

# State Capital Projects and Leases

Presentation to the  
State Budget Committee

December 4, 2012

# Capital Budget Development

- Capital budget instructions
  - Distributed in July 2012
  - Budget requests due by September 28, 2012
- Budget Committee hearings
  - Agency capital budget requests included in agency budget presentations, including capital transmittal letter
  - Biennium capital project report details capital budget requests

# Categories of Capital Requests

- 4 categories of capital budget requests:
  1. Leases – lease payments made to the Indiana Finance Authority to cover debt service and R&R for bonded facilities
  2. Preventive Maintenance (PM)
  3. Repair & Rehabilitation (R&R) – includes R&R funds for facilities whose bonds have been retired or cash defeased
  4. Projects (or Line Items) – examples include new construction, land acquisition, contingency funds, etc.

# Capital Budget Process

- Agencies and facilities develop 10-year master plans that guide investments
- Lease payments are made to ensure the State's legal obligations are met
- State Budget Agency has released all PM funds this biennium to ensure agencies are maintaining existing state facilities
- Repair & Rehabilitation (R&R) projects reviewed by Capital Spending Committee
  - Committee consists of State Budget Agency, IDOA Department of Public Works, and key agency stakeholders

# Capital Budgets Overview

- Leases – figures provided by the Indiana Finance Authority
- PM – figures mostly similar to FY12-13 appropriations
- R&R / Projects – any projects budgeted for last biennium not yet initiated were reprioritized and resubmitted
  - University R&R requests included in CHE and university presentations

# Various Funding Sources

- General Fund
- Post War Construction Fund
- State Highway Fund
- Regional Health Care Construction Fund
  - Tobacco Master Settlement Fund
- Veterans' Home Fund
- State Police Building Fund
- Cigarette Tax Fund
- Build Indiana Fund
- Law Enforcement Training Fund

# Handout

- Prior biennium (2011-2013) appropriated amounts
  - By project type and funding source (legal fund)
- 2013-2015 agency requests
  - By project type and funding source (legal fund)
- Summary of requests by project type and funding source

Questions?