
42 agreement in a sinking fund which is hereby pledged to and charged with the payment of  
43 the principal of and the interest on such bonds as the same shall become due and the



1 redemption price or the purchase price of bonds retired by call or purchase as therein  
2 provided. Such pledge shall be valid and binding from the time when the pledge is made;  
3 the fees, rents, and charges and other revenues or other moneys so pledged and thereafter  
4 received by the Board shall immediately be subject to the lien of such pledge without any  
5 physical delivery thereof or further act; and the lien of any such pledge shall be valid and  
6 binding as against all parties having claims of any kind in tort, contract, or otherwise  
7 against the Board, irrespective of whether such parties have notice thereof. Neither the  
8 resolution nor any trust agreement by which a pledge is created need be filed or recorded  
9 except in the records of the Board. The use and disposition of moneys to the credit of  
10 such sinking fund shall be subject to the provisions of the resolution authorizing the  
11 issuance of such bonds or of the trust agreement securing the same."

12 Section 9. G.S. 146-30(b1) reads as rewritten:

13 "(b1) Notwithstanding the other provisions of this section, no service charge into the  
14 State Land Fund shall be deducted from or levied against the proceeds of any disposition  
15 by lease, rental, or easement of State lands that are designated as part of the Centennial  
16 Campus as defined by ~~G.S. 116-198.33(4)~~ or ~~G.S. 116-198.33(4)~~, that are designated as  
17 part of the Horace Williams Campus as defined by ~~G.S. 116-198.33(4a)~~. G.S. 116-  
18 198.33(4a), or that are designated as part of a Millennial Campus as defined by G.S. 116-  
19 198.33(4b). All net proceeds of those dispositions are governed by G.S. 116-36.5."

20 Section 10. G.S. 66-58(b) reads as rewritten:

21 "(b) The provisions of subsection (a) of this section shall not apply to:

- 22 (1) Counties and municipalities.
- 23 (2) The Department of Health and Human Services or the Department of  
24 Agriculture and Consumer Services for the sale of serums, vaccines, and  
25 other like products.
- 26 (3) The Department of Administration, except that the agency shall not  
27 exceed the authority granted in the act creating the agency.
- 28 (4) The State hospitals for the mentally ill.
- 29 (5) The Department of Health and Human Services.
- 30 (6) The North Carolina School for the Blind at Raleigh.
- 31 (6a) The Office of Juvenile Justice.
- 32 (7) The North Carolina Schools for the Deaf.
- 33 (8) The Greater University of North Carolina with regard to its utilities and  
34 other services now operated by it nor to the sale of articles produced  
35 incident to the operation of instructional departments, articles incident  
36 to educational research, articles of merchandise incident to classroom  
37 work, meals, books, or to articles of merchandise not exceeding twenty-  
38 five cents (25¢) in value when sold to members of the educational staff  
39 or staff auxiliary to education or to duly enrolled students or  
40 occasionally to immediate members of the families of members of the  
41 educational staff or of duly enrolled students nor to the sale of meals or  
42 merchandise to persons attending meetings or conventions as invited  
43 guests nor to the operation by the University of North Carolina of an inn

1 or hotel and dining and other facilities usually connected with a hotel or  
2 inn, nor to the hospital and Medical School of the University of North  
3 Carolina, nor to the Coliseum of North Carolina State University at  
4 Raleigh, and the other schools and colleges for higher education  
5 maintained or supported by the State, nor to the Centennial Campus of  
6 North Carolina State University at Raleigh, nor to the Horace Williams  
7 Campus of the University of North Carolina at Chapel Hill, nor to a  
8 Millennial Campus of a constituent institution of The University of  
9 North Carolina, nor to the comprehensive student health services or the  
10 comprehensive student infirmaries maintained by the constituent  
11 institutions of the University of North Carolina.

12 (9) The Department of Environment and Natural Resources, except that the  
13 Department shall not construct, maintain, operate or lease a hotel or  
14 tourist inn in any park over which it has jurisdiction. The North  
15 Carolina Wildlife Resources Commission may sell wildlife memorabilia  
16 as a service to members of the public interested in wildlife conservation.

17 (10) Child-caring institutions or orphanages receiving State aid.

18 (11) Highlands School in Macon County.

19 (12) The North Carolina State Fair.

20 (13) Rural electric memberships corporations.

21 (13a) State Farm Operations Commission.

22 (13b) The Department of Agriculture and Consumer Services with regard to  
23 its lessees at farmers' markets operated by the Department.

24 (13c) The Western North Carolina Agricultural Center.

25 (13d) Agricultural centers or livestock facilities operated by the Department of  
26 Agriculture and Consumer Services.

27 (14) Nothing herein contained shall be construed to prohibit the engagement  
28 in any of the activities described in subsection (a) hereof by a firm,  
29 corporation or person who or which is a lessee of space only of the State  
30 of North Carolina or any of its departments or agencies; provided the  
31 leases shall be awarded by the Department of Administration to the  
32 highest bidder, as provided by law in the case of State contracts and  
33 which lease shall be for a term of not less than one year and not more  
34 than five years.

35 (15) The State Department of Correction is authorized to purchase and install  
36 automobile license tag plant equipment for the purpose of  
37 manufacturing license tags for the State and local governments and for  
38 such other purposes as the Department may direct.

39 The Commissioner of Motor Vehicles, or such other authority as may  
40 exercise the authority to purchase automobile license tags is hereby  
41 directed to purchase from, and to contract with, the State Department of  
42 Correction for the State automobile license tag requirements from year  
43 to year.

1           The price to be paid to the State Department of Correction for the  
2 tags shall be fixed and agreed upon by the Governor, the State  
3 Department of Correction, and the Motor Vehicle Commissioner, or  
4 such authority as may be authorized to purchase the supplies.

- 5           (16) Laundry services performed by the Department of Correction may be  
6 provided only for agencies and instrumentalities of the State which are  
7 supported by State funds and for county or municipally controlled and  
8 supported hospitals presently being served by the Department of  
9 Correction, or for which services have been contracted or applied for in  
10 writing, as of May 22, 1973. In addition to the prior sentence, laundry  
11 services performed by the Department of Correction may be provided  
12 for the Governor Morehead School and the North Carolina School for  
13 the Deaf.

14           The services shall be limited to wet-washing, drying and ironing of  
15 flatwear or flat goods such as towels, sheets and bedding, linens and  
16 those uniforms prescribed for wear by the institutions and further  
17 limited to only flat goods or apparel owned, distributed or controlled  
18 entirely by the institutions and shall not include processing by any dry-  
19 cleaning methods; provided, however, those garments and items  
20 presently being serviced by wet-washing, drying and ironing may in the  
21 future, at the election of the Department of Correction, be processed by  
22 a dry-cleaning method.

- 23           (17) The North Carolina Global TransPark Authority or a lessee of the  
24 Authority.  
25           (18) The activities and products of private enterprise carried on or  
26 manufactured within a State prison facility pursuant to G.S. 148-70.  
27           (19) The North Carolina Justice Academy.  
28           (20) The Department of Transportation, or any nonprofit lessee of the  
29 Department, for the sale of books, crafts, gifts, and other tourism-related  
30 items at visitor centers owned by the Department."

31           Section 11. This act is effective when it becomes law.