

**THE PENNSYLVANIA STATE UNIVERSITY
BOARD OF TRUSTEES**

**COMMITTEE ON FINANCE, BUSINESS AND CAPITAL PLANNING
MINUTES OF MEETING
VOLUME FBCP 9**

May 5, 2016

A meeting of the Committee on Finance, Business & Capital Planning was held in Room 206 of the Penn Stater Hotel and Conference Center in State College Pennsylvania, beginning at 10:00 a.m.

The following committee members, constituting a quorum, were present: Clifford Benson, Mark Dambly, Barbara Doran, Robert Fenza, William Oldsey, Mary Lee Schneider, and Elliott Weinstein.

Student Representative Kevin Horne and the following administration members were also present: Susan Basso, Lisa Berkey, Madeline Cantu, Joseph Doncsecz, David Gray, Nicholas Jones, Donna Newburg, Rachel Smith, Eric Strucko, and Ford Stryker.

The meeting was called to order by Chairman Mark Dambly. Mr. Dambly advised the Committee that actions and recommendations by the Committee would be reported to the full Board of Trustees for their consideration at the May 6, 2016 meeting.

The Committee unanimously approved the minutes of the February 25, 2016 meeting of the Committee.

The Committee reviewed the following consent agenda items and unanimously approved the three action items: Summary of Revised Funds, Summary and Acknowledgment of New Funds and Major Commitments, and Proposed Naming of Various Roads at University Park.

Information Items –

- a) Thomas Building and Greenberg Renovations for Swing Space, University Park
- b) 331 Building Fit Out, Innovation Park
- c) Grange Building Renovations, University Park
- d) Reber Building HVAC Upgrades, University Park
- e) Chambers Building Renovations, University Park
- f) Track and Field Stadium Track Replacement, University Park
- g) Cellular and Molecular Physiology Laboratory Renovations, The Milton S. Hershey Medical Center
- h) Delta Pointe Medical Facility, The Milton S. Hershey Medical Center
- i) Naming of the building at 2185 Sandy Drive, State College, PA the “Science Park Library Annex”
- j) Naming of Rooms, Portions of Buildings, and Plazas
- k) Status of Major Construction Programs and Borrowing
- l) Long Term Investment Pool Report

Action Items –

- m) Summary of Revised Funds
- n) Summary and Acknowledgement of New Funds and Major Commitments
- o) Proposed Naming of Various Roads, University Park

(See Appendix II)

The Committee unanimously approved the following resolution for Proposed Interim Maintenance and Operating Budget for the University for the Fiscal Year Beginning July 1, 2016:

RESOLVED, That pending adoption of a new budget to reflect clarification of the amount and form of the State appropriation, and subsequent decisions 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, 2016, total budget amounts at the level of the adjusted 2015-16 budget as follows:

	University Park and Other Locations	College of Medicine	Pennsylvania College of Technology	Total University
General Funds	\$ 1,893,247,000	\$ 123,805,000	\$ 109,042,000	\$ 2,126,094,000
Agricultural Federal Funds	21,862,000			21,862,000
Restricted Funds	542,995,000	106,600,000	16,060,000	665,655,000
Auxiliary Enterprises ^a	396,332,000	3,644,000	28,953,000	428,929,000
Total	\$ 2,854,436,000	\$ 234,049,000	\$ 154,055,000	\$ 3,242,540,000
Milton S. Hershey Medical Center				1,649,693,000
Total Funds				\$ 4,892,233,000

^a Includes increase in room and board charges as approved by the Board of Trustees, February 26, 2016.

The Committee unanimously approved the following resolutions for Proposed Final Plan Approval and Authorization to Expend Funds for Agricultural Engineering Building Renovation at University Park:

RESOLVED, That the final plans for the Agricultural Engineering Building Renovation at University Park, as designed by the firm of EYP of New York, New York, are approved.

FURTHER BE IT RESOLVED, That authorization to award contracts to construct the project be approved at a cost of \$44,500,000.

The Committee unanimously approved the following resolutions for Proposed Appointment of an Architect, Final Plan Approval and Authorization to Expend Funds for Women's Health Unit Renovations at The Milton S. Hershey Medical Center (MSHMC):

RESOLVED, That the Officers of the University are authorized to employ Poltronieri Tang and Associates of Swarthmore, Pennsylvania, to design the renovations to the Women's Health Unit at The Milton S. Hershey Medical Center.

FURTHER BE IT RESOLVED, That the Officers of the University are authorized to employ Poltronieri Tang and Associates of Swarthmore, Pennsylvania, to design future phases of renovations to the Women's Health Unit at The Milton S. Hershey Medical Center.

FURTHER BE IT RESOLVED, That the final plans for Phase Two of Women's Health Unit Renovations at The Milton S. Hershey Medical Center, as designed by Poltronieri Tang and Associates, are approved

The Committee unanimously approved the following resolutions for Proposed Purchase of MPI Building at University Park:

RESOLVED, That the Board of Trustees approves the acquisition of the property at 3058 Research Drive in Ferguson Township, comprised of .84 acres and a three story 18,000 square foot building, from MPI Research, Inc. for \$2,250,000.

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

The Committee unanimously approved the following resolution for Proposal Revised Multi-Year Capital Plan Assessment on Housing Room Rates for Fiscal Years 2017-2023:

RESOLVED, That the annual room rates for all locations between fiscal years ending 2017-2023 be further adjusted over and above the annual operating costs for housing by the amounts shown in Schedule I attached hereto and which is part of this resolution.

(See Appendix III)

A report on the status of the Commonwealth appropriation request was presented by Rachel Smith.

The Committee on Finance, Business & Capital Planning meeting was adjourned at 10:17 a.m.

Respectfully submitted,

Donna J. Newburg
Assistant Secretary
Board of Trustees