

**STATE BUDGET COMMITTEE MEETING MINUTES
July 19, 2002**

MEMBERS:

Senator Vi Simpson, Chairman
 Representative B. Patrick Bauer
 Senator Robert Meeks
 Representative Jeffrey K. Espich
 Marilyn F. Schultz, State Budget Director

ALTERNATE MEMBERS:

Senator William E. Alexa
 Representative William C. Cochran
 Senator Luke Kenley
 Representative Lawrence L. Buell

The business meeting was held at 11:00 A.M. on July 19, 2002 at Ball State University, Cardinal Hall in the Student Center, in Muncie. Twelve action items and one review item were considered. Senator Simpson called the meeting to order. Representative Bauer made the motion to consider the agenda; Senator Meeks seconded. Representative Bauer made a motion to amend the language included in agenda item #5, Pendleton Correctional Facility Emergency Backup Generator; Representative Espich seconded the motion. After discussion of the agenda, Representative Bauer made the motion to approve the agenda as amended. Representative Espich seconded the motion. The motion passed with five ayes. However, Senator Meeks voted his opposition to agenda item #3, the Logansport State Hospital Tunnel Project.

Action Items:

1000 378670 700001	<u>Richmond State Hospital (440)</u> Smoke Detection System Project No. B11-201	\$919,600
	Install new engineered early warning smoke detection system to meet Life Safety Code (NFPA 101) and all other applicable governing bodies. The existing early warning smoke detection system is unreliable and presents a potential health/safety risk to patients and staff. Life Safety Code NFPA 101 and 72 require that Health Care Occupancies shall be provided with a fire alarm system. This proposed system will provide the needed detection alarm and communication technologies. (2001 General Fund Construction)	
1000 378680 700001	<u>Richmond State Hospital (440)</u> New Chiller Project No. B11-202	\$500,000
	Install new chiller and controls to meet temperature requirements for 192 patient treatment facility and rebuild existing chiller for back up. The existing chiller, which provides all the cooling for the complex, is 11 years old and is in need of rehabilitation. The refrigerant in the current chiller is R12, which has been banned due to ozone issues. The average life of a chiller is about 15 years. Currently, there is no backup for the chiller. If the current chiller fails, it would be approximately 48 hours before a rental could be put into place at a cost of at least \$50,000 per month. (2001 General Fund Construction)	

1000 378690 Logansport State Hospital (435) \$1,250,000
 700001 Tunnel Project
 Project No. B9-201
 Underground steamlines require emergency repairs. The tunnels have deteriorated in various areas of the facility, creating safety concerns regarding catastrophic failure of the steam system. The total cost of the Phase I Tunnel Project is \$2,750,000. A Phase II Tunnel Project may be required within five years.
 (2001 General Fund Construction)

1000 378700 Adjutant General (110) \$444,800
 700001 Greenfield National Guard Armory Building Renovation
 Project No. A6-017-01(95)
 The mortar joints in the brickwork of the Greenfield National Guard Armory Building have deteriorated and there are large amounts of brick spalling. Water is penetrating the face brick joints, causing interior damage. In addition, the structural damage caused by weathering action during the winter months is significant.
 (1999 General Fund Construction)

3800 342120 Pendleton Correctional Facility (630) \$1,000,000
 700001 Emergency Backup Generator
 Cinergy can no longer supply the backup power needed for the facility. The Department of Correction will work with the State Budget Agency to find the most economical option to obtain a backup generator.
 (2001 Post War Construction)

Universities:

Indiana University - Bloomington (750) \$3,500,000
 Memorial Stadium – Press Box Renovation
 Indiana University requests review of a project to renovate the press box on the west side of Memorial Stadium on the Bloomington campus. The project includes improvements to the entire press box, including floors five, six, and seven, and will enclose the area beneath the press box, which will provide club seating for 300 spectators. Sixth floor renovations will include construction of eight spectator suites, including food service accommodations. New mechanical and electrical systems will be installed, accessibility will be addressed and new rest rooms will be completed. The project will also include a new elevator shaft and elevator service. The project will be funded by the Indiana University Foundation.

Funding: Indiana University Foundation \$3,500,000
 CHE Review: 6/10/02

Indiana University – Indianapolis (750) \$4,058,000
Research Institute II- Build-out for Radiology and 2nd Floor
Indiana University requests review of a project to build out space in the Research Institute II on the IUPUI campus. The Research Institute II building is currently under construction. The authority to construct the building did not include the build out for radiology and 2nd floor space. This project request is to complete the radiology build out to include testing and instrumentation space for the Department of Radiology. In addition, the entire 2nd floor will be finished to provide research labs, support spaces and offices. General modular lab units will be installed and mechanical and electrical systems will tie into existing systems.

Funding: School of Medicine Funds
Gift Funds through the IU School of Medicine \$1,925,000
IU Research Incentive Funds \$1,600,000
Land Acquisition Reserves \$533,000
CHE Review: 6/10/02

Indiana University – Indianapolis (750) \$300,000/yr.
Lease of Space: Radiology Education and Research Institute Building
Indiana University requests the review of lease between Indiana University and the Indiana University Radiology Associates, Inc. The School of Medicine will occupy the space for School of medicine programs. The cost of the lease is \$300,000 annually. The term of the lease is ten years. The lease cost will be paid out of School of Medicine operating funds and no request for plant expansion is expected.

Funding: School of Medicine operating funds \$300,000
CHE Review: 5/3/02

Ivy Tech State College (710) \$180,000/yr.
Lease of Space: Warsaw Sprint Building Lease
ITSC requests review of a lease of space in the Sprint Building in Warsaw, Ind. ITSC has been informed that the Warsaw School Corporation will no longer provide space for ITSC, beginning this fall. ITSC has leased space in the Lakeview Middle School since 1990. ITSC was leasing 19,057 sq. ft. from Warsaw School Corporation for \$53,760 per year, or \$2.82/sq. ft. The new lease cost is \$180,000 annually for 16,055 sq. ft., or \$11.21/sq. ft. Lease costs will increase to the extent that utilities, taxes and operating costs of the building increase. ITSC does expect to request plant expansion for the lease in FY 04. Review of this lease by the Budget Committee does not reflect a commitment for plant expansion.

Funding: ITSC existing operating costs for FY 03; ITSC will make a legislative request for funding beginning in FY 04
CHE Review: 6/14/02

Ivy Tech State College (710) \$78,445/yr.
Lease of Space: Indianapolis Roosevelt Building Lease Expansion
ITSC requests review of a lease of space in the Roosevelt Building in Lawrence. The building currently houses much of ITSC's instructional space in Lawrence. This lease is for additional space needed because of growing enrollments. The lease cost is \$78,445 annually and will run through September 2006 with two renewal options. ITSC will fund the lease out of existing operating funds and no request for plant expansion is expected.
Funding: ITSC operating funds
CHE Review: 6/14/02

Purdue University (760) \$16,000,000
Dick and Sandy Dauch Alumni Center, West Lafayette
Project No. B-1-02-1-05R
Purdue University requests approval to proceed with construction of the Dick and Sandy Dauch Alumni Center. The project would consist of an office facility to house Advancement and Alumni offices, staff and supporting functions, and include conference rooms, storage and a welcoming reception area for potential donors. The funding to construct the building would be provided through gift funds. Review of this project by Budget Committee does not constitute a commitment to future funding for plant expansion.

FUNDING: \$16,000,000 Purdue Research Foundation and gift funds.
Plant expansion request estimate: \$208,164
CHE Review: 4/12/02

Purdue University (760) \$23,500,000
Chemical Engineering Addition, West Lafayette
Project No. B-1-02-1-17
Purdue University requests review to proceed with the Chemical Engineering Addition. The project would provide a five-story addition to the existing Chemical Engineering Building. The addition will allow for the creation of new educational programs in chemical engineering and will provide instructional and lab space. The funding to construct the building would be provided through gift funds. Review of this project by Budget Committee does not constitute a commitment to future funding for plant expansion.

FUNDING: \$23,500,000 gift funds
Plant expansion request estimate: \$403,873
CHE Review: Pending

Item Reviewed

City of South Bend – Community Revitalization Enhancement District (CREeD), IC 36-7-13

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