

State Budget Committee Agenda

August 6, 2025, 9:30 AM EDT
Purdue University – Fort Wayne
Walb Student Union
International Ballroom
Union Circle Drive
Fort Wayne, IN 46815

I. Minutes

1. June 2025 Minutes

II. Agency Projects

1. **Department of Local Government Finance (215)** \$ 470,000
Property Tax Billing Model

The Department of Local Government and Finance (DLGF) requests the release of funds for the Property Tax Billing Model. The DLGF fields numerous questions regarding the fiscal impacts of potential bills each year during the legislative session. The DLGF is unable to give responses to meet the desired level of detail without an adequate Property Tax Billing Model in place. This model will help meet the needs of the agency moving forward.

Funding: HEA 1001 – 2023: General Fund
(Gen Gov Line Items 19757 – 2026)

2. **Department of Administration (061)/Indiana Archives and Records Adm. (062)** \$6,500,000
Building FF&E and Moving Expenses

The Department of Administration (IDOA), on behalf of the Indiana Archives and Records Administration (IARA) requests funding for moving expenses, furniture, fixtures, and equipment for the new archives building currently under construction in the Indiana Government Center. These funds will go towards outfitting the new offices and the purchase of specialized storage solutions.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund Line Item 19783 – 2026)

3. **Department of Administration (061)** \$482,000
 Statehouse Heat Exchanger

The Department of Administration (IDOA) requests funding to replace one of three heat exchangers located in the Indiana Statehouse. One of the heat exchangers has exceeded its twenty years of useful life and needs replaced to continue supporting current capacity during extreme conditions.

Funding: HEA 1001 – 2025: General Fund
 (State Agency Capital Improvement Fund R&R 19783 – 2026)

4. **Department of Administration (061)/State Budget Agency (057)** \$ 37,661,258
 Preventive Maintenance Allocations FY2026

The Department of Administration (IDOA), on behalf of the State Budget Agency (SBA), requests the approval of the following Preventive Maintenance funding for FY2026. State agencies will utilize these funds for goods, supplies, or services related to the routine upkeep of existing structures and other assets.

Adjutant General's Office (110)	\$ 2,171,079
Board of Animal Health (351)	\$ 375,000
Department of Administration (061)	\$ 7,026,466
Department of Correction (615)	\$ 6,400,133
Department of Homeland Security (385)	\$ 225,000
Department of Natural Resources (300)	\$ 10,134,525
Department of Veterans Affairs (160)	\$ 69,700
Family and Social Services Administration (405)	\$ 2,409,148
Indiana State Fair (878)	\$ 1,362,139
Indiana State Museum and Historic Sites (303)	\$ 780,485
Indiana State Police (100)	\$ 2,619,333
Integrated Public Safety Commission (286)	\$ 500,000
Law Enforcement Training Board (103)	\$ 419,000
School for the Blind and Visually Impaired (550)	\$ 750,000
School for the Deaf (560)	\$ 750,000
War Memorials Commission (315)	\$ 1,200,000
White River State Park (310)	\$ 469,250

Funding: HEA 1001 – 2025: General Fund
 (State Agency Capital Improvement Fund PM 19783 – 2026)

5. **Indiana Department of Correction (615)** \$ 6,000,000
Agency Wide Quick Response Sprinkler Head Replacement

The Indiana Department of Correction (DOC) is requesting funding for the replacement of sprinkler heads across 13 facilities. After completing federally mandated inspections, the Indiana State Fire Marshal's Office identified 12,469 sprinkler heads and associated equipment that need replacement. Replacing these sprinkler heads will help mitigate further fire suppression issues.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund R&R 19783 – 2026)

6. **Indiana Department of Correction (615)** \$ 1,100,000
Water Tower Rehabilitation

The Indiana Department of Correction (DOC) requests funding for the renovation of the Heritage Trail Correctional Facility Water Tower. The water tower is 30 years old and OSHA, IDEM, and the American Water Works Association have identified required modifications and repairs including interior and exterior coatings due to surface rust, installation of an aviation light, and other safety standards. Failure to address will result in continued noncompliance and the deterioration of the existing structure.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund R&R 19783 – 2026)

7. **Indiana Department of Correction (615)** \$ 925,000
LaPorte Juvenile Correctional Facility Roof Replacement

The Indiana Department of Correction (DOC) requests funding for a roof replacement at the LaPorte Juvenile Correctional Facility, the only female juvenile correctional facility in the State. The existing roof has exceeded its useful life of 25 years, leading to severe cracking and splitting. The deterioration of the current 15,600 square foot roof has led to water infiltration in the past and the roof coating is starting to fail. Delaying the roof replacement could lead to water infiltration and continued expensive repairs.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund R&R 19783 – 2026)

8. **Indiana Department of Correction (615)** \$ 430,000
Correctional Training Institute Chiller Replacement

The Indiana Department of Correction (DOC) is requesting funding for a chiller replacement at the Correctional Training Institute. The existing chiller is 12 years old and the coils in the chiller have ruptured, leading to inadequate cooling of the facility. Failure to address will lead to expensive repairs and the risk of needing to rent a unit in the event of total unit failure.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund R&R 19783 – 2026)

9. **Indiana Department of Correction (615)** \$ 1,200,000
South Bend Community Re-Entry Center Roof Replacement

The Indiana Department of Correction (DOC) is requesting funding for a 56,056 square foot roof replacement at the South Bend Community Re-Entry Center. The existing roof has exceeded its useful life of 25 years, and severe deterioration has caused water infiltration. Failure to address the cracking, splitting, and blistering of the current roof will lead to expensive repairs and continued water infiltration.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund R&R 19783 – 2026)

10. **Indiana Law Enforcement Academy (103)** \$ 1,925,000
Training Academy Generator Replacement

The Indiana Law Enforcement Academy (ILEA) requests funding to install a generator at the training academy building. The facility has numerous power outages, and the main power comes through switch gear at the Plainfield Correctional Facility. The facility houses dorms, a cafeteria, classrooms, and office space. Failure to address this issue will lead to further risk due to no backup option during power outages.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund R&R 19783 – 2026)

11. **Indiana Correctional Industries (515)** \$ 6,270,000
Commissary Warehouse Expansion

Indiana Correctional Industries (ICI) is requesting funding for the expansion of the commissary warehouse. Warehouse space is needed to accommodate inventory needed for the growing commissary operation and ICI manufactured products. The growth of the current commissary operation has filled the existing space, with a 45% increase over the last 6 years. The current building is 87,500 square feet and the expansion will be 30,000 square feet.

Funding: HEA 1001 – 2025: Correctional Industries Fund
(Correctional Industries Line Items 71342 – 2026)

12. **Indiana Correctional Industries (515)** \$ 850,500
Toothpaste Manufacturing, Packaging Equipment, and Die Cutter

Indiana Correctional Industries (ICI) is requesting funding to facilitate a new product line, toothpaste, into the existing ICI commissary operation. This funding will include acquiring new equipment needed for manufacturing, including tube filler & sealer, box folding, Die Cutting, and a discharge system. Currently, toothpaste products are purchased from a vendor.

Funding: ICI Excess of \$1,500,000 Revenue Fund
(Industry Products Revolving Fund 17710 – 2026)

13. **Indiana Correctional Industries (515)** \$ 360,000
Vehicle Wrap Building

Indiana Correctional Industries (ICI) is requesting funding for construction of a vehicle wrap building. The new building would be 2,400 square feet and will serve the vehicle wrap product line. This includes wrapping vehicles with information and advertisements per customer requests. The building will be a climate controlled, pole barn structure.

Funding: HEA 1001 – 2025: Correctional Industries Fund
(Correctional Industries Line Items 71342 – 2026)

14. **Indiana Department of Transportation (800)** \$ 11,500,000
Construction of Evansville Unit and Salt Building

The Indiana Department of Transportation (INDOT) requests funding for the new Evansville Unit and Salt building. The existing Evansville unit was built in 1930, and the salt building was built in 1982. The Evansville unit will be consolidated with the Chandler unit. The existing buildings do not allow for OSHA approved work clearances or proper ventilation in garage spaces. Additionally, trucks that deliver salt to the sites off-load the salt on the ground, leading to salt contamination. The site has access to municipal water and sewer allowing for the construction of a unit that meets operational expectations and mitigates environmental concerns.

Funding: HEA 1001 – 2025: State Highway Fund
(State Highway Fund Line Items 30539 – 2026)

15. **Indiana Department of Transportation (800)** \$ 340,000
Architectural & Engineering Fee for Borman Traffic Management Center

The Indiana Department of Transportation (INDOT) requests funding for the Architectural & Engineering fee for the construction to replace the Mechanical, Electrical, and Plumbing (MEP) systems and address issues with the Building Envelope at the existing Borman Traffic Management Center in Gary, IN. The mechanical systems are near the end of their useful life and the building's envelope needs to be repaired. Construction will consist of the following: replacing the roof, boilers, exhaust fans, air handling unit, and lighting as well as other items INDOT must address for safety and operational reasons.

Funding: HEA 1001 – 2025: State Highway Fund
(State Highway Fund Line Items 30539 – 2026)

16. **Indiana Department of Transportation (800)** \$ 950,000
Architectural & Engineering Fee for Jasper Unit and Salt Building

The Indiana Department of Transportation (INDOT) requests funding for the Architectural and Engineering fee for the construction of the new Jasper Unit Building and Salt Building. The existing Jasper Unit Building (1,800 sq/ft.) was built in 1966, and the existing Jasper Unit Salt Building was built in 1990. The age and condition of the structures has led to operational issues and concerns with ADA compliance. The construction of both new buildings will mitigate those concerns and keep the unit within industry standards.

Funding: HEA 1001 – 2025: State Highway Fund
(State Highway Fund Line Items 30539 – 2026)

17. **Adjutant General’s Office (110)** \$ 1,500,000
LaPorte Water and Sewer Utility Extension

The Adjutant General’s Office (AGO) is requesting additional funding for the LaPorte Water and Sewer Utility extension. \$750,000 was previously approved for this project in June 2024. This additional funding will cover the replacement of the water well and septic tank. The existing well and septic tank are 67 years old and well beyond their useful life. The quality of the water from the well has been inconsistent and does not provide the pressure needed for fire protection. This project will include a demo of the current water well and septic and extending service to an available municipal utility source. This is a legacy armory with plans of use for at least the next 25 years. Failure to address this concern will lead to further water quality issues and fire protection concerns.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund Line Item 19783 – 2026)

18. **Department of Natural Resources (300)** \$ 3,927,070
Harmonie Wastewater Treatment Plant Algae Wheel System

The Department of Natural Resources (DNR) is requesting funding to install an algae wheel system at the Harmonie Wastewater Treatment Plant (WWTP). The existing WWTP has been cited numerous times due to mechanical operations and permit violations. This funding will include the construction and implementation of an algae wheel system, which is expected to enhance the facility’s ability to meet permit requirements.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Line Item 19783 – 2026)

19. **Department of Natural Resources (300)** \$ 2,000,000
Morgan Monroe Campground Improvements

The Department of Natural Resources (DNR) is requesting funding for improvements at the Morgan Monroe Campground. The existing 35 camp sites are primitive with no electricity. Current campers frequently note the desire for electric, water, and modern bathroom facilities. These improvements are expected to bring an increase in occupancy rates.

Funding: HEA 1001 – 2023: State Construction Fund \$ 1,000,000
(Conservation & Environment R&R 59975 – 2026)
Federal Funds \$ 1,000,000

20. **Department of Natural Resources (300)** \$ 800,000
Atterbury District 6 Law Headquarters

The Department of Natural Resources (DNR) is requesting funding for the replacement of the Atterbury District 6 Law Headquarters. The existing headquarters are no longer able to meet agency needs. The new 2,730 square foot facility will be more secure and include storage for confiscated weapons and material evidence.

Funding: HEA 1001 – 2023: State Construction Fund
(Conservation & Environment Line Item 59975 – 2026) \$ 360,000
HEA 1001 – 2025: State Construction Fund
(State Construction Fund R&R 59981 – 2026) \$ 440,000

21. **Richmond State Hospital (440)** \$ 2,800,000
Fire Protection System Phase 2

Richmond State Hospital is requesting funding for the fire protection system replacement phase 2. The existing system is original to buildings, which was constructed in 1990. The system has started corroding and causing multiple leaks and expensive repairs. This will include replacement of all fire monitoring panels, fiber, and other necessary equipment changes. This new dry system will allow for sufficient fire protection coverage and reduction of risk.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund Line Item 19783 – 2026)

22. **Richmond State Hospital (440)** \$ 529,000
Patient Care Building Generator Replacement

Richmond State Hospital is requesting funding for the replacement of the generator at the patient care building. The existing generator has had several repairs and expensive maintenance work completed over its 30-year lifespan. This is the only generator that serves as a backup for patient care units. A larger generator will be installed to appropriately serve the needs of the building.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund R&R 19783 – 2026)

23. **Richmond State Hospital (440)** \$ 1,600,000
Safety and Security Camera Project

Richmond State Hospital is requesting funding for a new security camera system. The existing system has become obsolete with a software license that expired in April 2022. The system is 30 years old and has exceeded its useful life. IOT exceptions are needed to remain online, and the server can not be upgraded causing frequent camera failures. The new system will include upgraded cameras, new VMS, and new server hardware.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund Line Item 19783 – 2026)

24. **Richmond State Hospital (440)** \$ 2,400,000
Campus Wide Tunnel Rehabilitation Phase 2

Richmond State Hospital is requesting funding for phase 2 of the campus wide tunnel rehabilitation. The tunnels were constructed in the early 1900's, and numerous areas are in desperate need of repair. The areas under buildings 304 and 305 at Richmond State Hospital need immediate attention due to the risk of collapse. This area serves as access to electric, water, and fiber that links several buildings on campus. Failure to address this issue leaves the tunnel susceptible to further damage.

Funding: HEA 1001 – 2025: General Fund
(State Agency Capital Improvement Fund R&R 19783 – 2026)

Cost Summary

2025 General Fund	\$ 68,979,328
2025 State Construction Fund	\$ 440,000
2023 General Fund	\$ 470,000
2025 State Highway Fund	\$ 12,790,000
2025 Correctional Industries Fund	\$ 6,630,000
2023 State Construction Fund	\$ 1,360,000
Indiana Correctional Industries Revenue Fund	\$ 850,500
Federal Funds	\$ 1,000,000
Total	\$ 92,519,828

III. Review Items

1. Establishment of the Beverly Shores Town of Pines Transit Development District – *Northwest Indiana Regional Development Authority*
2. 2026 Health Care Plan Proposal/Benefits Review
 - I. *Indiana State Police*
 - II. *Department of Natural Resources*
 - III. *Alcohol and Tobacco Commission*
3. Tax Credit Certifications – *Indiana Economic Development Corporation*
4. Eli Lilly & Company Innovation Development District – *Indiana Economic Development Corporation*
5. Fees, Fines, and Penalties
 - I. Board of Animal Health
 - i. *Board of Veterinary Medicine Fees, Fines, & Penalties*
 - II. Department of Natural Resources
 - i. *Nonresident Fee Increase & Campsite Fee*
6. Medicaid State Plan Amendments (SPA)
 - I. Dispensing Fee
 - II. Long-Term Care Partnership
 - III. Clinic Service
 - IV. Nursing Facility Acuity Calculation
7. Request for New Federal Funds
 - I. DOE: State Charter School Facilities Incentive Grants Program
 - II. IDOH: Farmers Market Promotion Program
 - III. IDOH: Rural Communities Opioid Response Program – Overdose Response
 - IV. IDOH: Regional Food System Partnerships

IV. Reports Received

1. Indiana State Fair Commission Annual Report – *Indiana State Fair Commission, IC 15-13-3-10 (7-22-2025)*
2. Financial Statements and Independent Auditor’s Report – *Indiana Housing & Community Development Authority, IC 5-20-1-18 (7-22-2025)*
3. Transfers from the State Agency Contingency Fund – *State Budget Agency, IC 4-12-17-1 (7-22-2025)*
4. HB 1473 Charter Advance Report 2024 – *Department of Education, IC 20-49-3-17 (7-22-2025)*
5. Student Loan Revenue Bond Report – *InvestED, IC 21-16-5-3(c) (7-29-25)*
6. Residential Housing Infrastructure Assistance Program 2025 Annual Report - *Indiana Finance Authority, IC 5-1.2-15.5-23 (7-29-25)*
7. ADM Adjustments for Students with Disabilities Report – *Department of Education, IC 20-43-4-4 (7-22-2025)*
8. Northwest Regional Development Authority Report to the State Budget Committee – *Northwest Regional Development Authority, IC 36-7.5-Chapters 6, 7, and 8 (7-29-25)*