

## MINUTES OF MEETING

**C. COMMITTEE ON FINANCE AND PHYSICAL PLANT**

VOLUME 235

November 2, 2007

A meeting of the Committee on Finance and Physical Plant was held in the Boardroom of The Nittany Lion Inn, University Park, Pennsylvania, at 1:20 p.m. on November 2, 2007.

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

Present by invitation were faculty representatives Hufnagel; student representatives Casiano, Gyekis, and Lewis; staff members Ammerman, Courtney, Dieugenio, Dolbin, Doncsecz, Erickson, Hanes, Hurley, Kirsch, Mahon, Pangborn, Paz, Pell, Poole, Romano, Schultz, Stryker, Turow, and Weidemann; and Mr. Courtney of McQuaide Blasko.

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 or distributed at the meeting:

1. 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. Michael and Lois Hodes Scholarship in Communication Arts and Sciences  
 Date Originally Established: October 31, 2001  
  
 Source and Nature of Revisions: The scholarship name was changed to the "Michael Hodes Scholarship in Communication Arts and Sciences."
  - B. Michael and Lois Hodes Trustee Scholarship in the College of the Liberal Arts  
 Date Originally Established: April 23, 2004  
  
 Source and Nature of Revisions: The scholarship name was changed to the "Michael Hodes Trustee Scholarship in the College of the Liberal Arts."
  - C. Charles R. Sharbaugh Trustee Scholarship for the Schreyer Honors College  
 Date Originally Established: July 19, 2004  
  
 Source and Nature of Revisions: The scholarship name was changed to the "Philadelphia Trustee Scholarship in the Schreyer Honors College." The preference for eligibility for this scholarship was revised to include students who are from Philadelphia County, Pennsylvania. Previously, this preference was only restricted to students who were enrolled in The Mary Jean and Frank P. Smeal College of Business.

2. 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 November 2, 2007.

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.

3. RESOLVED, That the Board of Trustees approves the change in name of Penn State Delaware County to Penn State Brandywine effective immediately.

4. RESOLVED, That the new business classroom building at Penn State Worthington Scranton is named the "Business Building."

5. RESOLVED, That the road currently known as Hospital Drive is named "University Drive" and a portion of University Drive is named "Crescent Drive."

6. RESOLVED, That the building in downtown Altoona currently known as 1240 Associates Building is named "Kazmaier Family Building."

7. RESOLVED, That the building currently known as Multi-Purpose Building at Penn State Fayette, The Eberly Campus, is named "Community Center."

8. RESOLVED, That the building currently known as Biomedical Technology Center at Penn State Fayette, The Eberly Campus, is named "Biomedical Building."

9. RESOLVED, That the Board of Trustees approves extending its Lease Agreement (originally approved November 1996 for a period of 35 years at a lease rate of \$1 annually) with the Centre Region Recreation Authority, through December 31, 2042, in addition to three (3) consecutive five (5) year renewal options.

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.

10. RESOLVED, That the Mount Nittany Medical Center Master Plan in cooperation with The Pennsylvania State University, as prepared by Payette Associates Architects, is approved.

11. RESOLVED, That the final plans for the Business Classroom Building, Penn State Worthington Scranton, as designed by BLT Architects of Philadelphia, are approved.

BE IT FURTHER RESOLVED, That authorization to award contracts to construct the project be approved at a cost of \$5,900,000 from funds available to the University.

12. RESOLVED, That the final plans for the Dickinson School of Law, Carlisle, as designed by Polshek Partnership Architects of New York and Office for Planning and Architecture of Harrisburg, are approved.

BE IT FURTHER RESOLVED, That authorization to award contracts to construct the project be approved at a cost of \$50,000,000 from funds available to the University.

13. RESOLVED, That room and board charges at all locations be increased as shown on Schedules I through IV attached hereto and which are a part of this resolution. (See Appendix II)

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

1. Construction of a Multi-Purpose Building Addition, Penn State Schuylkill
2. Naming of Rooms, Portions of Buildings and Plazas
  - A. Naming of various spaces in the Business Building at Penn State Worthington Scranton as follows:
    - 1) Tiered Lecture Room the "David and Ann Hawk Lecture Room" in honor of a gift from David and Ann Hawk. The plaque should read "David and Ann Hawk Lecture Room: A gift from David and Ann Hawk."
    - 2) E-Learning Classroom the "sanofi pasteur E-Learning Classroom" in honor of a gift from sanofi pasteur Foundation. The plaque should read "sanofi pasteur E-Learning Classroom: A gift from the sanofi pasteur Foundation."
    - 3) Trading Room the "Trading Room" in honor of a gift from Robert and Catherine Quinnan. The plaque should read "This trading room was made possible by Robert and Catherine Quinnan in memory of Joseph and Romaine Quinnan."
    - 4) Computer classroom the "Prudential Financial Technology Classroom" in honor of a gift from Prudential Financial. The plaque should read "Prudential Financial Technology Classroom: A gift from Prudential Financial Services."
    - 5) Boardroom the "Epstein Boardroom" in honor of a gift from David and Aleen Epstein. The plaque should read "Epstein Boardroom: A gift from David and Aleen Epstein."
    - 6) Breakout Classroom the "Penn State Worthington Scranton Alumni Society Breakout Classroom" in honor of a gift from Penn State Worthington Scranton Alumni Society. The plaque should read "Penn State Worthington Scranton Alumni Society Breakout Classroom: A gift from the Penn State Worthington Scranton Alumni Society."
    - 7) Breakout Classroom the "Richard M. And Jean Walsh Breakout Classroom" in honor of a gift received from Richard M. and Jean Walsh. The plaque should read "Richard M. and Jean Walsh Breakout Classroom: A gift from Richard M. and Jean Walsh."
    - 8) Breakout Classroom the "Willary Foundation Breakout Classroom" in honor of a gift from the Willary Foundation. The plaque should read "Willary Foundation Breakout Classroom: A gift from the Willary Foundation."
    - 9) Breakout Classroom the "Joan E. Ciotti Breakout Classroom" in honor of a gift from Joan E. Ciotti. The plaque should read "Joan E. Ciotti Breakout Classroom: In memory of Fred Ciotti."
    - 10) Breakout Classroom the "Eric and Maryanne Linde Breakout Classroom" in honor of a gift from Eric and Maryanne Linde. The plaque should read "Eric and Maryanne Linde Breakout Classroom: A gift from Eric and Maryanne Linde."
    - 11) Faculty Office the "Patrick J. And Mary Jane Sheridan Faculty Office" in honor of a gift from Patrick J. And Mary Jane Sheridan. The plaque should read "Patrick J. and Mary Jane Sheridan Faculty Office: A gift from Patrick J. and Mary Jane Sheridan."
    - 12) Faculty Office the "Goldye Weinberger and Family Faculty Office" in honor of a gift from Goldye Weinberger and Family. The plaque should read "Goldye Weinberger and Family Faculty Office: In memory of Murray Weinberger."

- 13) Faculty Office the "Gentex Corporation Faculty Office" in honor of a gift from Gentex Corporation. The plaque should read "Gentex Corporation Faculty Office: A gift from Gentex Corporation."
- 14) Faculty Office the "Patrick McMahon and Emil Suchter Faculty Office" in honor of a gift from Patrick Mahon and Emil Suchter. The plaque should read "Patrick McMahon and Emil Suchter Faculty Office: A gift from Patrick McMahon and Emil Suchter."
- 15) Faculty Office the "PennStar Bank Faculty Office" in honor of a gift from PennStar Bank. The plaque should read "PennStar Bank Faculty Office: A gift from PennStar Bank."
- 16) Faculty Office the "Harper Collins Publishers Faculty Office" in honor of a gift from Harper Collins. The plaque should read "Harper Collins Publishers Faculty Office: A gift from Harper Collins."
- 17) Faculty Office the "Richard C. And Catherine Marquardt, Jr. Faculty Office" in honor of a gift from Richard C. and Catherine Marquardt, Jr. The plaque should read "Richard C. and Catherine Marquardt, Jr. Faculty Office."
- 18) Faculty Office the "E.J. Long Faculty Office" in honor of a gift from E.J. Long. The plaque should read "E.J. Long Faculty Office: A gift from E.J. Long."

3. Status of Major Construction Programs and Borrowing

4. Conflict of Interest - Disclosure

5. Summary of New Funds, including scholarships, fellowships, etc., accepted by the University during the period August 13, 2007 through October 5, 2007. All of these items conform to established University policies and regulations.

- (a) William C.B. Alexander Family Endowed Scholarship in Mining Engineering
- (b) David W. Angstadt Endowed Men's Basketball Scholarship
- (c) Balmat Family Fund in Geography for Honors Scholars
- (d) Jim and Wendy Balthaser Endowed Women's Softball Scholarship
- (e) Breslin Family Endowed Football Scholarship
- (f) Jeanette Williams Brewer and Shirley Davis-Carroll Catalan Annual Scholarship
- (g) Bushman Family Trustee Scholarship in the College of the Liberal Arts
- (h) Bushman Family Trustee Scholarship in the College of Education
- (i) Clearfield County 4-H Program Endowment
- (j) Diefenderfer Graduate Fellowship
- (k) Diefenderfer Scholarship
- (l) DuBois Educational Foundation Trustee Scholarship
- (m) Penn State DuBois Alumni Society Trustee Scholarship
- (n) Robert B. & Mary E. Evans Family Trustee Scholarship in the Smeal College of Business in memory of Edward H. Evans, Jr.
- (o) Gary and Ralphine Gentzler Trustee Scholarship in the College of Engineering
- (p) Gary and Ralphine Gentzler Trustee Scholarship
- (q) Graham Group's Fund for Athletics at Penn State York
- (r) James V. and Agnes Gray Trustee Scholarship
- (s) Joanne W. Haskell Honors Scholarship in the Schreyer Honors College
- (t) Milton and Dorothy Henderson Scholarship
- (u) Samuel Edward Klein and Ella Loeb Klein Scholarship in the College of Education
- (v) Don Klein Campus Excellence Fund
- (w) Harold F. Martin Graduate Assistant Outstanding Teaching Award
- (x) Minarik Family Trustee Scholarship
- (y) Michael and Andrew Ortenzio Endowed Wrestling Scholarship
- (z) Jack Palance Memorial Trustee Scholarship
- (aa) Joseph A. and Mary M. Quarato Nursing Program Award

- (bb) Max D. Richards Endowment for Eminence in Management Research
- (cc) Gertrude J. Sandt Endowment for Public Broadcasting
- (dd) Beatrice and Alan Schriesheim Distinguished Graduate Fellowship
- (ee) James and Jill Smeltzer Family Endowed Men's Basketball Scholarship
- (ff) Karen Christine Smith Memorial Trustee Matching Scholarship
- (gg) Jack A. and Mildred Prince Squires Research Fund in Hematologic Malignancy
- (hh) Suanne M. Thomas Chancellor's Discretionary Endowment
- (ii) John K. Tsui Honors Scholarship
- (jj) Sam Wherry Honors Scholarship in the Smeal College of Business
- (kk) James R. Williamson Memorial Football Scholarship
- (ll) Brenna J. Wist Trustee Scholarship in the Schreyer Honors College
- (mm) Stanley Witkin and Pauline Wasserman Memorial Trustee Scholarship
- (nn) Robert K. Zimmerman Memorial Internship Endowment

6. Summary of major commitments accepted by the University during the period July 1, 2007 through August 31, 2007.

- (a) Alphawood Foundation
- (b) ALS Association
- (c) American Diabetes Association Incorporated
- (d) American Heart Association
- (e) Andrew W. Mellon Foundation
- (f) AT&T
- (g) Belisarius Productions, Incorporated
- (h) Bernard Osher Foundation
- (i) B. Paul Blasingame
- (j) Boeing Corporation Contributions
- (k) Boston Scientific Corporation
- (l) Estate of Frederick Brown
- (m) Crohn's Colitis Foundation of America
- (n) Paul Doty
- (o) Robert and Ann Emery
- (p) Estate of Millicent Krapf Fails
- (q) David and Jeanne Feight
- (r) Lawrence and Ellen Foster
- (s) Warren Frayer
- (t) Gary and Ralphine Gentzler
- (u) Donald and Margaret Hambrick
- (v) Estate of Joanne Haskell
- (w) Highmark Foundation
- (x) Human Capital Foundation
- (y) Human Frontier Science Program Organization
- (z) Integra Foundation
- (aa) Juvenile Diabetes Research Foundation International
- (bb) Brian and Janet Kramer
- (cc) Dallas and Diane Krapf
- (dd) John Maser and Susan Lutz
- (ee) Estate of Margaret Matson
- (ff) Merrill Lynch and Company Foundation, Inc.
- (gg) Moylan and Barbara Mills
- (hh) Lynn Moran
- (ii) Passan Foundation, Incorporated
- (jj) Grace Rice
- (kk) Richard King Mellon Foundation
- (ll) Robert W. Johnson 1962 Charitable Trust
- (mm) Robert Wood Johnson Foundation
- (nn) Roger and Margaret Roll
- (oo) Lois-Jean Ruth
- (pp) Estate of Gertrude Sandt
- (qq) Peter Showan and Rosalyn Heyman

(rr) Silicon Valley Community Foundation  
(ss) Charles Smith  
(tt) Campbell Stuckeman  
(uu) Summit Health Endowment  
(vv) The Hershey Company  
(ww) The Salizzoni Family Foundation  
(xx) Estate of Lewis Vovakis  
(yy) John and Christine Wenaas  
(zz) Mark and Ruth Wenger  
(aaa) Richard and Nancy Zimmerman

The following reports were presented at the meeting (visual presentations were made):

7. Comments about the University's Audited Financial Statements were made by Joseph J. Doncsecz, Corporate Controller. Supplementary information was mailed to Trustees under separate cover.
8. A photo report on the progress of selected construction projects was presented: Parking Deck and the Research and Economic Development Center Lecture Hall addition at Penn State Erie, The Behrend College; the Cancer Institute at The Milton S. Hershey Medical Center; and the Student Health Center and Lewis Katz Building of the Dickinson School of Law at University Park.

Counsel Courtney reported that the Right to Know Act case remains pending before the Pennsylvania Supreme Court.

In regards to the Schengrund case, which is the salary discrimination case at the College of Medicine, the University's motion for partial dismissal remains pending in Dauphin County.

He reported that with regard to the Stulman case, which is the art exhibit litigation involving the College of Arts and Architecture, discovery continues.

In the Centre County case, which involves the Centre County Commissioners' allegation that Penn State has breached its obligations under the tax settlement agreement, the University has filed preliminary objections citing certain deficiencies within the complaint. It is scheduled to be argued before the court next week.

The meeting adjourned at 2:58 p.m.