

State Budget Committee Agenda  
Monday, March 3, 2008, 9am  
Room 431, State House  
Indianapolis, Indiana

**I. Agency Projects**

1. Indiana Veterans' Home (570) \$248,000  
Installation of Sewage Grinder  
Project No. B17-8-040

The installation of a sewage grinder in the sanitary sewer system of the Indiana Veterans' Home will bring the Home into compliance with city code in West Lafayette. If the sanitary sewer system at IVH does not meet city code, the city of West Lafayette could refuse to continue receiving sewage from the Home, impose fines, or both.

Funding Source:    1997 Dedicated Fund Veterans' Home    \$20,000.00  
                          1999 Veterans' Home Construction        \$45,604.00  
                          2003 Veterans' Home Construction        \$86,222.73  
                          2005 Veterans' Home Building Fund        \$96,173.27

2. Indiana Veterans' Home (570) \$350,000  
Installation of Campus-Wide Fire Alarm System  
Project No. B17-8-031

The current fire alarm system is no longer supported by the manufacturer and replacement parts and components are difficult to find. The Home has already received citations from the State for the antiquated and outmoded system. The project will provide a new fire alarm system for 16+ buildings on the campus.

Funding Source:    2007 Veterans' Home Fund

3. Indiana Veterans' Home (570) \$186,291  
Dewey Chiller Project  
Project No. B17-08-030

This project will provide cold water for air conditioning in Dewey Building. Chillers behind Pyle Hall will be connected to Dewey with re-piping over the walkway between the two buildings. Dewey Building provides office

space and two outpatient facilities. The connection will allow for temperature control in warm weather months and will comply with the rental agreement with the Veterans' Administration.

Funding Source: 2007 Veterans' Home Fund

4. Indiana Veterans' Home (570) \$285,000  
Purchase of Two Buses

The Indiana Veterans' Home will replace two buses that are used to transport residents to activities off campus, such as trips to stores in West Lafayette and Lafayette, resident funerals, sporting events, parades, and various Veterans' organization events throughout the state. The buses are 1980 and 1983 models and are in constant need of repair. Repair parts are expensive and difficult to find, and the buses are frequently grounded due to safety concerns. One of the two buses is equipped to transport wheelchair-bound residents.

The buses will be replaced with two new buses; a 40 seat bus for ambulatory residents and a front-engine wheelchair bus with the capacity to transport 13-16 wheelchairs and 3 attendants.

At the request of the State Budget Agency, the Indiana Veteran's Home solicited competitive quotes from four vendors with the result being that the initial estimated cost of \$485,000 was reduced to \$285,000.

Funding Source: 2007 Veterans' Home Fund

5. Department of Natural Resources (300) \$2,000,000  
Cedar Lake Land Acquisition  
Project No. 300WT407CEDLAK

This project provides for a portion of the land acquisition costs associated with the aquatic ecosystem restoration at Cedar Lake. The restoration will reduce pollutants entering Cedar Creek and downstream communities and support economic growth in Northwest Indiana. State and local monies will leverage an estimated \$8.5 million in federal funds. The Town of Cedar Lake will provide upfront cash, additional land purchases and effluent treatment at a cost of approximately \$2.5 million.

Funding Source: 2007 General Fund  
Division of Water  
Dredging Cedar Lake – Lake County

6. Department of Natural Resources (300) \$430,000  
Tippecanoe Battlefield Fence  
Project No. 300AD4147999

Bids will be received for the rehabilitation, restoration and repair of the Tippecanoe Battlefield fence. The 3,500-foot wrought-iron fence was built in 1873 and is owned and operated by Tippecanoe County Parks and Recreation. Responsibility for maintaining the fence is required by the Indiana Constitution. The State Budget Agency will not allot funds until a competitive bid has been approved. It is the expectation of the State Budget Agency that the final cost of the project will be less than \$430,000.

Funding Source      2007 General Fund  
                                 DNR - Museums and Historic Sites  
                                 Tippecanoe Battlefield Fence Restoration

7. White River State Park (310) \$850,153  
Visitors Center Renovation  
Project No. WRP-8-01

Renovations and additions to the Visitors center include increased restroom capacities, improved handicap accessibility and landscaping elements that will complement both the design and greenspace of the Park's grounds and building structures. The increased space of approximately 2,000 square feet will offer dedicated facilities to Park visitors.

Funding Source:      2007 General Fund  
                                 Repair and Rehabilitation              \$480,000  
                                 White River State Park Revenue        \$370,153

8. Adjutant General's Office (110) \$1,900,000  
Land Purchase

The Indiana National Guard requests approval to purchase land on which to construct a new armory. The facility will be used for assembly of personnel and training. The federal government will provide funds to build the facility, estimated at \$28 million, after the State has acquired the land. The proposal calls for the purchase of 46 acres in Johnson County and includes the purchase price and site infrastructure needs.

Funding Source:      2007 General Fund  
                                 Johnson County Land Acquisition

## II. University Projects

1. Indiana University – South Bend (750) \$2,793,646  
Administration Building Renovation – Phase I  
A-8-08-2-03

Indiana University requests approval to proceed with phase I of the renovation of the Administration Building on the South Bend campus. The project will renovate the testing center, the offices and support spaces in the School of Business and Economics, the large board room, dining area, Alumni Room, the Office of the Bursar, the Credit Union space, and an informatics welcoming station. The project will also create a new main lobby and gateway to excellence through the renovation of existing space and the construction of an entry vestibule. The remaining portions of the facility will be renovated in phases as funding is identified. The project will be funded using a combination of gifts, Capital Projects and Land Acquisition Reserves, and Auxiliary Reserves. This project is not eligible for plant expansion funding.

Funding:	Gifts	\$1,282,955
	Capital Projects and Land Acquisition Reserves	\$1,220,810
	Auxiliary Reserves	\$289,881

CHE Review: December 14, 2007

2. Indiana University – Bloomington (750) \$4,400,000  
Forest Quadrangle, B Building – Building Systems Upgrade  
A-1-08-2-07

Indiana University requests approval to proceed with the upgrade of several building systems in the B Building of Forest Quadrangle on the Bloomington campus. The project includes the upgrade of the air-conditioning system, the replacement of the domestic hot-water system, the addition of a wireless-network system for Building B and Tower A, and continuing minor asbestos abatement. The cost of the project will be covered using University Residential Programs and Services Building Repair Reserves and University Information Technology Services Auxiliary Reserves. This project is not eligible for plant expansion funding.

Funding:	University Reserves	\$4,400,000
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CHE Review: February 8, 2008

3. Ivy Tech Community College (710) \$29,200,000  
Fort Wayne New Construction and Renovation Project  
F-0-06-01-05

Ivy Tech Community College requests approval to proceed with the Fort Wayne New Construction and Renovation project. The project will construct the 76,000 gross square foot (GSF) Fort Wayne Technology Center and renovate the 71,000 GSF Community Mall into classrooms and a student life center. The project will raze Bliss Hall, Johnson Hall, and Hurley Hall (formerly of the Fort Wayne State Development Center). The new building will alleviate the reliance on leased buildings, address current and projected shortages of space, and provide for growth of degree programs. The project will be funded using 2007 bonding authority and 2005 appropriations. At the September 2006 meeting, the Budget Committee approved the release of \$2,500,000 for the planning of the Fort Wayne Technology Center project.

The project has a preliminary financing plan that does not include capitalized interest. The project is one of the top three priorities of Ivy Tech Community College and was recommended by CHE to the General Assembly and Governor for authorization in the 2007 Budget. The bonding authorization by the General Assembly is at the same funding level as was recommended by the CHE. Of the funding for the project, 0% is derived from non-state sources. Ivy Tech Community College's ratio of debt service to operating and debt service appropriations is 11.9% for FY 08 and 14.7% for FY 09.

This project is eligible for fee replacement. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to plant expansion. The permanent financing package is subject to approval by the State Budget Director.

Funding:	HEA 1001-2007 Bonding Authority	\$26,700,000
	HEA 1001-2005 Appropriation	\$ 2,500,000
CHE Review: January 11, 2008		

4. Ivy Tech Community College (710) \$8,422,500  
Greencastle New Construction Project  
F-0-06-1-06

Ivy Tech Community College requests approval to proceed with the Greencastle New Construction project. The project will construct a new 32,200 gross square foot campus in Greencastle on approximately 30 acres of land donated by the city of Greencastle at the intersection of State Highway 240 and Zinc Mill Road. The new facility will replace the existing Area 30 Career Center which is located in a leased facility. The campus will house the College's Schools of Business, Education, Health Sciences, Arts and Science, and Workforce and Economic Development. Support spaces will include faculty and administrative offices, student common and study areas, a library, a bookstore, and meeting rooms.

The project will be funded using 2007 bonding authority, 2005 appropriations, and gift funds. At the November 2005 meeting, the Budget Committee approved the release of \$250,000 for the independent assessment to determine the most cost-effective facility solution for delivery of Ivy Tech Community College programs in the Greencastle area. \$87,500 was utilized for the assessment leaving \$162,500 for the planning of the Greencastle project.

The project has a preliminary financing plan that does not include capitalized interest. The project is one of the top three priorities of Ivy Tech Community College. However, the project was not recommended by CHE to the General Assembly and Governor for authorization in the 2007 Budget. Of the funding for the project, 3% is derived from non-state sources. Ivy Tech Community College's ratio of debt service to operating and debt service appropriations is 11.9% for FY 08 and 14.7% for FY 09.

This project is eligible for fee replacement. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to plant expansion. The permanent financing package is subject to approval by the State Budget Director.

Funding:	HEA 1001-2007 Bonding Authority	\$8,000,000
	HEA 1001-2005 Appropriation	\$ 162,500
	Gifts	\$ 260,000

CHE Review: January 11, 2008

5. Ivy Tech Community College (710) \$16,600,000  
Logansport New Construction Project  
F-0-04-1-10

Ivy Tech Community College requests approval to proceed with the Logansport New Construction project. The project will construct a new 81,880 gross square foot building in Logansport on approximately 59.4 acres of land donated to the college. The new building will replace existing leased space in Logansport. The campus will house six of the College's eight academic schools and an academic skill center. Support spaces will include faculty offices, student common and study areas, a library, a bookstore, meeting rooms, and a wellness center for students, faculty, and staff. The new facility will replace all existing leases of approximately 30,000 sq. ft. of space in Logansport. The current leased space is in a strip mall known as Eastgate Plaza and in Logan Square. The project will be funded using 2007 bonding authority, 2005 appropriations, and gift funds. At the September 2006 meeting, the Budget Committee approved the release of \$300,000 for the planning of the Logansport project.

The project has a preliminary financing plan that does not include capitalized interest. The project is one of the top three priorities of Ivy Tech Community College and was recommended by CHE to the General Assembly and Governor for authorization in the 2007 Budget. The bonding authorization by the General Assembly is \$5,500,000 greater than the funding level recommended by the CHE. Of the funding for the project, 1.8% is derived from non-state sources. Ivy

Tech Community College's ratio of debt service to operating and debt service appropriations is 11.9% for FY 08 and 14.7% for FY 09. This project is eligible for fee replacement. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to plant expansion. The permanent financing package is subject to approval by the State Budget Director.

Funding:	HEA 1001-2007 Bonding Authority	\$16,000,000
	HEA 1120-2005 Appropriation	\$ 300,000
	Gifts	\$ 300,000
CHE Review: January 11, 2008		

6. Purdue University (760) \$50,000,000  
 Tax Exempt Commercial Paper Issuance  
 B-0-08-6-19

Purdue University requests authorization for the issuance of tax exempt commercial paper through the Purdue University Tax Exempt Commercial Paper (TECP) Program, subject to approval of the final program package by the State Budget Director, in multiple series of Notes not to exceed a maximum outstanding principal amount of \$50,000,000 at any time for the financing or temporary financing of (1) Repair and Rehabilitation Projects authorized under IC 21-34-10-8, in an aggregate amount not to exceed \$60 million; (2) Qualified Energy Savings projects authorized under IC 21-34-10-7; (3) A&E planning expenditures authorized from time to time by the General Assembly; or (4) other projects authorized by law; provided, that all allocations of TECP proceeds to individual projects shall require approval of this budget committee for the financing of such projects by TECP.

7. Purdue University (760) \$2,233,000  
 Small Project Debt Issuance  
 B-1-08-2-17

Purdue University requests authorization to issue \$2,233,000 in debt financing for the following Repair and Rehabilitation projects with a value of less than \$750,000 each and a Qualified Energy Savings project with a value of less than \$500,000.

R&R Projects – 2006 R&R Student Fee Bonding Authority:

Stanley Coulter Masonry Restoration	592,000
Grissom Hall Masonry Restoration	185,000
Civil Engineering Masonry Restoration	470,000
Physics Building Masonry Restoration	230,000
Sewer Project Planning	195,500
Campus-Wide Utility Tunnel Repairs Phase I	78,500
Wetherill Laboratory of Chemistry – HVAC Planning	88,000

2006 Qualified Energy Savings Project Bonding Authority:  
IPFW Water Project 394,000

These projects are not eligible for fee replacement. The temporary and/or permanent financing package is subject to approval by the State Budget Director.

8. University of Southern Indiana (775) \$36,500,000  
College of Business-General Classroom Building  
G-0-05-1-01-P

The University of Southern Indiana requests approval to proceed with the financing and construction of a new 122,210 GSF/78,902 ASF College of Business - General Classroom Building in Evansville. The building will help to address space needs created by increased enrollments in recent years. The building will be a shared facility between the College of Business and the engineering program. The facility will provide both general and specialized classrooms and laboratory space to support instruction, research, and engagement for workforce development. The project will be funded using both 2005 and 2007 General Assembly bonding authority. The University received \$6,600,000 2005 bonding authority to plan and design a new College of Business/General Classroom building, to expand the physical plant building to accommodate increased capacity due to the new College of Business, and to finish the lower level of the Education Center. The State Budget Committee reviewed the 2005 bonding authority projects at the December 2006 meeting. In addition to the funding authorized by the General Assembly, the University has received \$2,000,000 in private gifts to purchase equipment for the building and \$750,000 in the 2008 Federal Appropriations Budget for engineering equipment.

The project has a preliminary financing plan that does not include capitalized interest. The project is the top priority of the University of Southern Indiana and was recommended by CHE to the General Assembly and Governor for authorization in the 2007 Budget. The bonding authorization by the General Assembly is \$5,000,000 greater than the funding level recommended by the CHE. Of the funding for the project, 0% is derived from non-state sources. University of Southern Indiana's ratio of debt service to operating and debt service appropriations is 20.1% for FY 08 and 21.4% for FY 09.

This project is eligible for fee replacement. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to plant expansion. The permanent financing package is subject to approval by the State Budget Director.

Funding: 2007 Bonding Authority \$29,900,000  
2005 Bonding Authority \$ 6,600,000  
CHE Review: February 8, 2008



*Budget Committee*  
*March 2008*

9. Vincennes University (790) \$2,000,000  
Renovation of Science Laboratories  
E-1-07-2-01

Vincennes University requests approval to proceed with the financing and renovation of science laboratories. This project will be funded using 2007 fee replaced bonding authority.

The project has a preliminary financing plan that does not include capitalized interest. The project was the top capital priority of Vincennes University in their 2007-2009 capital budget request. The project was not recommended by CHE to the General Assembly and Governor for authorization in the 2007 Budget. The bonding authorization by the General Assembly is \$3,000,000 less than the funding level requested by the University; however, the scope of the project was reduced by the General Assembly to only include the lab renovations and not include the Physical Education building renovation. Of the funding for the project, 0% is derived from non-state sources. Vincennes University's ratio of debt service to operating and debt service appropriations is 12.5% for FY 08 and 14.7% for FY 09.

This project is eligible for fee replacement. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to plant expansion. The permanent financing package is subject to approval by the State Budget Director.

Funding: HEA 1001-2007 Bonding Authority \$2,000,000  
CHE Review: February 8, 2008

**Review Items:**

1. 21<sup>st</sup> Century Research and Technology Fund
2. Department of Child Services Quarterly Report

**Summary:**

<b>March 3, 2008</b>	
1997 Dedicated Fund Veterans' Home	20,000.00
1999 Veterans' Home Construction	45,604.00
2003 Veterans' Home Construction	86,222.73
2005 Veterans' Home Building Fund	96,173.27
2007 Veterans' Home Fund	821,291.00
2007 General Fund	4,810,000.00
2005 Bonding Authority	6,600,000.00
2007 Bonding Authority	29,900,000.00
HEA 1001-2005 Appropriation	2,662,500.00
HEA 1001-2007 Bonding Authority	52,700,000.00
HEA 1120-2005 Appropriation	300,000.00
2006 R&R Student Fee Bonding Authority	1,839,000.00
Qualified Energy Savings Project	384,000.00
Tax Exempt Commercial Paper Issuance	50,000,000.00
Own Funds	8,123,799.00
<b>TOTAL</b>	<b>158,388,590.00</b>