

State Budget Committee  
Meeting Minutes  
Friday, April 15, 2011

**Members:**

Senator Luke Kenley, Chairman  
Senator Karen Tallian  
Representative Jeffrey K. Espich  
Representative William Crawford  
Adam M. Horst, State Budget Director

**Alternate Members:**

Senator Brandt Hershman  
Representative Eric Turner  
Representative Peggy Welch

Senator Kenley called the meeting to order at 9:00 AM in State House Room 431. Senator Kenley announced that Senator Broden was excused from the meeting and that Senator Tallian would fill his role as a voting member.

Following Senator Kenley's introductory remarks, he asked members for proposed amendments to the agenda. Budget Director Horst motioned to replace the phrase "Construction of Shoals/Washington Unit Salt Building", within the Department of Transportation's Buildings and Grounds summary, with the phrase "Construction of Westfield Unit Salt Building". Director Horst explained that the amendment originated from the Department of Transportation and was an oversight from their intended request. Representative Espich seconded. Senator Kenley requested that the amendment be taken with consent. The amendment was adopted by consent.

After each item on the agenda was presented and discussed, Representative Espich motioned to adopt the agenda as amended. Budget Director Horst seconded. The motion to adopt the amended agenda carried with five ayes.

**I. Minutes**

1. December 14, 2010
2. January 13, 2011
3. January 24, 2011

II. Agency Projects

1. Adjutant General (110) \$217,335  
Muscatatuck Urban Training Center - Building 401 Project

The Adjutant General requests to repurpose excess capital funds from the Johnson County Land Acquisition Project that was approved by Budget Committee on March 3, 2008, and has since been completed at a cost under the original budget, to complete the Building 401 Project. Building 401 at MUTC will serve as a Command and Control Facility, providing workspace for 120 personnel. The two conference rooms completed in this building will be used for modular operation centers, allowing simultaneous hosting and exercise control for the training purposes of multiple state and federal agencies.

Funding: 2007 General Fund "Previously Approved":  
Johnson County Land Acquisition

2. Adjutant General (110) \$643,940  
Muscatatuck Urban Training Center – Local Training Area Panther Expansion

The Adjutant General requests to repurpose excess capital funds from a roof repair and rehabilitation project, in addition to federal funds, to complete the Local Training Area (LTA) Panther expansion. Expanding LTA Panther will increase available housing by 1,520 spaces by relocating 45 FEMA trailers and converting them to billeting. This expansion will increase the free space at MUTC and allow for the facility to host multiple civilian-military exercises simultaneously.

Funding: Federal Funds \$416,190  
2003 General Fund "Previously Approved":  
Repair and Rehabilitation \$227,750

3. War Memorials Commission (315) \$1,734,056  
Soldiers' and Sailors' Monument Repairs

The Department of Administration has recently identified necessary structural repairs to the Victory statue that sits on top of the Soldiers' and Sailors' Monument. While investigating the statue, severe structural damage was documented to the lateral beams supporting the statue. Due to the statue sitting nearly 300 feet above the base of the monument and weighing approximately 20,000 pounds, it will need to be temporarily removed to perform the necessary structural repairs. The repair project is scheduled for completion in early November 2011.

Funding: 2007 General Fund \$1,003,800  
2009 General Fund \$730,256

4. Department of Correction (615) \$695,677  
Security Perimeter

The Department of Correction requests approval to fund an addition to the current security fence at the Plainfield STOP Facility. The current fence is inadequate for the offender population and does not meet minimum industry standards. The current fence spans a distance of nearly 8,300 feet and is 10 feet tall. The proposal would fund the attachment of a non-lethal stun fence to the current traditional perimeter fence and add approximately 3 feet to the height. A traditional perimeter fence would require constructing and operating watch towers in addition to installing a second layer of fencing. The proposed option is the lowest cost alternative. Similar security fencing systems are maintained at multiple correctional facilities across Indiana.

|          |   |           |
|----------|---|-----------|
| Funding: | 2007 Post War Construction Fund "Previously Approved":      |           |
|          | Henryville Correctional Facility-Repair and Rehabilitation  | \$224,629 |
|          | 2003 Post War Construction Fund "Previously Approved":      |           |
|          | Plainfield Re-entry Facility-Repair and Rehabilitation      | \$11,535  |
|          | 2001 Post War Construction Fund "Previously Approved":      |           |
|          | Plainfield Re-entry Facility-Repair and Rehabilitation      | \$21,707  |
|          | 1999 Post War Construction Fund "Previously Approved":      |           |
|          | Branchville Correctional Facility-Repair and Rehabilitation | \$200,000 |
|          | 1997 Post War Construction Fund "Previously Approved":      |           |
|          | Plainfield Re-entry Facility-Repair and Rehabilitation      | \$237,806 |

5. Department of Transportation (800) \$2,850,000  
Buildings and Grounds

The Department of Transportation received a biennial capital appropriation of \$25,000,000. In fiscal year 2010, the Department of Transportation requested \$18,207,714 of their biennial capital appropriation to fund nine capital projects and various maintenance projects. Of the remaining balance, INDOT now requests \$2,850,000 for the construction of new salt buildings at Lebanon, Markle, and Shoals/Washington. All three existing salt buildings are not environmentally compliant, as they have no provisions for loading or unloading of salt under a roof. As part of the new construction, brine-laden stormwater runoff will be controlled. In addition, the construction of new buildings will address salt storage capacity issues at all three locations.

|                                |  |           |
|--------------------------------|--|-----------|
| Buildings and Grounds Summary: |  |           |
|                                | Construction of Lebanon Unit Salt Building   | \$950,000 |
|                                | Construction of Markle Unit Salt Building    | \$950,000 |
|                                | Construction of Westfield Unit Salt Building | \$950,000 |

Funding: 2009 State Highway Fund-Buildings and Grounds

**III. University Projects**

1. Ball State University (780) \$7,500,000  
Central Campus Academic Renovation and Utility Improvements-Phase II  
D-1-09-2-01R

Ball State University requests approval to proceed with the Central Campus Academic Renovation and Utility Improvements-Phase II project. Phase I of the project was reviewed by the State Budget Committee in September 2009 and funded work on the North Quadrangle Building and part of the Teachers College at a cost of \$33,000,000. Phase II of the project will complete the work on the Teachers College and Utilities Upgrade project.

Most of the mechanical, plumbing, and electrical infrastructure and systems of the Teachers College are original to the building. Renovation will include installation of a fire sprinkler system, replacement of the vertical electric bus system, replacement of all main air handling units, and evaluation of all other systems.

The project will be funded using \$7,500,000 of the \$19,700,000 2009 bonding authority authorized by the General Assembly. This project was not recommended by CHE to the General Assembly and Governor for authorization in the 2009 Budget. None of the funding for this project is derived from non-state sources. Ball State University's ratio of debt service to operating and debt service appropriations is 10.3% for FY 11. The debt service cost for this project is approximately \$627,000 per year for 20 years.

The project has a preliminary financing plan that does not include capitalized interest. This project is eligible for fee replacement. This project is not eligible for plant expansion funding. The permanent and interim financing package is subject to approval by the State Budget Director.

Funding: HEA 1001-2009(ss) Bonding Authority  
CHE Review: November 12, 2010

2. Indiana State University (770) \$3,000,000  
Family and Consumer Science Building Renovation  
C-1-11-2-03

The Indiana State University Board of Trustees requests approval to proceed with the Family and Consumer Science Building Renovation project to house the ISU Welcome Center, currently housed in Erickson Hall. The project will reconfigure existing space and replace the heating, cooling, lighting, roof, and electrical systems original to the structure. Once complete, Erickson Hall will be returned to the Housing and Dining System for use as student housing. The ISU Welcome Center will facilitate student recruitment and allow enrollment services and related functions to meet with prospective students and their families in a comfortable and private setting.

The total cost of the project is \$3,000,000 to be funded by the university's Housing and Dining System Reserves.

Funding: ISU Housing and Dining System Reserves  
CHE Review: March 11, 2011

3. Indiana State University (770) \$199,627  
FY10 ARRA(a) Restoration R&R – Draw 3  
C-1-11-2-04

The Indiana State University Board of Trustees requests approval to proceed with various R&R masonry projects located on the Indiana State University campus. Each project is less than \$750,000.

This represents Draw 3 of the ARRA(a) restoration funds and is approximately 2% of the FY10 restoration funds available to the university, and cumulatively represents 100% of the total FY10 funds available.

Funding: FY10 ARRA(a) Restoration R&R – Draw 3  
CHE Review: April 1, 2011

4. Indiana University – Various Campuses (750) \$3,037,016  
FY10 ARRA(a) Restoration R&R – Draw 4  
A-0-11-2-25

The trustees of Indiana University request authorization to proceed with twenty-four (24) R&R projects located on various Indiana University campuses. Each project is less than \$750,000. The types of projects include infrastructure upgrades and technological, mechanical, electrical, and HVAC improvements.

This represents Draw 4 of the ARRA(a) restoration funds and is approximately 32% of the FY10 restoration funds available to the university, and cumulatively represents 100% of the total FY10 funds available.

Funding: FY10 ARRA(a) Restoration R&R – Draw 4  
CHE Review: March 1, 2011

5. Indiana University – Bloomington (750) \$3,552,200  
McNutt (Dejoya) and Teter (Wissler) Quad Restroom Renovation  
A-1-11-2-23

The trustees of Indiana University request authorization to proceed with the renovation of restrooms on all floors of the Dejoya wing of McNutt Quad and the Wissler wing of Teter Quad, located on the Bloomington Campus. The existing common restrooms/showers will be replaced with an individual-style configuration to provide privacy for residents. Installation of new piping, ventilation, systems, lighting, and fire alarm strobes are included in this project. The current restrooms and associated piping in McNutt and Teter are over forty years old. This is the fourth phase of renovating the restrooms in McNutt and Teter. Previous renovations were completed in phases in 2007, 2008 and 2010. The roof on Teter Quad will also be replaced.

The project is estimated to cost \$3,552,200 and is to be funded by the Department of Residential Programs and Services.

Funding: Department of Residential Programs and Services  
CHE Review: February 11, 2011

6. Indiana University Purdue University – Indianapolis (750) \$7,230,950 Total Lease  
Lease of Space – 500 N. Meridian Street, Indianapolis  
A-2-11-5-22

The trustees of Indiana University request authorization to enter into a lease for the use of various IUPUI campus departments and IU administrative offices which will be relocated in preparation for the IU/HHC Land Exchange project. The leased space consists of 68,000 square feet.

The average annual rent for the initial five-year term is \$1,446,190 with cost of renovations included. The lease includes two five-year options for renewal. The source of funds for payment of rent will be a combination of University General Funds, Grant Funds, and reallocation of Operating Funds from the Union Building.

Funding: University General Funds  
Grant Funds  
Operating Funds from the Union Building  
CHE Review: December 10, 2010

7. Indiana University Purdue University – Indianapolis (750) \$4,500,000  
Glick Eye Institute – Third and Fourth Floor Lab Build Out  
A-2-11-2-24

The trustees of Indiana University request authorization to proceed with the renovation of unfinished interior space on the third and fourth floors of the new Eugene and Marilyn Glick Eye Institute located on the IUPUI campus. This project provides space improvements on the third floor, which will consist of faculty offices and associated support. Renovations on the fourth floor will include research lab and support spaces, along with faculty and building support spaces.

This project is estimated to cost \$4,500,000 and will be funded by \$2,800,000 of auxiliary revenue bonds to be repaid by IU School of Medicine revenues from contractual lease payments and indirect cost recovery revenue for costs of construction, renovation, equipment and other related project components. Additionally, \$1,700,000 will be funded by a grant to the IU School of Medicine provided by the Lilly Endowment for the Indiana Genomics initiative.

Funding: Auxiliary Revenue Bonds \$2,800,000  
IU School of Medicine Grants \$1,700,000  
CHE Review: March 11, 2011

8. Indiana University Purdue University-Indianapolis (750) \$45,000,000  
Neurosciences Research Building  
A-2-07-1-02

The trustees of Indiana University request authorization to proceed with the construction of the School of Medicine's Neurosciences Research Building located on the IUPUI campus. Total cost of the project is expected to be \$45,000,000, of which \$35,000,000 will be funded through academic facilities/student fee bonds. The Indiana General Assembly authorized \$20,000,000 in fee replaced bonding authority in 2007 and \$23,000,000 in 2009. \$35,000,000 of the \$43,000,000 bonding authority will be utilized for this project. In addition, the university will contribute \$5,000,000 from School of Medicine Gifts and \$5,000,000 from Auxiliary Reserves.

The Neurosciences Research building will be the IU School of Medicine's portion of the partnership between the IU School of Medicine and IU Health, formerly Clarian Health, to create a unique national model for collaborative, transdisciplinary patient care, research, and education for neuropsychiatric and neurological disorders. The partnership is composed of two proposed buildings fostering the critical links between superb clinical services and advanced research on disorders of the nervous system. The Neurosciences Research building will be on the same site as the proposed IU Health Neuroscience Center of Excellence building, which will house the offices and outpatient care and research activities of clinical faculty in the psychiatry, neurology, and neurosurgery departments at the School of Medicine. Research space is planned for aiding the transition of discoveries by researchers into licensable intellectual property for new therapies and devices for patients with severe neurological disorders. Parking and other site improvements are included in the project and will be funded from the university's financial contribution. This facility would help reach the goal of adding space for high-priority life sciences research conducted by the IU School of Medicine.

This project was partially recommended by CHE to the General Assembly and Governor for authorization in the 2007 and 2009 Budget. Of the funding for the project, 22% is derived from non-state sources. Indiana University's ratio of debt service to operating and debt service appropriations is 13.3% for FY 11. The debt service cost for this project is approximately \$3,051,000 per year for 20 years.

This project is not eligible for plant expansion funding. The permanent financing package is subject to approval by the State Budget Director.

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|----------|-------------------------------------|--------------|
| Funding: | HEA 1001-2007 Bonding Authority     | \$20,000,000 |
|          | HEA 1001-2009(ss) Bonding Authority | \$15,000,000 |
|          | IU School of Medicine Gifts         | \$5,000,000  |
|          | Auxiliary Reserves                  | \$5,000,000  |

CHE Review: November 12, 2010

9. Ivy Tech Community College (710) \$4,800,000  
Fisher Building Renovation  
F-0-02-1-12

Ivy Tech Community College requests approval to proceed with the renovation of the Fisher Building Renovation project in Muncie. The 2007 General Assembly authorized \$4,800,000 in fee replaced bonding authority for Muncie/Anderson planning design services. Use of the funding for renovation/build-out of the Fisher Building in Muncie will alleviate some of the need for space in Muncie. The College's Foundation received a gift of the four-floor plus basement, 135,400 square foot Fisher Building in downtown Muncie in 2009. The College's Foundation has proceeded with building out one floor of this facility and leasing it to the College. The College is requesting that \$4,800,000 of bonding authority from 2007 be used to build out two more floors of the Fisher Building. Renovation will build out approximately 48,675 square feet to provide classrooms, teaching labs, faculty offices, meeting rooms, student gathering spaces, and support spaces. The project is eligible for fee replacement appropriations. This project is not eligible for plant expansion funding. The permanent financing package is subject to approval by the State Budget Director.

This project was not recommended by CHE to the General Assembly and Governor for authorization in the 2007 Budget. Of the funding for the project, 0% is derived from non-state sources. Ivy Tech Community College's ratio of debt service to operating and debt service appropriations is 15.1% for FY 11. The debt service cost for this project is approximately \$401,000 per year for 20 years.

Funding: HEA 1001-2007 Bonding Authority  
CHE Review: November 12, 2010

10. Ivy Tech Community College (710) \$1,247,114 Total Lease  
Liberty Drive I and II Lease Agreements - Bloomington  
F-0-11-5-05

The trustees of Ivy Tech Community College request approval to combine two leases for property located on Liberty Drive in Bloomington, Indiana. Ivy Tech Community College signed its first lease for 8,500 square feet on Liberty Drive on August 1, 2007 and its second lease for 17,602 square feet on Liberty Drive on June 1, 2008, each from the same owner.

The two locations are off-campus sites that serve Ivy Tech students in Bloomington and are needed due to the shortage of instructional space at the main campus. The owner is willing to combine the two leases into a single lease document at a reduced rent.

Current rent for the two separate leases is \$272,275 per year through July 31, 2011, with a likely increase after that date if separate leases are maintained. Rent for the first year of the proposed, combined five-year lease is \$234,900, and increases by 3% for each year thereafter.

Funding: Ivy Tech Community College Operating Fund  
CHE Review: March 11, 2011

11. Ivy Tech Community College (710) \$46,271,900  
Indianapolis Fall Creek Expansion Project – Phase II  
F-0-11-1-01

The trustees of Ivy Tech Community College request approval to proceed with the next phase of construction and build-out of the Indianapolis Fall Creek Expansion Project. The project will construct a connector over Illinois Street between the Fall Creek Expansion project and the Sample Building at the North Meridian Center campus, estimated at \$2,530,600, and build-out the fourth and fifth floor of the Fall Creek Expansion project, estimated at \$4,241,300.

The 2007 General Assembly authorized \$69,370,000 under the provisions of IC 20-12-6 for this project and \$39,500,000 of that authority was previously released by the September 2009 Budget Committee. Of the funding for the project, 0% is derived from non-state sources. Ivy Tech Community College's ratio of debt service to operating and debt service appropriations is 15.1% for FY 11. The debt service cost for this portion of the project is approximately \$566,668 per year for 20 years. The permanent financing package is subject to approval by the State Budget Director.

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| Funding:    | HEA 1001-2007 Bonding Authority |              |
|             | “Previously Approved”           | \$39,500,000 |
|             | HEA 1001-2007 Bonding Authority | \$6,771,900  |
| CHE Review: | February 11, 2011               |              |

12. Purdue University – West Lafayette (760) \$8,182,000  
Ralph and Bettye Bailey Hall  
B-1-11-2-14

The trustees of Purdue University request approval to proceed with the construction of the Ralph and Bettye Bailey Hall on the West Lafayette campus. The new facility will be constructed to house the Purdue Musical Organizations (PMO), offices and rehearsal spaces. The building will be constructed on .59 acres of land currently owned by the Purdue Research Foundation. Approval is also requested to purchase this land located at the 359 Northwestern Avenue in West Lafayette. The building will support the vocal music department in addition to the six choral ensembles and the handbell choir. The PMO programs have outgrown their current location at Elliot Hall of Music, which lacks adequate accessibility, safety, and acoustic isolation, in addition to student rehearsal and staff office spaces.

The total \$8,182,000 cost for the project will be funded through Gift Funds. The project costs include the cost of land acquisition and demolition of existing structures on the site. This project is not eligible for fee replacement. This project is not eligible for plant expansion funding.

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|-------------|----------------|
| Funding:    | Gift Funds     |
| CHE Review: | March 11, 2011 |

13. Purdue University – West Lafayette (760) \$54,000,000  
Health and Human Sciences Research Facility  
B-1-11-1-06

The trustees of Purdue University request approval to proceed with the construction of the Health and Human Sciences Research Facility on the West Lafayette campus. The new facility will be constructed to combine the departments of Speech Language and Hearing Sciences, Clinical Facilities, and Medical Education. The building will support the education and research goals of the participating entities and is designed to preserve the image and culture associated with existing academic units while expanding opportunities for cross-disciplinary learning and engagement. Bonding authority was provided in 2009 for this project and identified as two components: Life Sciences Laboratory Renovations (\$10,000,000) and Medical School Renovations (\$12,000,000). A parking garage to accommodate approximately 850 vehicles is included in the scope of this project. The facility will be part of the Life and Health Sciences Quad.

The project will be funded using \$16,000,000 of fee replaced bond proceeds from the 2005 Boiler #6 bonding authority, \$6,000,000 of 2009 bonding authority ( Medical School Renovations non-fee replaced), \$16,000,000 of Auxiliary Revenue Bonds or Certificates of Participation for the parking garage portion of the project, and \$16,000,000 in Gift Funds. Of the funding for the project, 70% is derived from non-state sources. Purdue University's ratio of debt service to operating and debt service appropriations is 9.9% for FY 11. The debt service cost for this project is approximately \$1,300,000 per year for 20 years.

Purdue University presented \$54,500,000 worth of coal boiler related projects to the State Budget Committee in December 2006 and December 2007. Purdue University sold fee replaced bonds (series X) to cover this project in April 2009. Since that time, the university has spent approximately \$4,500,000 of the bond proceeds on the project. Purdue University now reports that a gas boiler will be more economical and estimates that \$16,000,000 of series X bond proceeds are available for other fee replaced projects. Purdue will use a portion of the series X proceeds already issued to pay for the \$16,000,000 of fee replaced bonding for this project. Purdue will hold \$34,000,000 in series X bond proceeds until the revised boiler plan is finalized later this calendar year.

The project has a preliminary financing plan that does not include capitalized interest. This project is partially eligible for fee replacement. Recommendation and/or approval of this project and its financing by the Budget Committee do not constitute a commitment to plant expansion. The permanent and interim financing package is subject to approval by the State Budget Director.

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| Funding: | HEA 1001-2005 Bonding Authority                          | \$16,000,000 |
|          | HEA 1001-2009(ss) Bonding Authority:                     |              |
|          | Non-Fee Replaced   | \$6,000,000  |
|          | Auxiliary Revenue Bonds or Certificates of Participation | \$16,000,000 |
|          | Gift Funds   | \$16,000,000 |

CHE Review: November 12, 2010

14. Purdue University – West Lafayette (760) \$925,278  
FY10 ARRA(a) R&R – Draw 2  
B-1-11-2-16

The trustees of Purdue University request authorization to proceed with 12 R&R projects on the West Lafayette campus, each less than \$750,000. This represents Draw 2 of the FY 10 ARRA R&R funds, and cumulatively represents 100% of the remaining ARRA funds for Purdue University.

Funding: FY10 ARRA R&R – Draw 2  
CHE Review: March 23, 2011

15. Purdue University – Calumet (760) \$2,700,000  
Cooling Tower Replacement  
B-2-10-1-14R

The trustees of Purdue University request approval to increase the authorization for the Cooling Tower Replacement project at the Purdue University Calumet campus. The project was previously approved for \$1,500,000 on July 7, 2010 by the Budget Committee. The cost of the project increased by \$1,200,000 as a result of the additional electrical and mechanical infrastructure required in order to facilitate the future expansion of cooling capacity in the tower.

This project involves the installation of a field-erected cooling tower to replace the existing 40 year-old cooling tower. The scope includes the demolition of the existing tower and installation of chilled water connections from the new cooling tower to the chillers in the heating and cooling plant.

The total cost of this project is expected to be \$2,700,000 to be funded by Purdue Calumet reserves. This project is not eligible for plant expansion funding.

Funding: Purdue Calumet Reserves  
CHE Review: March 11, 2011

16. Purdue University – West Lafayette (760) \$1.00 Annually  
Purdue Research Foundation Lease Approval  
B-1-11-5-15

The trustees of Purdue University request approval to authorize a lease agreement between Purdue University and the Purdue Research Foundation. The Purdue Research Foundation will lease land located on the Animal Sciences Research and Education Center (ASREC) and potentially the adjacent Agronomy Center for Research and Education (ACRE).

The Purdue Research Foundation will lease approximately 20-25 acres of ASREC/ACRE land in northwest Tippecanoe County for the purpose of developing the Purdue Energy Park. The project will align with Purdue's Land Grant mission to serve the people of Indiana through discovery, extension, and education in the area of renewable energy. The park is expected to

consist of up to thirty 1.6 MW wind turbines, a new animal waste management system, and a Welcome and Innovation Center.

The lease will not exceed 35 years and will be at an annual cost of \$1.00. The Purdue Research Foundation will be granted the rights to enter into sublease and side agreements to grant any necessary easements for the development of the Purdue Energy Park.

17. University of Southern Indiana (775) \$16,500,000  
 Teaching Theatre – Replacement Project  
 G-0-09-1-01

The trustees of the University of Southern Indiana request approval of the release of funds for the construction and financing of the university’s Teacher Theatre project. The project consists of a new teaching theatre to replace the existing theatre, costume shop, and scene shop. The proposed theatre will have approximately 21,929 of assignable square feet, will seat approximately 350 people, and will be constructed adjacent to the University Center. The new theatre will serve the needs of the theatre program and will provide a venue for additional events, such as guest speakers, small performance groups, and musical recitals and performances. It will also provide a practice lab/classroom to teach key design and production elements, enhancing the education of USI theatre students. The project will contain areas to facilitate the loading in and out of sets and properties, and provide offstage storage space, green room space, dressing rooms, wardrobe, and laundry facilities.

Of the funding for the project, 21% is derived from non-state sources. The University of Southern Indiana’s ratio of debt service to operating and debt service appropriations is 22.1% for FY 11. The debt service cost for this project is approximately \$1,000,000 per year for 20 years.

The total cost of the project is expected to be \$16,500,000, with \$2,000,000 raised in private funds, \$13,000,000 in bonding authority, and \$1,500,000 in University funds. \$13,000,000 of this project is eligible for fee replacement appropriations. This project is not eligible for plant expansion funding. The permanent financing package is subject to approval by the State Budget Director.

|          |                                     |              |
|----------|-------------------------------------|--------------|
| Funding: | HEA 1001-2009(ss) Bonding Authority | \$13,000,000 |
|          | Donations and Gifts                 | \$2,000,000  |
|          | University Funds                    | \$1,500,000  |

CHE Review: November 12, 2010

18. Vincennes University – Jasper (790) \$12,000,000  
 Jasper Center for Advanced Manufacturing and Technology  
 E-1-07-1-01

The trustees of Vincennes University request authorization to proceed with the construction of the Jasper Center for Advanced Manufacturing and Technology. This project will be funded using 2007 fee replaced bonding authority.

The project is aimed to enhance the ability to serve as a technical and specialized training center for southwestern, south-central, and southeastern Indiana. The project brings advanced manufacturing and technology programs to the Jasper campus, which they currently do not have.

The total cost of the project is expected to be \$12,000,000, with \$4,000,000 raised in private funds, and University funds, and \$8,000,000 in bonding authority. \$8,000,000 of this project is eligible for fee replacement appropriations. Of the funding for the project, 33.3% is derived from non-state sources. Vincennes University's ratio of debt service to operating and debt service appropriations is 12.4% for FY 11. The debt service cost for this project is approximately \$697,476 per year for 20 years. This project is not eligible for plant expansion funding. The permanent financing package is subject to approval by the State Budget Director.

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|-------------|-------------------------------------|-------------|
| Funding:    | HEA 1001-2007 Bonding Authority     | \$8,000,000 |
|             | University Funds, Donations & Gifts | \$4,000,000 |
| CHE Review: | February 11, 2011                   |             |

**Cost Summary**

| <b>April 15, 2011</b>                                 |                      |
|---|----------------------|
| 1997 Post War Construction Fund "Previously Approved" | \$237,806            |
| 1999 Post War Construction Fund "Previously Approved" | \$200,000            |
| 2001 Post War Construction Fund "Previously Approved" | \$21,707             |
| 2003 General Fund "Previously Approved"               | \$227,750            |
| 2003 Post War Construction Fund "Previously Approved" | \$11,535             |
| 2007 General Fund                                     | \$1,003,800          |
| 2007 General Fund "Previously Approved"               | \$217,335            |
| 2007 Post War Construction Fund "Previously Approved" | \$224,629            |
| 2009 General Fund                                     | \$730,256            |
| 2009 State Highway Fund                               | \$2,850,000          |
| Auxiliary Revenue Bonds                               | \$18,800,000         |
| Federal Funds   | \$416,190            |
| FY10 ARRA(a) Restoration R&R                          | \$4,161,921          |
| Grant Funds   | \$1,700,000          |
| HEA 1001-2005 Bonding Authority                       | \$16,000,000         |
| HEA 1001-2007 Bonding Authority                       | \$39,571,900         |
| HEA 1001-2007 Bonding Authority "Previously Approved" | \$39,500,000         |
| HEA 1001-2009(ss) Bonding Authority                   | \$35,500,000         |
| HEA 1001-2009(ss) Bonding Authority: Non-Fee Replaced | \$6,000,000          |
| University Funds                                      | \$59,412,264         |
| <b>Total</b>  | <b>\$226,787,093</b> |

**IV. Review Items**

1. Virtual Charter School Report – Indiana Department of Education
2. EDGE for Retention Grant—Indiana Economic Development Corporation
3. Contingency Fund—Indiana Department of Homeland Security

**V. Discussion Items**

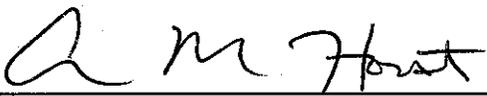
1. Revenue Forecast
2. Medicaid Forecast

Pursuant to the provisions of IC 4-12-1, the State Budget Committee has reviewed the above items.



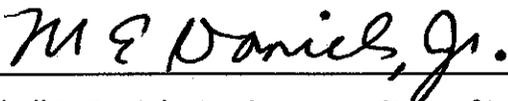
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Senator Luke Kenley, Chairman



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Adam M. Horst, State Budget Director



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Mitchell E. Daniels, Jr., Governor, State of Indiana