

1. **Operating Budget for the University for the Fiscal Year Beginning July 1, 2007**

(See also Agenda Item 5, Page EP 1)

Dr. Graham B. Spanier, President of the University, will provide a report on the 2007-2008 Operating Budget at a joint meeting of the Committee on Educational Policy and the Committee on Finance and Physical Plant.

2. **Consideration of Proposed Operating Budget for the University for the Fiscal Year Beginning July 1, 2007**

Will the Committee on Finance and Physical Plant recommend to the Board of Trustees adoption of the following resolution:

RESOLVED, That the proposed Operating Budget for the University for the fiscal year beginning July 1, 2007, as shown in Attachment I and Schedules I - V which are attached hereto and made a part hereof, is approved. (See Attachment I)

(Operating Budget attachment and schedules will be distributed to Trustees under separate cover.)

3. **Proposed Tuition and Fees Effective 2007 Fall Semester, The Pennsylvania State University**

Will the Committee on Finance and Physical Plant recommend to the Board of Trustees adoption of the following resolution:

RESOLVED, That tuition and fees at all locations are, effective 2007-2008 school year, as shown on the statements attached hereto and which are a part of this resolution. (See Attachment II)

(Tuition statement attachment will be distributed to Trustees under separate cover.)

4. **Discussion of Consent Agenda Items Provided for Information or Approval of the Committee on Finance and Physical Plant:**

Information Items -

- 1) Naming of Rooms, Portions of Buildings and Plazas
- 2) Status of Major Construction Programs and Borrowing
- 3) Proposed Renewal of The Nittany Lion Inn Liquor License, Liquor Permit for Sunday Sales and Amusement Permit
- 4) Summary of New Funds
- 5) Summary of Major Commitments

Action Items -

- 6) Summary of Revisions to Existing Scholarships, Fellowships, Etc.
- 7) Acknowledgments of Endowments and Other Major Commitments

(See Appendix I)

5. Naming of Buildings and Roads

The Facilities Naming Committee has recommended that the Board of Trustees rename the Pollock Undergraduate Library Building at University Park the "Pollock Building" to reflect the change in the usage of the building.

Will the Committee on Finance and Physical Plant recommend to the Board of Trustees adoption of the following resolution:

RESOLVED, That the Pollock Undergraduate Library Building at University Park is named the "Pollock Building."

6. Proposed Campus Master Plan, Penn State Abington

In order to guide the future growth and development of Penn State Abington, a new campus master plan has been prepared by the Office of Physical Plant.

Will the Committee on Finance and Physical Plant recommend to the Board of Trustees adoption of the following resolution:

RESOLVED, That the Penn State Abington Master Plan, as prepared by the Office of Physical Plant, is approved.

7. Proposed Purchase of 1240 Associates Property, Penn State Altoona

The University has the opportunity to acquire property from 1240 Associates, located at 1417-19 12th Avenue, Altoona, Blair County.

The property, containing approximately .13-acres and a 3,810 GSF one-story brick office building, has been offered to the University for \$188,000. The property adjoins the Heritage Center, which further adjoins Penn State Altoona's soon-to-be-expanded Devorris Downtown Center. The property has been inspected by campus representatives and the Office of Physical Plant and found to be in good condition. The acquisition provides the opportunity for Penn State Altoona Development operations to relocate to downtown Altoona.

Will the Committee on Finance and Physical Plant recommend to the Board of Trustees adoption of the following resolutions:

RESOLVED, That the Board of Trustees approves the acquisition of the property containing approximately .13-acres located at 1417-19 12th Avenue, Altoona, Blair County from 1240 Associates for \$188,000.

BE IT FURTHER RESOLVED, That the Officers of the University are authorized and directed to take such steps as are necessary to make effective this resolution.

8. Proposed Lease Termination With Central Pennsylvania Health Services Corporation, Penn State Altoona

In January 2000, the Board of Trustees approved the University entering into a 25 year Ground Lease with the Central Pennsylvania Health Services Corporation, Altoona, for .63 acres of campus property at Penn State Altoona. With commencement of the Ground Lease in May 2002, the

8. **Proposed Lease Termination With Central Pennsylvania Health Services Corporation, Penn State Altoona** (Continued)

Central Pennsylvania Health Services Corporation subsequently constructed The Sheetz Family Health Center and parking facilities on the property. Upon completion of the Center, Lexington One, Inc., an affiliate of the Central Pennsylvania Health Services Corporation, sublet 8,500 GSF to the University to be used as a campus medical center and medical education facility for its students. The remaining 2,500 GSF was occupied by a physician medical practice owned and operated by the Central Pennsylvania Health Services Corporation.

While the Lease provides for the University to assume ownership of the leased land and improvements at lease expiration, the Central Pennsylvania Health Services Corporation has agreed to an early lease termination. Accordingly, the University now has the opportunity to terminate the Ground Lease and sublease agreement and acquire the improvements from the Central Pennsylvania Health Services Corporation for \$445,000, with the understanding the facility name would remain "The Sheetz Family Health Center." The acquisition provides the opportunity for Penn State Altoona to continue its medical center services and expand its nursing curriculum for its students. The 11,000 GSF Center and parking facilities have been inspected by campus representatives and the Office of Physical Plant and found to be in excellent condition.

Will the Committee on Finance and Physical Plant recommend to the Board of Trustees adoption of the following resolutions:

RESOLVED, That the Board of Trustees approves terminating the Ground Lease and sublease agreements, and acquiring the 11,000 GSF Sheetz Family Health Center improvements, from the Central Pennsylvania Health Services Corporation for \$445,000, with the understanding the facility name will remain "The Sheetz Family Health Center."

BE IT FURTHER RESOLVED, That the Officers of the University are authorized and directed to take such steps as are necessary to make effective this resolution.

9. **Informational Report on University Development**

Mr. Peter G. Tombros, Chair of the Capital Campaign, will present an informational report on University Development.

10. **Photo Report on Selected Construction Projects**

A photo report on the progress of selected construction projects will be presented at the meeting.

11. **Pending Legal Matters**

An informational report will be presented on pending legal matters relating to policies normally considered by the Committee on Finance and Physical Plant.