Meetings of the Board of Trustees  July 11, 2014

Agenda
1. **Roll Call**

2. **Approval of the Minutes of Previous Meetings**

Will the Board of Trustees approve the minutes of the meeting of the Board held on May 9, 2014?

3. **Election of Officers of the Board of Trustees** – Thomas G. Poole, Secretary

Will the Board of Trustees elect officers to the following Board positions for the current year?

- President
- Vice President
- Secretary
- Associate Secretary
- Assistant Secretaries
- Treasurer
- Assistant Treasurers

1) Secretary: Incumbent, Thomas G. Poole
2) Associate Secretary: Incumbent, Janine S. Andrews
3) Assistant Secretary: Incumbent, Carmella Mulroy-Degenhart
4) Treasurer: Incumbent, David J. Gray
5) Assistant Treasurer: Incumbent, Susan J. Wiedemer

4. **President's Report**

5. **Public Comment**

6. **Informational Report on Penn State Schuylkill**

Dr. Kelly Austin, Chancellor, will discuss the activities and achievements of Penn State Schuylkill, as well as the vision for future directions of the campus.

7. **Operating Budget for the University for the Fiscal Year Beginning July 1, 2014**

Dr. Eric J. Barron, President of the University, will provide a report on the 2014-2015 Operating Budget.
8. **Reports from Standing Committees**

Discussion of action and/or information items by the Standing Committees for consideration by the Board of Trustees:

A. **Committee on Academic Affairs and Student Life** – M. Abraham Harpster, Chair

   1) **Discussion of Consent Agenda Items Provided for Information or Approval of the Committee on Academic Affairs and Student Life:**

      Information Items -
      a) Information on Undergraduate Programs
      b) Information on Graduate Programs

      *(See Appendix I)*

   2) Recommendation for Approval of Administrative Appointment

      Will the Board of Trustees adopt the following resolution:

      **RESOLVED,** That the Board of Trustees hereby approves President Eric J. Barron’s appointment of Dr. Marie Hardin to the position of Dean of the College of Communications effective July 1, 2014.

B. **Committee on Audit and Risk** - Karen B. Peetz, Chair

C. **Committee on Compensation** – Kathleen L. Casey, Vice Chair

D. **Committee on Finance, Business and Capital Planning** - Mark H. Dambly, Chair

   1) **Discussion of Consent Agenda Items Provided for Information or Approval of the Committee on Finance, Business and Capital Planning:**

      Information Items –
      a) Lighting Rehabilitation, University Park Airport
      b) General Aviation Apron and Site Improvements, University Park Airport
      c) Pattee/Paterno Library Mechanical Improvements, University Park
      d) Lasch Football Building and Pollock Dining Commons Nittany Lion Training Table Renovations, University Park
      e) Computer Building Renovations for Hershey Medical Center and Applied Research Laboratory Data Center Co-location, University Park
      f) Parking and Roadway Repaving, Penn State Erie, The Behrend College
      g) Naming of Rooms, Portions of Buildings, and Plazas
      h) Purchase of Property at 315 Rosedale Avenue, Penn State Harrisburg
      i) Status of Major Construction Programs and Borrowing

      Action Items -
      g) Summary of Revisions to Existing Scholarships, Fellowships, Etc.
      h) Acknowledgments of Endowments and Other Major Commitments

      *(See Appendix II)*
2) **Conflict of Interest – Approval of Contract with SilcoTek, University Park**

Article VIII, Section 8.05 (a) of the *Bylaws* of the University, provides that, "A contract or transaction between the University and a Trustee, family member or an entity in which the Trustee or family member has a beneficial interest of ten percent (10%) or more and the contract is valued at $10,000 or more must be approved by the Board of Trustees in accordance with this Section." “In circumstances where the Trustee, family member or related entity is purchasing goods or services from the University, as opposed to selling such goods or services, the matter is presumptively in the University's interests if the price is fair and reasonable and the contract or transaction does not foreclose a similar transaction with another individual or entity.” The interested Trustee must leave the meeting during discussion and voting. The Board shall determine by a majority vote of the disinterested Trustees whether the transaction or arrangement is in the University's best interests, the price and value provided are fair and reasonable to the University and whether to approve the transaction or arrangement.

This transaction involves a payment of $30,000 over a three-year period by SilcoTek to the User Research Facilities (132 Land & Water Building, University Park). Trustee Paul Silvis has a beneficial interest of ten (10%) or more of SilcoTek. It is proposed that two research scientists at SilcoTek (Min Yuan and James Mattzela) will perform surface analysis and materials characterization tests, followed by a data analysis discussion. According to John Hanold, Interim Director of Sponsored Programs, and Susan Wiedemer, Associate Controller, the rates in this proposal are utilized consistently with other customers, and are fair and reasonable. In entering into this agreement, this transaction does not foreclose a similar transaction with another individual or entity.

Trustee Silvis has not participated in the discussion of the Committee with respect to this matter and will not vote on the matter.

Will the Board of Trustees adopt the following resolution:

**RESOLVED,** That receipt of payment by SilcoTek of $30,000 to the User Research Facilities (132 Land & Water Building, University Park) for two research scientists at SilcoTek (Min Yuan and James Mattzela) to perform surface analysis and materials characterization tests, followed by a data analysis discussion, is hereby approved.

3) **Consideration of Proposed Operating Budget for the University for the Fiscal Year Beginning July 1, 2014**

Will the Board of Trustees adopt the following resolution:

**RESOLVED,** That the proposed Operating Budget for the University for the fiscal year beginning July 1, 2014, as shown in Attachment I and Schedules I - V which are attached hereto and made a part hereof, is approved.

(Operating Budget attachment and schedules will be distributed to Trustees under separate cover.)
4) **Proposed Tuition and Fees Effective 2014 Fall Semester, The Pennsylvania State University**

Will the Board of Trustees adopt the following resolution:

RESOLVED, That tuition and fees at all locations are, effective 2014-2015 school year, as shown on the statements attached hereto and which are a part of this resolution.

(Tuition statement attachment will be distributed to Trustees under separate cover.)

5) **Proposed Appointment of a Design Build Team, Residence Hall, Penn State Abington**

The Subcommittee on Architect/Engineer Selection will make a report and recommendation on the appointment of a design build team for a Residence Hall at Penn State Abington.

6) **Proposed Appointment of a Design Build Team, Residence Hall, Penn State Brandywine**

The Subcommittee on Architect/Engineer Selection will make a report and recommendation on the appointment of a design build team for a Residence Hall at Penn State Brandywine.

7) **Proposed Appointment of an Architect, Student Union Building, Penn State Brandywine**

The Subcommittee on Architect/Engineer Selection will make a report and recommendation on the appointment of a design build team for the Student Union Building at Penn State Brandywine.

8) **Proposed Final Plans and Authorization to Expend Funds, 300 North Science Park Road Renovations – Phase II, University Park**

The University purchased an 8.54 acre property at 300 Science Park Road in July of 2013. The property includes a 108,000 square foot, three-story office building and a 415-space paved parking lot. The main reason for the purchase was to provide space for Information Technology Services personnel and equipment.

The top floor of the building was renovated for a January 2014 move-in of staff and consultants working on the Integrated Student Information System replacement (known as LionPATH).

The remaining floors will be renovated with building system upgrades, layout configuration changes, new finishes, cubicle fit-outs, and furniture. These floors will be used to consolidate University Information Technology Services staff currently dispersed in numerous locations. After completion of the LionPATH project, expected towards the end of 2016, the vacated space on the top floor will be used to host staff for other enterprise projects, such as the upcoming Human Resource Information System replacement.
Will the Board of Trustees adopt the following resolutions:

RESOLVED, That the final plans for the 300 Science Park Road Renovations – Phase II, as designed by Office of Physical Plant Design Services, are approved.

FURTHER BE IT RESOLVED, That authorization to expend funds to accomplish the project are approved in the amount of $14,250,000.

9) Proposed Final Plans and Authorization to Expend Funds, Luerssen Building Renovations, Penn State Berks

Luerssen Building, built in 1972, was the first building on the Penn State Berks campus. It houses classrooms, faculty offices, chemistry labs, a computer center, animal science lab, biology labs, and occupational therapy labs which are outdated and inadequate to accommodate the needs of the current pedagogy and the new curriculum. The building mechanical systems, original laboratory benches, and related equipment are at or near the end of their useful life cycles.

To address these challenges, the University intends to reorganize laboratory and classroom spaces in the middle of the building with offices to remain in the smaller wings. Any hazardous materials will be abated and restrooms will be renovated for accessibility. To reduce costs, building service components, such as stairs, elevator, restrooms, and loading dock are kept as is. The renovation includes building system upgrades, such as heating, ventilation, and air conditioning. The failing curtain wall on the exterior of the building will be replaced to provide better thermal comfort and building efficiency.

Will the Board of Trustees adopt the following resolutions:

RESOLVED, That the final plans for the Luerssen Building Renovations at Penn State Berks, as designed by the firm of Bohlin Cywinski Jackson of Pittsburgh, Pennsylvania, are approved.

FURTHER BE IT RESOLVED, That authorization to expend funds to construct the project be approved at a cost of $15,300,000.

10) Proposed Sale of Property at 2927-31 West Chestnut Avenue, Penn State Altoona

Bylaws, Article V, Section 5.09, entitled “Delegation of Duties”, (a) (iii) (3) intends for the sale of land and other real estate to be presented to the Board of Trustees for approval. The Board of Trustees is advised of the following sale of University property for their approval:

In March, 2008, the University purchased 2927-31 W. Chestnut Avenue, Altoona, Blair County, from George W. Trusty, Jr., for $185,000, inclusive a former church facility, adjoining residence and vacant parking lot comprising .262 acres, as well as an extensive carpentry equipment and lumber inventory.

The University’s intent was that the facility and equipment be used as part of Penn State Altoona’s Visual Arts Studies Curriculum to be relocated from campus. For various reasons Penn State Altoona’s Art’s Program did not relocate to this
location and the University opted, in 2011, to list the property for sale, less the equipment and lumber inventory, which has since been implemented in the Arts Program on campus or otherwise salvaged.

The University has received a purchase offer from Emanuel P. Nichols in the amount of $40,000.

Will the Board of Trustees adopt the following resolutions:

RESOLVED, That the Board of Trustees approves the sale of .262 acres located at 2927-31 W. Chestnut Avenue, Altoona, Blair County, Pennsylvania, to Emanuel P. Nichols in the amount of $40,000.

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.

11) Photo Report on Selected Construction Projects

A photo report on the progress of selected construction projects will be presented at the meeting.

E. Committee on Governance and Long-Range Planning – Richard K. Dandrea, Vice Chair

1) Recommendation for Approval of Emeriti Status

The Committee on Governance and Long-Range Planning will make a recommendation, based upon a review of service records, of former trustees who are eligible for consideration of emeritus status: Samuel E. Hayes, Jr. and Paul V. Suhey

Will the Board of Trustees adopt the following resolution:

RESOLVED, That in recognition of loyal and meritorious service to the Board of Trustees, the members of the Board encourage Samuel E. Hayes, Jr. and Paul V. Suhey to serve as emeriti trustees of The Pennsylvania State University, effective July 11, 2014.

2) Recommendation to Change March 2015 Meeting Dates

The Committee on Governance and Long-Range Planning will report on a recommendation to change the March 2015 meetings to March 19-20, 2015.

F. Committee on Legal and Compliance – Kenneth C. Frazier, Chair

G. Committee on Outreach, Development and Community Relations – Paul H. Silvis, Chair
9. **Election of Members to the Board of Directors: Agricultural Law Resource and Reference Center, The Dickinson School of Law of The Pennsylvania State University**

The Agricultural Law Resource and Reference Center was established in 1998, following the July 1, 1997, affiliation of The Dickinson School of Law with The Pennsylvania State University. The Center is a collaboration between Penn State’s Dickinson School of Law and the College of Agricultural Sciences. Funded in part by the Pennsylvania Department of Agriculture, the Center is designed to provide the highest-quality educational programs, information, and materials to those involved or interested in agricultural law and policy.

The Board of Directors of the Center is comprised of: the Secretary of the Pennsylvania Department of Agriculture; the Dean of the Dickinson School of Law; the Dean of the College of Agricultural Sciences; the chairman and the minority chairman of the Agriculture and Rural Affairs Committee of the Senate (or their designees); the chairman and the minority chairman of the Agriculture and Rural Affairs Committee of the House of Representatives (or their designees); two members of the Board of Trustees of The Pennsylvania State University who serve by virtue of election; and the vice president who serves as director for cooperative extension at The Pennsylvania State University. In addition, the Board includes the following members appointed by the Secretary of Agriculture: three representatives of production agriculture, one of whom must be a direct marketer; one agricultural processor; one representative of an agribusiness who must have experience with producer contracts; and one attorney with expertise in agricultural law.

In 2013, the Board of Trustees elected Trustees M. Abraham Harpster and Betsy E. Huber to serve as directors for one-year terms. As their terms have expired, it is desirable to reelect M. Abraham Harpster and Betsy E. Huber as directors for one-year terms.

Will the Board of Trustees adopt the following resolution:

RESOLVED, That the Board of Trustees elects Trustee M. Abraham Harpster and Trustee Betsy E. Huber to serve on the Board of Directors of the Agricultural Law Resource and Reference Center of The Dickinson School of Law of The Pennsylvania State University.

10. **Informational Report on the Penn State Alumni Association Activities by the President of the Alumni Association**

A report on the activities of the Penn State Alumni Association will be presented by Kay Salvino, President of the Penn State Alumni Association for 2013-14.

11. **Announcements by the Chairman of the Board of Trustees**
1. Information on Undergraduate Programs

A. College of Agricultural Sciences

1) Forest Science Minor to Forest Ecosystems Minor: Name change

The name change of the minor occurred as part of the revisions to the curriculum. The name change will become effective Fall 2014.

B. Smeal College of Business

1) Business Logistics Minor to Supply Chain and Information Systems Minor: Name change

The name change of the minor occurred as part of the revisions to the curriculum. The name change will become effective Fall 2014.

2) Entrepreneurship Concentration; Organizational Leadership Concentration; Human Resources Management Concentration to Human Capital Management Concentration in the Bachelor of Science in Management: Drop Program; Add Program; Name Change

The Entrepreneurship Concentration has matured into a disciplinary focus of its own and, aligned with changes in the Management major, will become a separate major. The Organizational Leadership Concentration was created to provide an emphasis on leadership skills which are in great demand by corporate recruiters. The changes in the concentrations will become effective Fall 2014.

C. College of the Earth and Mineral Sciences

1) Science, Society and Environment of Africa: Phase Out Minor

The minor degree program "Science, Society, and the Environment of Africa" was created to provide an interdisciplinary approach to understanding resource distribution and management of Africa. Over the past several years, changes in personnel have resulted in the infrequent offering of many approved courses for the minor. In their place, students who participate in the Parks and People program have earned 15 credits have been routinely applied for the minor. The number of students who have sought the minor is small (consistently ~5 per year), and it seems inappropriate to confer a minor degree program on the basis of a single educational experience, even while recognizing the rich breadth and depth of that experience. The minor is being phased out immediately.

D. College of the Liberal Arts

1) Medieval Studies: New Minor

This interdisciplinary minor provides an option for concentrated study in a major historical period whose institutions, vernacular languages, and patterns of belief and cultural exchange profoundly influenced modernity. The minor will become effective Fall 2014.

E. Penn State Erie, The Behrend College

1) Bachelor of Sciences in Environmental Science: New Program

This interdisciplinary program will train students to understand environmental processes, analyze and solve environmental problems, and communicate the impacts associated with the use of the Earth’s economic and living resources. The new program will become effective Fall 2014.
2. Information on Graduate Programs

A. Master of Professional Accounting (M.P.Acc.) degree (online intercollege graduate degree program housed academically at Penn State Harrisburg): New Program

This new program is a collaborative effort of the School of Business Administration at Penn State Harrisburg, The Black School of Business at Penn State Erie, the Smeal College of Business, and the Penn State Great Valley School of Graduate Professional Studies. It is intended for a national market, with the expectation that it will be especially appealing to applicants who are working in the field or to those who do not have access to a relevant graduate program in their geographic area. In addition to the general statewide and nationwide need for this program, this program will also address a need within the Penn State system. The resident Master of Accounting program at the Smeal College of Business is not accessible to students not in residence at University Park. The expectation is that the proposed online program will primarily attract to the University students who would not otherwise be able to relocate to attend the resident program.

B. Master of Professional Studies degree in Psychology of Leadership at Work, College of the Liberal Arts, delivered via World Campus: New Program

Organizational scholars today agree that effective leadership is important not only at the executive level, but also is crucial throughout the organization. Modern organizations are characterized by high complexity and rapid change, requiring leaders who understand the psychological and social factors that can yield diverse and varied behaviors, emotions, and attitudes among employees. Individuals in the early stages of their leadership careers in organizations are most susceptible to relatively limited knowledge concerning employee behavior and affect. Much of their education has often focused on technical knowledge in their functional specialties, with less attention to the human component of their jobs. Even those early-stage leaders with more formal education in behavioral sciences are disadvantaged by their limited experience in the practical aspects of leading and influencing others.

This shortfall of knowledge and experience creates the need for this program. Its coursework emphasizes theory that provides explanatory frameworks, empirical research that provides data for evidence-based decisions, and practical application of theory and research to organizational issues and problems, all of which can develop more effective organizational leaders. This program will be directed at individuals who are in the early and middle stages of their organizational careers, currently in or aspiring to managerial positions. The content of the program will be appropriate for such individuals employed in a wide range of functional specialties and industry sectors, including public agencies.

C. Electrochemical Science and Engineering in the College of Earth and Mineral Sciences: New Minor

The power generation demand is constantly growing and we should develop new technologies for efficient, renewable, and clean electrical power generation. President Obama has called for a number of new energy development initiatives and most of them are based on using electrochemical energy conversion systems such as batteries, flow and fuel cells, solar cells, etc. In addition, electrochemical processes are important for the development of a number of the environmental science related technologies and an example could be a technology to electrochemically produce fuel from carbon dioxide and water. The proposed graduate minor in electrochemical science and engineering should allow Penn State graduate students to gain necessary background and be prepared to work in a number of growing electrochemical engineering-related industries such as batteries, fuel and flow cells, solar cells, electrolysis, electrocatalysis, etc.

D. Integrative Biosciences (IBIOS) to Molecular, Cellular, and Integrative Biosciences (MCIBS); Discontinuation of the option in Chemical Biology: Program Change; Option Drop

The program change (D) will be implemented in conjunction with the five program drops (Items E-I):

E. Cell and Developmental Biology (intercollege graduate degree program academically housed in the Eberly College of Science in conjunction with the College of Agricultural Sciences): Program Drop

(Appendix I)
F. Genetics (intercollege graduate degree program academically housed in the Graduate School): Program Drop

G. Immunology and Infectious Disease (intercollege graduate degree program academically housed in the College of Agricultural Sciences in conjunction with the Eberly College of Science and the College of Medicine): Program Drop

H. Molecular Medicine (intercollege graduate degree program academically housed in the College of Medicine in conjunction with the College of Agricultural Sciences): Program Drop

I. Molecular Toxicology (intercollege graduate degree program academically housed in the College of Agricultural Sciences in conjunction with the College of Medicine): Program Drop

The proposed changes from the existing IBIOS to the new MCIBS program are designed to better train researchers across a wide range of specializations in the biological sciences that share the goal to elucidate mechanisms of action at the molecular, cellular, and organismal level, including disease. The revised program (MCIBS) will continue to be academically housed in the Graduate School, which serves as the academic college for the current program in IBIOS. The Huck Institutes of the Life Sciences will continue to provide financial and administrative support for the intercollege graduate degree program (IGDP) in MCIBS, as it traditionally has done for IBIOS, for the programs being dropped, and for other life science IGDPs. By offering consolidated graduate training in molecular, cellular, and integrative biosciences under a large, flexible, and diverse umbrella program, versus the current six separate programs (IBIOS and the five additional programs listed above) that are in many ways overlapping (e.g., identical core courses) and competing (i.e., for the same prospective student/applicant pool and for faculty time and effort, as many faculty are members of two or more of these same programs), significant efficiencies are gained and interdisciplinary training and research opportunities for students and faculty increase.

J. Crime, Law, and Justice to Criminology in the College of the Liberal Arts: Name Change

Rather than focus on the criminal justice system, we opted for a title reflecting our sociological focus on the study of crime that led us to the term ‘Criminology.’ The graduate program is housed in the Department of Sociology and the traditional frame for the study of crime and the agencies that respond to crime falls under the rubric of Criminology. We are a social science program and as such we wanted to emphasize our role as a research-based program that trains students for study in the field and to generate academic scholarship. It is our professional judgment that the placement of our graduates at major research universities will be strengthened by identifying our students as ‘criminologists."

K. Teacher Leadership option in Master of Education degree in the College of Education: Drop Option

We are dropping the Teacher Leadership option from the M.Ed. in our online Educational Leadership program. Teacher leadership will instead be an emphasis area within the degree. This will allow some flexibility related to the curriculum, particularly if students wish to complete courses in another emphasis area within the degree.

We are moving courses online for the principal certification emphasis area. This set of courses is approved by the Pennsylvania Department of Education, and students who successfully complete this sequence (including an internship that is offered for credit) will be eligible for a Pennsylvania principal certification. Pennsylvania does have reciprocity with other states, and so there may be interest in this emphasis area from out-of-state students, particularly those in the Mid-Atlantic region.
1. **Lighting Rehabilitation, University Park Airport**

The University intends to replace approximately 378 lights and their associated wiring, cabling and circuitry on the perimeters of the various taxiways at the University Park Airport. The existing old quartz and incandescent lights have reached the end of their useful life and existing circuitry continues to require increasing maintenance to keep them functional. The new lights will feature energy efficient LED technology. The cost estimate for this project is $1,200,000.

(See Appendix II.1)

2. **General Aviation Apron and Site Improvements, University Park Airport**

The University intends to replace the asphalt general aviation (GA) apron and demolish selected hangars and hangar foundations at the University Park Airport. The project includes installation of a new GA apron, three parking lots, stormwater management facilities, lighting, an access road, general grading, erosion and sediment controls, and signing and marking elements. The cost estimate for this project is $4,400,000.

(See Appendix II.2)

3. **Pattee/Paterno Library Mechanical Improvements, University Park**

The University intends to upgrade the piping systems and equipment in Pattee and Paterno Libraries as part of the mechanical major maintenance program. The project includes new fan coil units, variable speed drives, water filtration equipment, valves, and insulation. It also includes controls upgrades, piping replacement, and flushing and cleaning of the piping systems. The cost estimate for this project is $1,500,000.

(See Appendix II.3)

4. **Lasch Football Building and Pollock Dining Commons Nittany Lion Training Table Renovations, University Park**

The University intends to renovate the team meeting room and lobby of the Lasch Football Building. The project includes new carpeting, lighting, furniture, finishes, and wall graphics. The project also includes new paint and seating at the Nittany Lion Training Table in Pollock Dining Commons. The cost estimate for this project is $2,000,000.

(See Appendix II.4)

5. **Computer Building Renovations for Hershey Medical Center and Applied Research Laboratory Data Center Co-Location, University Park**

Based on the current need for additional server space and power, Hershey Medical Center (HMC) requires co-location space within the existing ITS Data Center Facilities at University Park prior to the new data center construction. Presently, Computer Building is the only facility available to provide reliable power and cooling co-location facilities for the anticipated capacities. Applied Research Laboratory (ARL) has similar power and reliability needs that will be accommodated within the scope of this project.

The physical spaces for HMC and ARL will be located within the first floor co-location area in Computer Building. Due to ARL Department of Defense requirements, these spaces will be secured within new walls with appropriate security measures located above and below. Existing building security systems will be extended to these spaces for access control.

(See Appendix II)
The initial proposed maximum electrical loading for each HMC and ARL is 64KW, with an ultimate potential grow-out of 128KW for each. The initial loading will be supplied by existing administrative uninterruptible power supplies (UPS), which presently offer available capacity. However, grow-out will require additional infrastructure to be installed to supply the forecasted 128KW.

Cooling for these spaces will be provided by an in-row rack cooling system using pumped refrigerant. Both HMC and ARL spaces will be provided with an equivalent 128KW of cooling to allow full build-out. The pumped refrigerant system will convey heat transfer to the Computer Building critical chilled water loop which is served by both in-house chillers as well as campus chilled water. The cost estimate for this project is $1,300,000.

6. Parking and Roadway Repaving, Penn State Erie, The Behrend College

The University intends to repave various failing asphalt parking and roadway surfaces, totaling approximately 276,755 square feet, across the Behrend campus. The project also includes regular and handicapped line painting, stop bar painting, and drainage repairs. The cost estimate for this project is $1,300,000.

7. Naming of Rooms, Portions of Buildings, and Plazas

The Facilities Naming Committee has made certain recommendations to the President on the naming of rooms, portions of buildings and plazas. In accordance with the Policy on Naming University Facilities, the Board of Trustees is hereby informed that the President has approved the following naming actions:

A. Name the Assistant Coach’s Office (Room 108A), McCoy Natatorium, in recognition of a commitment from Peter and Julie Greene. The recognition plaque will read
   
   Peter and Julie Greene
   Assistant Coach’s Office

B. Name the Business Boardroom (Room 244), Gaige Technology and Business Innovation Building, Penn State Berks, in recognition of a commitment from Penske Corporation. The recognition plaque will read:
   
   The Penske Business Boardroom

C. Name a studio (Rooms 16 and 16A), Carnegie Building, in recognition of gifts received in memory of Michael T. Chobat who passed away in August 2013. The recognition plaque will read:

   16
   Michael T. Chobat
   Studio
   
   In Memory of
   Michael T. Chobat
   Class 2009

D. Name the lobby in the Penn State Hershey Cancer Institute in recognition of gifts received from The Jake Gittlen Memorial Golf Tournament Fund. The lobby will be named:

   The Jake Gittlen Lobby

(See Appendix II.5)
E. Name spaces at The Arboretum at Penn State in recognition of gifts received:

<table>
<thead>
<tr>
<th>Description of Space</th>
<th>Donor Name</th>
<th>Recognition Plaque</th>
</tr>
</thead>
<tbody>
<tr>
<td>Seat Wall – Hawthorn Entry on right</td>
<td>Virginia S. Walker</td>
<td>A Gift from Virginia S. Walker in Memory of Philip L. Walker, 1952</td>
</tr>
<tr>
<td>Seat Wall – 1 at Fountain and 2 at Overlook Pavilion</td>
<td>James B. and Anna Lee Smith</td>
<td>A Gift from James B. Smith, 1950 and Anna Lee Madore Smith</td>
</tr>
<tr>
<td>The Rose Garden Bower</td>
<td>David C. and Jennifer Smith, Jeffry S. Smith, John B. Smith</td>
<td>A Gift in Honor of Charles H. &quot;Skip&quot; Smith, 1948 From His Sons David, Jeffry, and John</td>
</tr>
<tr>
<td>Rose and Fragrance Garden – Trellis Panel</td>
<td>Penn State Federal Credit Union</td>
<td>A Gift from The Penn State Federal Credit Union</td>
</tr>
<tr>
<td>Oasis Garden Terrace</td>
<td>Robert T. Kofman</td>
<td>A Gift from Robert T. Kofman, 1971 in Memory of Jacob and Barna, Nathan and Brian Kofman</td>
</tr>
<tr>
<td>Dr. James J. and Lynn D. Ramage Marsh Meadow</td>
<td>James J. and Lynn Ramage</td>
<td>Dr. James J. and Lynn D. Ramage Marsh Meadow</td>
</tr>
<tr>
<td>Iris Walk</td>
<td>John T. Smith (deceased)</td>
<td>In Memory of John T. Smith, 1942 and Paige S. Smith, 1948</td>
</tr>
<tr>
<td>Ridge and Valley Sculpture</td>
<td>Don Hamer</td>
<td>Funds for this sculpture generously provided by Don Hamer and Marie Bednar</td>
</tr>
<tr>
<td>Bamboo Motif Gate</td>
<td>Diane C. Blanton</td>
<td>A Gift from Diane C. Blanton, 1979 in Memory of Jeffrey S. Blanton, 1979 and Lily Blanton</td>
</tr>
<tr>
<td>Joel N. Myers Sundial</td>
<td>Joel N. Myers</td>
<td>Joel N. Myers Sundial</td>
</tr>
<tr>
<td>Boardwalk</td>
<td>2010 Senior Class Gift</td>
<td>A Gift from the Class of 2010</td>
</tr>
</tbody>
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<thead>
<tr>
<th>Spaces within the Children's Garden</th>
<th>Donor Name</th>
<th>Recognition Plaque</th>
</tr>
</thead>
<tbody>
<tr>
<td>Entrance Pools</td>
<td>Aimee and Michael Kakos</td>
<td>A Gift from Michael J. and Aimee Rusinko Kakos 1969</td>
</tr>
<tr>
<td>Transformation Canopy</td>
<td>John and Nancy Steimer</td>
<td>A Gift from John T. 1949 and Nancy Glenn Steimer</td>
</tr>
<tr>
<td>Bedrock Boulders</td>
<td>Eric and Molly Barron</td>
<td>A Gift from The Barron Family</td>
</tr>
<tr>
<td>Stone Entry Bench</td>
<td>John &amp; Elizabeth (Skade) Middleton</td>
<td>A Gift from The John and Elizabeth Skade Middleton Family</td>
</tr>
<tr>
<td>Rock Planter/Seatwall</td>
<td>James and Roberta Scott</td>
<td>A Gift from James B. 1955 and Roberta H. Scott</td>
</tr>
<tr>
<td>Prairie Patch</td>
<td>Rodney and Michele Kirsch</td>
<td>A Gift from Rod and Mitch Kirsch in Honor of Kelseiy 2014 and Mackenzie Kirsch 2017</td>
</tr>
<tr>
<td>Susquehannock Camp</td>
<td>James and Anna Lee Smith</td>
<td>A Gift from James B. Smith, 1950 and Anna Lee Madore Smith</td>
</tr>
<tr>
<td>Garden Shed</td>
<td>Kristina Meyer</td>
<td>A Gift from Kris, Ellen, and Nick Meyer</td>
</tr>
<tr>
<td>In and Out Creek</td>
<td>Dennis and Sandra Hall</td>
<td>A Gift from Dennis K. 1985 and Sandra Parker Hall 1987 in loving memory of H. Kenneth and Eleanor Weaver Hall</td>
</tr>
</tbody>
</table>
8. **Purchase of Property at 315 Rosedale Avenue, Penn State Harrisburg**

*Bylaws, Article V, Section 5.09, entitled “Delegation of Duties”, (b) (iv) (3) provides for such purchases to be presented to the Board of Trustees for information. The Board of Trustees is advised of the following property transaction:*

In May, 2014, the University purchased a .41 acre property including a 917 square foot residence adjoining Penn State Harrisburg, located at 315 Rosedale Avenue, Middletown, Lower Swatara Township, Dauphin County, from Henry W. Hayes, III, for $127,000. The purchase provides strategic campus expansion opportunities and eliminates the possibility of adverse ownership.

(See Appendix II.6)

9. **Status of Major Construction Programs and Borrowing**

(See Appendix II.7)

10. **Summary of Revisions to Existing Scholarships, Fellowships, Etc.**

Will the Committee on Finance, Business and Capital Planning recommend to the Board of Trustees adoption of the following resolution:

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 requested by the donors.

11. **Acknowledgement of Endowments and Other Major Commitments**

The Committee on Finance, Business and Capital Planning is advised that for the period April 14, 2014, through June 13, 2014, 73 new funds totaling approximately $5,915,350 were accepted by the University, including scholarships, fellowships, etc. All of these items conform to established University policies and regulations.

For the period March 1, 2014 through April 30, 2014, 62 major commitments were accepted by the University totaling approximately $73,792,111.
Will the Committee on Finance, Business and Capital Planning recommend to the Board of Trustees adoption of the following resolutions:

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, Business and Capital Planning at its meeting of July 10, 2014.

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.
FRONT OF PROPERTY

REAR OF PROPERTY

GARAGE

(Appendix II.6)
### STATUS OF MAJOR CONSTRUCTION PROGRAMS AND BORROWING ( > $5 Million )
#### June 30, 2014

### Construction Project Data

<table>
<thead>
<tr>
<th>Campus</th>
<th>Project Name</th>
<th>Budget Amount</th>
<th>Commonwealth Funding</th>
<th>G&amp;I Amount</th>
<th>Admin/Eng Selection</th>
<th>Final Plan Approval</th>
<th>Start Date</th>
<th>Completion Date</th>
<th>Notes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Abington</td>
<td>Woodland Building Renovation</td>
<td>$7,000,000</td>
<td>$0</td>
<td>$0</td>
<td>06/13</td>
<td>11/13</td>
<td>04/14</td>
<td>08/14</td>
<td>Construction is approximately 40% complete.</td>
</tr>
<tr>
<td>Arizona</td>
<td>Adler Building Addition and Renewal</td>
<td>$18,130,000</td>
<td>$13,175,000</td>
<td>$0</td>
<td>12/13 (DGS)</td>
<td>05/15</td>
<td>08/15</td>
<td>08/15</td>
<td>Project in design</td>
</tr>
<tr>
<td>Beaver</td>
<td>Michael Baker Building Renovation</td>
<td>$8,000,000</td>
<td>$0</td>
<td>06/13</td>
<td>05/15</td>
<td>06/15</td>
<td></td>
<td></td>
<td>Project in design</td>
</tr>
<tr>
<td>Berks</td>
<td>Luersen Building Renovation</td>
<td>$15,000,000</td>
<td>$11,400,000</td>
<td>$0</td>
<td>03/15</td>
<td>08/14</td>
<td>12/15</td>
<td></td>
<td>Project in design</td>
</tr>
<tr>
<td>Harrisburg</td>
<td>Educational Activities Building</td>
<td>$19,000,000</td>
<td>$0</td>
<td>10/14</td>
<td>01/13</td>
<td>12/13</td>
<td>08/14</td>
<td>08/14</td>
<td>Construction is approximately 90% complete.</td>
</tr>
<tr>
<td>Hershey</td>
<td>Data Center</td>
<td>$1,500,000</td>
<td>$0</td>
<td>08/13</td>
<td>11/14</td>
<td>08/17</td>
<td></td>
<td></td>
<td>Project in design</td>
</tr>
<tr>
<td>Philadelphia</td>
<td>EEB Hub, Building 661 and 7R, Philadelpia Navy Yard</td>
<td>$30,000,000</td>
<td>$20,000,000</td>
<td>$0</td>
<td>08/13</td>
<td>01/13</td>
<td>02/13</td>
<td>09/14</td>
<td>Construction is approximately 85% complete.</td>
</tr>
<tr>
<td>York</td>
<td>Ruhl Student Center and Multi-Purpose Building Addition and Renovation</td>
<td>$10,000,000</td>
<td>$1,000,000</td>
<td>05/15</td>
<td>03/15</td>
<td>08/16</td>
<td></td>
<td></td>
<td>Project in design</td>
</tr>
</tbody>
</table>

**Notes:**
- Bold = Completed, Italics = Projected

### Summary of University Long-Term Debt - $(000) (excluding PCT)

| Total Bonds, Notes and Capital Leases as of June 30, 2013 | $607,404 |
| Bonds, Notes, and Capital Leases Issued Year to Date Fiscal Year 2013/14 | $13,404 |
| Year to Date Principal Payments and Premium Amortizations ($40,875) | |
| Estimated Bonds, Notes and Capital Leases as of June 30, 2014 (unaudited) | $539,993 |

* Related Interest Expense Totals Approximately $32,476

**Authorization Borrowing Status - $(000) (excluding PCT)**

| Borrowing Authority per September 2013 Board of Trustees | $750,000 |
| Capital Leases, Bonds, & Notes Issued ($13,404) | |
| Future Capitalized Leases & Other Anticipated Commitments ($22,530) | |
| Estimated Authority Remaining | $714,156 |