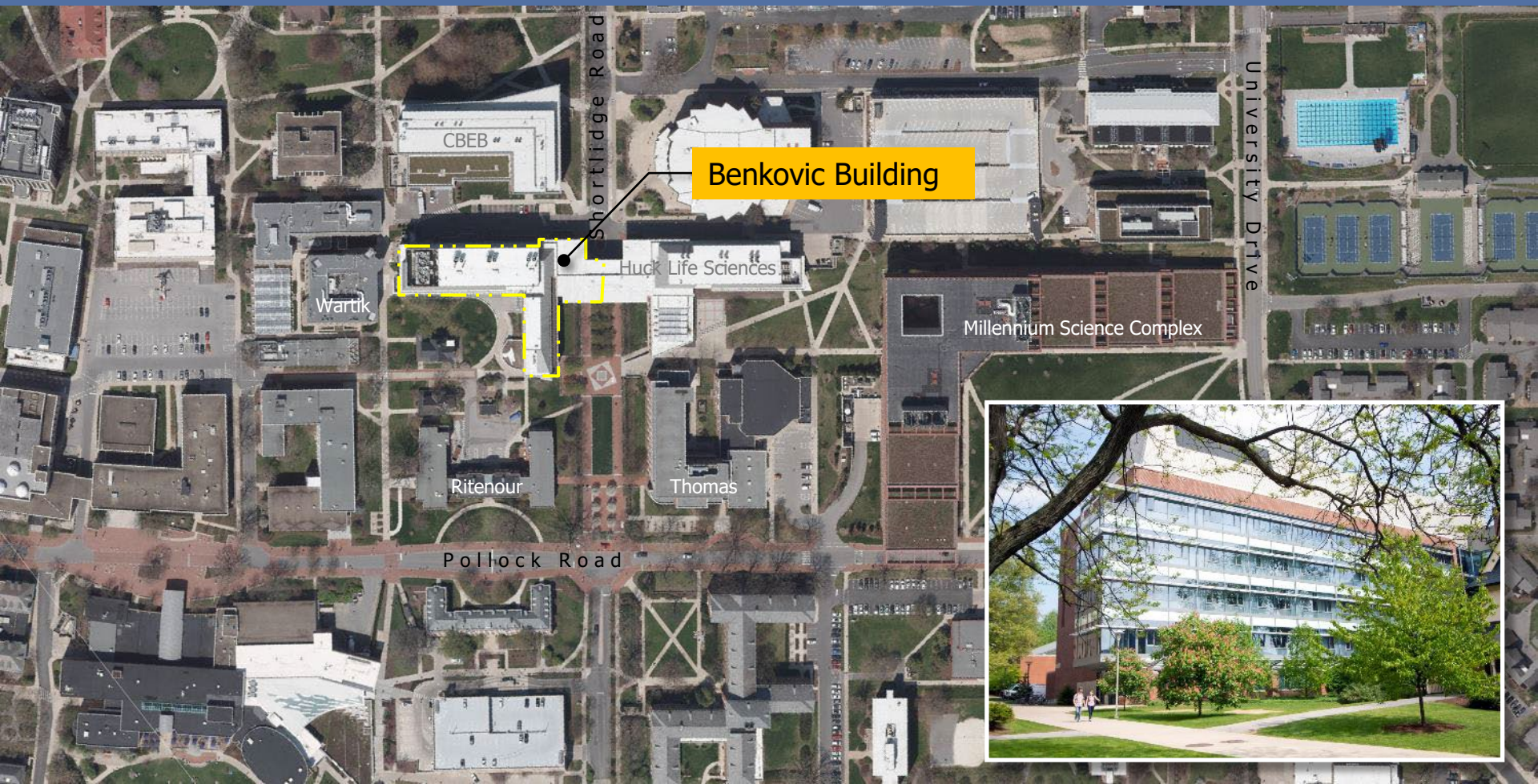




# University Park



**Benkovic Building**

Huck Life Sciences

Wartik

Ritenour

Thomas

Millennium Science Complex





# Benkovic Building Resolution

RESOLVED, That the Chemistry Building at University Park be named the “Benkovic Building.”



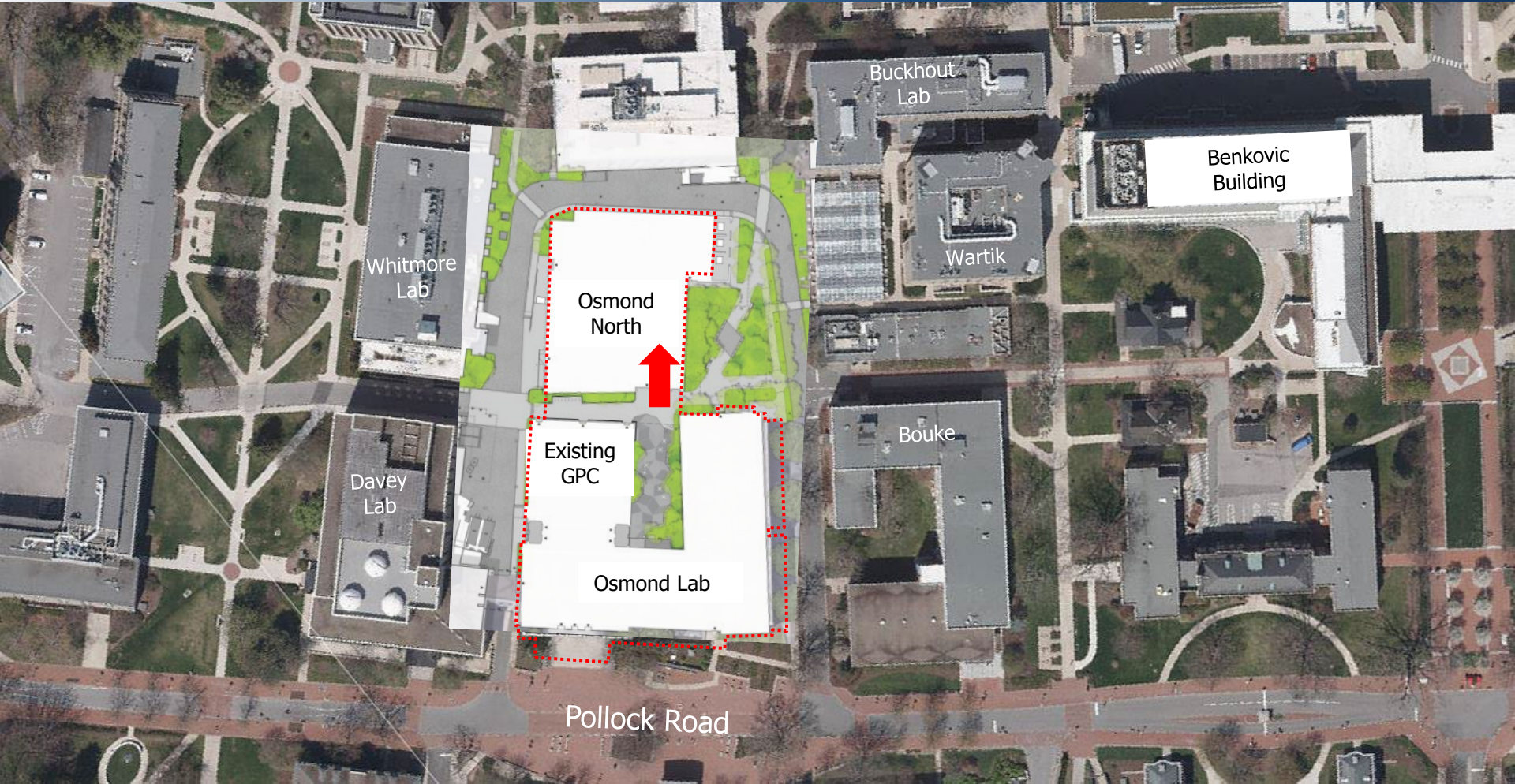
# Physics Building and Osmond Laboratory Renovation, UP



Renovation to a portion of Osmond Lab  
and an addition to support the Physics  
Department



# Site Plan



Whitmore Lab

Davey Lab

Osmond North

Existing GPC

Osmond Lab

Buckhout Lab

Wartik

Bouke

Benkovic Building

Pollock Road





# Rendering – Exterior Looking West





## Project Funding

▪ DGS	\$ 76.5M
▪ Central Reserves	<u>\$ 38.5M</u>
<b>TOTAL:</b>	<b>\$115.0M</b>

## Project Schedule

February 2024	BOT Project Approval
March 2024	Construction start
January 2027	Construction complete



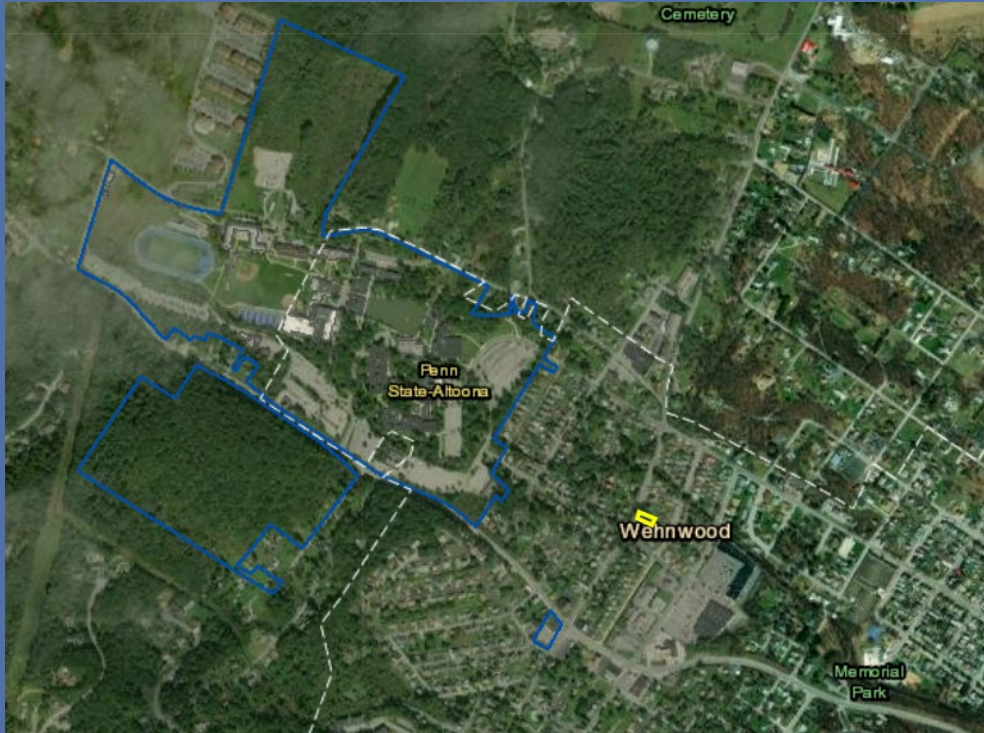
# Resolution

RESOLVED, That the Physics Building and Osmond Laboratory Renovation at University Park, as designed by ZGF Architects, LLP of Washington, DC is approved.

FURTHER BE IT RESOLVED, That authorization to expend funds and award contracts to accomplish the project is approved in the amount of \$115,000,000.



# Proposed Real Estate Divestiture, Penn State Altoona



Athleen Stere Gift Property  
505 East Wopsonnock Avenue  
Altoona, PA 16601







Will the Board of Trustees adopt the following resolutions:

RESOLVED, That the Board of Trustees approves the sale of approximately 0.1377 acres and all improvements located at 505 East Wopsononock Avenue, City of Altoona, and County of Blair, Pennsylvania, to Mark Gasbarro, in the amount of \$111,000.

FURTHER BE IT RESOLVED, That the Officers of the University are authorized and directed to execute and deliver any agreements, deeds, instruments or other documents and to take such other actions as are necessary to make effective this resolution.



**The Pennsylvania State University**  
**All-Funds Activity Reporting for Board of Trustees**  
**Fiscal Year 2024, Through December 31, 2023**  
**(Quarters 1 & 2)**

*Prepared by the Office of Budget and Finance*



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7. Notes on All Funds



**The Pennsylvania State University**  
**All University Funds by Category (\$ thousands)**

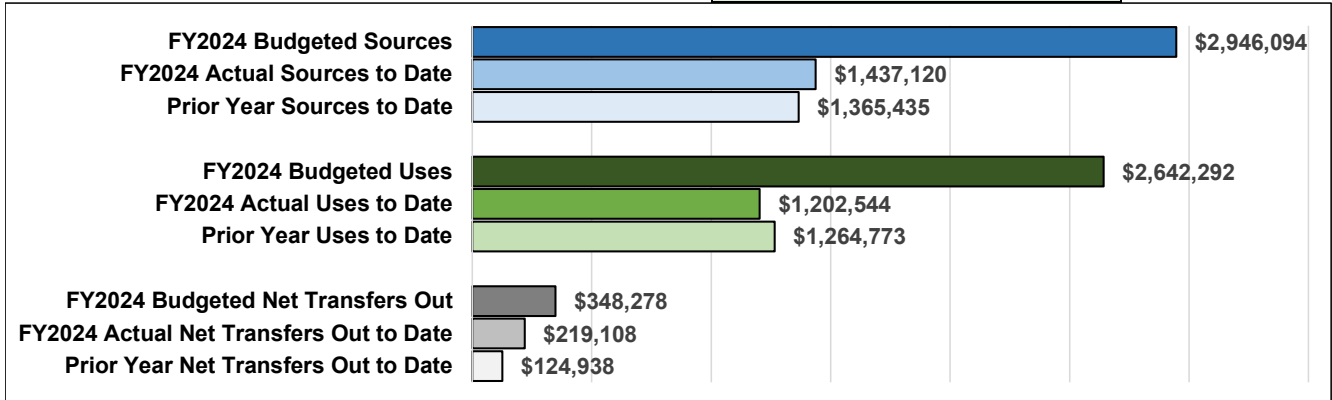
	<b>FY2023 Actual Year End</b>	<b>FY2024 Approved Budget</b>	<b>FY2024 Actuals thru December</b>	<b>FY2023 Actuals thru December</b>
<b>University Education &amp; General</b>				
Revenues	\$ 2,924,671	\$ 2,946,094	\$ 1,437,120	\$ 1,365,435
Expenditures	2,508,080	2,642,292	1,202,544	1,264,773
Transfers to (from)	(473,795)	(348,278)	(219,108)	(124,938)
<b>Surplus (Deficit)</b>	<b>(57,204)</b>	<b>(44,476)</b>	<b>15,468</b>	<b>(24,276)</b>
<b>Land Scrip (College of Ag)</b>				
Revenues	1,440	2,594	1,158	1,113
Expenditures	59,358	59,056	29,631	30,188
Transfers to (from)	57,708	56,463	56,314	56,532
<b>Surplus (Deficit)</b>	<b>(210)</b>	<b>-</b>	<b>27,840</b>	<b>27,457</b>
<b>University Auxiliaries</b>				
Revenues	483,871	486,179	223,379	198,292
Expenditures	354,659	383,706	189,930	176,010
Transfers to (from)	(129,212)	(102,473)	(33,763)	(26,765)
<b>Surplus (Deficit)</b>	<b>-</b>	<b>-</b>	<b>(315)</b>	<b>(4,483)</b>
<b>University Capital</b>				
Revenues	96,559	94,422	69,203	41,569
Expenditures	480,495	687,909	301,337	261,265
Transfers to (from)	335,104	211,607	31,310	(70,460)
<b>Surplus (Deficit)</b>	<b>(48,832)</b>	<b>(381,880)</b>	<b>(200,824)</b>	<b>(290,156)</b>
<b>University Other Unrestricted</b>				
Revenues	1,548,107	1,528,136	779,789	725,578
Expenditures	1,635,426	1,748,400	807,204	704,050
Transfers to (from)	224,134	186,168	164,749	259,437
<b>Surplus (Deficit)</b>	<b>136,816</b>	<b>(34,096)</b>	<b>137,335</b>	<b>280,965</b>
<b>Total University Unrestricted</b>				
<b>Surplus (Deficit)</b>	<b>30,569</b>	<b>(460,452)</b>	<b>(20,496)</b>	<b>(10,494)</b>
<b>University Restricted</b>				
Revenues	165,898	124,587	36,459	37,725
Expenditures	-	-	-	-
Transfers to (from)	30,378	(3,487)	437	18,994
<b>Surplus (Deficit)</b>	<b>196,276</b>	<b>121,100</b>	<b>36,896</b>	<b>56,719</b>
<b>Total University Funds</b>				
Revenues	5,220,546	5,182,013	2,547,107	2,369,711
Expenditures	5,038,018	5,521,364	2,530,646	2,436,286
Transfers to (from)	44,317	(0)	(61)	112,800
<b>Surplus (Deficit)</b>	<b>\$ 226,845</b>	<b>\$ (339,352)</b>	<b>\$ 16,400</b>	<b>\$ 46,225</b>





The Pennsylvania State University  
**E&G Funds - Activity (\$ thousands)**  
 Expense Classifications: *Functional*

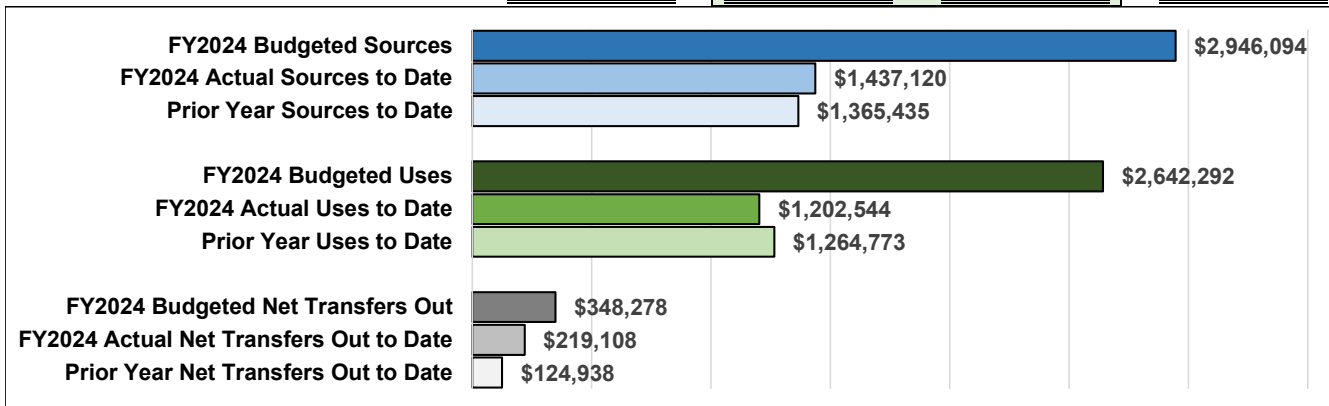
	FY2023 Actuals	FY2024 Approved Budget	FY2024 Through December	FY2023 Through December
<b>Sources:</b>				
State Appropriations	\$ 299,410	\$ 317,753	\$ 120,850	\$ 149,705
Tuition And Fees	2,140,309	2,183,791	1,056,432	1,025,832
F&A and Investment Income	258,490	247,648	154,777	92,505
Academic Support from PSH	61,260	65,000	32,500	25,420
Grants and Contracts	4,754	360	351	1,209
Gifts and Pledges	731	-	737	604
Auxiliary/ Sales and Services	74,634	67,361	34,174	35,105
Other Revenues	85,083	64,182	37,298	35,056
<b>Total Sources</b>	<b>2,924,671</b>	<b>2,946,094</b>	<b>1,437,120</b>	<b>1,365,435</b>
<b>Uses:</b>				
Instruction	691,198	732,635	342,597	336,709
Research	219,323	197,107	98,228	105,211
Public Service	35,325	41,407	22,823	24,129
Academic Support	553,438	569,955	267,671	281,914
Student Services	175,769	189,499	94,784	84,053
Institutional Support	405,051	481,298	176,778	229,187
Auxiliary Enterprise	2,417	1,684	866	863
Physical Plant	196,808	196,233	84,722	85,233
Student Aid	228,750	232,473	114,074	117,473
<b>Total Uses</b>	<b>2,508,080</b>	<b>2,642,292</b>	<b>1,202,544</b>	<b>1,264,773</b>
Net Transfers	(473,795)	(348,278)	(219,108)	(124,938)
Surplus / (Deficit)	<b>\$ (57,204)</b>	<b>\$ (44,476)</b>	<b>\$ 15,468</b>	<b>\$ (24,276)</b>





The Pennsylvania State University  
**E&G Funds - Activity (\$ thousands)**  
 Expense Classifications: *Natural*

	FY2023 Actuals	FY2024 Approved Budget	FY2024 Through December	FY2023 Through December
<b>Sources:</b>				
State Appropriations	\$ 299,410	\$ 317,753	\$ 120,850	\$ 149,705
Tuition And Fees	2,140,309	2,183,791	1,056,432	1,025,832
F&A and Investment Income	258,490	247,648	154,777	92,505
Academic Support from PSH	61,260	65,000	32,500	25,420
Grants and Contracts	4,754	360	351	1,209
Gifts and Pledges	731	-	737	604
Auxiliary/ Sales and Services	74,634	67,361	34,174	35,105
Other Revenues	85,083	64,182	37,298	35,056
<b>Total Sources</b>	<b>2,924,671</b>	<b>2,946,094</b>	<b>1,437,120</b>	<b>1,365,435</b>
<b>Uses:</b>				
Salaries and Wages	1,352,492	1,361,105	648,819	703,221
Fringe and Benefits	411,190	450,841	207,252	191,704
Maintenance-Repairs	37,364	32,443	6,405	4,291
Services	102,192	163,021	48,683	46,742
Equipment	61,492	80,082	28,891	35,215
Information Technology	76,632	80,629	47,410	56,976
Marketing-Public Relations-Advertising	33,907	34,953	12,870	14,522
General Office Expenses and Supplies	38,861	39,652	14,787	18,838
Travel and Conferences	31,056	34,602	13,167	13,312
Cost of Goods Sold	17,874	16,838	8,131	9,539
Utilities	19,552	15,144	8,317	8,478
Student Aid	295,656	302,982	145,146	147,338
Penn State Health Expenses	29,813	30,000	12,666	14,599
<b>Total Uses</b>	<b>2,508,080</b>	<b>2,642,292</b>	<b>1,202,544</b>	<b>1,264,773</b>
Net Transfers	(473,795)	(348,278)	(219,108)	(124,938)
Surplus / (Deficit)	<b>\$ (57,204)</b>	<b>\$ (44,476)</b>	<b>\$ 15,468</b>	<b>\$ (24,276)</b>





## Notes on E&G Funds

### *Sources (Revenues)*

- Revenues of \$1.44 billion, or 49% of the annual approved E&G budget, have been collected through December 31.
- Overall revenues are up \$71.7 million, or 5%, from the same six-month period in FY2023.
  - Tuition revenues are up by \$30.6 million, or 3%, from the same six-month period in FY2023.
  - F&A and Investment Income are up by \$62.3 million, or 67%, from the same six-month period in FY2023, primarily due to increased interest income of \$41.7 million in FY24 (reflective of increasing rates) and a realized loss in FY23 in excess of FY24's loss to date by \$14.8 million.
  - State Appropriations revenues are down by \$28.9 million, or 19%, from the same six-month period in FY2023 as Land Scrip appropriations have not yet been received for the period; general state appropriations are unchanged from fiscal year 2023, and Land Scrip appropriations – once received – will also equal FY2023 levels.

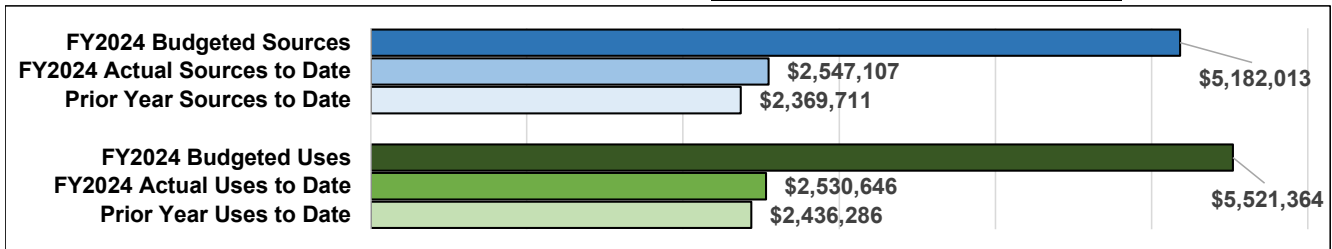
### *Uses (Expenses)*

- Expenses of \$1.20 billion, or 46% of the annual approved E&G budget, have been incurred through December 31.
- Overall expenses are down \$62.3 million, or 5%, from the same six-month period in FY2023.
  - Personnel expenses are down \$38.8 million, or 4%, as several units have shifted these expenses to *Other Unrestricted* funds in FY2024.
  - Other, non-personnel, expenses are down a combined \$23.4 million, or 6%, with the largest decreases in information technology expense and equipment outlay.
- From the Functional expense viewpoint, *Institutional Support* expenses are down \$52.4 million, or 23%, from the same six-month period in FY2023.
  - This is attributable to the shift of personnel expense to Other Unrestricted funds and to the fact that personnel expense in the University's *salary clearing fund* maps by default to E&G funds, mostly to the *Institutional Support* function.
  - Units have been more timely in reconciling the salary clearing fund thus far in FY2024, and as such personnel expenses in that fund are down by over \$13 million, in total, and thus the marked decrease in *Institutional Support* expenses in E&G funds.



The Pennsylvania State University  
 All Funds - Activity (\$ thousands)  
 Expense Classifications: *Functional*

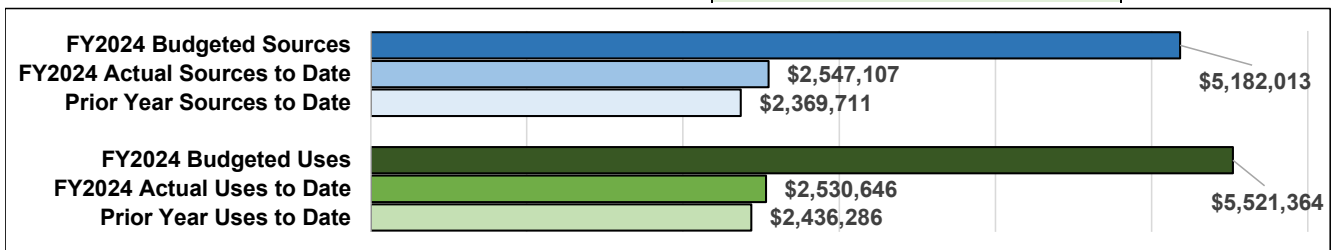
	FY2023 Actuals	FY2024 Approved Budget	FY2024 Through December	FY2023 Through December
<b>Sources:</b>				
State Appropriations	\$ 299,410	\$ 317,753	\$ 120,850	\$ 149,705
Tuition And Fees	2,141,425	2,184,182	1,056,711	1,026,062
F&A and Investment Income	698,027	616,914	313,005	264,647
Academic Support from PSH	61,260	65,000	32,500	25,420
Grants and Contracts	1,057,324	1,081,683	590,500	507,193
Gifts and Pledges	203,209	191,525	78,161	85,437
Auxiliary/ Sales and Services	651,556	647,866	306,923	268,859
Other Revenues	108,336	77,090	48,457	42,389
<b>Total Sources</b>	<b>5,220,546</b>	<b>5,182,013</b>	<b>2,547,107</b>	<b>2,369,711</b>
<b>Uses:</b>				
Instruction	712,277	778,483	354,088	346,383
Research	1,236,443	1,219,336	618,905	575,259
Public Service	164,842	203,428	88,765	82,362
Academic Support	647,313	660,743	308,001	321,400
Student Services	218,534	215,790	104,734	106,338
Institutional Support	544,148	672,132	258,857	248,674
Auxiliary Enterprise	442,163	448,784	230,491	215,784
Physical Plant	738,814	997,510	408,452	376,790
Student Aid	333,483	325,158	158,354	163,296
<b>Total Uses</b>	<b>5,038,018</b>	<b>5,521,364</b>	<b>2,530,646</b>	<b>2,436,286</b>
Net Transfers	44,317	(0)	(61)	112,800
<b>Surplus / (Deficit)</b>	<b>\$ 226,845</b>	<b>\$ (339,352)</b>	<b>\$ 16,400</b>	<b>\$ 46,225</b>





The Pennsylvania State University  
 All Funds - Activity (\$ thousands)  
 Expense Classifications: *Natural*

	FY2023 Actuals	FY2024 Approved Budget	FY2024 Through December	FY2023 Through December
<b>Sources:</b>				
State Appropriations	\$ 299,410	\$ 317,753	\$ 120,850	\$ 149,705
Tuition And Fees	2,141,425	2,184,182	1,056,711	1,026,062
F&A and Investment Income	698,027	616,914	313,005	264,647
Academic Support from PSH	61,260	65,000	32,500	25,420
Grants and Contracts	1,057,324	1,081,683	590,500	507,193
Gifts and Pledges	203,209	191,525	78,161	85,437
Auxiliary/ Sales and Services	651,556	647,866	306,923	268,859
Other Revenues	108,336	77,090	48,457	42,389
<b>Total Sources</b>	<b>5,220,546</b>	<b>5,182,013</b>	<b>2,547,107</b>	<b>2,369,711</b>
<b>Uses:</b>				
Salaries and Wages	2,001,040	2,065,075	1,006,150	1,001,413
Fringe and Benefits	626,143	678,074	297,767	305,282
Maintenance-Repairs	488,438	731,250	274,127	246,107
Services	473,819	614,356	254,359	186,253
Equipment	452,514	443,787	218,567	208,051
Information Technology	130,333	145,091	77,097	82,074
Marketing-Public Relations-Advertising	37,289	38,213	14,390	15,984
General Office Expenses and Supplies	109,675	100,530	50,248	51,105
Travel and Conferences	84,511	83,485	41,497	35,617
Cost of Goods Sold	114,577	103,639	57,070	58,827
Utilities	55,779	54,598	21,057	27,317
Student Aid	434,086	433,267	205,649	203,122
Penn State Health Expenses	29,813	30,000	12,668	15,134
<b>Total Uses</b>	<b>5,038,018</b>	<b>5,521,364</b>	<b>2,530,646</b>	<b>2,436,286</b>
Net Transfers	44,317	(0)	(61)	112,800
<b>Surplus / (Deficit)</b>	<b>\$ 226,845</b>	<b>\$ (339,352)</b>	<b>\$ 16,400</b>	<b>\$ 46,225</b>



## Notes on All Funds

### *Sources (Revenues)*

- Revenues of \$2.55 billion, or 49% of the annual approved All Funds budget, have been collected through December 31.
- Overall revenues are up \$177.4 million, or 7%, from the same six-month period in FY2023.
  - Tuition and State Appropriation revenues have been addressed previously in the Notes on E&G Funds.
  - F&A and Investment Income are up by \$48.4 million, or 18%
    - \$62.3 million increase in E&G funds, as addressed previously in the Notes on E&G Funds
    - \$13.9 million decrease in other funds, due primarily to a higher realized gain in the LTIP in the first six months of FY2023 as compared to FY24, offset by higher interest income in FY2024
  - Grants and Contracts revenues are up by \$83.3 million, or 16%.
    - ARL up \$35.5 million
    - Centrally – in Capital/Plant funds – Department of General Services (DGS) grants are up by \$11.9 million, and federal awards of \$8.2 million for airport improvements have been received thus far in FY2024
    - Engineering up \$12.2 million
    - Commonwealth Campuses up \$4.1 million
    - College of Medicine up \$2.6 million
  - Auxiliary / Sales and Services revenues are up by \$38.1 million, or 14%.
    - Auxiliary and Business Services revenues are up \$19.0 million, with most of the increase in Housing and Food Services, offset by loss of Penn Stater revenue in FY2024
    - Intercollegiate Athletics revenues are up \$15.3 million
    - Agriculture sales/services revenues are up \$2.3 million

### *Uses (Expenses)*

- Expenses of \$2.53 billion, or 46% of the annual approved All Funds budget, have been incurred through December 31.
- Overall expenses are up \$94.4 million – or 4% – from the same six-month period in FY2023.
  - Personnel expenses are down by \$2.8 million, or 0.2%, due to decreased group insurance cost and due to the fact that general salary increases for FY2024 will not go into effect until January 2024 (with payment made retroactively back to July 1, 2023 for all eligible employees).
  - Other, non-personnel, expenses are up a combined \$97.1 million, or 9%, with the largest increases in services, capital / equipment outlays, and maintenance / repairs.
    - Interest expense of \$50.7 million was recorded during the first 6 months of FY2024 whereas the expense was recorded later in the year in FY2023



- Construction expense and maintenance expense are up \$31.2 million and \$9.8 million, respectively, over same period last year
- Research-related subcontracts expense is up \$7.8 million over same period last year
- While non-personnel expenses have increased over the same period last year, the increase was budgeted, and at the half-way point of FY2024 non-personnel expenses are at 44% of total annual budget
- From the Functional expense viewpoint, the largest increases in functional categories from FY2023 to FY2024 were in *Research*, *Auxiliary Enterprises*, and *Physical Plant*.
  - The uptick in *Research* and *Auxiliary Enterprises* expenses is expected in light of increases in related revenue sources:
    - The previously discussed growth in Grants and Contracts revenues has resulted in higher *Research* expenses
    - The previously discussed growth in Auxiliary / Sales and Services revenues has resulted in higher *Auxiliary Enterprises* expenses
  - *Physical Plant* expenses are higher due to the growth in capital-related natural expense categories (capital / equipment outlays and maintenance / repairs) discussed previously.