

August 2020 Minutes

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State Budget Committee Agenda
Tuesday, August 4, 2020 10:00 A.M. EDT
Indiana Government Center South
Conference Room B&C
Indianapolis, Indiana 46204

Members:

Representative Tim Brown, Chair
Representative Gregory Porter
Senator Karen Tallian
Zachary Jackson, State Budget Director

Alternate Members:

Representative Bob Cherry
Representative Carey Hamilton
Senator Liz Brown
Senator Greg Taylor
Joe Habig, Deputy Budget Director
Lisa Acobert, Deputy Budget Director

Chairman Tim Brown called the meeting to order at 10:02 A.M. EDT.

Chairman Brown introduced the minutes of the June 2020 Budget Committee meeting. Chairman Brown motioned to approve the minutes. Representative Gregory Porter seconded the motion. The June 2020 minutes were adopted by consent of the Committee.

Chairman Brown introduced the August 2020 agenda.

Senator Karen Tallian motioned to amend the agenda to correct the Land Purchase at N 375 W West Lafayette, to show a total project cost of \$3,000,000. State Budget Director Zachary Jackson seconded the motion. The amendment was adopted by consent of the Committee.

After each agenda item was presented and discussed, Senator Tallian motioned to approve the August 2020 agenda, Representative Porter seconded. The agenda was adopted by consent of the Committee.

Director of the Office of Management and Budget, Cris Johnston, presented on Federal CARES Act Funding.

The meeting was adjourned at 12:44 P.M. EDT.

I. Minutes

1. June 17, 2020

II. Agency Projects

1. Department of Natural Resources (300) \$ 1,125,000
Tippecanoe River Wastewater Treatment Plant Replacement

The Department of Natural Resources requests funding for replacement of the Tippecanoe River State Park Wastewater Treatment Plant (WWTP). The Tippecanoe River WWTP was constructed in 1960 and has exceeded its useful life. Due to extended periods of low flow, the plant creates numerous maintenance and compliance issues. Failing to address compliance infractions could lead to fines and possible closure of the facility, in addition to continuing to pay higher annual operating costs. The WWTP utilizes a rotating biological contact treatment (RBC) facility that was installed in 1978. The plant is approaching the end of its useful service life and has surpassed the average 20 year life span of an RBC. The plant will be replaced with a constructed wetland facility utilizing the existing access, plumbing, facilities, and utilities to reduce costs.

Funding: HEA 1001: 2019 State Construction Fund
(Conservation and Environment R&R 59913-2021)

2. Department of Natural Resources (300) \$ 411,775
Brown County State Park Sewer System Repair

The Department of Natural Resources (DNR) requests funding for the final phase of the Brown County State Park sewer system repair and replacement project. A sanitary survey revealed a collapsed lift station and leaking sewer lines. The current sewer system includes original lines from 1930 with additions made during expansion, and the lift station was constructed in the early 1970s. These lines have exceeded their lifespan, causing infiltration issues that affects the Town of Nashville's ability to maintain their permits. This project will replace and repair sewer lines and construct a new lift station to improve the collection system within Brown County State Park and reduce annual operating costs by \$40,000.

Funding: HEA 1001: 2017 General Fund
(Conservation and Environment R&R 19710-2018)

3. Logansport State Hospital (435) \$ 662,738
Building 103 Roof Replacement

Logansport State Hospital requests funding to replace the 25,000 square foot roof on Building 103. Building 103, constructed in 1980, is the dietary building used for food preparation and dining. The roof, last replaced in 1990, has reached the end of its useful life and has begun to experience leaks. The proposed project will remove and replace the existing roof with a new modified bitumen roofing system as well as replace any damaged insulation and flashing. Continued leaks could lead to health hazards to patients and staff as a result of continued mold and mildew growth.

Funding: HEA 1001: 2019 State Construction Fund \$ 126,189
(State Construction Fund – FSSA R&R 59915-2020)
HEA 1001: 2019 State Construction Fund \$ 536,549
(State Construction Fund – FSSA R&R 59915-2021)

4. Logansport State Hospital (435) \$ 1,364,451
Building 103 HVAC System Replacement

Logansport State Hospital requests funding to replace the HVAC system and controls in Building 103. Building 103, constructed in 1980, is the dietary building used for food preparation and dining. The HVAC system is original to the building and is beginning to fail. In addition, due to the age of the equipment replacement parts are difficult to find. The proposed project includes the replacement of 4 make-up air and kitchen exhaust units, 2 air handling units, and 1 condensing unit. In addition, the pneumatic controls will be removed and replaced with modern digital controls. If deferred, the agency would continue to spend funding on maintenance, repairs, and utilities.

Funding: HEA 1001: 2019 State Construction Fund
(State Construction Fund – FSSA R&R 59915-2021)

5. Indiana Law Enforcement Academy (103) \$ 750,000
Rifle/Pistol Range Renovation

The Indiana Law Enforcement Academy (ILEA) requests funding for rehabilitation and restoration work of masonry and concrete at the academy's rifle and pistol range. The rifle/pistol range is 21 years old and showing signs of accelerated wear on the overall structure. Concrete joints have failed, and the suspended overhead baffles have visible signs of bowing and deformation from weight, as well as cracking from failed expansion joints. Delaying this project will cause an unsafe and unstable structure, as well as increasing future repair costs. The restoration and rehabilitation will ensure the range is stabilized and provides a safe training environment for staff and trainees.

Funding: HEA 1001: 2019 State Construction Fund
(State Construction Fund – Public Safety R&R 59911-2021)

6. Department of Local Government Finance (215) \$ 1,375,000
Technology Modernization Project Phase 2

The Department of Local Government Finance (DLGF) requests funding to continue the development of a new software system for the Personal Property Online system. The DLGF previously received Budget Committee review for Phase I of this project in July 2019. Currently, tangible personal property taxes must be filed either in person or by mail, so the DLGF has begun developing a system to allow businesses to file personal property forms online. The funding in Phase 2 of the project will complete the proposed system, which will work with existing software systems used by local county assessors' offices in order to issue assessments by January 2021.

Funding: HEA 1001: 2019 General Fund
(General Government Line Items 19721-2021)

7. Adjutant General (110) \$ 453,920
Shelbyville Water Utility Extension

The Adjutant General (AGO) requests funding to connect the Shelbyville armory to the public water system. The Shelbyville system was built in 1972. Due to planned construction, inconsistent quality of water, and inadequate water pressure for firefighting requirements, the current well is insufficient for the AGO's operational needs. Upon completion, the existing water well will be demolished.

Funding: HEA 1001: 2019 State Construction Fund \$ 104,402
(State Construction Fund - Public Safety R&R 59911-2021)
Federal Funds \$ 349,518

8. Department of Correction (635) \$ 1,650,000
Correctional Industrial Facility Roofs Replacement

The Indiana Department of Correction (IDOC) requests funding to replace the roofs at the Correctional Industrial Facility administrative building and housing units A, B, and C. The roofs are over 33 years old and have reached the end of their useful life. The current roofs are experiencing leaks in several areas and have deteriorated. Fixing the roofs will eventually become unviable, leading to water damage and infiltration if not replaced. This project will be a complete removal of 117,000 square feet of roof. The replacements will be a standard two-ply modified bitumen roof with a life expectancy of 30 years.

Funding: HEA 1001: 2019 State Construction Fund
(State Construction Fund – Corrections R&R 59912-2021)

9. Indiana State Fair Commission (878) \$ 779,345
Architecture and Engineering Fees for the Fall Creek Pavilion

The Indiana State Fair Commission (ISFC) is requesting additional funding for architecture and engineering (A&E) work, pre-construction costs, site evaluation work, and construction management fees for the Fall Creek Pavilion project at the Indiana State Fairgrounds. The ISFC previously received Budget Committee review in June 2019. The A&E work started in July 2019 and was completed in May 2020. The Fall Creek Pavilion project is suspended, and this funding will allow the Commission to pay remaining outstanding balances due to A&E and Construction Management Firms.

Funding: HEA 1001: 2019 General Fund
(General Government R&R 19722-2021)

III. University Projects

1. Purdue University-West Lafayette (760) \$ 47,300,000
 Purdue Memorial Union Ground Floor Renovation
 Project No. B-1-20-2-16

The Trustees of Purdue University request authorization to proceed with the planning, financing, construction, and award of construction contracts for the Purdue Memorial Union Ground Floor Renovation. This project will improve the retail dining space within the union and include the renovation of approximately 67,600 Grose Square Feet (GSF) of space, including 63,700 GSF in the union and 3,900 GSF in Stewart Center. The project will also include two exterior terraces totaling approximately 11,600 GSF that will be located on the south end of the Purdue Memorial Union. This project will improve kitchen efficiencies and provide new mechanical and plumbing systems. The current seating capacity for the union dining area is 870, and upon completion of the project, the seating capacity will be 1253. This renovation aligns with the 2018 Giant Leaps Master Plan and will provide enhanced space for high-quality dining options at a key destination on the West Lafayette campus.

Additionally, Purdue recently entered into a retail dining operator agreement with Aramark, an American foodservice, facilities, and uniform services provider. In part of this partnership, Aramark is providing \$25M to complete the PMU renovation. Out of this funding, \$15M will be for Auxiliary Funds – Housing/Dining and \$10M for Operating funds. Aramark will operate 35 dining halls on the West Lafayette campus, including 11 locations in the Purdue Memorial Union.

Funding:	Auxiliary Funds – Housing/Dining	\$ 27,300,000
	Operating Funds	\$ 20,000,000
CHE Review:	June 11, 2020	

2. Purdue University-West Lafayette (760) \$ 3,000,000
 Land Purchase at N 375 W West Lafayette, IN
 Project No. B-1-20-3-15

The Trustees of Purdue University request authorization to purchase 225 acres of land at N 375 W, West Lafayette from the McKinnis Farm Corporation. The farmland is located immediately east of the Agronomy Center for Research and Education (ACRE) and the Animal Sciences Research and Education Center (ASREC). This purchase will expand ACRE and ASREC from 2,900 acres to 3,125 acres, an increase of approximately 8%. The purchase of this land will allow Purdue to test at various setback distances, which are required, especially with open-pollinated crops. Additionally, the area would improve the University's research space for the use of aerial sensors for phenomics projects. Fifty researchers currently use the ACRE from three different colleges, eight academic departments, and the United States Department of Agriculture. The purchase of this land will be helpful to their research and could provide space for further researchers.

Funding:	Gift Funds	\$ 1,839,445
	Operating Funds – Reserves	\$ 660,555
	Operating Funds	\$ 500,000
CHE Review:	June 11, 2020	

3. Indiana University – Regional Campuses (750) \$ 8,100,000
Indiana University Kokomo, Northwest, Southeast, and South Bend – Regional Campus Deferred Maintenance – Phase IV
Project No. A-0-19-2-06

The Trustees of Indiana University request authorization to address deferred maintenance currently affecting four regional campuses: IU Kokomo, IU Northwest, IU Southeast, and IU South Bend. These projects consist of replacing or updating windows, roofs, building systems (mechanical, electrical, plumbing), and renovating classrooms and labs for accessibility, safety, and modern technologies. This project is estimated to cost \$8,100,000 and will be fund by cash appropriation.

Funding: Cash Appropriation: HEA 1001: 2019 General Fund
(Education Line Items 19734-2021)
CHE Review: February 13, 2020

4. Vincennes University (790) \$ 4,000,000
Advanced Manufacturing Renovation Project
Project No. E-1-19-2-03

The Trustees of Vincennes University request authorization to proceed with the Advanced Manufacturing Renovation project. This project will enhance and expand training labs located in the Vincennes University Technology Center and the Indiana Center for Applied Technology. With renovations to over 18,000 GSF of teaching lab space, this project will allow Vincennes University to increase offerings in the Product Design program. This growing program prepares students for careers in additive manufacturing, designing both consumer products and manufacturing tooling. With the growing demand and enrollment, the 4,061 GSF training lab does not have adequate space, ventilation, or lighting to accommodate the number of students and machines. A separate turning lab will be created that will house several of the advanced manufacturing training machines. The creation of this lab will alleviate current space constraints and allow multiple sections of classes to be taught at the same time.

Additionally, this project will upgrade the space, ventilation, and lighting of the University's HURCO Computer Numeric Control (CNC) training lab. This lab serves both the Precision Machining and the Advanced CNC programs. These programs are a critical component for many of Indiana's growing industries. Graduates of these programs have a nearly 100% job placement rate and often multiple employment offers.

Funding: Cash Appropriation: HEA 1001: 2019 General Fund
(Education Line Items 19734-2020)
CHE Review: June 11, 2020

Cost Summary

2019 General Fund	2,154,345
2017 General Fund	411,775
2019 State Construction Fund	5,656,591
Federal Funds	349,518
Operating Funds	20,500,000
Cash Appropriation General Fund 2019	12,100,000
Operating Funds - Reserve	660,555
Gift Funds	1,839,445
Auxiliary Funds – Housing/Dining	27,300,000
Total	70,972,229

IV. Review Items

1. Non-STEM Dual Credit Credentialing Program – Commission on Higher Education
2. Indiana Public Broadcasting Disbursement – Department of Education

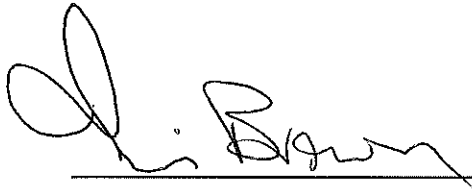
V. Discussion Item

1. Federal CARES Act Funding Update

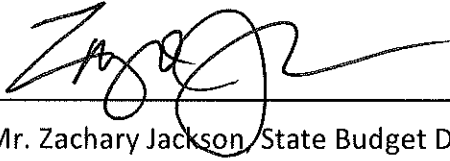
VI. Report Received

1. Indiana State Fair Commission 2019 Annual Report – (6.30.2020)

State Budget Committee
Meeting Minutes
August 2020

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Representative Tim Brown, Chairman

A handwritten signature in black ink, appearing to read "Zachary Jackson", written above a horizontal line.

Mr. Zachary Jackson, State Budget Director