

MINUTES OF MEETING

C. COMMITTEE ON FINANCE AND PHYSICAL PLANT

VOLUME 226

May 12, 2006

A meeting of the Committee on Finance and Physical Plant was held in the Boardroom of The Nittany Lion Inn, University Park, Pennsylvania, on May 12, 2006 at 1:30 p.m.

The following Committee members were present: Baldwin and Spanier (ex officio), Metzgar (chair), Strumpf (vice chair), Broadhurst, Brosius, Hintz, Poprik, Shaffer, and Suhey. Also present were Trustees Alexander, Conti, DiBerardinis, Eckel, Foulke, Garban, Hayes, Henning, Huber, Jones, Joyner, Junker, Peechatka, Riley, Rowell, Wolff, and Zahorchak; Trustees Emeriti Huck, Robinson, and Wise; and Governor's Representative Daniels.

Present by invitation were faculty representative Casteel, and Floros; student representatives Balaji, Livingston, and Stathes; staff members Ammerman, Althouse, Babe, DiEugenio, Dolbin, Erickson, Kirsch, MacCarthy, Pangborn, Paz, Pell, Romano, Schultz, Stryker, Triponey, Turow, and Weidemann; and Mr. Courtney of McQuaide Blasko.

Chair Metzgar called the meeting to order:

The Committee on Finance and Physical Plant voted to recommend to the Board of Trustees approval of the following resolutions which were included in the Meeting Agenda:

1. RESOLVED, That the Officers of the University are authorized to grant a right-of-way to Grace Bible Church of Erie to construct and maintain a driveway and sign along Technology Drive at Penn State Erie, The Behrend College.
2. RESOLVED, That the "MBNA Career Services Center" at University Park be renamed the "Bank of America Career Services Center."

FURTHER BE IT RESOLVED, That the officers of the University are authorized to implement additional name changes, as may be requested by Bank of America with respect to those portions of buildings and rooms within buildings that currently are named in recognition of MBNA, in accordance with the *Standing Orders* of the Board of Trustees and Policy AD-05.

3. RESOLVED, That pending adoption of a new budget to reflect clarification of the amount and form of the State appropriation, and subsequent decision regarding the amount of tuition charges, adjustments to salaries, wages, and employee benefits, and provisions for fuel and utilities and other cost increases, the Board of Trustees approves continuation for the interim period beginning July 1, 2006, total budget amounts at the level of the adjusted 2005-06 budget as follows:

	<u>University Park and Other Locations</u>	<u>College of Medicine</u>	<u>Pennsylvania College of Technology</u>	<u>Dickinson School of Law</u>	<u>Total University</u>
General Funds	1,294,928,000	76,659,000	86,539,000	17,306,000	1,475,432,000
Agricultural Federal Funds	18,376,000				18,376,000
Restricted Funds	441,150,000	67,000,000	26,992,000	1,945,000	537,087,000
Auxiliary Enterprises ^a	255,985,000	3,661,000	16,791,000	430,000	276,867,000
TOTAL	\$2,010,439,000	\$147,320,000	\$130,322,000	\$19,681,000	\$2,307,762,000
The Milton S. Hershey Medical Center Other Hospital Income					\$737,656,000
Federal Medical Assistance Funds					13,745,000
TOTAL MILTON S. HERSHEY MEDICAL CENTER					\$751,401,000
TOTAL FUNDS					\$3,059,163,000

^aIncludes increase in room and board charges as approved by the Board of Trustees, November 4, 2005.

4. RESOLVED, That the conditions governing certain existing scholarships, fellowships, awards, and similar funds previously established at the University be revoked and that the Officers of the University are authorized to put into effect the revised regulations as summarized below and the same are approved: (See Appendix I)

A. LTCOL Robert A. and Lois Barraclough Scholarship

Date Originally Established: August 9, 2000

Source and Nature of Revisions: This scholarship was revised to change the selection committee from the Freshman Scholarship Committee to the Office of Student Aid.

B. Chelius Family Scholarship in Meteorology

Date Originally Established: September 2, 2003

Source and Nature of Revisions: The amount of the award was revised to be no less than \$1,000. Previously, the scholarship did not specify a minimum award amount.

C. Charles L. and Anna R. Hosler Scholarship in Meteorology

Date Originally Established: February 19, 1999

Source and Nature of Revisions: The purpose and eligibility sections were revised to include financial need. Previously, financial need was not a requirement. The amount of the award was revised to be no less than \$1,000. Previously, the scholarship did not specify a minimum award amount.

D. Anita Chevres and David Lipson Award

Date Originally Established: October 1, 2001

Source and Nature of Revisions: The award name was changed to the "Anita and David Lipson Award."

E. Helen and Lowell Manfull Theatre Scholarship

Date Originally Established: March 31, 2003

Source and Nature of Revisions: The purpose and eligibility sections were revised to state that recipients must have demonstrated outstanding commitment through active participation in any phase of School of Theatre productions. Previously, recipients were restricted to students who demonstrated outstanding commitment through participation in School of Theatre performances.

F. Isaac H. and Jeanette Novack Scholarship at Penn State Abington

Date Originally Established: March 30, 2005

Source and Nature of Revisions: The number of awards and amount of each were revised so only one scholarship, between \$2,500 and \$5,000, is awarded annually. Previously, the number and amount of awards were left to the discretion of the selection committee. Additionally, the requirement for superior academic records was removed from the eligibility criteria.

G. John E. Sheehan Renaissance Scholarship

Date Originally Established: July 17, 1987

Source and Nature of Revisions: The scholarship name was changed to the "Harry Adler and Louis Coppersmith Memorial Renaissance Scholarship."

H. Raymond G. and Diana L. Tronzo Medical Informatics Endowment in the School of Information Sciences and Technology

Date Originally Established: April 6, 2004

Source and Nature of Revisions: The endowment title was changed to the "Raymond G. and Diana L. Tronzo Medical Informatics Endowment in the College of Information Sciences and Technology."

5. RESOLVED, That the Board of Trustees gratefully acknowledges the generous contributions of the many friends of the University in support of endowments, funds, and other major commitments as reported to the Committee on Finance and Physical Plant at its meeting of May 12, 2006.

FURTHER BE IT RESOLVED, That the Officers of the University are authorized to convey the Board's appreciation to these generous benefactors who provide opportunities for many students to receive a quality education.

6. RESOLVED, That the sketch/preliminary plans for the University Health and Counseling Services Building, University Park, as designed by The Hillier Group of Philadelphia, Pennsylvania, are approved.

BE IT FURTHER RESOLVED, That authorization to obtain bids and award demolition, site work, site utility, foundation, and structural steel contracts to construct the project be approved.

7. RESOLVED, That the sketch/preliminary plans for the new Cancer Institute, The Milton S. Hershey Medical Center, as designed by the firms of Payette Associates of Boston, Massachusetts, and Array Healthcare Facilities Solutions of King of Prussia, Pennsylvania, are approved.

BE IT FURTHER RESOLVED, That authorization to obtain bids and award site work, site utility, foundation, and structural steel contracts to construct the project be approved

The following items were presented for the information of the Trustees:

1. Construction of an Addition to Church Hall, Penn State Harrisburg
2. Naming of Rooms, Portions of Buildings and Plazas
 - A. Naming of the Penn State assistant coaches' locker room in Medlar Field at Lubrano Park the "Sandy S. Graffius Penn State Assistant Coaches' Locker Room," in honor of a pledge from Gordon Graffius.
 - B. Naming of the Minor League Manager's Locker Room in Medlar Field at Lubrano Park the "Brookline Minor League Manager's Locker Room," in honor of a pledge from Clifford Coldren.
 - C. Naming of the Sports Journalism Center in Medlar Field at Lubrano Park "Sports Journalism Center, a gift from John and Ann Curley."
 - D. Naming of various spaces in the Food Sciences Building as follows:
 - 1) Room 226 the "Claypoole Family Consumer Education Center in memory of Henry W. and Harold M. Claypoole."
 - 2) Room 318 the "Silvio and Edith Crespo Research Laboratory."
 - 3) Room 317 the "Lamartine and Emeline Hood Research Laboratory."
 - 4) Room 316, the "Wenger's Feed Mill, Inc. Research Laboratory." This name will replace the previously approved name of "Wenger's Feed Mill Laboratory."
 - 5) Room 315 the "Horace Woodward Research Laboratory."
 - 6) Room 324 the "David Michael & Company Office: In memory of Brig. General Edward W. Rosenbaum (USAF) and William B. Roskam II."
 - 7) Room 309 the "Alec and Lexi Beliasov Research Laboratory."
 - 8) Room 308 the "Robert R. Lukas Research Laboratory."
 - 9) Room 307 the "Robert R. Lukas Research Laboratory."
 - 10) Room 342 the "Galliker Dairy Company Conference Room: In recognition of a gift from Galliker Dairy Company."
 - 11) Room 418 the "Dutch Gold Honey Research Laboratory: In honor of W. Ralph Gamber and Luella Gamber, founders of Dutch Gold Honey, Inc."
 - 12) Room 417 the "Land O'Lakes Foundation Research Laboratory."
 - 13) Rooms 416 and 415 the "Land O'Lakes Foundation Research Laboratory."
 - 14) Room 425 the "Ecolab Resource Center Faculty Office."

- 15) Room 408 the "Catherine E. Adams Research Laboratory."
 - 16) Room 404 the "Dean and Harriet Girton Faculty Office."
- E. Naming of the newly renovated seminar room located on the ground floor of Carnegie Building the "Robert Wood Johnson Seminar Room," for a gift from the Robert Wood Johnson Foundation.
3. Status of Major Construction Programs and Borrowing
 4. Summary of new funds, including scholarships, fellowships, etc., accepted by the University during the period February 20, 2006 through April 14, 2006. All conform to established University policies and regulations:
 - (a) Samuel P. Black, III and Susan L. Black Trustee Scholarship
 - (b) Blue Sky Women's Learned Society Award for Female Graduate Students in Adult Education
 - (c) Thomas P. and Gretchen C. Carbaugh Endowed Surgery Scholarship
 - (d) The Cohen and Chirinko Trustee Scholarship in the College of the Liberal Arts
 - (e) William J. Cox Memorial Fund
 - (f) The Dow Chemical Company and Larry Duda Excellence in Chemical Engineering Fund
 - (g) Department of English Internship Support Endowment
 - (h) Keith and Linda Forrest Endowed Scholarship for Women's Volleyball
 - (i) Keith and Linda A. Forrest Endowed Scholarship for Women's Swimming
 - (j) Keith E. and Linda A. Forrest Endowed Scholarship for Women's Softball
 - (k) Glenn and Nancy Gamble Endowment for the Center for the Performing Arts
 - (l) Christopher M. Geitner Award
 - (m) Hayden Family Trustee Scholarship
 - (n) Honorable R. Merle Heffner, Class of 1939, Scholarship
 - (o) Thomas and Cynthia Helm Hess Endowed Scholarship for Women's Soccer
 - (p) Tom and Cindy Hess Endowed Scholarship in Accounting
 - (q) Holcomb Family Scholarship in Horticulture
 - (r) J. Lloyd and Dorothy Foehr Huck Trustee Scholarship in the College of Health and Human Development
 - (s) Edmond F. and Barbara G. Isabelle Endowed Research Fund for Sports Medicine
 - (t) Robert Wood Johnson Program in Ethical Leadership in the Arthur W. Page Center for Integrity in Public Communication
 - (u) Gregory and Toni Knoll Fund in the Rock Ethics Institute
 - (v) Eleanor H. Kyle Endowed Fund in the Humanities in the College of the Liberal Arts
 - (w) Ellen M. Laun Trustee Scholarship
 - (x) Jeanne L. and Thomas L. Leaman, M.D. Professorship in Family and Community Medicine
 - (y) Lori Elizabeth Master Director's Fund in the Jewish Studies Program
 - (z) Charles and Elinor Matts Professorship in Architectural Engineering
 - (aa) Kjell Meling Enhancement Fund for Arts and Humanities at Penn State Altoona
 - (bb) Jesse A. Miller Trustee Matching Scholarship in the College of Earth and Mineral Sciences
 - (cc) Richard R. Parizek Endowment for Field Study in Geosciences
 - (dd) Joe and Sue Paterno Family Physical Therapy Endowment
 - (ee) John and Carol Paulus Director's Fund in the Richards Civil War Era Center
 - (ff) Penn State Cooperative Extension Program Endowment in Westmoreland County
 - (gg) Edwards P. Schwentker, M.D. Professorship in Orthopaedics
 - (hh) John T. and Paige S. Smith Endowment for Undergraduate Research in the College of Health and Human Development
 - (ii) John T. and Paige S. Smith Scholarship in Agricultural and Extension Education
 - (jj) Sokolov Family Athletic Director's Enhancement Fund
 - (kk) Dr. Athleen J. Stere Matching Trustee Scholarship
 - (ll) Robert K. and Jane W. Zimmerman Endowed Program Fund
 5. Summary of major commitments accepted by the University during the period January 1, 2006 to February 28, 2006.
 - (a) Dr. Joseph C. and Marilyn Allegra
 - (b) American Diabetes Association, Inc.
 - (c) Estate of George C. Bartley
 - (d) Bell Helicopter

- (e) Kenton H. Broyles and Audrey D. Broyles
- (f) Corporation for Public Broadcasting
- (g) Estate of William E. Diefenderfer
- (h) Dow Chemical Company
- (i) Jake Gittlen Memorial Golf Tournament
- (j) Hilda Wilton Harper
- (k) Harvey Industries, Inc.
- (l) Helen L. Henderson
- (m) Hershey Company
- (n) Ideal Tech. Solutions U.S., Inc.
- (o) Dr. Leon J. Johnson and Julia Johnson
- (p) Johnson & Johnson Corporate
- (q) Alfred C. and Marilyn Borgia Maiello
- (r) Charles A. and Elinor Strohm Matts
- (s) Tracy Winfree and Ted H. McCourtney
- (t) Estate of J. Collins McSparran
- (u) Michael J. Fox Foundation for Parkinson's Research
- (v) Anthony Misciagna
- (w) Dr. Raj Mittra
- (x) Barbara R. Palmer
- (y) Estate of Nancy A. Patterson, Esq.
- (z) John and Carol Paulus
- (aa) Estate of Herbert Peterfreund
- (bb) John M. and Gertrude E. Petersen
- (cc) Douglas L. and Julie Rock
- (dd) Tony J. and Norene Salvaggio
- (ee) Dolores Bush Scuderi and Richard J. Scuderi
- (ff) Richard S. and Susan Saltzman Sokolov
- (gg) Estate of George E. Sperling, Jr.
- (hh) Vira I. Heinz Endowment
- (ii) Josephine Berry and William L. Weiss
- (jj) West Penn Power Sustain Energy Fund

The following reports were presented at the meeting (a visual presentation was made):

6. A photo report of selected construction projects was presented:
The South Annex Oncology Treatment Building at The Milton S. Hershey Medical Center; and at University Park the Borland Lab renovation, Airport T-Hangers, Medlar Field at Lubrano Park, and a final report on the Forest Resources Building.

Counsel Courtney reported that in the case filed by former Penn State women's basketball player Jennifer Harris against Penn State, Tim Curley and Rene Portland, the court has referred the case to mandatory mediation scheduled for Monday, May 15, 2006.

With respect to the claim filed in federal court by Penn State student Alfred Fluehr, in which he claims that certain Penn State policies violate his constitutional rights to free speech, free association, free exercise of religion and due process, the University filed a response to the complaint on March 28, 2006. By court order May 2, 2006, this case has also been referred to mandatory mediation. The mediation date must occur within the next 35 days.

The meeting adjourned at 3:20 p.m.