

**State Budget Committee Agenda
April 29, 2004, 10:30 A.M., Indianapolis Time
Indiana State University, Tiley Hall, State Room
Terre Haute, Indiana**

I. State Agency Projects

Introduction to items #1 and #2

The disposition of surplus property for the Evansville State Hospital campus was determined in HB 1645 in the 2003 legislative session. Capital appropriations were included for asbestos removal, demolition, and any required remediation. The following requests reflect the requirements of the statute.

1. Evansville State Hospital (425) \$800,000

Asbestos Removal from Buildings 2,3,8,11,14,16,19,20,21,22,23,24,&25

Project No. B08-402

This project involves asbestos removal for the buildings slated to be demolished on the Evansville State Hospital Campus. Asbestos must be removed from these buildings so that they may be demolished. If the buildings are not demolished and remain unoccupied, the state will face a liability issue to board up the property, which is estimated to cost over \$1.5 million.

From: 1000/371170

Available Balance: \$522,260.08

From: 2003 General Construction Fund – Evansville R&R

Appropriation: \$1,629,450

Available Balance after 50% Reserve: \$814,725

2. Evansville State Hospital (425) \$2,770,000

Demolition of Buildings 2,3,8,11,14,16,19,20,21,22,23,24,&25

Project No. B08-401

This project would provide for demolition of the abandoned buildings on the Evansville State Hospital Campus. The patients were moved from these facilities in August of 2003. Upon the removal of asbestos and other hazardous materials, the demolition of these buildings can be started. Several buildings on the campus and campus grounds will be used by the city for parks and historic use. The remaining buildings that will not be used will need to be demolished so as not to be a hazard to the new facility or surrounding areas. If the buildings are not demolished and remain unoccupied, the state will face a liability issue to board up the property, which is estimated to cost over \$1.5 million.

From: 2003 General Construction Fund – FSSA R&R

Appropriation: \$4,904,468

Available Balance after 50% Reserve: \$2,452,234

From: 2003 General Construction Fund – Evansville R&R

Appropriation: \$1,629,450

Available Balance after 50% Reserve: \$814,725

3. Richmond State Hospital (440) \$469,305
Communication System Upgrade
Project No. B11-402
The current telephone system has exceeded its anticipated life. Replacement parts are either difficult to find or unavailable. The hospital's ability to operate and provide a safe environment for its patients and staff depends on its communication system. The new system will utilize internet protocol, an integrated paging system, digital technology, a secondary operator command station, and replace the current telephone infrastructure.
- From: 2003 General Construction Fund
Appropriation: \$1,050,400
Available Balance after 50% Reserve: \$525,200
Previous Approvals: \$400,400
Available Balance after Reserve: \$124,800
- From: 2001 General Construction Fund for Richmond Energy Savings
Appropriation: \$344,506
Amount Targeted for Reversion: \$0
Previous Approvals: \$0
Available Balance after Reversion: \$344,506
4. Indiana State Prison (620) \$450,000
Sewer/Water Improvements
Project No. B1-101
This project is in the first phase in what will be a series of "phased" projects geared towards improving the water and sewer systems in place at the Department's oldest facility. In February, 2003, \$870,000 was approved for this first phase of an expected three phase project. This amount was based on an initial assessment made in 1998 to begin addressing the portions of the old sanitary and storms sewers that are cross-connected, and that have either collapsed or showing signs of imminent failure. Backflow preventers and meter pits are also needed on the three main water lines feeding the facility, and the installation of additional water distribution system piping is necessary to complete a hydraulic loop in the prison to enhance the water supply. Since the initial assessment more damage has been identified resulting in the need for actual replacement rather than repair. This along with inflation has created the need for additional funds. Future phases of the project will include removing the remaining interconnections that exist between the facility's sanitary sewers and the storm sewers and installing a new water tower and booster pump station.
- From: 2003 Post War Construction Fund
Appropriation: \$5,008,595
Previous Approvals: \$850,000
Available Balance: \$4,158,595
5. Department of Natural Resources (300) \$2,550,000
Water and Wastewater Systems
Project No. 031410
New requirements of the Federal Safe Drinking Water Act affecting potable water utilizing a surface water source go into effect January of 2005. The two surface water treatment plants that DNR operates (Turkey Run, Brown County) cannot meet the new federal requirements without these requested improvements.

Turkey Run does not have an adequate, reliable water supply that fully meets the fire suppression needs of the Turkey Run Inn. The current source of water for Turkey Run is Sugar Creek which often diminishes to questionable levels during the summer creating possible hazardous situations. It is requested that the old water plant be closed down, sell the scrap material and return the area to its natural state. Turkey Run will then be connected to a new water source from Bloomingdale municipal water supply. Brown County does not have the option of connecting to a municipal water supply. Municipal water systems in the area do not have sufficient excess capacity to meet the needs of the park. A new treatment system for Brown County must be built. As noted in the Masterplan of September 2003 Clifty Falls State Park has no existing fire protection for the Inn located on the property. To enhance the existing infrastructure the agency is requesting to install a sprinkler system with a new water line. The current water line does not provide sufficient water pressure to meet the need of a new sprinkler system.

From: 2003 General Construction Fund
Appropriation: \$29,400,000
Available Balance after 50% Reserve: \$14,700,000
Previous Approvals: \$432,000
Available Balance: \$14,268,000

6. Indiana Veterans' Home (570) \$365,000

Install Security and Time Clock System
Project No. B17-4-170

As part of IVH's six year capital plan, a new electronic security and time clock system must be installed at all buildings. The proposed system will provide greater security throughout the entire campus by monitoring all activity at entrances, including alerting staff when a resident might leave the building. The current time clock system is over 20 years old and does not maintain time accurately. The new system will provide accuracy for payroll and will better monitor staff activities.

From: 2003 Veterans' Home Building Fund
Appropriation: \$3,685,000
Previous Approvals: \$1,770,000
Available Balance: \$1,915,000

7. Indiana Veterans' Home (570) \$100,000

Heat Pumps for Lincoln, Tecumseh, and DeHart
Project No. B17-4-171

As part of IVH's six year capital plan, this project includes the design, purchase, and installation of heat pumps in three buildings, including DeHart, Lincoln, and Tecumseh. The three buildings serve approximately 76 elderly residents. The existing heat pumps in these buildings are not functioning efficiently and have failed in the past few years. New energy efficient heat pumps with resistive backup are needed to correct this deficiency. The elimination of obsolete piping and adjoining units is necessary. New energy efficient heat pumps with resistive backup are needed to correct this deficiency.

From: 2003 Veterans' Home Building Fund
Appropriation: \$3,685,000
Previous Approvals: \$1,770,000
Available Balance: \$1,915,000

8. Indiana Veterans' Home (570) \$110,000
Door Replacement at Multiple Buildings
Project No. B17-4-172
This project will provide for the replacement of doors at multiple buildings. Many of the doors are broken, malfunctioning, and cannot be properly secured. The disrepair can affect security and fire safety. Many of the doors identified have received multiple repairs and are now in need of replacement.
- From: 2003 Veterans' Home Building Fund
Appropriation: \$3,685,000
Previous Approvals: \$1,770,000
Available Balance: \$1,915,000
9. Indiana Soldiers' and Sailors' Children's Home (580) \$100,000
Replace Original Wooden Exterior Doors
Project No. B1-401
The Town Hall building on ISSCH's campus is the main activity building for the residents. The building houses recreational and educational activities, such as the ROTC program and the intramural gymnasium. The existing exterior wood doors are eight years old, and the institution has learned that the doors are not exterior rated. The doors do not close properly, do not minimize weather conditions from entering the building and there are times when the doors cannot be properly locked.
- From: 2003 General Construction Fund
Appropriation: \$1,730,000
Available Balance after 50% Reserve: \$865,000
Previously Approved: \$175,000
Available Balance: \$690,000
10. Indiana Soldiers' and Sailors' Children's Home (580) \$140,000
Upgrade HVAC Equipment in Vocational School
Project No. B1-402
The Eder Vocational Building provides year round educational opportunities to high school aged residents of ISSCH and the surrounding Vocational Educational Schools. The current HVAC equipment is 25 years old and the building has "fixed", non-opening windows. The repair costs on the equipment in recent past have been high. When the equipment fails, no circulation within the building is possible, thus creating an unsafe environment for the students and staff. The equipment has functioned beyond normal life expectancy.
- From: 2003 General Construction Fund
Appropriation: \$1,730,000
Available Balance after 50% Reserve: \$865,000
Previously Approved: \$175,000
Available Balance: \$690,000

II. University Projects

11. Indiana State University (770) \$850,000
Student Activity Center
Project No. C-1-04-1-01
Indiana State University requests the approval from the Budget Committee to proceed with the construction of a Student Activity Center on the ISU campus in Terre Haute, adjacent to the Recreation East facility. The Center will contain seating for event viewing, a 50 seat classroom, an alumni lounge and storage for tandom/trike equipment and other intramural equipment. The Center will allow for greater student interaction and recreation opportunities. The construction costs associated with the Student Activity Center will be funded through an alumni donor designated gift, and the gift is solely restricted to the Center's construction. This project is not eligible for fee replacement and ISU has not requested plant expansion.

Funding: Alumni Designated Donor Gift - \$850,000
CHE Review: April 7, 2004

12. Indiana State University (770) \$245,000
Land Acquisition
Project No. C-1-04-3-01
Indiana State University requests approval from the Budget Committee for expenditure authority to purchase land near the ISU campus in Terre Haute. The .91 acres of land, located at 940 Chestnut Street, is one of only six privately owned properties remaining within the established campus boundaries. Currently, there is an existing building on the land site, which will be used for temporary storage needs for the remainder of its useful life. The cost to purchase the land is based on appraisals and will be funded through the university's land acquisition fund.

Funding: University Land Acquisition Fund - \$245,000
CHE Review: April 7, 2004

13. Vincennes University (790) \$16,000,000
Red Skelton Performing Arts Center (revised \$1,000,000 increase)
Project No. E-1-99-1-02
Vincennes University (VU) requests review by the Budget Committee to increase the bonding authority for the construction of the Red Skelton Performing Arts Center at the Vincennes University Campus in Vincennes from the previously reviewed \$15,000,000 to \$16,000,000. VU requests this increase due to higher than expected bids from contractors. Previously, the Budget Committee reviewed \$15,000,000 in bonding authority for the Vincennes project on April 10, 2003. VU received bonding authorization for this project from the 2001 General Assembly in the amount of \$5,000,000. In addition, the 2002 General Assembly granted additional bonding authorization to VU for a Technology Building, a Performing Arts Center, and a Recreation Building, so long as the sum of principal costs of any bonds authorized by this act for those projects does not exceed \$25,000,000. When VU was before the Budget Committee in April of 2003, they proposed using \$10,000,000 of the 2002 bonding authority for this project (bringing the total project authority then to \$15,000,000, which includes the \$5,000,000 bonding authority from 2001). VU now proposes dividing the

2002 bonding authority as follows: \$11,000,000 Red Skelton Performing Arts Center; \$7,000,000 Recreation Building (already reviewed by Budget Committee); and \$7,000,000 Advanced Manufacturing Training Facility. The Red Skelton Performing Arts Center will replace an existing performance center on campus with an 800-seat auditorium and theatre along with instructional space for the Departments of Music and Drama. The Arts Center will not only serve those students and faculty associated with VU, but the community as well. The project is eligible for fee replacement and plant expansion. This project may not receive fee replacement or plant expansion prior to state FY 2006. Review by Budget Committee does not constitute a commitment to plant expansion. The permanent financing package is subject to the approval of the State Budget Director.

Funding: 2001 Bonding Authority (already reviewed) - \$5,000,000
 2002 Bonding Authority (already reviewed) - \$10,000,000
 2002 Bonding Authority new due to increase - \$1,000,000
Existing Fee Replacement - \$1,203,639
Additional Fee Replacement due to increase - \$80,243
CHE Review: April 16, 2004

III. Review Item

Help America Vote Act Reimbursements