

**STATE BUDGET COMMITTEE MEETING MINUTES
December 19, 2001**

MEMBERS:

Senator Vi Simpson, Chairman
Representative B. Patrick Bauer
Senator Robert Meeks
Representative Jeffrey K. Espich
Betty Cockrum, State Budget Director

ALTERNATE MEMBERS:

Senator William E. Alexa
Representative William C. Cochran
Senator Thomas K. Weatherwax
Representative Lawrence L. Buell

The business meeting was held at 10:30 A.M. on December 19, 2001 in the State House, Room 404, in Indianapolis. Eighteen action items, two review items, and two discussion items were considered. Senator Simpson called the meeting to order and offered an amendment to the agenda: delete action item #11, technical corrections to the Build Indiana Fund projects, addition of five Fire Safety Equipment Revolving Loan Program projects, and addition of seven Supplemental Waste Water and Drinking Water Fund Grants and Loans. Representative Bauer made the motion to consider the amendment; Representative Espich seconded. The amendment was accepted by consent. Representative Bauer made the motion to consider the agenda with the amendment; Representative Espich seconded. After the discussion of the agenda, Representative Bauer made the motion to approve the agenda. Senator Meeks seconded the motion. The motion passed with five ayes.

Action Items:

| | | |
|-----------------------|--|-----------|
| 1000 376910 700001 | <u>Richmond State Hospital (440)</u> Clinical Treatment Center Equipment and Furnishings Project No. B11-0101 This request will provide all necessary equipment and furnishings for the Clinical Treatment Center. This new building houses the Pharmacy, Laboratory, Dental Suite, Physical Fitness area, Gymnasium, Arts and Crafts, Training Kitchen, Music Therapy, Educational Area, Library, Social Skills Activity Area, and Staff and Patient Training Area. (1999 Rehab of Adult Chemical Dependency Building) | \$335,006 |
| 1000 376930 700001 | <u>Richmond State Hospital (440)</u> Raze 10 Buildings Project No. B11-902 This transfer is necessary to proceed with phase two demolition of the quad buildings as the new Clinical Services Building comes on-line. The first phase of the project has been awarded since the buildings are now vacant. The second phase of the project will be bid shortly with a completion date late next spring. Demolition of these buildings is critical because they are a hazard for patients on campus. (1995 & 1997 PCB Abatement) | \$231,702 |

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|-----------------------|--|-----------|
| 1000 378580 700001 | <u>Madison State Hospital (430)</u> Emergency Power Generator Madison State Hospital (MSH) must assure adequate emergency power generation to assure patient safety. This purchase is necessary because of the increase in the number of clients at the facility as a result of the transfer of clients from the Muscatatuck State Hospital to MSH. These generators will be used for the long-term power capacity at the facility. (2001 General Fund Construction – Madison R & R) | \$750,000 |
| 1000 378590 700001 | <u>School for the Blind (550)</u> Relamp All Buildings Project No. B19-706A This project replaces lighting fixtures, retrofits existing fixtures and installs lighting controls to improve lighting for visually impaired students. The project is expected to reduce operating costs. A final phase of lighting retrofit will be required, with an estimated cost of \$200,000. (1999 General Fund Construction – School for Blind R & R) | \$300,000 |
| 1000 376810 700001 | <u>Dept. of Natural Resources (300)</u> Falls of Ohio Lease Project No. 031040 This request is for approval of the annual lease payment amount to the town of Clarksville for the Falls of Ohio State Park. This lease/purchase agreement will be paid in full in 2014. (2001 General Fund Construction – State Parks R & R) | \$182,000 |
| 1000 378600 700001 | <u>Indiana War Memorials Commission (315)</u> Emergency Elevator Repairs Project No. A66-201 This request is for the repair and refurbishment of the passenger elevators located at 700 North Pennsylvania. The incidence of downtime has consistently increased and repairs have become prohibitively expensive. (2001 General Fund Construction – War Memorials R & R) | \$120,000 |
| 1000 211060 700001 | <u>State Emergency Management Agency (385)</u> Terrorism Consequence Management Plans This project involves the development of Terrorism Consequence Management Plans for 51 Indiana jurisdictions that have a population of 35,000 or below. During the federal fiscal year 2002, Indiana is scheduled to receive \$385,824 from the Federal Emergency Management Agency to perform Terrorism Consequence Management Programs, including the development of Terrorism Plans. SEMA will reimburse the Contingency Fund when FEMA funds are received. (2001 Emergency Management Contingency Fund) | \$300,000 |

Universities:

Indiana University – Bloomington (750) \$1,285,500

Health Center – 1st Floor Renovation

Project No. A-1-02-2-03

First floor renovation to be funded by Health Center Reserves. This phase will complete the three-part renovation of the Health Center. 14,725 square feet will be renovated. Sprinkler, mechanical and electrical systems and finish work will be upgraded. No change in the annual operating budget is anticipated.

FUNDING: Health Center Reserves \$1,285,500

CHE Review: December 3, 2001

Indiana University – Bloomington (750) \$11,600,000

Eigenmann Hall Renovation

Project No. A-1-02-2-11

This project will renovate HVAC Systems. Division of Residential Programs and Reserves fund this project. The original (1968) heating and cooling piping and terminal ventilating fan coil units will be replaced. Sprinkler and fire alarm systems will be installed and corridor and student room lighting will be upgraded. Roof to be replaced and building will be brought in to compliance with all codes.

FUNDING: Residential Programs and Reserves \$11,600,000

CHE Review: December 3, 2001

Indiana University – IUPUI (750) \$4,400,000

Clinical Building – 3rd and 6th Floor Renovation

Project No. A-2-02-2-09

This project will renovate the existing laboratory and office space on two floors of the Clinical Building on the IUPUI campus. It will be funded by gifts through IU Foundation to the School of Medicine. Specifically, the 3rd floor east and north wings (11,884 gsf) of the Orthopedic Laboratory and the 6th floor East wing (4,499 gsf) of new Orthopedic Administrative space will be renovated. New partition walls, ceilings and doors will be added. New finishes lighting and sprinkler systems and air handling units will be added. Laboratory air compressors, power and data distribution systems will be installed. No change in the annual operating budget is anticipated.

FUNDING: Gift Funds \$4,400,000

CHE Review: December 3, 2001

Indiana University – Bloomington (750) \$204,432 per year (lease)
Informatics Lease and Renovation \$2,100,000 (renovations)
Project No. A-1-01-5-22 (lease)
Project No. A-1-02-2-01 (renovation)

This project proposes to lease and renovate a 28,173 (gsf) building adjacent to the university to house the new school of Informatics. The Indiana University Foundation purchased the former sorority building in 2000. It will be primarily used as administrative and faculty office space with some classroom lab and study space. Renovations will include new floor, wall and ceiling finishes as well as mechanical, electrical and data communications systems. The \$2.1 million renovation cost will be paid from Capital Projects/Land Acquisition Reserves. The proposed lease is for 20 years initially, costing \$204,432 and adjusting annually based on the prime-lending rate. Leasing and operating costs are to be financed by Bloomington Campus Interest Income. Annual estimated operating costs are expected to be \$179,000. IU will not request state appropriations for the lease costs or for plant expansion for this project for the 2004-05 biennium.

Estimated annual operating cost increase: \$179,000

FUNDING: Existing Operating Funds; Capital Projects/Land Acquisition Reserves \$2.1M
CHE Review: December 14, 2001

Purdue University- West Lafayette (760) \$3,700,000
Martell Forest Research and Education Center
Project No. B-1-02-1-04

This project is for construction of a research and education center at the West Lafayette campus. It will be built on the 425-acre property in close proximity to the West Lafayette campus to be a site for a Hardwood Tree Improvement and Rehabilitation Center. The teaching and research laboratory would hold 120-seated students (300 standing). The project would consist of a research laboratory, two bay greenhouses with attached head house, teaching laboratory, and office space for 10 scientists and professional staff. The project will be funded by university endowment funds.

The increase in the annual operating budget is estimated to be \$76,172. Review of this item by the Budget Committee does not reflect a commitment to funding plant expansion for the project.

FUNDING: Gift Funds \$3,700,000
CHE Review: December 14, 2001

Purdue University – West Lafayette (760) \$14,000,000
Agricultural Hall Renovation/Addition

Project No. B-1-02-1-06

This renovation and addition to existing Agricultural Hall will connect the existing structure with Whistler Hall of Agriculture. The renovation and addition will include office space, teaching laboratories and a general-purpose classroom, plus a 150-seat auditorium equipped for distance learning and video conferencing. It is to be funded by university endowment and gift funds. Annual operating costs are expected to increase by approximately \$106,469.

The increase in the annual operating budget is estimated to be \$106,469. Review of this item by the Budget Committee does not reflect a commitment to funding plant expansion for the project.

FUNDING: Gift Funds \$14,000,000
CHE Review: December 14, 2001

Purdue University – Calumet (760) \$5,450,000
Gyte Laboratory Renovation Phase I

Project No. B-2-02-2-11

This project is to rehabilitate the chemistry lab. The Gyte building built in the 1950's and 60's will have its laboratories relocated in more appropriate parts of the building and old lab areas will be turned into modern classrooms and student areas. The project will be funded by 1995-97 & 1999-01 R&R funds already drawn and the university endowment. There is no expected change in the annual operating budget.

FUNDING: 1995-97 R&R \$48,671
1999-01 R&R \$672,072
Calumet Special Projects Funds \$4,729,257

CHE Review: December 3, 2001

Ivy Tech State College (710) \$750,000
ITSC E. Chicago Building Façade

This project is to replace the existing exterior panels of the De LaGarza building on the East Chicago campus. The panels have started to delaminate and at least two of the 6 by 9 foot panels have fallen. This building, if not repaired, poses a health and safety risk to students, staff and visitors at the campus. Further deterioration may lead to additional cost.

FUNDING 99-01 ITSC R&R: \$750,000
CHE Review: December 11, 2001

Build Indiana Fund:

| Proj. # | Project Description | Approp. Amount | Grant Amount |
|----------------|---|-----------------------|---------------------|
| 3880 378770 | Cambridge City infrastructure - Wayne Co. | \$150,000 | \$150,000 |
| 3880 378770 | Liberty Twp. - FD - Porter Co. | \$30,000 | \$30,000 |
| 3880 378770 | The Eagle's Nest - Ft. Wayne - Allen Co. | \$25,000 | \$25,000 |
| 3880 378770 | Charlestown PD - Clark Co. | \$10,000 | \$10,000 |
| 3880 378770 | Clinton Water - Vermillion Co. | \$50,000 | \$50,000 |
| 3880 378770 | Warren County EMS | \$50,000 | \$50,000 |
| 3880 378770 | West Jay Community Center - expansion - Dunkirk - Jay Co. | \$50,000 | \$50,000 |
| 3880 378770 | Jefferson Co. - Boys and Girls Club | \$125,000 | \$125,000 |
| 3880 378770 | Operation Love - building improvements - Anderson - Madison Co. | \$40,000 | \$40,000 |
| 3880 378770 | Crawford Co. 4-H - Crawford Co. | \$20,000 | \$20,000 |
| 3880 378770 | Sellersburg VFD - Clark Co. | \$57,000 | \$57,000 |
| 3880 378770 | Town of New Chicago - fire truck - Lake Co. | \$50,000 | \$50,000 |
| 3880 378770 | Perry Co. - Troy boat ramp project | \$22,500 | \$22,500 |
| 3880 378770 | Lafayette Twp. VFD - Floyd Co. | \$40,000 | \$40,000 |
| 3880 378770 | North Gibson Technology Training - Gibson Co. | \$10,000 | \$10,000 |
| 3880 378770 | Churubusco Guard Rail Project, Whitley Co. | \$15,000 | \$15,000 |
| 3880 378770 | Liberty Twp. Volunteer Fire Dept., Porter Co. | \$59,900 | \$59,900 |
| 3880 378770 | Luce Twp. Volunteer Fire Dept., Spencer Co. | \$42,850 | \$42,850 |
| 3880 378770 | LaGrange County Head Start Center Renovation | \$9,000 | \$9,000 |
| 3880 378770 | National Automotive and Truck Museum, Auburn, DeKalb Co. | \$15,000 | \$15,000 |
| 3880 378770 | Town of Lakeville, St. Joseph Co. | \$85,700 | \$85,700 |
| 3880 378770 | Jasper County Community Services Center | \$128,500 | \$128,500 |
| 3880 378770 | Hancock County Firefighter's Mutual Aid Assn. | \$62,500 | \$62,500 |
| 3880 378770 | Fort Wayne Center for Medical Education, IU School of Medicine, Allen Co. | \$171,500 | \$30,000 |
| 3880 378770 | Dayton Elementary School Parent Teacher Organization, Tippecanoe Co. | \$26,000 | \$26,000 |
| 3880 378770 | Vistula Head Start, Lagrange Co. | \$28,000 | \$28,000 |
| 3880 378770 | Head Start, Lagrange Co. | \$50,000 | \$50,000 |
| 3880 378770 | Spiceland Well head Protection, Henry Co. | \$15,000 | \$15,000 |
| 3880 378770 | Coroner Mobile Unit, Allen Co. | \$15,000 | \$15,000 |
| 3880 378770 | Coroner Mobile Unit, Allen Co. | \$15,000 | \$15,000 |
| 3880 378770 | Coroner Mobile Unit, Allen Co. | \$15,000 | \$15,000 |
| 3880 378770 | Scott. Twp. - Pumper, Vanderburgh Co. | \$135,000 | \$135,000 |
| 3880 378770 | Dayton Elementary School Playground, Tippecanoe Co. | \$25,000 | \$25,000 |
| 3880 378770 | Air Traffic Control Tower, Elkhart, Elkhart Co. | \$110,000 | \$110,000 |
| 3880 378770 | Breeden YMCA Learning/Resource Center, Steuben Co. | \$54,000 | \$54,000 |
| 3880 378770 | Hazelwood Vol. Fire Dept., Hendricks Co. | \$80,000 | \$80,000 |
| 3880 378770 | Youth Services Bureau of Jay Co. - Roof Repair, Jay Co. | \$20,000 | \$20,000 |
| 3880 378770 | Harrison Twp. Fire Capital Improvement & Purchase Program, Howard Co. | \$500,000 | \$130,000 |
| 3880 378770 | Southport Street, Sidewalk & Drainage Imp, Marion Co. | \$250,000 | \$200,000 |
| 3880 378770 | West Jay Community Center | \$30,000 | \$30,000 |
| 3880 378770 | Albany (Delaware County) Community Library | \$25,000 | \$25,000 |
| 3880 378770 | Howell Booster Club (Vanderburgh County) | \$10,000 | \$10,000 |
| 3880 378770 | Michigan City International Friendship Gardens | \$157,000 | \$157,000 |

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|---|-----------------|-----------------|
| 3880 378770 Union Township Fire Station (Porter County) | \$113,000 | \$113,000 |
| 3880 378770 Owen Valley VFD (Owen County) | \$10,000 | \$10,000 |
| 3880 378770 Flanner House (Indianapolis) | \$40,000 | \$40,000 |
| 3880 378770 Switzerland County YMCA | \$100,000 | \$100,000 |
| 3880 378770 South Bend YWCA | \$10,000 | \$10,000 |
| 3880 378770 Lanesville Sidewalks | \$50,000 | \$50,000 |
| 3880 378770 St. Meinrad VFD (Spencer County) | \$15,000 | \$15,000 |
| 3880 378770 Gary YWCA Capital Campaign | <u>\$25,000</u> | <u>\$25,000</u> |
| 2001 LOCAL BIF TOTAL | \$3,242,450 | \$2,680,950 |

Fire Safety Equipment Revolving Loan Program

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|--|------------------|
| 3880 378810 Terre Haute Fire Department, Vigo County | \$70,000 |
| 3880 378820 Benton Township Volunteer Fire Department, Monroe County | \$80,000 |
| 3880 378830 Columbus Fire Department, Bartholomew County | \$133,500 |
| 3880 378840 City of Vincennes, Knox County | \$150,000 |
| 3880 378850 Ossian Volunteer Fire Department, Wells County | <u>\$150,000</u> |
| TOTAL | \$583,500 |

Supplemental Waste Water and Drinking Water Fund Grants and Loans

| | |
|---|------------------|
| 6000 179200 Town of Rosedale (Grant) | \$31,300 |
| 6000 179200 Town of Clear Lake (Grant) | \$500,000 |
| 6000 179200 Town of Clear Lake (1999 BIF) (Convert Loan approved by the Budget Committee on July 25, 2000 to Grant) | \$524,000 |
| 6000 179200 Summit Springs Regional Waste District (Grant) | \$300,000 |
| 6000 179200 Lauramie Township Regional Sewer District (Stockwell) (Grant) | \$750,000 |
| 6000 179200 Gnaw Bone (Loan) | \$780,000 |
| 6000 179200 Storm Water Phase II Planning Grants | <u>\$350,000</u> |

Total 2001 BIF \$2,711,300
Total 1999 BIF \$ 524,000
TOTAL \$3,235,300

Items Reviewed:

City of Marion, Indiana – Community Revitalization Enhancement District (CReED)

Use and Occupancy Agreement for New Castle Correctional Facility

Discussion Items:

Analysis of Indiana’s Medicaid Data – Don Muse and Associates

Medicaid Forecast

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

Chairman

Governor

Budget Director