

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Approved by the Regents
December 6, 2018

ACTION REQUEST

Subject: Ann Arbor Technology Park, Ann Arbor, Michigan

Action Requested: Authorization to Sell Real Estate

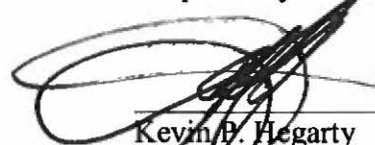
Background:

The University of Michigan owns approximately 152 acres of land east of US-23 and south of Plymouth Road in the Ann Arbor Technology Park area, not including the East Medical Campus of approximately two hundred acres. We request authorization to sell approximately 17.8 acres of vacant land (Parcel F on the attached map) in the Ann Arbor Technology Park to KLA-Tencor Corporation for \$26,700,000.

KLA-Tencor expressed interest in developing a research and development center near the university that would allow the company to strengthen its long-term relationship, including collaborative research, with the university. The purchase agreement will include a right of first opportunity for the university to acquire the property should KLA-Tencor decide to sell the property in the future. If approved, we anticipate a 90-day due diligence period with the closing to follow shortly thereafter.

We recommend that the University of Michigan sell the property as described located within the Ann Arbor Technology Park in Ann Arbor, Michigan, to KLA-Tencor for \$26,700,000 upon terms and conditions acceptable to the university.

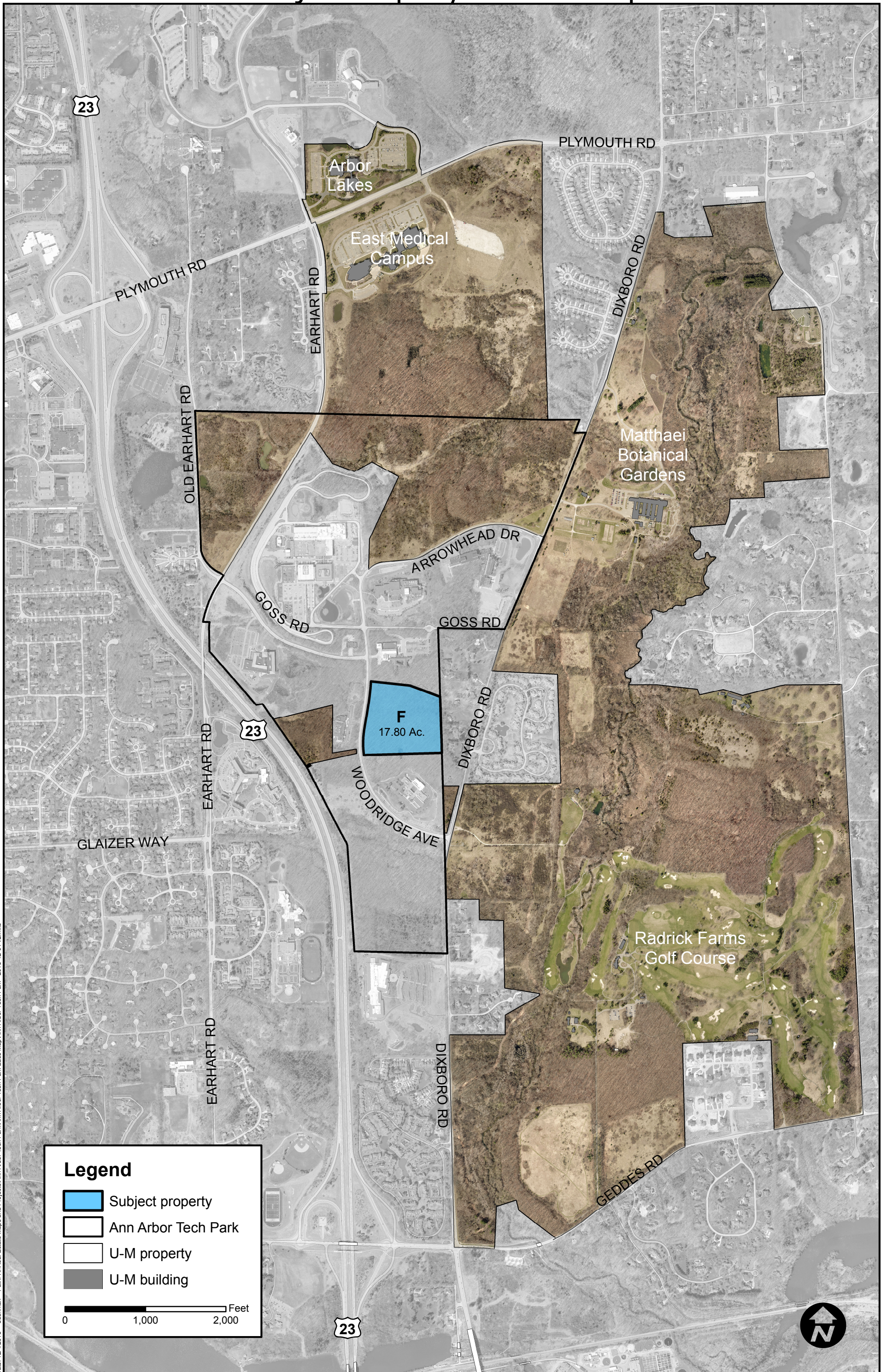
Respectfully submitted,



Kevin P. Hegarty
Executive Vice President and
Chief Financial Officer

December 2019
Attachment

Subject Property Location Map



Date: 12/4/2018 duciman Path: R:\Real Estate Maps and Projects\Ann Arbor Tech Park Base Map\Ann Arbor Tech Park - 2018-12-04.v2.mxd