A meeting of the Board of Trustees was held in the Boardroom of The Nittany Lion Inn, University Park, Pennsylvania, at 10:15 a.m. on September 11, 2009.

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

Present by invitation were faculty representatives Coraor, Hannan, and Landa Pytel; student representatives Borsuk-Woodman, Kierans, and Mendoza; staff members Ammerman, Bowen, Crouter, DiEugenio, Dolbin, Erickson, Horvath, Jones, Kirsch, Mahon, Pangborn, Paz, Pelli, Poole, Romano, Sims, and Weidemann; and Mr. Courtney of McQuaide Blasko.

Chairman Broadhurst welcomed a new member of the Board of Trustees, Ken Frazier, President of Global Human Health, a division of Merck & Company. He announced that Dennis Wolff would step down from his position of Secretary for the Department of Agriculture effective September 12, 2009. Chairman Broadhurst also welcomed the University Faculty Senate Officers Lee Coraor, Jean Landa Pytel, and John Hannan; student representatives Nicholas Borsuk-Woodman, Gavin Keirans, and Alfonso Mendoza; Academic Leadership Chair Ann Crouter; and administrative fellows Teresa Davis, Karin Foley, and Patreese Ingram.

It was voted to approve the minutes of the meeting of the Board held on July 10, 2009 and the minutes of the Executive Committee meeting of the Board held on July 17, 2009.

State-of-the-University Address

Dr. Spanier presented the 2009 State-of-the-University address in a video that highlighted the accomplishments of the previous year and the University's priorities for the coming year. The presentation is available by visiting: http://president.psu.edu/sou/articles/sou2009.html.

Update on the Status of Borrowing and Remaining Debt Capacity

Mr. Albert G. Horvath, Senior Vice President for Finance and Business/Treasurer, provided an update on the status of borrowing and the remaining debt capacity.

Capital Plan Update

Mr. Albert G. Horvath, Senior Vice President for Finance and Business/Treasurer, provided an update for capital construction projects and/or renovations under consideration within the next five years.

Following the Capital Plan Update, President Spanier provided updates on several areas. His remarks are included in their entirety:

"As many of you know, Penn State mourns the loss of Mayor Bill Welch, a Penn State alum and good friend of the University. When he died a week ago, we asked the permission of the Governor to fly the flags at half staff and that was immediately granted. We also had a moment of silence before our national anthem at our football game last week. Bill was a great leader and for those of you who will be in town on Sunday afternoon there will be a public memorial for him at The Penn State Conference Center Hotel.

"Speaking of State College, the American Institute for Economic Research Index has their new study out and has ranked State College, Pennsylvania as the number two college town in the United States. Many of you may have seen this in the news. For those of you
who don't live here now, you may want to move here. Ithaca, New York was ranked the number one town. We are very pleased to have that recognition and as you know almost every survey produced has us ranked at or near the top nationally in terms of desirable college towns, places to live, safe communities, retirement destinations, and so on.

"Just a little bit about the appropriation status, there was some news this morning. The various sides thought they were getting closer; that has not been confirmed for us. One of our governmental affairs colleagues is in Harrisburg trying to find out a little more about that. We still believe they are apart and the Governor and his staff were quoted this morning as saying 'No. We still have a ways to go.' We are hopeful about their progress, as you know Pennsylvania is the only state that does not have a budget.

"As a result of the Commonwealth's continuing budget impasse, Penn State has not received approximately $83.6 million that is included in the University's operating budget over the first two months of the 2009-10 fiscal year that began on July 1. This includes funding from the University's direct state appropriation, medical assistance funds provided to The Milton S. Hershey Medical Center, and payments from student grants provided through PHEAA.

"There's good news on the enrollment front. Total applications are up seven percent this year over last year to bring in a total of over 108,600 applications. It is quite an outstanding number. We give credit to our admissions, student aid, registrar, and bursar staffs. We would like to thank Rob Pangborn's office for the many things they do to process many applications and bring to us an outstanding new class of students at University Park and our commonwealth campuses.

"International undergraduate applications are up by 35 percent over the previous year. This is quite remarkable. In our enrollments as far as we know them for this fall, it will be another month before we have our official enrollment numbers, we are almost certain we will be able to report a record number of international students. What is particularly interesting is that we have the largest number of international undergraduate students. We are now seeing a significant increase in interest of international undergraduate students wanting to come to Penn State. This is very positive from a number of different respects.

"Applications to Dickinson continue to soar, up 51 percent compared to last year. I'm not sure if anything like that has ever happened in American legal education. It's remarkable that we have been able to attract some of the outstanding new faculty around the country and a huge spike in student interest around the United States in coming to The Dickinson School of Law.

"Minority applications have increased significantly. Out-of-state minority applications are up 10 percent and Pennsylvania minority applications are ahead by 14 percent.

"At University Park, we're on target for meeting our first-year student enrollment goal of 6,800.

"At the campuses, total paid accepts are 8,675 exceeding the campus target. As you may know, the majority of students who enroll at Penn State enroll at campuses other than University Park.

"For the University as a whole, international paid accepts are up 17 percent over 2008; African-American paid accepts are up 12 percent over 2008; and acceptances by Hispanic students are up 30 percent compared to 2008.

"Over 4,000 students attended this year's 'Spend A Summer Day' program. Including parents and family members, a grand total of about 10,500 people attended over a six day period. The on-line application for 2010 was put up on the web on September 1.

"Penn State Hazleton and Penn State Schuylkill are celebrating their 75th Anniversaries. We will have ceremonies to recognize that.
"We had an astounding interest in Penn State Youth summer campus this year. Youth summer athletic and academic camps drew 43,000 high school, junior high, and middle school students. That is just at this campus; we have camps at many of our other campuses as well.

"As you know for fifteen years now, I move into the residence halls at the beginning of each fall semester. I stay there for three days and two nights in supplemental housing. I had six roommates this year and the good news for them is that when I left they got the extra space. It is a great opportunity for me to keep my finger on the pulse. This year we had the smoothest move-in process I observed during move-in weekends. Spirits were very high and most of the parents commented that they wish they were attending Penn State. The parents were very enthused with the move-in process and how their sons and daughters were treated. Penn State has gotten very competitive from an admissions standpoint so those who are admitted feel very privileged and happy to be here. I asked a lot of students if Penn State was their first choice university and almost 100% of them said it was. Many of them had been admitted to other fine institutions.

"I am pleased to say that we are off to a very successful launch of the Presidential Leadership Academy. It was created with an initial $5 million gift from Ed and Helen Hintz. We have 30 students in our inaugural class and I am teaching it. I meet with the students every Monday night. These are brilliant young men and women who are all going to become great leaders. You can put any topic on the table and they will jump right in and discuss it from all angles. They are very well informed. We ask them to read the newspaper everyday. We gave them their textbook at the beginning of the summer and they all came back and had it read.

"The Academy funding provides for two field trips. The first field trip will be in early November where we will go to New York and it will be an immersion into issues of the bailout and the market declines of last year and the problems in financial institutions. They will have to study up on it and get an understanding of this from all perspectives. What we are trying to do in this academy is teach them that everything is not black and white. All of the easy decisions are made by someone else, but people in leadership positions get the tough decisions and most of those occur in a broad grey area between the extremes. It's not like when you turn on the cable news network and it looks like everybody is either for or against something and has an extreme position, and are yelling at each other usually in an uncivil way. We are trying to get the students to transcend that by realizing that difficult issues are complex and need to be looked at from all angles. So far these students show signs of being able to do that very well. Next Monday night our topic will be national security. I will be making a presentation to them and we will be delving into these issues of the balance between privacy on the one hand and tracking terrorists on the other hand. Civil liberties vs. privacy. So that's a little bit of an update on our launch of the Presidential Leadership Academy.

"Some of you had the opportunity this morning to sit in on a meeting that delved into the issue of H1N1 influenza virus epidemic and the preparations at Penn State for this. We have a lot of people working on this and, yes, we have it at Penn State and there will be more of it. We think we are prepared to manage it as well as one can.

"At the beginning of the semester this year for the second time, we had something called the LION (Living In One Neighborhood) Walk. This is a collaborative effort between the Borough of State College and the University. Student leaders, Penn State administrators, Borough Council members, community leaders, campus police, and State College police visited more than 500 households in the Highlands, Holmes-Foster, and College Heights neighborhoods to talk to the students and promote being good citizens and good neighbors. It was a good program and something I think we will continue.

"I had the privilege last Sunday of traveling to Pittsburgh to attend the wedding of Nicole Lobaugh and Frank Ziccarelli. Most of you will remember Nicole as a colleague on the Board of Trustees and she is now happily married.

"I want to talk to you about a new initiative called the Faculty Endowment Challenge.
This is one of the featured objectives of For the Future: The Campaign for Penn State Students. One of the broad goals of the campaign is faculty support. This endowment challenge which Rod Kirsch and his folks, Rod Erickson, and I have been crafting and working on and now have had a chance to talk to the Deans and Chancellors about in the last couple of weeks, I think will be very positive. Through the Faculty Endowment Challenge, private donors can leverage a 1:2 match from Penn State for commitments that establish Early Career Professorships. Early Career Professorships will help us to recruit the most promising young faculty and jumpstart their professional achievements by providing seed money for research and flexible funding that will enable recipients to be better teachers. These endowments typically require a minimum commitment of $500,000, but as of July 1, 2009, donors may establish new Early Career Professorships in any of Penn State's academic units with a commitment of $334,000, equivalent to approximately two thirds of the minimum level required. The University will commit the remaining one third of the necessary funds, approximately $166,000 from unrestricted endowment resources. The program will end on June 30, 2014 or when the full pool of $5 million in matching funds has been designated to specific endowments. If any of you are interested in learning more about this just talk to me, Rod Erickson, or Rod Kirsch.

"I'd like to conclude my presentation before I open it up for questions by making a gift announcement. I am pleased to announce to you today a gift from one of your fellow trustees, a Penn State alumnus and leading entrepreneur who has helped transform his industry and who has committed himself to preparing Penn State students to follow in his footsteps. Joel Myers is making a gift of $2 million for Penn State. This gift will create an endowment for the Department of Meteorology's Weather Center. It is the largest gift ever made to the department and among the largest ever made to the programs in the College of Earth and Mineral Sciences. As many of you know, Joel has earned his bachelor's, master's, and doctorate in Meteorology from Penn State and went on to found AccuWeather, Incorporated, one of the most innovative companies in America. As a member of Penn State's Meteorology faculty from 1964 to 1981, Joel understands the importance of hands-on experience in the education of future meteorologists. His gift will enable the Department of Meteorology to offer its students access to state-of-the-art technology. In recognition of his generosity I will be recommending to this Board that the newly renovated weather station on the sixth floor of the Walker Building be named the Joel N. Myers Weather Center. Joel, thank you very much for this gift. (Applause) Would you like to say a few words?"

Trustee Joel Myers' response is included in its entirety:

"It's quite an honor to do this and recognize and support the Meteorology department and Penn State. Penn State has obviously meant a great deal to me. I want to thank Mark Deganhard and Rod Kirsch on the Penn State side and my brother, Barry Myers, and Mike Stineberg at AccuWeather for getting this all worked out. There's so many people I could thank, people who have been with me at AccuWeather for a long time. My professor and great mentor, Charlie Hosler, and associates like John Cahir, employees who have been with me for so long. Penn State has made such an impact and is such an important part of my life. I came here with a burning desire to become a meteorologist with an entrepreneurial spirit. Penn State supported that in so many different ways. I got a great education and interacted with a lot of great people. Many of the ideas for AccuWeather were formed in the weather station interacting with professors and students. I also had the opportunity to do a radio show on the old WDFM and become a member of The Collegian, so I learned about the media which helped AccuWeather become a media company later on. So much of the diversity outside of even meteorology were important and that is what a university like Penn State can do. Then I had the opportunity to teach. I learned a lot from that and did the television show for 18 years which was a big help, and another opportunity that Penn State provided. Then, of course, serving on this board for the past 28 years has been a great learning experience too. So hopefully, this sets an example and will encourage other people to appreciate and help support Penn State and its terrific mission that we have and are accomplishing every day. Thank you very much." (Applause)
• Academic Summer Camp;
• Presidential Leadership Academy application process;
• Norfolk Southern donation to Penn State Altoona for the education of railroad engineers;
• Outstanding efforts of all Chancellors across the Penn State system;
• Penn State's experience with Board members pressuring administration for student admissions; no pressure has been experienced;
• H1N1 Influenza Virus preparations;
• The Pennsylvania College of Technology;
• PHEAA funding for students; and
• Increase in international student applications.

Reports from Standing Committees

A. Committee on Campus Environment

Chair Alexander reported that a quorum of the Committee on Campus Environment was present with the following members in attendance: Alexander (chair), Hughes (vice chair), Broadhurst and Spanier (ex officio), Baldwin, Frazier, Hetherington, Poprik, Quigley, and Suhey. There were no recommendations for action to present to the Board of Trustees.

Since the last meeting, the Committee had an opportunity to explore the University's planning and activity related to the H1N1 Influenza Virus threat. The H1N1 pandemic declared by the World Health Organization threatens to affect many students and others at Penn State as early as late September. The University's general Emergency Operations Plan and its specific preparations in anticipation of the swine flu may be tested in various ways in the coming weeks and months. The disease's impact is difficult to predict, but its effect on individuals in the University community could widen to undermine key institutional functions. The Committee received the best information available about the scope and nature of the disease and efforts to mitigate its adverse affects by preparing the University community and related constituencies. Information on the University's emergency planning processes and recent activities related to the threat was shared with the Board.

B. Committee on Educational Policy

Chair Hayes reported that a quorum of the Committee on Educational Policy was present with the following members in attendance: Hayes (chair), Joyner (vice chair), Broadhurst and Spanier (ex officio), Arnelle, Jones, Junker, Myers, Riley, Shaffer, and Zahorchak. There were no recommendations for action to present to the Board of Trustees.

The Committee received the following items for information:

1. Information on Undergraduate Programs
   a) Environmental Science Option and Soil Science Option in the Bachelor of Science in Environmental Resource Management in the College of Agricultural Sciences: New Options
   b) Bachelor of Science in Environmental Soil Science in the College of Agricultural Sciences: Phase Out of Program
   c) Integrated Bachelor of Landscape Architecture/Master of Landscape Architecture in the College of Arts and Architecture: Phase Out of Program
   d) Integrated Bachelor of Science/Master of Accounting in Accounting in The Mary Jean and Frank P. Smeal College of Business: New Program
   e) Six Sigma in the College of Engineering: New Minor
   f) PK4 Early Childhood Education Option; English/Language Arts and Reading (4-8)
Option; Mathematics (4-8) Option; and Social Studies (4-8) Option in the Bachelor of Elementary Education in Elementary Education with Early Childhood Education Certification at Penn State Harrisburg: New Options

g) Bachelor of Arts in Information Sciences and Technology in the College of Information Sciences and Technology: New Program

h) Bachelor of Arts in Asian Studies in the College of the Liberal Arts: Change in Name from the Bachelor of Arts in East Asian Studies

i) Asian Studies Minor in the College of the Liberal Arts: Change in Name from Asian Area Studies Minor

j) Bachelor of Arts in Chinese in the College of the Liberal Arts: New Program

k) Sexuality and Gender Studies in the College of the Liberal Arts: New Minor

Since the last meeting, the Committee had an opportunity to receive information on how we perform in the area of Undergraduate Education. Two of the primary emphases of the University strategic plan are enhancement of student success and advancement of academic excellence. The Committee had an opportunity to receive information on a number of aspects related to the quality of undergraduate education at Penn State, including the measures used to evaluate our undergraduate programs, how they measure up in relation to our peers, and the means by which we assess learning outcomes.

The processes used to continuously evaluate and improve our academic programs, including those associated with regional and discipline-based accreditation and internal approaches for academic review, was reviewed. The structures, policies and practices to facilitate student success and engagement, as well as the objectives and outcomes associated with general education, were examined as well as how this translates into successful retention, graduation, and career placement.

Counsel Courtney reported on Phi Delta Theta litigation. On August 24, the University filed an additional lawsuit against Phi Delta for non-payment of invoices totaling approximately $59,000 for sewer, steam, and garbage services provided by the University since November of 2007.

C. Committee on Finance and Physical Plant

Chair Strumpf reported that a quorum of the Committee on Finance and Physical Plant was present with the following members in attendance: Strumpf (chair), Henning (vice chair), Broadhurst and Spanier (ex officio), Chaiken, Clemens, Eckel, Garban, Hintz, Lubert, Masser, and Surma.

Since the last meeting, the Committee had the opportunity to receive information on approval levels and thresholds for various business transactions and an update on planning for the fiscal year 2010/11 operating budget.

The Committee on Finance and Physical Plant 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 11, 2009.

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 following seven 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, Hintz Capital Management, Inc. (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)
- Gary C. Schultz, Senior Vice President for Finance and Business/Treasurer Emeritus, The Pennsylvania State University (State College, PA)
- Linda B. Strumpf, Vice President and Chief Investment Officer, The Ford Foundation (New York, NY)

4. WHEREAS, The Board of Trustees on November 6, 1986, adopted a resolution regarding the University’s Endowment Spending and Investment Policies for Endowment and General University Funds and subsequently approved revisions on March 18, 1995; July 12, 1996; September 8, 2000; November 22, 2002; and May 18, 2007; and

WHEREAS, The Officers of the University have recommended an amendment of such policies as hereinafter set forth.

NOW, THEREFORE, BE IT RESOLVED, That the University’s Endowment Spending and Investment Policies for Endowment and General University Funds be changed as follows:

(1) That the Penn State Investment Council, comprised of the Senior Vice President for Finance and Business/Treasurer, as Chairman, Executive Director, Office of Investment Management, and five to seven non-University members, each serving one-year renewable terms, is hereby authorized to administer the spending and investment policies hereinafter adopted by the Board of Trustees and to report periodically concerning the same to the President of the University and to the Committee on Finance and Physical Plant of the Board of Trustees. In such administration, the Investment Council may delegate appropriate functions to properly designated University Officers and other University Personnel.

(2) That in order to preserve the purchasing power of endowment and endowment-like funds, spending from each such fund over time should be limited to a percentage of the market value of such fund, set at a level anticipated to preserve over time the funds real (inflation adjusted) value after consideration of investment returns.

(3) That endowment and endowment-like funds should be invested to attempt to achieve a real (inflation-adjusted) total return over time sufficient to support a spending rate limited in accordance with (2) above, while providing for growth of the endowment base sufficient to accommodate an assumed rate of inflation.
(4) That endowment and endowment-like funds (e.g., the Long-Term Investment Pool) should be invested primarily by independent investment managers selected by the Investment Council. A primary investment attribute to be employed in managing the Long-Term Investment Pool shall be prudent diversification achieved through flexible yet disciplined implementation of a mix of investments and strategies. Among these shall be: Fixed Income investments (principally U.S. Treasury notes, government agency obligations, and investment grade corporate bonds), which shall comprise no less than 15% of the Long-Term Investment Pool; Equity investments (principally global market-traded equities, hedged strategies, and private equity investments); and Real Assets investments (principally real estate, timber, energy, and commodity investments). The specific construction of the portfolio with regard to strategies employed and managers utilized will be determined by, and under the overall supervision of, the Investment Council, which shall be guided by its written Investment Policies, Objectives and Guidelines. Investment processes and results shall be carefully monitored by the Investment Council to insure compliance with such policies, objectives, and guidelines. For comparative purposes, the results of other professionally-managed funds, market benchmarks, and other customized performance standards deemed appropriate shall be considered. A detailed investment report shall be made to the Board of Trustees semi-annually.

(5) In performing its duties delegated under this resolution, the Investment Council shall be guided solely by fiduciary principles. The Council shall consider only financial criteria in formulating investment policies or in proxy voting unless specifically directed to do otherwise in a definitive manner by the Board of Trustees.

(6) Non-Endowed University funds should be invested to provide liquidity for working capital over the annual operating cycle of the University, and to serve the interim and longer term needs of the University for plant renewals and replacements, debt service and capital additions. Non-Endowed funds will be invested in a manner that emphasizes capital preservation and meets the cash flow requirements of future University liabilities, while achieving modest growth in the principal value to accommodate future inflation. For current working capital and short-term investments, maturities of securities shall not exceed 13 months per money market fund guidelines and will generally be 90 days or less. Typical instruments include money market funds, certificates of deposit, U.S. government/agency securities, repurchase agreements, and high quality commercial paper. Intermediate and long-term asset categories will be invested principally in readily marketable investment grade securities. Non-physical derivatives are not permitted for speculative purposes. For long-term assets approved for commingling with the University's Long-Term Investment Pool (LTIP) by the Board of Trustees, such investments will follow LTIP policies overseen by the Penn State Investment Council.

(7) With the prior approval of the Chairperson, or in the absence of the Chairperson, the Vice Chairperson of the Committee on Finance and Physical Plant, the Investment Council is authorized to make interim revisions in the above-mentioned policies, subject to subsequent review and approval by the Board of Trustees of substantive revisions.

5. 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 2010-2011 in the amount of $302,700,000.

6. RESOLVED, That the final plans for the Airport Traffic Control Tower, University Park Airport, as designed by Mead & Hunt, Inc. Architects of Madison, Wisconsin, are approved.

BE IT FURTHER RESOLVED, That authorization to award contracts to construct the project be approved at a cost not-to-exceed $6,400,000 from funds available to the University.
7. RESOLVED, That the Board of Trustees approves the acquisition of the 8,568 square foot University childcare facility located in Knowledge Park, Harborcreek Township, Erie County, from The Greater Erie Industrial Development Corporation for an amount not to exceed $225,000.

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 Committee received the following items for information:

1. Naming of Rooms, Portions of Buildings and Plazas
   a) Room 124 of the Lasch Football Building the "Doug and Dianne Baxter Conference Room" for a gift from Doug and Dianne Baxter.
   b) Room 235 of the Lasch Football Building the "Wayne and Stephanie Fulin Football Operations Office" for a gift from Wayne and Stephanie Fulin.
   c) Room 109F of the Lasch Football Building the "Dr. Robert and Kim Nielsen Primary Care Physician's Office" for a gift from Robert and Kim Nielsen.
   d) Professional Development Classroom in the Lasch Football Building the "Northwestern Mutual Financial Network Craig B. Fiedler Professional Development Classroom " for a gift from Craig Fiedler and Northwestern Mutual.
   e) Coaches Offices (2)/Coaches Suite in the Tombros Varsity Golf Clubhouse the "Paul B. Nelson Coaches Suite" for a gift from Peter and Ann Tombros.
   f) Women's Locker Room in the Tombros Varsity Golf Clubhouse "In memory of W. Arthur & Mary James" for a gift from Sandy and Daniel Mull.

2. Status of Major Construction Programs and Borrowing

3. Summary and designation of gifts received by the University during the period July 1, 2008 through June 30, 2009.

4. An informational report on the University's Endowment and Similar Funds as of June 30, 2009 was given. (A visual presentation was made.)

5. A photo report on the progress of selected construction projects was presented including: Trickett Hall and the Lewis Katz Hall at the Dickinson School of Law, Carlisle; the Millennium Science Complex, University Park; the bookstore in the Reed Union Building at Penn State Erie, The Behrend College; the main entrance of Penn State Greater Allegheny; the biological suite in the Dawson Building of Penn State Worthington Scranton; the Spring House and the Woodland Building at Penn State Abington; garden at The Nittany Lion Inn, University Park; North Frear Building, University Park; Chemistry Building, University Park; Beam Hall, University Park; and Lehigh Valley Campus in Upper Saucon Township. (A visual presentation was made.)

Counsel Courtney reported there were no pending legal matters.

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

**Recommendation for Approval to Grant Honorary Degrees**

The Board of Trustees approved the following resolution:

RESOLVED, That the Board of Trustees approves the granting of the Honorary Doctorate of Science to Peter Agre, M.D., and the Honorary Doctorate of Humane Letters to Ronald S. Suskind at an upcoming commencement ceremony.
Announcements by the Chairman of the Board of Trustees

Chairman Broadhurst in his remarks:

- Informed the trustees there will be a seminar on the afternoon of Thursday, November 5, 2009.

The meeting adjourned at 2:27 p.m.

Respectfully,

Paula R. Ammerman
Associate Secretary
Board of Trustees