



MILITARY DEPARTMENT OF INDIANA
JOINT FORCES HEADQUARTERS – INDIANA
ADJUTANT GENERAL'S OFFICE
2002 SOUTH HOLT ROAD
INDIANAPOLIS, INDIANA 46241-4804



Agency 110, Adjutant General's Office (AGO)

22 August 2022

State Budget Agency
ATTN: Mr. Zachary Q. Jackson
Room 212, State House
200 West Washington Street
Indianapolis, IN 46204-2793

RE: FY 2024 and 2025 AGO Capital Budget Instructions Transmittal Letter

1. This letter is being submitted in accordance with the above referenced guidance issued by the Indiana State Budget Agency.
2. **MISSION STATEMENT.** The Indiana National Guard develops the most talented Soldiers and Airmen, in the best led teams; to fight and win our Nation's wars and serve the Hoosier state when called upon.
3. **CONDITION OF THE AGENCY'S FACILITIES.** The Agency utilizes over 200 facilities, 62 of which are community armories, with an average age of fifty-seven (57) years. 47% of these facilities are unsuitable due to space, environmental, and gender / handicap access issues. The agency estimates we have a \$143M shortfall in deferred maintenance. Our capital project listing is derived from these factors and represents a mix of urgently needed Repair and Restoration (R&R) as well as Line-Item Projects.
4. **OWNED / LEASED FACILITIES.** The Adjutant General's Office's preference is to own the facilities for the training, administrative, and logistical support of the Indiana National Guard. As a vital resource to the State of Indiana and the nation, it is essential that the Indiana National Guard has the specialized facilities for the accomplishment of their missions. Leasing of facilities is normally considered as a short-term solution to alleviate inadequate conditions while proper facilities are constructed, rehabilitated, or modernized
 - (a) The Adjutant General's Office owns two hundred thirty (230) facilities statewide. Besides the facilities that are owned, the Adjutant General's Office currently has fifteen (15) leases, all 100% federally reimbursable. Nine (9) leases are store front recruiting offices that allow the Indiana Army National Guard recruiters more visibility and better access to the public. One (1) lease is for hangar and administrative space for the Indiana Army National Guard's fixed wing aircraft at the Indianapolis International Airport. One (1) lease is for a Parachute Rigging Detachment on Columbus (IN) Airport property. The Columbus detachment stores, maintains, and rigs parachutes for equipment as well as personnel. Access to an airport that can accommodate aircraft capable of handling equipment and supply drops is necessary for this detachment's mission. Three (3) leases are long term (50 years) and for \$1.00 per year, these are for the access to the ramp for Army Aviation facility at the Gary airport, Vehicle Maintenance Shop #8 at the Terre Haute airport, and the Readiness Center property at the Columbus airport. There is also one (1) land lease to accommodate specialized training requirements for the Muscatatuck Urban Training Center located in Jennings County.

[Type here]

5. **AGO Master Plan(s).** The Capital Investment Strategy and building plans (Master Plans) for each of the facility satellite locations have been developed, except for, Muscatatuck, and Knightstown. The focus for the development of the capital forecasts and inventory of deferred maintenance is on the facilities that have the most urgent need for maintenance and repair. The following information is also provided as it relates to this Agency's Plans:

(a) Deferred Preventative Maintenance (PM): Excluding our Headquarters, Muscatatuck and the Hoosier Youth Challenge Academy at Knightstown, we estimate our back-log maintenance and repair (capital forecast of identified assets) to be over \$143M dollars. Preventative maintenance is key to our ability to maintain our facilities to allow our soldiers and airmen to continue to focus on their training and not have to worry about repairs to their facilities. To that end, we estimate our preventative maintenance cost to be \$3,943,200 annually, for the next biennium. Of that total annual cost, the Federal Government will contribute \$2,002,121. This lessens the state's burden to a lesser contribution of \$1,941,079.

(b) Health & Safety: Many of our armories are used by local citizens daily. Health and safety factors are a primary concern to our citizens who visit them, to our employees who work in them and to our neighboring property owners. Several of our oldest facilities, such as our vehicle storage buildings have roofs that are deteriorating and contain asbestos that is entering into the air. We also have armories that have steam pipes insulated with asbestos that is deteriorating. These are very real and potential health hazards that must be addressed to avoid additional costs in the future.

(c) Code Compliance: This Agency works hard to maintain our facilities and comply with all building codes. The asbestos concern is an example. Code compliance of having adequate female restrooms/shower facilities is a factor due to more opportunities becoming available for women in the military. The number of women continue to increase in "all" of our units, to include such units as Infantry, Artillery, and Combat Engineers.

(d) Environmental Concerns: Much of what the National Guard does impact the environment. Taking care of the environment is a primary concern. To that end this Agency has its own environmental department, 100% federally funded that focuses specifically on the facilities and training areas to detect environmental concerns before they become a bigger concern, thereby reducing costs of repairs to these affected areas.

(e) Matching Support: The Federal Government has been and continues to be a very important partner in the costs of construction, repair, restoration, and ongoing maintenance of our facilities. More than 80% of all our state employees' salaries and benefits are funded at varying percentages with federal funds. In many cases they have provided 100% of construction costs for some of our facilities, then 50% of the utility costs after the project is complete. In practically all our facilities, they provide a minimum of 50% of the costs of utilities and maintenance.

(f) Statewide Space Needs: This Agency's 230 facilities include 62 National Guard armories spread throughout the State of Indiana. The Adjutant General has his staff meet on a regular basis to look for possible options on how best to support facility needs for the National Guard. These options include, but not limited to armory closures, consolidating units into some of our

larger armories and construction of new facilities large enough for several units to occupy it thereby allowing for additional closures.

(g) Current/Long Term Plan: The Agency's capital investment strategic includes expanding several of our legacy armories, constructing at least five new armories, and potentially divesting ourselves of up to twenty-one legacy armories. The Agency's desired long term end state is an armory inventory featuring 41 community-based readiness centers capable of supporting all Indiana communities.

6. Prioritized List of Capital Project for FY 2024 and FY 2025.

FY-24	Federal Share	State Share
1) Hamilton County Furniture, Fixtures Utilities & Equip.	\$1,856,250	\$3,786,946
2) Columbus Addition and Recapitalization	\$5,975,000	\$5,975,000
3) Bloomington Addition and Modernization	\$4,913,500	\$3,474,500
4) Tyndall Armory Roof Replacement	\$237,291	\$237,291
5) Keesler Armory Ballasted Roof Replacement	\$357,126	\$119,042
6) Stout Field Building 15 Roof Replacement	\$624,696	\$366,885
7) Stout Field Building 1 Roof Replacement	\$1,051,470	\$617,530
8) Muscatatuck Building 5319 Masonry Repair	\$ 0	\$493,046
9) Remington MVSF Roof Replacement	\$245,424	\$245,424
10) Jasper Armory Latrine Force Transformation	\$786,106	\$786,106
11) LaPorte Armory Public Water Supply and Sewer Ext.	\$ 82,181	\$739,629
12) Stout Field Building 9 Latrine Force Transformation	<u>\$1,500,576</u>	<u>\$643,104</u>
Total FY-24:	\$17,629,620	\$17,484,503
FY-25	Federal Share	State Share
1) LaPorte Addition and Modernization	\$3,812,500	\$2,373,500
2) Vincennes Addition and Modernization	\$4,042,000	\$2,603,000
3) Knightstown Building 13 Roof Replacement	\$320,813	\$106,938
4) Elkhart Mechanical (HVAC) Replacement	\$201,654	\$201,654
5) 38 th Div Mechanical (HVAC/Boiler) Recapitalization	\$1,680,448	\$1,680,448
6) Angola Steam Distribution System Replacement	\$144,977	\$144,977
7) Bedford Armory Mechanical Conversion to HVAC	\$916,608	\$916,608
8) Evansville Armory Mechanical Upgrade	\$525,522	\$525,522
9) Terre Haute Armory Latrine Force Transformation	\$840,224	\$840,224
10) Hammond Armory Latrine Force Transformation	\$840,224	\$840,224
11) Warsaw Armory Public Water Supply Extension	<u>\$ 45,614</u>	<u>\$410,530</u>
Total: FY-25	\$13,370,584	\$10,643,625
FY-24/25	Federal Share	State Share
Total: FY24/25:	\$31,000,204	\$28,128,128

7. Prioritization Criteria.

(1) For our Line-Item Projects, we are utilizing our Capital Investment Strategy and the ability of the Indiana National Guard to provide armories in higher density population centers to service community-based emergency events such as COVID response.

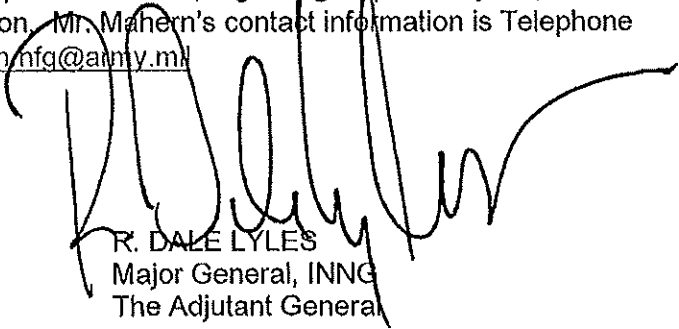
(2) For Repair and Restoration, we consulted our Readiness Center Transformation Master Plan (RCTMP) that prioritizes repair and replacement by evaluating system deficiency factors; health and life safety; energy cost; facility condition rating; facility utilization rating; location factor; work function and cost factor.

(3) Current maintenance expenditure required to provide minimal occupation requirements for personnel and equipment.

(4) An effort to distribute capital funding throughout each of the physical plant regions.

8. Agency Point of Contact.

The Adjutant General's Office's primary point of contact, regarding Capital Projects, is Mr. James Mahern, Director Facilities Division. Mr. Mahern's contact information is Telephone (317) 247-3107, E-mail james.m.mahern@mfg.army.mil



R. DALE LYLES
Major General, INNG
The Adjutant General