A meeting of the Board of Trustees was held in the Boardroom of The Nittany Lion Inn, University Park, Pennsylvania, on September 19, 2008, at 3:10 p.m.

The following Trustees were present: Broadhurst (chairman), Garban (vice chairman), Alexander, Arnelle, Chaiken, Clemens, Eckel, Hayes, Henning, Hetherington, Hintz, Huber, Hughes, Jones, Joyner, Junker, Lubert, Masser, Metzgar, Myers, Poprik, Riley, Shaffer, Spanier, Strumpf, Surma, and Zahorchak; Trustee Emeriti Beahm, Brosius, Cook, Coppersmith, Huck, Rowell, Wise, Wolff, and Wood; and Governor's Representative Lewis.

Present by invitation were faculty representatives Boehmer, Blood, and Coraor; student representatives Keirans, Khoury, and Mendoza; staff members Ammerman, Bechtel-Wherry, DiEugenio, Erickson, Kirsch, Mahon, Pangborn, Paz, Poole, Romano, Schultz, Sims, and Weidemann; and Mr. Courtney of McQuaid Blasko.

It was voted to approve the minutes of the July 11, 2008 meetings of the Board of Trustees.

Informational Report by the President of the University

President Spanier included the following in his report.

- September has been an especially productive time for Penn State's Office of University Development. Penn State's development team hosted the very first Campaign All-Volunteer Summit. Five hundred attendees enjoyed seminars, panel discussions, and social events that highlighted their involvement in the important work of For the Future: The Campaign for Penn State Students. The feedback has been overwhelmingly positive. In fact, on the Tuesday after the Summit, one volunteer reported that the program caused him to visit his attorney and include Penn State in his will for a gift of $150,000.

- One of the highlights in the history of Penn State philanthropy was announced during the Summit, the transformative gift from Cal Stuckeman. Cal committed $20 million to name the H. Campbell and Eleanor Stuckeman School of Architecture and Landscape Architecture. This extraordinary gift now makes his cumulative giving in the top five of all Penn State donors. Cal's latest act of philanthropy will take the School to a new level of excellence by providing resources that we could not have imagined just a few years ago. Penn State's goal is to provide the finest design education in the country, and Cal, who received a bachelor's degree in architecture from Penn State in 1937, shares and supports our vision.

- Though the official kickoff to the For the Future: The Campaign for Penn State Students won't take place until April 2010, the campaign is off to a great start and has secured more than $522 million in commitments. These rewards are the result of many individual achievements.

Reports from Standing Committees

A. Chair Alexander reported that the Committee on Campus Environment met on September 19, 2008, and there were no recommendations for action to present to the Board of Trustees.

B. Chair Hayes reported that the Committee on Educational Policy met on September 19, 2008, and recommended that the Board of Trustees approve the following resolutions:

1. RESOLVED, That the Center for Organizational Research and Evaluation (CORE) at Penn State Erie, The Behrend College, is named the "Susan Hirt Hagen Center for Organizational Research and Evaluation" in recognition of Mrs. Hagen's philanthropic commitment to the Center.
RESOLVED, That the School of Architecture and Landscape Architecture be named the "H. Campbell and Eleanor Stuckeman School of Architecture and Landscape Architecture" in recognition of the generous philanthropic commitment of H. Campbell "Cal" Stuckeman and Eleanor Stuckeman, his late wife.

The Board voted to approve the action items as recommended by the Committee on Educational Policy.

C. Chair Strumpf reported that the Committee on Finance and Physical Plant met on September 19, 2008, and recommended that the Board of Trustees approve the following resolutions:

1. 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.

2. 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 September 19, 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.

3. RESOLVED, That the various buildings listed at Penn State New Kensington be renamed as stated to reflect their current usage.

4. RESOLVED, That the new sports medicine facility at The Milton S. Hershey Medical Center is named the "West Campus Health & Wellness Center."

5. RESOLVED, That the building currently known as Eberly Classroom Building at Penn State Fayette, The Eberly Campus, is named "Eberly Building."

6. RESOLVED, That the building currently known as Multi-Purpose Building at Penn State Schuylkill, is named "Health & Wellness Building," and the building currently known as the Maintenance Building is named the "Business & Academic Services Building."

7. RESOLVED, That the building currently known as Residence A at Penn State Mont Alto, is named "Maurice K. Goddard House."

8. RESOLVED, That the Board of Trustees approve the establishment of a Subcommittee on Finance of the Committee on Finance and Physical Plant, which will be responsible for reviewing on a regular basis certain of the University's material financial matters, including the operating and capital budgets, balance sheet management and debt strategy, and informing the Committee on Finance and Physical Plant regarding relevant financial oversight matters.

FURTHER RESOLVED, That Standing Order I of the Standing Orders of the Board of Trustees be revised as follows:

ORDER I. THE FOLLOWING COMMITTEES AND SUBCOMMITTEES ARE HEREBY ESTABLISHED:

(1) Nominating Committee. The President of the Board, after consultation with the President of the University, is authorized to appoint a nominating committee composed of three members to recommend to the Board candidates for election to membership on the Executive committee and to recommend candidates for the rank of trustee emeritus in accordance with established guidelines.
(2) Subcommittee on Architect/Engineer Selection (of the Committee on Finance and Physical Plant).
   (a) This subcommittee will be composed of three members of the Committee on Finance and Physical Plant.
   (b) When it becomes necessary for the Board to appoint an executive architect or engineer for University physical plant projects, University staff will prepare a list of not less than three nor more than five firms for consideration by the subcommittee.
   (c) The qualifications of these firms to perform this particular professional activity as well as background information regarding the type of firm and previous professional work will be presented to the subcommittee.
   (d) Based on this information, and upon any recommendation that may be forthcoming from a program committee, and any additional information the subcommittee may request, the subcommittee, after discussion with the staff, will recommend to the Committee on Finance and Physical Plant the firm that they recommend the Board should appoint.

(3) Subcommittee on Audit (of the Committee on Finance and Physical Plant).
   (a) This subcommittee will be composed of four members of the Committee on Finance and Physical Plant.
   (b) This subcommittee shall be responsible for reviewing on a regular basis the performance and determinations of the auditing firm and informing the Committee on Finance and Physical Plant regarding relevant financial oversight matters.

(4) Subcommittee on Finance (of the Committee on Finance and Physical Plant).
   (a) This subcommittee will be composed of three members of the Committee on Finance and Physical Plant.
   (b) This subcommittee shall be responsible for reviewing on a regular basis certain of the University's material financial matters, including the operating and capital budgets, balance sheet management and debt strategy, and informing the Committee on Finance and Physical Plant regarding relevant financial oversight matters.

9. RESOLVED, That the following six non-University employees of the Penn State Investment Council are appointed for one-year terms:
   • Timothy J. Crowe, Managing Director, Anchor Point Capital LLC (Coral Gables, FL)
   • Carmen Gigliotti, Managing Director, Private Equities of DuPont Capital Management (Wilmington, DE)
   • Edward R. Hintz, Jr., President, HHR Asset Management, LLC (Chatham, NJ)
   • Arthur D. Miltenberger, Vice President and Chief Financial Officer (Retired), R. K. Mellon & Sons (Ligonier, PA)
   • J. David Rogers, Chief Executive Officer, J.D. Capital Management (Greenwich, CT)
   • Linda B. Strumpf, Vice President and Chief Investment Officer, The Ford Foundation (New York, NY)

10. RESOLVED, That the Officers of the University are authorized to submit to the Legislature, appropriate departments, and offices of the Commonwealth of Pennsylvania, a State Appropriation Request for fiscal year 2009-2010 in the amount of $377,265,000.

11. RESOLVED, That the Officers of the University are authorized to submit to the Legislature, appropriate departments, and offices of the Commonwealth of Pennsylvania, a Capital Budget Request for fiscal year 2009-2010 in the amount of $130,700,000.
12. RESOLVED, That the final plans for the Millennium Science Complex, University Park, as designed by Rafael Viñoly Architects of New York, New York, are approved.

     BE IT FURTHER RESOLVED, That authorization to award contracts to construct the project be approved at a cost of $215,000,000 from funds available to the University.

13. RESOLVED, That the Board of Trustees approves the acquisition of the property containing 1.39 acres located at 1681 Cloverly Lane, Rydal, Abington Township, Montgomery County, from Carl & Edith Hanzelik for $1,044,100.

     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.

14. RESOLVED, That the Board of Trustees approves the acquisition of the property containing .81 acres located at 1015-1101 West College Avenue, Centre County, Pennsylvania, from Norman E. Fischer for $625,000.

     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.

The Board voted to approve the action items as recommended by the Committee on Finance and Physical Plant.

**Recommendation for Approval to Grant Honorary Degree**

The Board of Trustees approved the following resolution:

RESOLVED, That the Board of Trustees approves the granting of the Honorary Doctorate of Humane Letters to Shelly Lazarus at an upcoming commencement ceremony.

**Announcements by the Chairman of the Board of Trustees**

Chairman Broadhurst in his remarks:

- Announced that the publication Board of Trustees Handbook has been updated and copies were distributed; and

- Informed the trustees there will be a seminar on the afternoon of Thursday, November 20, 2008.

The meeting adjourned at 3:17 p.m.

Respectfully submitted,

Paula R. Ammerman
Associate Secretary
Board of Trustees