

**MINUTES
STATE BOARD OF FINANCE
DECEMBER 18, 2012
OFFICE OF THE OMB
STATE HOUSE ROOM 215A**

Members in Attendance:

Adam Horst, SBA Director
Tim Berry, Auditor of State
Richard Mourdock, Treasurer of State

Also in Attendance:

Jon Vanator, SBA Deputy Director
Steve Daniels, Deputy Auditor
Melissa Ambre, Department of Education
Teresa Hemmerle, Department of Education
Kathy Frick, Auditor's Office

CALL TO ORDER

The meeting was called to order by SBA Director Adam Horst

APPROVAL OF MINUTES

Treasurer Richard Mourdock moved to approve the minutes from the November 20, 2012 Auditor Tim Berry seconded, the minutes were unanimously approved.

INDIANAPOLIS DESEGREGATION DISTRIBUTIONS (17840/11300)

A request was made by the Department of Education for the Desegregation distributions to the following Indianapolis School Corporations effective January 2, 2013. The January quarterly installment for desegregation represents one-fourth of the estimated expenses for 2012-2013 and totals \$4,200,862.21. These claims were submitted by five public school corporations under the Order. Transfer tuition comprises \$2,628,138.15. The residual, \$1,572,724.06 is transportation, other desegregation costs and transition support.

<u>MSD Decatur Twp. 5300</u>	
Transfer Tuition	\$335,675.12
Regular Transportation	17,500.02
Extracurricular Transportation	0.00
Other Desegregation Costs	<u>244,585.18</u>
Total	\$597,760.32

<u>Franklin Township 5310</u>	
Transfer Tuition	\$255,114.43
Regular Transportation	28,251.28
Other Desegregation Costs	<u>178,511.59</u>
Total	\$461,877.30
<u>MSD Perry Twp. 5340</u>	
Transfer Tuition	\$887,877.79
Regular Transportation	263,027.99
Other Desegregation Costs	<u>431,087.45</u>
Total	\$1,581,993.23
<u>MSD Wayne Twp. 5375</u>	
Transfer Tuition	\$1,149,470.81
Regular Transportation	73,741.70
Other Desegregation Costs	<u>268,018.85</u>
Total	\$1,491,231.36
<u>Indianapolis Public 5385</u>	
Transition Support	<u>\$68,000.00</u>
Total	\$68,000.00

Pursuant to the Federal Court Order, section 5(a)(1), the State shall repay itself from the state support due the Indianapolis Public School the lesser of the total amount of transfer tuition payable to all receiving corporations or certain state and local revenues for the students transferred. Accordingly, the October tuition support payment to the Indianapolis Public Schools will be decreased by \$ 1,435,100.43.

Treasurer Richard Mourdock moved to approve the distributions, Auditor Tim Berry seconded, the distributions were unanimously approved.

TRANSFER OF FUNDS TO THE INDIANAPOLIS DESEGREGATION FUND

The Indiana Department of Education (DOE) requests a transfer of \$825,500 from DOE's Tuition Support Fund (14930) to the IPS Desegregation Court Order Appropriation (17480). The transfer is for the recovery of prior year overpayments to Indianapolis Public Schools (IPS) for desegregation expenses. Tuition support payments for IPS have been reduced accordingly and are being transferred to the desegregation fund. This installment represents the second recovery period of July through December.

Auditor Tim Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, the transfer was unanimously approved.

TRANSFER OF FUNDS TO THE COMMISSION FOR HIGHER EDUCATION

The Indiana Department of Education (IDOE) requests a transfer of \$135,000 from the State Board of Education Fund (11090) to the Commission for Higher Education's (CHE) Education Roundtable Fund (50020). IDOE and the CHE entered into a Memorandum of Understanding (MOU) on September 7, 2012, regarding services for the Education Roundtable (ERT). The ERT is a working group charged with ensuring Indiana has high academic standards and assessments aligned to measure those standards by providing recommendations related to education. As part of the requirement of the MOU, IDOE must transfer funds to carry out the services provided by CHE.

Treasurer Richard Mourdock moved to approve the transfer, Auditor Tim Berry seconded, the transfer was unanimously approved.

TRANSFER OF FUNDS TO THE DEPARTMENT OF CORRECTION

The Indiana Criminal Justice Institute (CJI) requests a transfer of \$375,000 from the Victim and Witness Assistance Fund (31310) to the Department of Correction (DOC) fund of the same name (31320). This transfer is governed by an MOU entered into by both parties to support and maintain DOC's Statewide Automated Victim Information Notification system (SAVIN). IC 5-2-6-14 establishes the Victim and Witness Assistance Fund and authorizes monies in the fund to be spent in support of a victim notification system.

Auditor Tim Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, the transfer was unanimously approved.

TRANSFER OF FUNDS TO THE INDIANA DEPARTMENT OF TRANSPORTATION

The Indiana Department of Natural Resources (DNR) requests a transfer of \$78,500 from the DNR General Fund Construction Fund (19100) to the Indiana Department of Transportation (INDOT) Formal Construction Contracts Fund (30550). This transfer is pursuant to a Memorandum of Understanding (MOU) between the two agencies. The funds will be used as state match to INDOT federal funds for the rehabilitation of the Narrows Covered Bridge at Turkey Run State Park.

Treasurer Richard Mourdock moved to approve the transfer, Auditor Tim Berry seconded, the transfer was unanimously approved.

TRANSFER OF FUNDS TO THE OFFICE OF FAITH BASED AND COMMUNITY INITIATIVES

The Department of Child Services (DCS) requests a transfer of \$553,114 from the Child Welfare Services State Grants Fund (17780) to the Office of Faith Based and Community Initiatives Fund (10370) for the administration and state share of federal funding for programming impacting at-risk and disadvantaged youth and affiliated volunteer support and after-school programming.

Auditor Tim Berry moved to approve the transfer, Treasurer Richard Mourdock seconded, the transfer was unanimously approved.

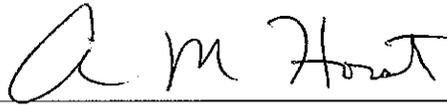
NEW OR OTHER BUSINESS

No new business came before the Board.

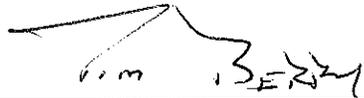
FUTURE MEETING

The next meeting of the State Board of Finance is scheduled for January 10, 2013.

ADJOURNMENT

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Adam Horst, SBA Director

Handwritten signature of Tim Berry in cursive script.

Tim Berry, State Auditor

Handwritten signature of Richard Mourdock in cursive script.

Richard Mourdock, State Treasurer