

**THE PENNSYLVANIA STATE UNIVERSITY
BOARD OF TRUSTEES**

**COMMITTEE ON FINANCE, BUSINESS AND CAPITAL PLANNING
MINUTES OF MEETING
VOLUME FBCP 5**

November 13, 2014

A meeting of the Committee on Finance, Business & Capital Planning was held in Room 205 of the Penn Stater Conference Center Hotel beginning at 9:00 a.m.

The following committee members, constituting a quorum, were present: Mark Dambly, Donald Cotner, Cliff Benson, Abraham Harpster, Edward Hintz, and William Oldsey.

Emeriti Members Edward Junker and Robert Metzger, Faculty Representative Jonna Kulikowich, Student Representative Danielle Rhubart, and the following staff members were also present: Madeline Cantu, Joseph Doncsecz, David Gray, Donna Newburg, Greg Scott, Rachel Smith, and Ford Stryker.

The meeting was called to order by Chairman Dambly. Chair 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 November 14, 2014 meeting.

The Committee unanimously approved the minutes of the September 18, 2014 meeting of the Committee.

The Committee reviewed the following consent agenda items and unanimously approved the two action items: Summary of Revisions to Existing Scholarships, Fellowships, Etc.; Acknowledgments of Endowments and Other Major Commitments.

Consent Agenda Items:

Information Items –

- a) Visual Arts HVAC Replacement, University Park
- b) Energy Savings Project at Agricultural Science and Industries Building, University Park
- c) Energy Savings Project at Wartik Building, University Park
- d) Woodland Building Renovations – Phase II, Penn State Abington
- e) Institute of Cyberscience Capital Equipment Purchase at Computer Building, University Park
- f) Naming of Rooms, Portions of Buildings, and Plazas
- g) Purchase of Property at 3040 West Pine Grove Road, Ferguson Township
- h) Status of Major Construction Programs and Borrowing
- i) Conflict of Interest Disclosure
- j) Summary and Designation of Gifts Received by the University

Action Items –

- k) Summary of Revisions to Existing Scholarships, Fellowships, etc.
- l) Acknowledgement of Endowments and Other Major Commitments

The proposed reauthorization to expend funds for the Hetzel Union Building addition and renovation at University Park was presented by Ford Stryker. The Committee unanimously approved the following resolutions:

WHEREAS, the construction cost of the Hetzel Union Building Addition and Renovation has increased by \$6.2 million above the originally authorized amount of \$44.6 million.

RESOLVED, that the authorization to expend funds to accomplish the project is increased to \$50,800,000.

An update on Innovation Park was given by Neil Sharkey. The Committee reviewed the proposed extension of the Development Services Agreement with the Research Park Management Corporation and voted to table the action item until their January 2015 meeting. Since the current development services agreement had an expiration date of November 30, 2014, the Committee voted unanimously to approve the following resolutions:

RESOLVED, That the Board of Trustees approves the extension of the Development Services Agreement between the University and the Research Park Management Corporation (RPMCo), whereby RPMCo provides management, supervision and coordination of development at Innovation Park, to January 31, 2015.

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

The proposed appointment of a Design Build Team for the East Halls renovation and new residence hall at University Park was presented by Ford Stryker. The Committee unanimously approved the following resolutions:

RESOLVED, That the Officers of the University are authorized to employ Clayco of Saint Louis, Missouri, to design and build the East Halls Renovation and New Residence Hall, University Park.

FURTHER BE IT RESOLVED, Final plans for the project will be brought to the Board of Trustees for approval when designed and costs have been established.

The proposed final plans and authorization to expend funds for the Greenberg Indoor Sports Complex renovation at University Park was presented by Ford Stryker. The Committee unanimously approved the following resolutions:

RESOLVED, That the final plans for the Greenberg Indoor Sports Complex class laboratory swing space renovation at University Park, as designed by PJ Dick of Pittsburgh, Pennsylvania, are approved.

FURTHER BE IT RESOLVED, That authorization to expend funds to accomplish the project are approved in the amount of \$10,300,000.

The proposed final plans and authorization to expend funds for the Data Center at The Milton S. Hershey Medical Center was presented by Ford Stryker. The Committee unanimously approved the following resolutions:

RESOLVED, That the final plans for the Data Center at The Milton S. Hershey Medical Center, as designed by IDC Architects, are approved.

FURTHER BE IT RESOLVED, That authorization to expend funds to construct the project be approved at a cost of \$54,000,000.

The proposed purchase of Delta Pointe property in Silver Spring Township, Cumberland County, was presented by Ford Stryker. The Committee unanimously approved the following resolutions:

RESOLVED, That the Board of Trustees approves the acquisition of lots 2/2A, comprised of 8.25 acres, located at Delta Pointe, Silver Spring Township, Cumberland County Pennsylvania, from Delta Commerce Park Developers, LLC for \$1,500,000.

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

It was noted that the Report on Audited Financial Statements would be given at the November 14, 2014 full Board of Trustees meeting.

A Photo Report on Selected Construction Projects was presented by Ford Stryker.

The public session of the Committee on Finance, Business & Capital Planning was adjourned at 9:55 a.m.

The Committee on Finance, Business & Capital Planning then went into executive session to discuss possible acquisitions and mergers that are under confidentiality agreements.

Respectfully submitted,

Donna J. Newburg
Assistant Secretary
Board of Trustees