

**Budget & Finance Committee and Executive Committee**

**THE BOARD OF TRUSTEES**  
**Temple University – Of The Commonwealth System of Higher Education**

**Monday, November 19, 2007, at 3:00 p.m.**

**Sullivan Hall, Room 200**  
**Liacouras Walk and Berks Mall**

**MINUTES**

*Secretary's Note: The Trustees met in Executive Session to discuss real estate matters.*

**PUBLIC SESSION**

**PARTICIPANTS**

**Trustees:** Ann W. Hart, Nelson Diaz (by phone), Ronald R. Donatucci (by phone), Loretta C. Duckworth (by phone), Richard J. Fox (by phone), Lewis F. Gould, Jr. (by phone), Patrick Larkin, Solomon C. Luo (by phone), Joseph W. Marshall, III, Mitchell L. Morgan (by phone), Harry Mullany, III (by phone), Patrick J. O'Connor, Daniel H. Polett, Milton L. Rock (by phone) (All Trustees in person except as noted)

**University Counsel:** George E. Moore

**Administration and Staff:** Clarence D. Armbrister, William T. Bergman, Melissa Coopersmith, Susan Karakantas, Timothy O'Rourke, Anthony Wagner

**RECOMMENDATIONS FOR ACTION BY BUDGET & FINANCE COMMITTEE:**

**1. Selection of Investment Manager for Emerging Markets**

Upon motion duly made and seconded, the Budget & Finance Committee approved the recommendation of the Subcommittee on Investments (11/15/07) to select Capital Guardian International, Inc., to manage the Emerging Markets Equities asset class as proposed by the Office of the Treasurer.

**2. Modify the University Investment Policy "ENDOWMENT PORTFOLIO – Authorized Investments" to Include Additional Asset Classes**

Upon motion duly made and seconded, the Budget & Finance Committee approved the recommendation of the Subcommittee on Investments (11/15/07) that the University's Investment Policy's "ENDOWMENT PORTFOLIO – Authorized Investments" section be modified to include additional asset classes, thereby permitting the University to invest a portion of its Endowment assets in one or more of these new asset classes.

3. **Modify the University Investment Policy “ENDOWMENT PORTFOLIO – Asset Allocation Targets and Ranges” and “ENDOWMENT PORTFOLIO – Benchmark” to Reflect Proposed Re-allocation of Endowment Portfolio**

Upon motion duly made and seconded, the Budget & Finance Committee approved the recommendation of the Subcommittee on Investments (11/15/07) that the University’s Investment Policy’s “ENDOWMENT PORTFOLIO – Asset Allocation Targets and Ranges” section and “ENDOWMENT PORTFOLIO – Benchmark” section be modified to reflect the proposed re-allocation of investments in the Endowment Portfolio and to include the appropriate benchmarks in connection with the proposed re-allocation.

**RECOMMENDATIONS FOR ACTION BY BUDGET & FINANCE AND EXECUTIVE COMMITTEES:**

4. **Establish the William Conrad Gross Estate Gift as a Quasi-Endowment**

Upon motion duly made and seconded, the Budget & Finance Committee and the Executive Committee, the latter acting on behalf of the Board of Trustees, authorized the officers to establish the “William Conrad Gross Scholarship Fund” as a quasi-endowment, to be funded by \$235,000, with income generated by the quasi-endowment being available to provide at least one full-time scholarship for a student enrolled in the Ph.D. program in Health Studies in the College of Health Professions as set forth in Agenda Reference 4.

5. **Beury Hall – Phase V of V – Renovation and Construction**

Upon motion duly made and seconded, the Budget & Finance Committee and the Executive Committee, the latter acting on behalf of the Board of Trustees, approved the recommendation of the Facilities Committee (11/14/07), that the officers be authorized to proceed with the renovation and construction of Beury Hall, Phase V of V at a cost not-to-exceed \$3,700,000, with the funding and financing source being Plant Development Fund.

6. **Chilled Water Plant Upgrades – Health Sciences Center West Chiller Plant**

Upon motion duly made and seconded, the Budget & Finance Committee and the Executive Committee, the latter acting on behalf of the Board of Trustees, approved the recommendation of the Facilities Committee (11/14/07), that the officers be authorized to proceed with the upgrades to the Health Sciences Center West Chiller Plant at a cost not-to-exceed \$2,500,000, with the funding and financing source being Plant Development Fund.

7. **Steam Distribution Lines Replacement – Main Campus**

Upon motion duly made and seconded, the Budget & Finance Committee and the Executive Committee, the latter acting on behalf of the Board of Trustees, approved the recommendation of the Facilities Committee (11/14/07), that the officers be authorized to proceed with the replacement of steam distribution lines at a cost not-to-exceed \$3,250,000, with the funding and financing source being Plant Development Fund.

**8. College of Science and Technology – Pre-Design Programming Study**

Upon motion duly made and seconded, the Budget & Finance Committee and the Executive Committee, the latter acting on behalf of the Board of Trustees, approved the recommendation of the Facilities Committee (11/14/07), that the officers be authorized to proceed with the College of Science and Technology – Pre-design Programming Student at a cost not-to-exceed \$400,000, with the funding and financing source being Plant Development Fund.

**9. Blockson Collection Construction Funding**

Upon motion duly made and seconded, the Budget & Finance Committee and the Executive Committee, the latter acting on behalf of the Board of Trustees, approved the recommendation of the Facilities Committee (11/14/07), that the officers be authorized to proceed with the construction of 3000 square feet of space on the first floor of Sullivan Hall, which will house the Charles L. Blockson Collection at a cost not-to-exceed \$475,000, with the funding and financing source being Unexpended Plant Funds (80-2501-000).

**10. Amendment to the Basic Tax Sheltered Annuity Plan, the Retirement Savings Plan for Employees of Temple University, and the Temple University Defined Contribution Retirement Plan**

Upon motion duly made and seconded, the Budget & Finance Committee and the Executive Committee, the latter acting on behalf of the Board of Trustees, approved the amendments to the Basic Tax Sheltered Annuity Plan, the Retirement Savings Plan for Employees of Temple University, and the Temple University Defined Contribution Retirement Plan (the “Plans”) to allow employee participants to borrow up to fifty percent (50%) of the total balance of their account, not-to-exceed \$50,000, repayable in-full with interest within five years through direct debit from the employee’s bank account to their pension account, with interest set at prime plus one (1%) percent and adjusted quarterly during the duration of the loan, all substantially set forth in the Agenda Reference 10, and that the officers to the University be authorized to take all necessary and appropriate actions to accomplish the foregoing.

**OLD BUSINESS  
NEW BUSINESS**

**ADJOURNMENT**