



**The Pennsylvania State University
Board of Trustees Public Meeting**

Friday, September 23, 2022
1:00 pm

Eric J. Barron Innovation Hub
123 South Burrowes Street

1. **Chair Welcome/Remarks**
2. **Call to Order**
3. **Approval of *Minutes* from July 22, 2022 Meeting**
4. **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** – Steve Wagman, Chair
 - b. **Committee on Audit and Risk** – Walt Rakowich, Chair
 - c. **Committee on Equity and Human Resources** – Mary Lee Schneider, Chair
 - d. **Committee on Finance, Business and Capital Planning** – Rob Fenza, Chair
 - 1) Proposed Final Plan Approval and Authorization to Expend Funds, Comparative Medicine Facility Expansion & Modernization, Penn State College of Medicine
 - 2) Proposed Appointment of Non-University Employees to the Penn State Investment Council
 - 3) Proposed Operating Budget for Fiscal Year 2022-2023
 - 4) Consideration of Request for Fiscal Year 2023-2024 Appropriations for Operations
 - e. **Governance and Long-Range Planning** – Julie Anna Potts, Chair
 - 1) Proposed Election of Directors to the Corporation for Penn State
 - f. **Committee on Legal and Compliance** – Randy Houston, Chair
 - 1) Proposed Sale of Alcohol at Athletic Events
 - g. **Committee on Outreach, Development and Community Relations** – Rick Sokolov, Chair
5. **President's Report**
 6. **Closing Remarks/Announcements**

9/23/2022 Action Items

d.1) Proposed Final Plan Approval and Authorization to Expend Funds, Comparative Medicine Facility Expansion and Modernization, Penn State College of Medicine

For the past two years, the College of Medicine has been the top externally funded college at Penn State University. Most of the multi-year awards the college currently holds are from a mix of federal, association, and industry programs — over \$70M worth — and rely on the Comparative Medicine Facility. The proposed renovation and expansion of the Comparative Medicine Facility will modernize and alleviate current critical bottlenecks benefitting both adult and pediatric cancer research capacity. The project will renovate 11,000 square feet and add 18,700 square feet to the east end of the building on the ground floor, plus a second floor of mechanical support space. The project will modernize imaging facilities and will establish the first germ-free research facility on campus, which is critical to supporting the college's microbiome research initiative. In addition, the project will increase the college's capacity to develop implantable devices, and to become a leader in translational research as set forth in the college's strategic plan.

This 1960's era facility is serviced primarily by the original aged MEP components and the HVAC system is marginally functional. The project will correct \$5 million of maintenance backlog, correct ADA issues, add energy recovery, and replace the roof.

The College of Medicine secured \$12.2 million in funding to support this project from Four Diamonds to grow pediatric cancer research and \$5 million in funding from Pennsylvania's Redevelopment Assistance Capital Program with endorsements by several government leaders.

Will the Board of Trustees adopt the following resolutions:

RESOLVED, That the final plans for the Comparative Medicine Facility Expansion and Modernization at the Penn State College of Medicine, as designed by HDR Inc. of Lawrenceville, NJ, are approved.

FURTHER BE IT RESOLVED, That authorization to expend funds and award contracts to accomplish the project is approved in the amount of \$37,300,000.

d.2) Proposed Appointment of Non-University Employees to the Penn State Investment Council

In September 2000, Penn State's Board of Trustees established the Penn State Investment Council to provide direct oversight of the University's endowment and long-term investment program. The Penn State Investment Council, appointed by the Board of Trustees, includes: the Senior Vice President for Finance and Business/Treasurer of the University (Chair); the Chief Investment Officer, Office of Investment Management; and five to nine non-University members (at least one of whom is a voting or emeriti member of the Board of Trustees). The terms are staggered as follows:

2022

Carmen J. Gigliotti, Managing Director (Retired), Private Equities, DuPont Capital Management (Bonita Springs, DE)

Colleen Ostrowski, Senior Vice President and Treasurer, Visa (Foster City, CA)

James P. Brandau, Senior Vice President, Brown Brothers Harriman & Co. (Philadelphia, PA)

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2023

J. David Rogers, Chief Executive Officer, RPO, LLC (Darien, CT)

J. Alex Hartzler, Managing Partner and Founder, WCI Partners, L.P. (Harrisburg, PA)

2024

Blake Gall, President, MicroPlusPlus Investment Management (Boalsburg, PA)

Edward R. Hintz, Jr., President, Hintz Capital Management, Inc. (Morristown, NJ)

Joseph B. Markovich, Managing Director, J.P. Morgan Private Bank (New York, NY)

It is proposed to re-appoint James P. Brandau and Colleen Ostrowski, non-University employees, to membership with terms expiring in 2022.

Will the Board of Trustees adopt the following resolution:

RESOLVED, That James P. Brandau, and Colleen Ostrowski, non-University employees, are appointed to the Penn State Investment Council each for a term ending in 2025.

d.3) Proposed Operating Budget for Fiscal Year 2022-2023

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, 2022, as shown in the 2022-23 Proposed Operating Budget, is approved.

d.4) Request for Fiscal Year 2023-2024 Appropriations for Operations

Will the Board of Trustees adopt the following resolution:

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 2023-2024 in the amount of \$469.539 million.

e.1) Proposed Election of Directors to the Corporation for Penn State

According to the *Bylaws* of The Corporation for Penn State, the members of the Corporation shall meet annually for the purpose of electing directors. The Pennsylvania State University is the sole member of The Corporation for Penn State.

Will the Board of Trustees adopt the following resolution:

RESOLVED, That the following persons be elected to the Board of Directors of The Corporation for Penn State:

Neeli Bendapudi

Mark H. Dambly

M. Abraham Harpster

Randolph B. Houston Jr.

David M. Kleppinger

Tracy A. Riegel

Matthew W. Schuyler

Justin Schwartz

Michael Wade Smith

Sara F. Thorndike

Steven B. Wagman

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f.1) Proposed Sale of Alcohol at Athletic Events

Will the Board of Trustees adopt the following resolutions:

WHEREAS, Prior resolutions of the Board of Trustees with respect to the approval of annual applications, renewals, and other filings required by the Pennsylvania Liquor Control Board for the use, possession and sale of alcoholic beverages on University premises, require that material changes to the terms and conditions previously approved by the Board of Trustees with respect to such licenses and permits shall be submitted to the Board of Trustees for its consideration and approval;

WHEREAS, The University, through its Department of Intercollegiate Athletics, has proposed to expand the scope of the previously approved sale of alcoholic beverages at football games and other events at Beaver Stadium, as described [in Appendix A hereto];

NOW, THEREFORE, The University's plan for the expanded sale of alcoholic beverages, as described in Appendix A, is hereby approved.

Appendix A

Operational Plan Highlights – Alcoholic Beverages at Beaver Stadium

- Wrist banding every individual who purchases alcohol at the point of sale.
 - We will still check ID's at every transaction but this will allow us to monitor in real time that only those who are 21 (thus wearing a wrist band) are drinking alcohol.
- Addition of over 300 new staff members dedicated to the oversight, rule enforcement and operation of the sale of alcohol.
- Purchase of 140 mobile point of sale units, which are able to be used for any concession stand, cart, hawker we choose.
- Creation of a secured, dedicated Wi-Fi to allow for additional mobile points of sale, hawking and ID scanners.
- Beer stations placed strategically throughout venue to prioritize guest experience, flow and transactional speed of service.
 - Placed in areas away from student seating sections to discourage easy access/product merchandising.
- All alcohol sales will end at the end of the 3rd quarter.
- All employees serving beer will be RAMP trained and certified, standard practice in the industry.
 - This ensures that each person purchasing alcohol will have their ID checked and that a maximum of two drinks per person are sold at one time.
- Employees will also undergo alcohol absorption training, learning rate factors and intervention techniques to help identify patrons who may need assistance.
 - Work closely with the PA LCB to ensure compliance.
- Creation of a Liquor Liability Task Force to ensure all IDs are being checked.
- Implementation of a Secret Shopper program to ensure guests are properly served.
- Bringing in an additional 8-10 managers from around the country to support the operation.