

**STATE BUDGET COMMITTEE MEETING MINUTES
November 21, 2005**

MEMBERS:

Senator Robert Meeks, Chairperson
Representative Jeffrey K. Espich
Senator Vi Simpson
Representative William C. Cochran
Charles E. Schalliol, State Budget Director

ALTERNATE MEMBERS:

Senator Tom Wyss
Representative Lawrence Buell
Senator Lindel O. Hume
Representative Dennis Avery

The business meeting was held at 1:30 PM on November 21, 2005 in the Senate Appropriations Committee Room (Room 431) of the State House in Indianapolis. In Senator Simpson's absence, Senator Hume served as a voting member for the business meeting. Senator Meeks called the meeting to order. Representative Cochran made a motion to consider the agenda and Director Schalliol seconded the motion. Representative Espich made a motion to amend the agenda to add Amendment 1 regarding two fire escapes and the Powerhouse concrete floor at the Pendleton Correctional Facility. Representative Cochran seconded the motion. The motion passed with five ayes. After discussion of the projects, Representative Espich moved to pass the agenda and Representative Cochran seconded the motion. The motion passed with five ayes. The committee then discussed the two review items and one discussion item.

State Agency Projects

3260 303600	<u>Indiana State Police (100)</u>	\$136,960
700001	Emergency Power Generator System Replacement – Lowell District # 13 Project No. A2-6-5637	

This project request is for funding to replace the 28 year old emergency power diesel driven generator system for the Lowell District #13 Post and Regional Laboratory Complex. The current emergency power generator has numerous equipment problems and the load demand of the Post and the enlarged Regional Laboratory, which requires clean and regulated emergency power, is ever demanding. Major repairs are overdue and power regulation and controls must be upgraded to meet the demand of clean electrical power for modern electronic office and laboratory environments.

(2005 State Police Building Fund – R&R Indiana State Police)

3260 303700	<u>Indiana State Police (100)</u>	\$110,000
700001	Emergency Power Generator System Replacement – Fort Wayne District #22 Project No. A2-6-5637	

This project request is for funding to replace the 27 year old emergency power diesel driven generator system for the Fort Wayne District #22 Post and Regional Laboratory. The current emergency power generator has numerous equipment

problems and the load demand of the Post and the enlarged Regional Laboratory, which requires clean and regulated emergency power, is ever demanding. Major repairs are overdue and power regulation and controls must be upgraded to meet the demand of clean electrical power for modern electronic office and laboratory environments.

(2005 State Police Building Fund – R&R Indiana State Police)

3260 303800	<u>Indiana State Police (100)</u>	\$140,000
700001	Roof Replacement Pendleton Indiana Post Project No. A2-6-5641	

This project request is for funding to replace the 16 year old roof on the Post Building. The building is structurally sound; however, the roof currently has numerous leaks and needs to be replaced.

(2005 State Police Building Fund – R&R Indiana State Police)

1000 379890	<u>Logansport State Hospital (435)</u>	\$165,000
700001	Replacement of Laminate Casework Project No. B9-605	

FSSA is requesting favorable review from the State Budget Committee to replace laminate on desks, counter tops and other surfaces in patient quarters and activity areas. This project is considered a health and safety issue as patients are peeling off the laminate covering on desks, counter tops and other surfaces and using the laminate pieces as weapons to harm other patients and staff members. Due to a use of laminate on surfaces, Logansport State Hospital will replace all the laminate surfaces in the patient quarters and living areas with a hard, solid surface material to prevent peeling, and ultimately insure the safety of patients and staff.

(2005 General Fund – R&R Logansport State Hospital)

1000 379900	<u>Logansport State Hospital (435)</u>	\$500,000
700001	Roof Replacement Project No. B9-604	

FSSA is requesting favorable review from the State Budget Committee to replace the roofs (70,000 square feet, \$7.14 per square foot) on the Fogel Rehabilitation Center (Building 8) and the Dietary Annex (Building 103A). The roofs on Fogel and the Dietary Annex are considered old and in poor condition; therefore resulting in frequent leaks throughout the buildings. Any attempts to make short term repairs to the roof are costly and would result in further deterioration of the roof, leading to other structural issues in the buildings. The roofs, which are flat roofs, would be replaced with a modified BTUM roof system, which is considered to be a more durable option and an industry standard. Both the Fogel building and the Dietary Annex are support buildings for the residents on the Logansport campus, providing a place to eat as well as areas for activities and gatherings for residents and staff. This project would be improving the health and safety of residents and staff in the two support buildings.

(2005 General Fund – R&R Logansport State Hospital)

1000 379910 Logansport State Hospital (435) \$1,173,850
700001 Demolition of Buildings 18, 28, & 32
Project No. B9-601

FSSA is requesting favorable review from the State Budget Committee to proceed with the demolition of three buildings: Old Staff Development building, Old Isaac Ray building, and Rogers Hall. The Old Staff Development building was built in 1910 and has been abandoned for many years. Recently, the roof began falling into the building itself, prompting a condemnation by the Fire Marshall. As a result, it is a major hazard and needs to be demolished.

The Old Isaac Ray building was built in 1939. Approximately six years ago, the building was scheduled for demolition, following the construction of a New Isaac Ray in 2005. The decision to demolish this building was based upon the condition of the building, the extensive capital investments required to upgrade the building and the projected operating costs due to its inefficiencies. Now, after the price of natural gas has more than tripled, the operating costs would be prohibitive. Rogers Hall was built in 1954 as a residence building for staff. Due to staffing changes over the years, the need for this building drastically declined. As a result, capital was not put into the building. However, the building was not closed since uses were found for about 10% of the space.

(2005 General Fund – R&R FSSA Construction)
(Prior Year General Fund – R&R)

1000 379920 Richmond State Hospital (440) \$250,000
700001 Video Surveillance System Installation
Project No. B11-601

FSSA is requesting favorable review from the State Budget Committee to install a new video surveillance system in portions of the facility. Incidents with the facility often go unnoticed and many times there is a lack of evidence in cases where staff and/or patients contradict each other. This project will fund new cameras and monitors in areas of the facility that does not currently have video surveillance, as well as support equipment and installation of the surveillance system. Patient living quarters and various support and activity buildings will be a part of the new surveillance system, allowing staff at Richmond State Hospital to better monitor patients as well as insure the safety and well being of staff operating within the facility.

(2005 General Fund – R&R Richmond State Hospital)

1000 379930 School for the Blind (550) \$976,000
700001 Indiana School for the Blind – Fire Alarm System Upgrade

The agency is requesting approval of funds to upgrade existing system with sprinklers, remote notification, alarms and fire doors. The current antiquated fire alarm system puts the health, safety and welfare of the students and staff at risk. The existing system does not meet the requirements for fire protection put forward in code and was recently cited during the last Fire Marshall inspection.

(2005 General Fund – Health and Safety Contingency Fund)

1000 379930 School for the Blind (550) \$828,000
700001 Indiana School for the Blind – Electrical Grounding

The agency is requesting approval of funds to correct grounding issues which leaves buildings without adequate grounding for power into the panels and receptacles. Some of the existing wiring dates back to the mid 1930's and does not meet current electrical code which is a safety and fire hazard.
(2005 General Fund – Health and Safety Contingency Fund)

3800 342580 Indiana State Prison (620) \$304,750
700001 Power Plant – Water softener and deaerator feed water heater
Project No. B1-303

This request for funds is for the installation of new water softeners and a deaerating feed water heater to replace the 30 year old units. Due to the age of the present water softener and deaerating feed water heater, they are worn out and beyond repair. The water that enters into the boilers goes through both processes, first where it is chemically treated and heated. With these items operating inefficiently, the cost of chemicals and fuel increases. Replacement of these components will prolong the life of the institutions boilers.
(2003 Post War Construction Fund – R&R Indiana State Prison)

3800 342590 Pendleton Correctional Facility (630) \$250,000
700001 Barred Gate Replacement
Project No. B2-009

This project request is for funding to replace the railroad gates located at the rear entrance of this facility. The metal gates as well as the surrounding supports, including concrete supports, have deteriorated to the point that a dangerous condition exists in the physical soundness of the structure. This is a security risk for this facility.
(Prior Year Post War Construction Fund – R&R)

3800 342620 Pendleton Correctional Facility (630) \$250,000
700001 Exterior Stairs
Project No. B2-901A

This project request is for funding to remove and dispose of two sets of fire escapes and install two new fire escapes on the school building and the Mattress Factory in order to meet all applicable state and federal codes. The old fire escapes have been condemned due to rusted and deteriorated conditions. Both buildings are located inside the walls of this facility.
(Prior Year Post War Construction Fund – R&R)

3800 342630 Pendleton Correctional Facility (630) \$132,500
700001 Powerhouse Concrete Floor
Project No. B2-901C

This project request is for funding to repair the concrete floor in the powerhouse. The existing 6" reinforced concrete slab in the Powerhouse shows notable deterioration.

The floor slab and ceiling has spalled and cracked concrete as well as severely rusted reinforcing steel. This deterioration of the concrete floor has resulted from various causes due to a previous water leak problem, concrete shrinkage, variations of temperature, stress concentrations, and inadequate concrete cover of the re-bar. Currently the concrete floor is unstable and dangerous, and failure to replace the floor will result in its continued deterioration.

(Prior Year Post War Construction Fund – R&R)

3800 342600 Indiana Women's Prison (640) \$300,000
700001 Replace Educational Complex Flat Roof
Project No. B4-501

This single story structure was constructed in 1982 and this original roof has deteriorated and has developed leaks due to age. Areas have been patched to prolong its life but these areas are leaking. Failure to replace this roof will certainly create deterioration to the roof as well as create water penetration in the pipe/electrical chases, interior ceilings, and interior walls creating health and safety issues.

(2005 Post War Construction Fund – R&R Indiana Women's Prison)

3800 342610 Westville Maximum Control Facility (682) \$250,000
700001 Security Cameras
Project No. D12-503

This funding request is to provide security cameras for the Westville Maximum Control Facility. The project will consist of all design, labor, and materials necessary to install the security cameras and recording equipment in the areas determined to be of most concern at this high maximum security facility. Staff and offenders have been severely assaulted at this facility. Currently, there is no way to collect the necessary video evidence required to stop and/ or prosecute the offenses. Areas of this maximum security facility are blind due to no security camera coverage. The facility needs to have the video recording system and matrix system upgraded to a larger digital system.

(2005 Post War Construction Fund – R&R Correctional Units)

University Projects

Indiana State University (770) \$1,250,000
Renovation of Business Incubation and Development and Community Development
Outreach Facility
Project No. C-1-05-2-03

Indiana State University requests favorable review of a project to proceed with additional expenditures for the renovation of property donated to the University by the Indiana State University Foundation for use as a business incubation and development and community development and outreach facility. The first phase of the project was reviewed by the State Budget Committee on December 14, 2004 allowing the expenditure of \$2,500,000. Donor fundraising, interest from University investments, and accumulated University reserves provided funding for Phase One of the project. Phase Two of the project will allow the completion of the renovation of the third floor interior of the facility to be used for incubation space, construct a

trading lab for use by College of Business students, complete exterior finishes to the facility, and provide elevator upgrades and resurfacing of an adjacent parking lot. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to plant expansion.

Funding:	Donor Funds	\$754,000
	HUD Grant	\$496,000
	Estimated Plant Expansion	\$34,410
CHE Review: September 29, 2005		

<u>Indiana University Bloomington (750)</u>	\$1,200,000
Bradford Woods Wastewater Treatment System Replacement	
Project No. A-1-06-2-02	

Indiana University requests favorable review of a project to replace existing wastewater treatment system facilities at Bradford Woods. Bradford Woods is considered part of the Bloomington campus operations. The project replaces the existing system with a two-cell constructed wetland followed by a mound system sized to treat 16,000 gallons per day. It will also upgrade the wastewater collection system including the installation of new septic tanks, pump stations, force mains and gravity sewers to serve the structures on the property. The wastewater service to the property will be improved and will provide additional capacity for growth and will eliminate surface discharge.

Funding:	Riley Children's Foundation	\$400,000
	Indiana University Foundation	\$400,000
	Bradford Woods Operating Fund	\$400,000
CHE Review: September 29, 2005		

1000 394090	<u>Vincennes University (790)</u>	\$1,000,000
700001	Electrical Substation	
	Project No. E-1-04-2-01	

Vincennes University requests favorable review of a project to install a new electrical substation. Vincennes University has experienced two major power outages in the last ten months. These power outages are a result of aging electrical infrastructure, the demand of electrical load on the aging lines, and that Vincennes University is currently served by one electrical substation that is operating to capacity. An upgraded power bank is necessary to handle new building load of the Red Skelton Performing Arts Center and Recreational Sports Facility. The project is not eligible for fee replacement and plant expansion.

Funding:	2005 General Fund – Electrical Substation	\$1,000,000
CHE Review: August 5, 2005		

1000 379950 Ivy Tech State College (710) \$250,000
700001 Greencastle Planning
Project No. F-0-06-1-01

Ivy Tech State College requests authority to proceed with an independent assessment to determine the most cost-effective facility solution for delivery of Ivy Tech State College programs in the Greencastle area. Should Ivy Tech determine the need, any funds remaining after covering the cost of the independent assessment may be used to pay for architectural and engineering services necessary to either construct a new facility or retrofit an existing structure to meet the needs identified by the independent assessment. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to constructing a building or plant expansion.

Funding: 2005 General Fund - Planning - Greencastle Campus Expansion
\$250,000

CHE Review: October 14, 2005

Review Items

Help America Vote Act reimbursements
Indiana Secondary Market for Education Grants

Pursuant to the provisions of IC 4-12-1 and IC 20-12, the State Budget Committee recommends approval of the forgoing projects.



Chairperson



Budget Director



STATE OF INDIANA
OFFICE OF THE GOVERNOR
State House, Second Floor
Indianapolis, Indiana 46204

Mitchell E. Daniels, Jr.
Governor

Bond Approval Certification
For
Higher Education Projects Pursuant to IC 20-12

To: Chair, State Budget Committee
From: Governor of Indiana
Re: Approval of Bond Issuances from State Budget Committee Meetings
Minutes from: November 2005
Date: 11/21/2005

Dear Chairman Meeks:

In accordance with statute, I am required to approve the bond issuances certified to me by the State Budget Committee for certain projects related to higher education. As such, pursuant to IC 20-12, I hereby approve the bond issuances for the related university projects approved in the above referenced State Budget Committee Meeting Minutes.

Signed:


Mitchell E. Daniels, Jr.
Governor