

State Budget Committee Agenda
Tuesday, December 4, 2012, 10:00 A.M.
State House, Room 404
Indianapolis, Indiana

I. Minutes

1. October 10, 2012
2. November 14, 2012

II. Agency Projects

1. New Castle Correctional Facility (645) \$337,755
New Castle Parole and Community Corrections Building

The Department of Correction requests approval to replace the heating system for the New Castle Parole and Community Corrections building. The steam line that currently services this building has failed and therefore the heating system requires replacement. The steam line will be removed and replaced by three heating and cooling roof units.

Funding: Post War Construction Fund "Previously Approved"
Repair and Rehabilitation

2. Indiana State Police (100) \$240,000
Roof Top A/C Replacement

The Indiana State Police requests approval to fund the replacement of four (4) roof top A/C units at both the Ft. Wayne District Post and the Evansville District Post, for a total of eight (8) units. The current units, which are 34 and 32 years old respectively, have experienced various component replacements and malfunctions. The proposed units will operate at a more efficient level and will also use a more environmentally friendly refrigerant.

Funding: 2011 State Police Building Fund
Repair and Rehabilitation

3. Indiana State Police (100) \$3,000,000
Patrol Vehicles

The Indiana State Police (ISP) requests approval to fund the purchase of 133 new enforcement vehicles. The vehicles will be used to patrol various roadways across the State of Indiana, and will replace a number of aging vehicles that have high mileage and are very costly to maintain. By purchasing new vehicles, the ISP will be able to reduce the overall age of its fleet.

Funding: 2011 State Police Building Fund
Patrol Vehicles

4. Department of Natural Resources (300) \$396,270
Narrows Bridge Rehabilitation

The Department of Natural Resources (DNR) requests approval to begin the rehabilitation of the Narrows Covered Bridge at Turkey Run State Park. The bridge is a single-span Burr Arch truss bridge which was constructed in 1882. The Narrows Bridge is listed in the National Register of Historic Places and in the Historic American Buildings Survey Collection. In 1960, the bridge was converted to serve pedestrian traffic only as part of the interior trail system at Turkey Run. The entire truss (both sides of the road) leans noticeably. This request will provide funding for corrections to the trusses, lower chords, lateral bracing and knee bracing, repair of distressed, damaged, and deteriorating timbers, and bridge decking. The request will also allow for the addition of anti-lean bracing. The Indiana Department of Transportation (INDOT) will be rehabilitating the bridge using funding from the Federal Transportation Equity Act for the 21st Century (TEA-21) Grant. The DNR will be providing the state match for this grant.

Funding: TEA-21 Grant \$317,770
2005 General Fund "Previously Approved"
Repair and Rehabilitation \$78,500

5. Department of Natural Resources (300) \$550,000
Shingle Replacement and Roofing Repair

The Department of Natural Resources requests approval to begin the replacement of approximately 1,200 square feet of existing shingles on 65 buildings at McCormick's Creek State Park, Raccoon Lake Reservoir and Shades State Park. These shingles, manufactured by IKO with organic felt, either have failed or are expected to prematurely fail due to a manufacturing defect. Canyon Inn will also need repairs to the flat roof, dormers, guttering and debris shielding, and concrete beam repair and sealing due to the damages caused by the failed shingles.

Funding: 2011 General Fund
Repair and Rehabilitation

6. Evansville State Hospital (425) \$274,450
Anti-Ligature Renovation

Evansville State Hospital requests approval to upgrade 89 patient rooms with anti-ligature devices. The seriously mentally ill patients being housed in these units require these devices to ensure their safety and security. This request will provide funding to replace the shower handles, cover all of the patient toilet flush valves, and replace all patient bedroom and restroom doors with anti-ligature hardware.

Funding: 2011 Post War Construction Fund
Repair and Rehabilitation

7. Evansville State Hospital (425) \$190,000
Building #7 Repairs

Evansville State Hospital requests approval to repair Building #7. This building was originally part of a larger structure that was demolished during construction of the current hospital in 2002. The building now serves as a storage facility for supplies and materials used by the main hospital. Repairs are needed to the building's leaking roof system and exterior façade to correct damage that occurred in areas where the previous structures had been removed. These repairs are necessary in order to provide storage space that is environmentally sound and provides protection from the elements for the materials and goods stored in the building. This request will provide funding to tear down and replace the current 21,600 square foot roof with a 2-ply cold process modified roof system and install new metal edge flashings around the perimeter of the building.

Funding: 2011 Post War Construction Fund
Repair and Rehabilitation

8. Indiana School for the Deaf (560) \$525,000
Lighting Systems Replacement

The Indiana School for the Deaf (ISD) requests approval to complete a capital project to replace lighting systems in six (6) buildings on the ISD campus. This project is designed to address energy costs and will result in an operating cost savings of approximately \$100,000 annually. In May of 2012, ISD received an energy audit from Energizing Indiana that revealed T-12 lighting accounted for 48% of the annual energy use at this facility. The current systems will be replaced with T-8 lighting which has been shown to be 30-40% more efficient than the current T-12 system. The estimated cost includes retro-fit kits for lights that can be replaced with a kit, new fixtures for some lights that cannot be replaced with kits, T-8 bulbs, and disposal of T-12 bulbs.

Funding: 2009 Post War Construction Fund
Repair and Rehabilitation

9. Indiana School for the Deaf (560) \$935,000
Generator Installation

The Indiana School for the Deaf (ISD) requests approval to complete a capital project to install a backup generator for the ISD campus. This project is a preventive measure to protect against future loss of expensive equipment, and also addresses health and safety concerns for ISD students and staff in the event of power outages during severe weather. Installation of a single generator for the campus would keep all campus equipment operable during a power outage, even for extended outages. A backup generator is an investment that protects all past, current, and future capital improvements that may be funded to improve the ISD campus.

Funding: 2009 Post War Construction Fund
Repair and Rehabilitation

10. Department of Transportation (800) \$1,200,000
Fort Wayne Materials & Testing Building Renovation

The existing Fort Wayne Materials & Testing Building is an old (built in 1969), operationally inefficient and undersized district testing lab that does not comply with the Americans with Disabilities Act (ADA). The existing Fort Wayne District Administration Building (9,300 sq ft) will be vacated upon completion of the new administration building (6/1/13 completion date) and renovated into the new Fort Wayne District Materials & Testing Lab. The newly renovated building will provide for OSHA and ADA compliance. The cost to build a new stand alone testing building would approach \$4,000,000, compared to \$1,200,000 to renovate the existing administration building.

Funding: 2011 State Highway Fund
Buildings and Grounds

III. University Projects

1. Indiana State University (770) \$25,770,000
Additional Expenditure on North Student Housing
Project No. C-1-12-2-03R

The trustees of Indiana State University request approval of an additional \$1,770,000 in spending authority for the construction of "North Student Housing." This project was originally approved by the Commission for Higher Education on March 9, 2012, and the State Budget Committee on April 13, 2012, for \$24,000,000. The previously approved 139,010 GSF/80,008 ASF renovation will provide a total of 352 beds, including residential units ranging from double occupancy rooms for underclassmen to single occupancy rooms for seniors.

The original project estimate of \$24,000,000 provided by CSO Architects was below the lowest bid received by \$3,750,000. In consultation with CSO Architects, the University further identified \$2,000,000 in estimated cost reduction. The project was then re-bid, allowing for multiple alternates to provide flexibility to keep the project within the original \$24,000,000 estimated cost. After opening bids on October 9, 2012, the project remains over budget by \$1,770,000. This increase brings the project up to a total expenditure request of \$25,770,000. This project is not eligible for plant expansion or fee replacement funding. The permanent or interim financing package is subject to approval by the State Budget Director.

The project will be funded from Residential Residence Hall Reserves and Tax-Exempt Borrowing, repaid from Residence Hall System operating budgets. The current balance of the Residential Hall Reserves is \$22,055,544.

Funding:	Residence Hall Reserves	\$1,770,000
	Residence Hall Reserves "Previously Approved"	\$3,000,000
	Tax Exempt Revenue Bonds "Previously Approved"	\$21,000,000
CHE Review:	11/9/2012	

2. Indiana State University (770) \$22,000,000
Renovation of Mills Hall
Project No. C-1-13-2-01

The trustees of Indiana State University request approval to proceed with the Renovation of Mills Hall. The renovation of Sycamore Towers is part of the long-term plan for residence hall renewal on the Indiana State campus. Mills Hall is the first phase of the Sycamore Towers project. This 99,953 GSF/61,598 ASF project will install new lighting, doors and hardware, and new mechanical systems. This project also includes the installation of air conditioning and fire suppression systems. The renovation will provide a total of 366 beds. This project is not eligible for plant expansion or fee replacement funding. The permanent or interim financing package is subject to approval by the State Budget Director.

This project will be funded from University Residence Hall Reserves and tax-exempt borrowing to

be repaid from the University's Residence Hall System operating budget. The current balance of University Residence Hall Reserves is \$22,055,544.

Funding: Residence Hall Reserves \$2,000,000
Tax Exempt Revenue Bonds \$20,000,000

CHE Review: 11/9/2012

3. Indiana University - Bloomington (750) \$2,160,000
McNutt North (Bordner) Quad Restrooms Renovation – Phase VI
Project No. A-1-13-2-06

The trustees of Indiana University request authorization to proceed with the McNutt North (Bordner) Quad Restrooms Renovation – Phase VI project located on the Bloomington Campus. This 7,950 GSF/4,770 ASF project will replace existing common restrooms/showers with an individual-style configuration to provide privacy for residents. Installation of new piping, ventilation systems, lighting, and fire alarm strobes are to be included in the scope of the project as well. Finally, the project replaces the roof of McNutt North (Bordner) as well.

The renovation will be funded from the McNutt Quad Residential Programs and Services Fund. The McNutt Quad Residential Programs and Services Fund is funded with student housing fees. The current balance of the McNutt Quad Residential Programs and Services Fund is \$5,994,737 as of 11/16/2012.

Funding: McNutt Quad Residential Programs and Services Fund
CHE Review: 10/19/2012

4. Indiana University – Bloomington (750) \$5,600,000
Forest Quad Interior Renovations and Code Improvements
Project No. A-1-13-2-07

The trustees of Indiana University request authorization to proceed with the Forest Quad Interior Renovations and Code Improvements project. This 289,014 GSF/190,976 ASF project will renovate eleven floors in Towers A and B of Forest Quad. All 555 rooms will be redecorated with new paint, carpet, and finishes. The project also involves the installation of a new fire alarm system throughout each tower and an annunciator panel in each tower connecting to the new alarm system located in the central building.

The renovation will be funded from Forest Quad Residential Programs and Services Fund. The Forest Quad Residential Programs and Services Fund is funded with student housing fees. The current balance of the Forest Quad Residential Programs and Services Fund is \$5,666,024 as of 11/16/2012.

Funding: Forest Quad Residential Programs and Services Fund
CHE Review: 10/19/2012

5. Indiana University - Bloomington (750) \$2,200,000
Optometry Building Renovation
Project No. A-1-13-2-17

The trustees of Indiana University request authorization to proceed with the renovation of the Optometry Building. This 19,572 GSF/14,860 ASF renovation will remove casework, walls, and plumbing, thereby opening the 2nd floor for an open study area, a student library, and a student lounge. The student administration area will use some of the existing walls; and the floor pattern will be altered for improved flow through the work area. The third floor will be modified to create a central corridor with labs and shared space in each wing to assist team and lab-to-lab interaction. The project will also upgrade mechanical systems, plumbing, telecommunications, fire alarms, and sprinkler systems.

The renovation will be funded from Campus Renovation Funds and Campus Repair and Rehabilitation Funds. Campus Renovation Funds consist of operating funds. The current balance of the Campus Renovation Funds is \$1,521,077 as of 11/16/2012. Campus Repair and Rehabilitation Funds consist of temporary student repair and rehabilitation fee revenue. The current balance of Campus Repair and Rehabilitation Funds is \$8,678,675 as of 11/16/2012.

Funding:	Campus Renovation Funds	\$1,350,000
	Campus R&R Funds	\$850,000
CHE Review:	10/19/2012	

6. Indiana University - Bloomington (750) \$3,000,000
SPEA Plaza Renovation – Phase II
Project No. A-1-13-2-18

The trustees of Indiana University request authorization to proceed with the SPEA Plaza Renovation – Phase II project. This project removes and replaces the paving stones, planter beds, plants, soil, and roofing membrane system with new paving stones along with new landscaping in the plaza.

The renovation will be funded from Campus Repair and Rehabilitation Funds. Campus Repair and Rehabilitation Funds consist of temporary student repair and rehabilitation fee revenue. The current balance of Campus Repair and Rehabilitation Funds is \$8,678,675 as of 11/16/2012.

Funding:	Campus R&R Funds
CHE Review:	10/19/2012

7. Indiana University – Bloomington (750) \$53,000,000
International Studies Building
Project No. A-1-08-1-22

The trustees of Indiana University request authorization to proceed with the construction of the International Studies Building on the Bloomington Campus. This 188,000 GSF/116,600 ASF project consolidates many of the various international centers, institutes, and study programs currently located in different locations throughout campus. It provides 188,000 gross square feet of classroom, office, and teaching/support space for approximately 10 academic departments and 19 research centers/programs focused on the study of global cultural processes and foreign languages.

The project will be funded by borrowing \$33,000,000 of certificates of participation in a lease-purchase agreement with the IU Building Corporation and \$10,000,000 of auxiliary revenue bonds, both of which will be repaid by Indirect Cost Recovery Funds from research and athletic television rights income, and with \$10,000,000 from proceeds of the sale of university-owned properties. The balance of the account holding proceeds from the sale of university-owned properties is \$10,000,000.

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

Funding:	Certificates of Participation (IC 21-33-3-5)	\$33,000,000
	Auxiliary Revenue Bonds (IC 21-33-3-5)	\$10,000,000
	Sale of University-owned Properties	\$10,000,000

CHE Review: 11/9/2012

8. Indiana University Purdue University – Indianapolis (750) \$2,300,000
School of Dentistry Classrooms - Renovation
Project No. A-2-13-2-25

The trustees of Indiana University request authorization to proceed with the renovation of four (4) large lecture halls within the School of Dentistry located on the IUPUI campus. This 14,220 GSF/ 8,532 ASF project will expand two rooms to hold 136 students each. The two other rooms will be expanded to hold 152 students each. Each room will be wired to facilitate online instruction and testing. The mechanical/electrical/network systems feeding these rooms will also be upgraded in this project.

This project will be funded by Campus Repair and Rehabilitation Funds - IUPUI and School of Dentistry Clinic Revenues. Campus Repair and Rehabilitation Funds - IUPUI are comprised of temporary student repair and rehabilitation fee revenue. The current balance of Campus Repair and Rehabilitation Funds is \$7,870,506 as of 11/16/2012.

Funding:	Campus R&R Funds - IUPUI	\$650,000
	School of Dentistry Clinic Revenues	\$1,650,000

CHE Review: 11/9/2012

9. Purdue University – West Lafayette (760) \$3,015,000
Harrison Residence Hall Bathroom Renovation Phase II
Project No. B-1-13-2-13

The trustees of Purdue University request approval to proceed with the Harrison Residence Hall Bathroom Renovation Phase II. This 3,435 GSF project will complete the reconfiguration and renovation of bathrooms on floors one through five of the south tower in Harrison Residence Hall in order to provide greater privacy, updated appearance, and improved marketability. The overall restroom space on each floor will increase by 25%. The renovation will also provide a new electrical system, plumbing, and exhaust to serve a larger restroom, with more showers, enhanced privacy, and updated finishes.

The current balance of the Departmental Funds – Housing and Food Services Reserves, derived from Room and Board Fees, as of 11/1/2012 is \$38,309,397.

Funding: Departmental Funds – Housing and Food Services Reserves
CHE Review: 10/19/2012

10. Purdue University – West Lafayette (760) \$3,350,000
Math Sciences Plaza and Utility Tunnel Waterproofing and Repairs
Project No. B-1-13-2-14

The trustees of Purdue University request approval to proceed with the Math Sciences Plaza and Utility Tunnel Waterproofing and Repairs project. This project involves below grade waterproofing, utility top structural repairs and waterproofing, steam anchor replacement, domestic and chilled water line replacement, and site landscaping for the ultimate purpose of expanding campus utilities to better serve future demand.

The balance of the Repair and Rehabilitation – University General Funds, derived from student fees designated for R&R, is \$4,411,793 as of 11/1/2012.

The balance of FY11 Repair and Rehabilitation – University General Funds, derived from student tuition and fees and state appropriations, is \$4,466,887 as of 11/1/2012.

The balance of University Funds – Central Reserves, derived from interest income as of 11/1/2012 is \$453,832.

Funding:	R&R – Student R&R Fees	\$1,500,000
	FY11 R&R – University General Funds	\$1,450,000
	University Funds – Central Reserves	\$400,000
CHE Review:	10/19/2012	

11. Purdue University – West Lafayette (760) \$900,000
South University Water Main Relocation
Project No. B-1-13-2-15

The trustees of Purdue University request approval to begin financing and constructing the South University Water Main Relocation project. This project involves installation of a direct buried potable water main to relocate and replace the existing main in the utility tunnel along the west side of South University Street. The project will also remove the existing main from the tunnel.

The balance of Repair and Rehabilitation – University General Funds, derived from student fees designated for R&R, is \$4,411,793 as of 11/1/12.

The balance of FY12 Repair and Rehabilitation – University General Funds, derived from State appropriations and student tuition and fees, is \$4,006,239 as of 11/1/12.

Funding:	R&R – Student R&R Fees	\$500,000
	FY12 R&R – University General Funds	\$400,000
CHE Review:	10/16/2012	

12. Purdue University – West Lafayette (760) \$1,145,000
Stadium Mall Tunnel Waterproofing and Repair
Project No. B-1-13-2-16

The trustees of Purdue University request approval to begin repairing and waterproofing the Stadium Mall Tunnel from Forney Hall to Lambert Fieldhouse. This project includes structural and waterproofing repair of the utility tunnel starting at the north corner of Stadium Mall to the northwest lateral into Lambert Fieldhouse. Additional repairs include the southeast lateral into Lambert Fieldhouse tunnel under University Street west of Lambert Fieldhouse, temporary shoring northeast of the Civil Engineering building, lateral into Forney Hall, and lateral into Schleman Hall. Additionally, the project requires landscaping and hardscaping for areas disturbed by renovation.

The balance of FY13 Repair and Rehabilitation – University General Funds, derived from University General Funds including State Appropriations and Student tuition and fees, is \$18,716,395 as of 11/1/12.

Funding:	FY13 R&R – University General Funds
CHE Review:	10/16/2012

13. Purdue University (760) \$1,300,000
Davis-Purdue Agricultural Center Building Construction
Project No. B-1-13-1-17

The trustees of Purdue University request approval to begin financing and constructing the Davis-Purdue Agricultural Center Building in Randolph County. This 7,025 GSF/4,954 ASF building will replace a shop/office building that is no longer adequate for equipment maintenance activities. The proposed building will include staff office space, ADA-compliant restrooms, and a classroom for use by groups visiting the research farm. The facility and surrounding property will provide an outdoor laboratory for researchers and students to conduct research and develop a knowledge base in the agricultural industry. The building will support more than twenty researchers from six departments in the College of Agriculture at Purdue, USDA-ARS research staff, and numerous visitors. Students from Ball State University will also utilize the Center, as will a variety of local K-12 school systems for field trips.

The project will be financed with Gift Funds and Departmental Funds. Gift Funds are generated from the Lynnwood Endowment. Departmental funds are derived from operating funds generated from farm sales of grain crop. The balance of this fund as of 11/1/2012 is \$960,358.

Funding:	Gift Funds	\$1,100,000
	Departmental Funds	\$200,000
CHE Review:	10/16/2012	

14. Purdue University (760) \$1,200,000
Water Tower Rehabilitation
Project No. B-1-13-2-18

The trustees of Purdue University request approval to begin the Water Tower Rehabilitation project on the West Lafayette campus. This project will clean, prepare, and paint the interior and exterior of the existing elevated 1,500,000-gallon water tower and its associated pillar, foundation, and columns. The work will include replacement of cathodic protection system, physical tank, and foundation repairs, as well as rehabilitation of ANSI/OSHA and safety-related deficiencies and AWWA and operational deficiencies.

The balance of FY11 Repair and Rehabilitation – University General Funds, derived from student tuition and fees and state appropriations is \$4,466,887 as of 11/1/2012.

The balance of FY12 Repair and Rehabilitation – University General Funds, derived from State appropriations and student tuition and fees, is \$4,006,239 as of 11/1/12.

Funding:	FY11 R&R Funds	\$300,000
	FY12 R&R – University General Funds	\$900,000
CHE Review:	10/23/2012	

15. Purdue University (760) \$1,260,000
Stadium Parking Lot R Lighting and Asphalt Repair
Project No. B-1-13-2-19

The trustees of Purdue University request approval to begin financing and constructing the Stadium Parking Lot R Lighting and Asphalt Repair project. This project installs lighting throughout Purdue's Stadium Parking Lot R and repairs asphalt across the lot. The university plans to repair the lot asphalt using the full depth recycling or full depth reclamation method for enhanced sustainability and cost-efficiency.

The balance of Departmental Funds – Parking Facilities Reserves, derived from Parking Fees Revenue as of 11/1/2012 is \$14,436,086.

Funding: Departmental Funds – Parking Facilities Reserves
CHE Review: 10/23/2012

16. Purdue University (760) \$2,807,290 (maximum)
IPFW Lease Resubmission
Project No. B-3-09-5-16R

The trustees of Purdue University request and resubmit approval for a lease of approximately 2.5 acres of land, owned by the trustees of Purdue University and Indiana University, located in Fort Wayne, Indiana. The original lease terms were reviewed and recommended by the Budget Committee in December of 2008. At the time of recommendation, the lease anticipated a twenty year duration, with six (6) successive five year renewal options, for a total potential length of fifty years. Annual rent was anticipated to be \$87,000 per year, with a ten percent increase every five years. The property was to be developed into a commercial and retail complex benefitting the adjacent student housing and campus community.

Due to the economic climate and the type of development, the initial lease was never implemented. After restructuring the scope of the project to limit the initial development to a single commercial entity, terms have now been finalized to proceed in an initial time period of 25 years with the option of five renewals of five years each at an annual rent of \$86,800 for the initial term with increasing payments for each renewal period.

Cost Summary

December 4, 2012	
2005 General Fund "Previously Approved"	\$78,500
2011 General Fund	\$550,000
Post War Construction Fund "Previously Approved"	\$337,755
2009 Post War Construction Fund	\$1,460,000
2011 Post War Construction Fund	\$464,450
2011 State Highway Fund	\$1,200,000
2011 State Police Building Fund	\$3,240,000
Auxiliary Revenue Bonds	\$10,000,000
Certificates of Participation	\$33,000,000
Federal Funds	\$317,770
Tax Exempt Revenue Bonds	\$20,000,000
Tax Exempt Revenue Bonds "Previously Approved"	\$21,000,000
University Funds "Previously Approved"	\$3,000,000
University Funds	\$41,200,000
Total	\$135,848,475

IV. Review Items

1. Public Deposit Insurance Fund – Board for Depositories
2. Virtual Charter School Report – Indiana Department of Education
3. Ohio River Bridges Project – Indiana Finance Authority