A meeting of the Committee on Finance and Physical Plant was held in the Lilley Library at Penn State Erie, The Behrend College, Erie, Pennsylvania, at 1:41 p.m. on July 11, 2008.

The following Committee members were present: Broadhurst and Spanier (ex officio), Strumpf (chair), Henning (vice chair), Chaiken, Clemens, Hintz, Lubert, Metzgar, and Surma. Also present were Trustees Alexander, Baldwin, DiBerardinis, Garban, Hayes, Huber, Hughes, Joyner, Junker, Masser, Myers, Poprik, Riley, and Shaffer; Trustee Emeriti Huck, Robinson, Rowell, Wood, and Zemprelli; and Governor's Representative Lewis.

Present by invitation were faculty representatives Blood, and Coraor; student representatives Keirans, Khoury, and Mendoza; Penn State Erie, The Behrend College representatives Buseck and Filbeck; staff members Ammerman, Burke, Curley, DiEugenio, Dolbin, Erickson, Hanes, Kirsch, Mahon, Pangborn, Paz, Pell, Poole, Romano, Schultz, Stryker, and Weidemann; presenter Tombros; and Mr. Courtney of McQuaide Blasko.

Chair Strumpf called the meeting to order.

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 presented at the meeting:

1. RESOLVED, That the proposed Operating Budget for the University for the fiscal year beginning July 1, 2008, as shown in Attachment I and Schedules I - V which are attached hereto and made a part hereof, is approved. (See Appendix I)

2. RESOLVED, That tuition and fees at all locations are, effective 2008-2009 school year, as shown on the statements attached hereto and which are a part of this resolution. (See Appendix II)

3. WHEREAS, It is the desire of The Pennsylvania State University to be granted a renewal Hotel Liquor License, and

WHEREAS, It is the desire of The Pennsylvania State University to be granted a renewal of Sunday Sales Permit for the sale of alcoholic beverages at The Nittany Lion Inn, and

WHEREAS, It is the desire of The Pennsylvania State University to be granted a renewal of Amusement Permit,

THEREFORE BE IT RESOLVED, That applications of License and Permits to expire January 31, 2010, be filed with The Pennsylvania Liquor Control Board and that Joseph J. Doncsecz, Corporate Controller, and Gary C. Schultz, Senior Vice President for Finance and Business/Treasurer, be authorized and any and all are authorized to execute the necessary applications and bond, and any other papers required by the Pennsylvania Liquor Control Board.

4. 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 III)
A. Samuel A. and Elizabeth B. Breene University Endowed Professorship in Management

Date Originally Established: February 13, 1987

Source and Nature of Revisions: The name of the professorship was changed to "Samuel A. and Elizabeth B. Breene University Endowed Professorship in Business."

B. Laurence H. and Lynne G. Brown Undergraduate Internship Support Fund in the Civil War Era Center in the College of the Liberal Arts

Date Originally Established: November 29, 2000

Source and Nature of Revisions: The name of the endowment was changed to "Laurence H. and Lynne G. Brown Undergraduate Internship Support Fund in the Civil War Era Center."

C. Warren R. Carmichael Media and Justice Program Endowment in the College of Communications

Date Originally Established: December 2, 2004

Source and Nature of Revisions: The Amount of Funds was changed to reflect contributions from a portion of the survivor's estate.

D. Barbara Crenshaw Student Development Fund in Workforce Education and Development

Date Originally Established: April 9, 2001

Source and Nature of Revisions: The name of the endowment was changed to "Barbara Crenshaw Program Development Fund in Workforce Education and Development." The Expenditures section was expanded to include: "General program enhancements that strengthen the academic integrity of the educational administration program at Penn State."

E. Dorothy Pate Enright Endowed Scholarship in the Material Science and Engineering Program

Date Originally Established: July 14, 1998

Source and Nature of Revisions: The Amount Source of Funds was updated to include the total contributed to this scholarship should not exceed $500,000. Any excess over $500,000 shall be added to the "Dorothy Pate Enright Career Development Professorship in the College of Earth and Mineral Sciences' Department of Materials Science and Engineering."

F. First Year Scholarship

Date Originally Established: March 27, 2000

Source and Nature of Revisions: The name of the scholarship was changed to "Penn State Lehigh Valley Alumni Society First Year Scholarship."
G.  Laurie M. Gunter Research Fund

Date Originally Established:  February 17, 1987

Source and Nature of Revisions:  The name of the endowment was changed to "Laurie Gunter Research Fund."  The purpose was changed to "provide monies to support the conduct of research and the dissemination of research findings in the School of Nursing."

H.  Three Rivers Bank and Trust Company Endowed Scholarship

Date Originally Established:  May 3, 1994

Source and Nature of Revisions:  The name of the scholarship was changed to "Huntington Bank Endowed Scholarship."

I.  Ike and Lisa Shibley Award for Outstanding Contribution to Science

Date Originally Established:  April 12, 2002

Source and Nature of Revisions:  The Amount of Funds was changed to remove the donor's intent to provide annual gifts for immediate funding for this award.  The Eligibility section was enhanced by removing any mention of the "Lehigh Valley College."  The Selection Procedure section was changed, so that the recipients shall be selected by the Berks Division of Science.  Candidates will also no longer be required to complete an application.

J.  Dean Stephans Memorial Award for Student Leadership

Date Originally Established:  April 12, 2002

Source and Nature of Revisions:  The Amount of Funds was changed to remove the donor's intent to provide annual gifts for immediate funding for this award.  The eligibility section was enhanced by removing mention of the "Lehigh Valley College."  The Selection Procedure section was changed, so that the recipients shall be selected by the Penn State Berks Campus Life Staff.  Candidates will also no longer be required to complete an application.  The Amount of Award Section was changed to reflect that the Penn State Berks Campus Life Staff will determine the amount of the award.

K.  Dr. Dennis W. and Dr. Joan S. Thomson Graduate Fellowship in Meteorology

Date Originally Established:  June 25, 2007

Source and Nature of Revisions:  The name of the endowment was changed to "Dr. Dennis W. and Dr. Joan S. Thomson Distinguished Graduate Fellowship in Meteorology."

L.  Richard and Sharon Westerlund Endowed Football Scholarship

Date Originally Established:  August 23, 2007

Source and Nature of Revisions:  Added language to Amount of Funds section as the donors will contribute $200,000 from their future estate.  Once the additional gift is received the name of name of the scholarship will change to the "Richard and Sharon Westerlund Endowed Football Scholarship for the Left Tackle Position."
5. 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 July 11, 2008.

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.

6. RESOLVED, That the proposal whereby the University, through the College of Health and Human Development, will contract with Marian U. Coppersmith for rental of Suite 206 in the South Tower at 403 South Allen Street for rental of 3,000 square feet of office space at a rental rate of $12.88 per square foot with an annual inflation rate of two (2%) percent is approved.

7. RESOLVED, That the Learning Factory building at University Park is named the "Bernard M. Gordon Learning Factory."

8. RESOLVED, That the Board of Trustees approves the sale of the 0.2 acre vacated portion of Science Park Road right-of-way of former Zetachron property, Ferguson Township, Centre County, Pennsylvania, to the Torron Group, LP, for $20,000.

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.

9. RESOLVED, That the Officers of the University are authorized to appoint the firm of Kling Stubbins of Philadelphia, Pennsylvania, as architect for the Moore Building Addition and Renovation at University Park.

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

1. Naming of Rooms, Portions of Buildings and Plazas
   a. A technology enhanced classroom in the Research and Economic Development Center (REDC) at Penn State Erie, The Behrend College, for a gift from Verizon Corporation. The plaque should read: "A Gift from Verizon"

2. Status of Major Construction Programs and Borrowing

3. Summary of New Funds, including scholarships, fellowships, etc., accepted by the University during the period April 21, 2008 through June 13, 2008. All of these items conform to established University policies and regulations.

(a) Central Florida Tri County Chapter of the Penn State Alumni Association Scholarship
(b) Joseph Cordivano, Sr. Memorial Award
(c) Bryon G. and Cynthia M. Deysher Endowed Athletic Scholarship
(d) Fasola Family Honors Scholarship in the College of Health and Human Development
(e) John M. and F. Louise Hazlett Trustee Scholarship
(f) Paul Hutta Endowment for Innovative Teaching
(g) Dr. David C. Kradel Memorial Award
(h) Lonergan Family Endowed Football Scholarship
(i) Gregory T. Lucier Trustee Scholarship in the College of Engineering
(j) Bobbie Ann and David G. Miller Trustee Scholarship at Penn State Altoona
(k) Edward J. and Eleanor Black Nichols Library Endowment Fund
(l) Rosario Macias O'Leary Trustee Scholarship in the College of the Liberal Arts
(m) Dr. John Macias Excellence in Undergraduate Research Award
(n) Robert G. and Caroline Schwartz Trustee Scholarship
(o) Harry and Nancy W. Silver Trustee Scholarship in the Smeal College of Business
4. Summary of major commitments accepted by the University during the period March 1, 2008 through April 30, 2008.

(a) Alex's Lemonade Stand Foundation
(b) Alfred P. Sloan Foundation
(c) American Heart Association
(d) Analytical Graphics, Incorporated
(e) Andy Warhol Foundation
(f) Malvin and Lea Bank
(g) Robert and Lois Barraclough
(h) Harvey Industries Incorporated
(i) Kenton and Audrey Broyles
(j) Timothy and Frances Buckley
(k) Cancer Research Institute
(l) Claude Worthington Benedum Foundation
(m) Corporation for Public Broadcasting
(n) Bryon and Cynthia Deysher
(o) Estate of William Defenderfer
(p) Keith Eckel
(q) Educational Foundation of Phi Sigma Delta
(r) Bert Elsbach
(s) Employee Telethon Fundraising V
(t) Earl and Kay Harbaugh
(u) Robert and Kimberly Harbaugh
(v) John and Beverly Hoover
(w) Joseph Ibberson
(x) IBM Corporation
(y) Edward and Darlene Junker
(z) Estate of Gilbert Kahn, Jr.
(aa) Keith and Beverly Karako
(bb) King Abdullah University of Science and Technology
(cc) Robert and Carol Klaus
(dd) Estate of Robert Koehler
(ee) Estate of Eleanor Kyle
(ff) Ira Lubert
(gg) March of Dimes Birth Defects Foundation
(hh) Harold and Inge Marcus
(ii) Robert Miller
(jj) Estate of Eleanor Nichols
(kk) Kevin and Susan O'Leary
(ll) Philip Morris Research Center
(mm) Rite Aid Corporation
(nn) Thomas and Jessie Rohner
(oo) Schlumberger, Ltd.
(pp) Spencer Foundation
(qq) Struthers Family Foundation
(rr) Estate of Betty Sundheim
(ss) Estate of Hoyt Turner
(tt) Wal-Mart Stores, Incorporated
(uu) Richard and Sharon Westerlund
(vv) William and Flora Hewlett Foundation
The following reports were presented at the meeting:

5. Mr. Peter G. Tombros, Chair of *For the Future -- The Campaign for Penn State Students*, presented an informational report on the Campaign and University Development (A visual presentation was made.)

6. A photo report on the progress of selected construction projects was presented: the Business Classroom Building at Penn State Worthington Scranton; the Cancer Institute at The Milton S. Hershey Medical Center; the renovation of Trickett Hall and the new Lewis Katz Hall of the Dickinson School of Law in Carlisle; and the Lewis Katz Building of the Dickinson School of Law and the Student Health Center at University Park. (A visual presentation was made.)

Counsel Courtney reported that the Centre County tax litigation case, which was filed by the former Centre County Commissioners, was fully and finally resolved on July 8, 2008 under the terms of an Agreement signed by the current Centre County Commissioners, State College Borough, Patton township, Harris township, Ferguson township, and the University.

The meeting adjourned at 3:24 p.m.