



PennState

**Approval and Delegation Authority:**  
Recommended Changes to Capital and Real Estate Transaction  
Thresholds

April 6, 2017



# Board of Trustees Transactional Authority– Proposed

	Information		BOT Approval		Comments
	Current	Proposed	Current	Proposed	
<b>Budget</b>					
Operating	--	--	Any	Any	
Tuition, room and board, and other mandatory student fees			Any	Any	
State appropriations request	--	--	Any	Any	
<b>Borrowing</b>					
Authorization to borrow	--	--	Any	Any	
<b>Capital</b>					
5-year capital plan	X			X	
Capital budget requests submitted to state	X	X			
New construction or renovation projects	\$1 million - <\$5 million	\$5 million - <\$20 million	≥\$5 million	≥\$20 million	19 versus 38 Transactions
Appointment of architects			≥\$5 million	≥\$20 million	
Other capital expenditures	--	\$5 million- <\$20 million	≥\$5 million	≥\$20 million	0 versus 3 Transactions
Bond financed Projects	--	--	All	All	
Honorific naming of buildings/ roads			All	All	

<sup>1</sup> Historical comparisons are based on FY14 - FY16 data.



# Board of Trustees Transactional Authority– Proposed

	Information		BOT Approval		Comments
	Current	Proposed	Current	Proposed	
<b>Real Estate</b>					
Purchase of land or real estate	<\$1 million	<\$2 million	≥\$1 million	≥\$2 million	6 versus 24 Transactions
Sale of land or other real estate, except gifts	--	<\$2 million	All	≥\$2 million	0 versus 3 Transactions
Sale of gifted land or real estate	<\$3 million	<\$3 million	≥\$3 million	≥\$3 million	0 Transactions (unchanged)
<b>Conflict of Interest</b>					
Transactions with related parties	--	--	≥\$10,000	≥\$10,000	

<sup>1</sup> Any historical comparisons are based on FY14 - FY16 data.



# Board of Trustees Transactional Authority– Proposed

## FY 2014-16 Capital Projects >\$20 Million (new construction/renovation):

<u>Cost</u>	<u>Capital Project</u>	<u>Date of Approval</u>
\$144,000,000.00	Chemical and Biomedical Engineering Building, University Park	9/15/2016
\$65,100,000.00	East Halls Renovation – Phase 1a, University Park	2/25/2016
\$62,000,000.00	Water Treatment Plant and Distribution Upgrades, University Park	3/20/2015
\$58,000,000.00	Data Center, University Park	3/20/2015
\$54,000,000.00	Data Center, The Milton S. Hershey Medical Center	11/14/2014
\$52,000,000.00	Steidle Building Addition and Renovation, University Park	5/9/2014
\$44,500,000.00	Agricultural Engineering Building Renovation, University Park	5/5/2016
\$37,800,000.00	Burrowes Building Renovation, University Park	1/17/2014
\$33,550,000.00	New Residence Hall at North Halls, University Park	2/25/2016
\$31,700,000.00	Whitmore Laboratory Renovation, University Park	9/19/2014
\$31,250,000.00	Intramural Building Expansion – Phase II, University Park	1/17/2014
\$30,000,000.00	Student Enrichment Center, Penn State Harrisburg	3/20/2015
\$29,340,000.00	Intramural Building Expansion – Phase III, University Park	2/25/2016
\$28,400,000.00	Trippe Hall, Penn State Behrend	11/4/2016
\$25,300,000.00	Material Research Laboratory Renovation, University Park	9/19/2014
\$24,500,000.00	Adler Athletic Complex Renovation and Addition, Penn State Altoona	11/20/2015
\$23,800,000.00	Findlay Dining Commons Renovation, University Park	11/20/2015
\$22,500,000.00	Combined Heat and Power Plant, The Milton S. Hershey Medical Center	9/15/2016
\$20,700,000.00	Mueller Building Renovation, University Park	1/17/2014



# Board of Trustees Transactional Authority– Proposed

## FY 2014-16 Capital Projects <\$20 Million (new construction/renovation):

<u>Cost</u>	<u>Capital Project</u>	<u>Date of Approval</u>
\$15,500,000.00	Housing and Foods Services Warehouse and Bakery Expansion, University Park	1/16/2015
\$15,500,000.00	Kostos Building Renovations, Penn State Hazleton	2/25/2016
\$15,300,000.00	Luerssen Building Renovations, Penn State Berks	7/11/2014
\$14,250,000.00	300 North Science Park Road Renovations – Phase II, University Park	7/11/2014
\$12,140,000.00	Ruhl Student Center, Penn State York	9/18/2015
\$12,000,000.00	Lasch Football Building Locker and Equipment Room Renovations, University Park	11/20/2015
\$11,000,000.00	Women’s Health Unit Renovations, The Milton S. Hershey Medical Center	5/5/2016
\$10,700,000.00	Airport Infrastructure and Site Improvements, University Park	5/8/2015
\$10,300,000.00	Greenberg Indoor Sports Complex Renovation, University Park	11/14/2014
\$10,300,000.00	Reauthorization to Expend Funds for New Human Resources Information System	9/18/2015
\$9,500,000.00	Baker Building Renovation, Penn State Beaver	1/16/2015
\$8,500,000.00	Tower Road Data Center White Space Buildout, University Park	9/15/2016
\$8,000,000.00	Visual Arts Building HVAC Replacement, University Park	3/20/2015



# Board of Trustees Transactional Authority– Proposed

## FY 2014-16 Capital Projects <\$20 Million (continued):

<u>Cost</u>	<u>Capital Project</u>	<u>Date of Approval</u>
\$7,800,000.00	Research Building West HVAC Renovations, University Park	9/15/2016
\$7,500,000.00	Recreational Facility Access Modifications, University Park	2/25/2016
\$7,200,000.00	Morgan Academic Support Center for Student-Athletes, University Park	9/18/2015
\$6,510,000.00	Ritenour Student Center, University Park	11/20/2015
\$6,000,000.00	Pool Renovation and Air Handling Unit Replacement at McCoy Natatorium, University Park	5/9/2014
\$5,200,000.00	Tyson Building HVAC Upgrades and Roof Replacement, University Park	3/7/2014



# Board of Trustees Transactional Authority– Proposed

## FY 2014-16 Real Estate Purchases $\geq$ \$2 Million:

<u>Cost</u>	<u>Property</u>	<u>Date of Approval</u>
\$11,500,000	TSB	July 2013
\$3,648,000	Torrón Group (CATO Annex II)	December 2013
\$2,265,424	Centre County Industrial Development Corp. (Condos 2 & 4)	October 2015
\$2,250,000	MPI Research	May 2016
\$2,100,000	Raytheon	June 2015
\$2,100,000	Mary Davis Estate	August 2013