

**STATE BUDGET COMMITTEE MEETING MINUTES
December 14, 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 1:00 PM on December 14, 2005 in the Senate Appropriations Committee Room (Room 431) of the State House in Indianapolis. The State Budget Committee received the revenue forecast update and the Medicaid forecast update; then all state agency projects were considered. In Senator Meeks' absence, Representative Espich served as Chairman. During agency project presentations, Deputy Director Reynolds served as a voting member for the business meeting in Director Schalliol's absence. Representative Espich called the meeting to order. Deputy Director Reynolds made a motion to consider the agenda and Senator Simpson seconded the motion. After discussion of the projects, Representative Cochran moved to pass the agenda and Senator Simpson seconded the motion. The motion passed with five ayes. The committee then discussed the three review items.

State Agency Projects

1000 379940	<u>Department of Administration (061)</u>	\$236,036
700001	Indiana Government Center South Cafeteria – Mold Remediation Project No. O23-05-10	

The agency is requesting approval of funds to remove and replace damaged insulation in five areas in and around the south cafeteria including the kitchen and storage room, back corridor, serving area, dishwashing room, and front hallway by the serving area. All work will be conducted according to OSHA document titled "Mold in the Workplace" and the US EPA document titled "Mold Remediation in Schools and Commercial Buildings." The insulation will be replaced according to the manufacturer's installation guidelines and professional industry practices.

(2003 General Fund – R&R Department of Administration)

3260 301200	<u>Indiana State Police (100)</u>	\$260,000
700001	Microwave Tower Maintenance - Statewide Project No. A2-7-5648	

This project request is for funding to inspect and maintain radio communication towers in order to meet the federal requirements of FAA, FCC, and OSHA.

Microwave antennas must be kept in alignment for critical public safety communications, tower visibility must be maintained for safe aircraft travel, and tower climber safety equipment must be maintained. Wind, rain, snow, ice, and lightning continue to cause tower failure if not properly inspected and maintained. (2005 State Police Building Fund – R&R Indiana State Police)

3260 303900 Indiana State Police (100) \$375,000
700001 Microwave System Upgrade – District Level
Project No. A2-6-5649

This project request is for funding to upgrade two existing microwave hops from analog to digital utilizing MDR8000 single DS3 microwave radios. The existing 25 year old analog equipment is out of production and the company no longer exists. The current equipment is plagued with problems requiring constant attention and is not capable of being monitored remotely by our current alarm and control system. Using a single DS3 radio will increase bandwidth and still stay within FCC specifications on the currently assigned frequencies. (2005 State Police Building Fund – R&R Indiana State Police)

3260 303900 Indiana State Police (100) \$772,145
700001 Microwave System Upgrade – HQ Level
Project No. A2-6-5650

This project request is for an upgrade to the current microwave system. The current system has a severe handicap which affects its reroute ability back into Headquarters. Currently, there is only one path in and out of either the north or south rings. If a new building blocks either of those paths or a path is lost due to storm damage, half of the state's access back into the Government Center is lost. This includes but is not limited to ISP circuits for the WAN, microwave phones, console connectivity back to the zone controller for the 800 MHz system, Indiana Department of Homeland Security/FEMA access to the advance-warning network for the Newport Chemical Plant, and radio circuits for the FBI and other agencies including the Integrated Public Safety Commission and INDOT. (2005 State Police Building Fund – R&R Indiana State Police)

University Projects

Indiana University Purdue University Indianapolis (750) \$4,368,260
Lease 1200 Stadium Drive, Indianapolis, IN
Project No. A-2-05-5-10

Indiana University requests authorization to enter into a 20 year lease on behalf of IUPUI. IUPUI would lease a 34,464 sq. ft. industrial/warehouse building situated on approximately 6.2 acres located at 1200 Stadium Drive in Indianapolis. The land will be used for off campus parking with shuttle service to the main campus. The land shall be leased from the Indiana University Foundation. Variable annual lease payments are calculated based on the unpaid principal remaining on the purchase price of the property plus interest based on Wall Street prime plus

Insurance and Tax costs. At the end of the 20 year lease, the property will belong to Indiana University. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to plant expansion.

Funding: IUPUI Admin. and Finance parking operations \$218,413/yr
CHE Review: November 11, 2005

Purdue University Fort Wayne (760) \$2,000,000
Chiller Replacement
Project No. B-3-06-2-4

Purdue University requests authority to proceed with the replacement of a 31 year old, 2000 ton chiller at the IPFW central chiller plant. In addition to the chiller, electrical switch gear will be replaced and the chiller plant distribution system pumping configuration will be modified. Additionally, the pumping control configuration will be changed in nine of the ten buildings served from the central plant to improve its operation and reduce pumping energy.

Funding: Building Construction Reserves \$2,000,000
CHE Review: November 30, 2005

Purdue University West Lafayette (760) \$992,000
Lynn Hall Junior Surgery Suite Remodel
Project No. B-1-06-2-05

Purdue University requests authorization to proceed with the remodel of the School of Veterinary Medicine's Junior Surgery Suite in the basement of Lynn Hall. This includes the main surgical theater, animal room, surgeon's prep room and two kennels across the hall. The Junior Surgery Suite has been in use for decades and does not meet modern standards of sanitation and animal care. Purdue is currently pursuing accreditation with the Association for Assessment and Accreditation of Laboratory Animal Care, and the Junior Surgery Suite will be an obstacle to this process if not brought up to current standards. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to plant expansion.

Funding: Departmental Funds \$684,000
Gift Funds \$308,000
Annual plant expansion: \$6,787/year
CHE Review: November 30, 2005

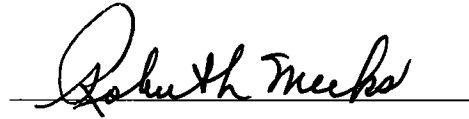
Review Items

Help America Vote Act reimbursements
21st Century Research and Technology Fund – SBIR/STTR Matching Grant Program

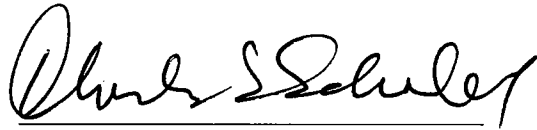
- 37 matching grants totaling \$3,563,070

Department of Child Services – Quarterly Report

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

A handwritten signature in cursive script, appearing to read "Ruth Meeke", is written above a horizontal line.

Chairperson

A handwritten signature in cursive script, appearing to read "Charles S. Schuler", is written above a horizontal line.

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: December 2005
Date: 12/14/2005

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