

State Budget Committee  
Meeting Minutes  
January 8, 2015

**Members:**

Senator Luke Kenley, Chairman  
Representative Tim Brown  
Representative Terry Goodin  
Senator Karen Tallian  
Brian Bailey, State Budget Director

**Alternate Members:**

Senator Ryan Mishler  
Representative Sheila Klinker  
Representative Bob Cherry

Senator Kenley called the meeting to order at 11:00 AM in the Ways and Means room of the Indiana State House. Following introductory remarks, Senator Kenley introduced the December Budget Committee minutes. After brief committee discussion Senator Tallian made a motion to adopt the proposed minutes, Representative Brown seconded. The motion to adopt the December Budget Committee minutes was taken by consent.

The January Agenda was presented and the pertinent comments for the review items are noted as follows:

**Board for Depositories- Public Deposit Insurance Fund**

Christopher Conner presented an update of the Public Deposit Insurance Fund. Representative Brown asked if the local political subdivisions are aware that institutions may have to collateralize and does that change the local subdivision's behavior. Mr. Conner noted that they were aware and that he does not think that impacts their (the political subdivision's) behavior. Senator Kenley asked if PDIF covers just public funds. Mr. Conner noted that is correct, and the fund currently has roughly a \$300M balance; representing 19% of all public funds. Mr. Conner also noted that \$50M was borrowed from the PDIF fund, and so far \$10M has been repaid to the fund. The repayment schedule is \$5M/year.

**Governor's Budget**

After the presentation of the Governor's Recommended Budget, a roll call vote was requested. A motion was taken to move forward with the Governor's Recommended Budget, and results were as follows:

Rep. Goodin: Y  
Sen. Tallian: N  
Sen. Kenley: Y  
Rep. Brown: Y

Director Bailey: Y

After the University projects and review item were presented and discussed, Senator Kenley asked for a motion to adopt the proposed agenda. Representative Goodin motioned to adopt the agenda and Senator Tallian seconded the motion. The proposed agenda (except review item #4) was taken on consent.

**I. University Projects**

1. Indiana University – Bloomington \$12,000,000  
School of Public Environmental Affairs Renovation and Expansion  
Project No. A-1-15-1-11

The Trustees of Indiana University request authorization to proceed with the renovation and expansion of the School of Public and Environmental Affairs (SPEA) building. This 34,700 GSF/22,554 ASF project will renovate existing space and add new classroom and associated support spaces to the current facility. The new space will include classrooms, study areas, collaborative spaces for Masters and Doctorate students, as well as mechanical and other support spaces.

The estimated cost of this project is \$12,000,000 and will be funded by Campus Repair and Rehabilitation Funds, Indiana University Foundation gifts and indirect cost recovery. The reported balance of the Campus Repair and Rehabilitation Funds is \$1,400,000 as of December 8, 2014.

Funding:	Campus Repair and Rehabilitation Funds	\$1,400,000
	Indiana University Foundation Gifts	\$4,600,000
	Indirect Cost Recovery	\$6,000,000
CHE Review:	December 11, 2014	

2. Indiana University – Bloomington \$20,000,000  
Read Hall Renovation – Phase II  
Project No. A-1-15-2-06

The Trustees of Indiana University request authorization to proceed with Phase II of the Read Hall renovations. This 359,658 GSF/236,565 ASF project focuses on improving student safety and living conditions. New central air conditioning will be installed for all student rooms in this 1,059-bed facility and fire protection systems will be updated. New accessible student rooms will be added and new closet and storage layouts will be provided for all rooms. Shared restrooms and all exterior windows will receive upgrades along with new elevators and roofs to be installed.

The estimated cost of this project is \$20,000,000 and will be funded by Auxiliary Revenue Bonds under Indiana Code 21-35-3. The debt service on the bonds will be repaid by Residential Programs and Services Funds revenue. Issuance of the bonds will occur at a later date.

Funding:	Auxiliary Revenue Bonds to be repaid by Residential Programs	
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and Services Funds Revenue  
CHE Review: December 11, 2014

**Cost Summary**  
**January 8<sup>th</sup> 2014**

University Funds	\$12,000,000
Auxiliary Revenue Bonds	\$20,000,000
<b>Total</b>	<b>\$32,000,000</b>

**II. Review Items**

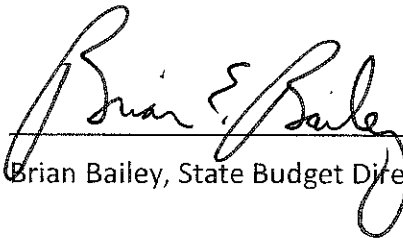
1. IEDC – EDGE for Retention
2. Board for Depositories - Public Deposit Insurance Fund Report
3. INDOT – Major Moves 2020 release
4. Governor's Budget

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



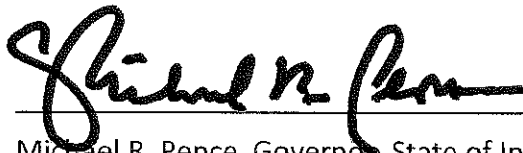
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Senator Luke Kenley, Chairman



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Brian Bailey, State Budget Director



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Michael R. Pence, Governor, State of Indiana