

## Report on the Board of Trustees' Meeting

July 10, 2007

- I. A special Board Meeting of the University Trustees was convened (via teleconference) to address three items of business: (a) 2007-08 Operating Budget; (b) 2007-08 Capital Budget; and (c) Master Lease for the Graduate & Continuing Education Center (3020 Market Street)

A. Operating Budget

The Operating Budget of \$ 54,576, 035.00 was formally approved by the Board for FY 2007-08. This figure includes a 3 ½% increase in student tuition/fees/board.

B. Capital Budget

The Capital Budget of \$ 5,565,363 was formally approved for FY 2007-08 by the Board.

C. Master Lease

The Board was updated/informed about the Master Lease of the 3020 Market Street property. Specifically, Lincoln University retains ownership (the landlord) while Synterra is the tenant (project developer/manager). The term of the lease is 75 years. Lincoln's graduate programs will be housed on floors 3 (part) and 4. Lincoln does **not** pay rent, operating expenses, utilities, most taxes, nor most insurance. Lincoln will begin receiving rent from tenants in 2011. Synterra will invest almost \$29 million in this project to attain/maintain the building at Class A status for the next 75 years. In short, Lincoln will occupy the building rent free and will share in the profits five years hence.

D. Executive Committee Report

Mr. Andre V. Duggan was reappointed to serve a four year term as Trustee to The Barnes Foundation. The Committee voted unanimously on behalf of the LU Board of Trustees on July 2, 2007. The LU Board of Trustees ratified the Committee's recommendation at today's special meeting.

James L. DeBoy, Faculty Representative  
July 10, 2007