

June 2023 Minutes

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State Budget Committee Minutes
June 22, 2023, 1:00 PM EST
Indiana Statehouse
Senate Appropriations Committee Room 431
200 W. Washington Street, Indianapolis, IN 46204

Members:

Senator Ryan Mishler, Chair
Representative Jeff Thompson
Senator Eddie Melton
Representative Gregory Porter
Zachary Jackson, State Budget Director

Alternate Members:

Senator Chris Garten
Senator Fady Qaddoura
Representative Bob Cherry
Representative Edward DeLaney
Joe Habig, Deputy State Budget Director
Lisa Acobert, Deputy State Budget Director

Chairman Ryan Mishler called the meeting to order at 1:01 PM EST.

Chairman Mishler introduced the minutes and the agenda of the April 2023 meeting.

Representative Gregory Porter moved the motion to adopt the agenda, Mr. Zachary Jackson seconded the motion. The agenda and minutes were adopted by consent of the Budget Committee.

Chairman Mishler introduced the agenda. Chairman Mishler proposed the addition of a review item from the Commission of Higher Education and an election item from the Indiana Roads for a Stronger, Safer Tomorrow task force. Representative Jeff Thompson moved the motion to add the items, Representative Porter seconded the motion. The items were added by consent of the Budget Committee.

Chairman Mishler then introduced the members of the Budget Committee.

Agency Projects

Following the Indiana Department of Administration's presentation by Matt Kent, Representative Porter asked for the total cost of the new Indiana Archives Building costs, which Mr. Kent replied it was \$102 million.

After the presentation by the Indiana State Fair Commission by Mr. John Pfeffenberger, Representative Porter asked about the status of the bidding process and if the automation will displace any workers. Mr. Pfeffenberger responded that these projects are currently in the bidding process and that there should be no displacement of any current staff with these planned projects.

Immediately after the presentation by the Department of Natural Resources by Ms. Kirsten Haney, Representative Porter asked about projection of future revenue generated through the new visitors

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center. Ms. Haney replied that they would provide this information to the State Budget Committee at a later time.

Following the presentation by the Indiana Economic Development Commission (IEDC) by Mr. David Rosenberg, Mr. Brock Herr, and Mr. Mark Wasky, several budget committee members had questions regarding infrastructure needs and costs, usage of the funding, project status, strategies used by IEDC, and cost-benefit ratios. Mr. Wasky, Mr. Herr, and Mr. Rosenberg replied that all infrastructure related to road and transportation upgrades must defer to Indiana Department of Transportation (INDOT) and that the IEDC is working with the utility companies on providing enough resources for the acquisitions and making sure that future infrastructures needs are also met. All of the infrastructure costs have to be provided to the state, but the infrastructure costs are being added into the land sales to the potential companies. The Budget Committee will contact INDOT to determine their master plan and if the IEDC projects will alter any of the plans. IEDC also confirmed that most of the project statuses are either already public or cannot be disclosed as many of these potential projects are not finalized. The IEDC does not have any rights to eminent domain and thus must make land acquisitions. Land acquisitions are an integral part of incentive packages, along with both physical and human infrastructure, speed of transactions, and tax incentives. Majority of the land purchase will try and set a right of refusal so that if the company does not use the property as intended, the land will go back to the state to use for other potential projects. All IEDC projects use a deal scoring matrix, which uses a number of different factors, and that the return of investment, cost benefit analysis, and the job growth are some of the biggest roles in determining deal scores. Mr. Wasky, Mr. Herr, and Mr. Rosenberg explained that IEDC is currently operating at the speed and uncertainty of the private sector and that not only does the legislature ask these questions, the companies themselves also ask the same questions. Finally, all reimbursement that the IEDC obtains for land sales or other means will go back to the general fund and that it requires the Budget Committee review in order to obtain more funding.

University Projects

Following the Purdue University's Presentation by Ms. Alecia Nafziger, Chairman Mishler and Mr. Jackson had questions about the amount left in the operating reserves and how the reserve calculations are funded. Ms. Nafziger explained that Purdue's operating reserves acts similar to the State's reserve balance with non-public funds (private funds with left over for Financial Needs Analysis and Return on Investments) and that outside of keeping $\frac{1}{4}$ of annual operating funds, the rest would go to capital projects or other needs. Mr. Nafziger will provide the information to the State Budget Committee at a later time once the current projects have been accounted for.

Review Items

After the Family and Social Services Administration presentation, Representative Edward DeLaney had questions regarding updated federal waivers and metrics on the transition of the people that are taken off Medicaid. Ms. Taylor confirmed that they currently have 7 active waivers online, with more on the way, and that there is a lack of access to patient data that is currently hindering the transition metrics. Senator Fady Qaddoura had questions regarding the updated home health rates, which Ms. Taylor responded that they would follow up with Senator Qaddoura at a later time.

Following the Indiana Public Retirement System, Chairman Mishler asked about the breakdown of funded versus liabilities in the pre-96 Fund. Mr. Steve Russo replied that currently over 60% will be funded and about \$5.5 to \$6 billion is unfunded and that by late 2029 or early 2030 the fund will have

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zero liabilities. The budget committee members then had a discussion on how much has been put into the fund and how the excess reserve calculations will be used to allocate more money into the fund. Mr. Russo, Mr. Jackson, and other members of the committee replied that \$4.35 billion have been put into the fund and that any excess reserves over \$3 billion will be split between the automatic taxpayer refund and the pre-96 Fund. The Committee then asked if the updated laws this biennium suspended the automatic taxpayer returns and instead allocated all excess reserves to the pre-96 Fund.

Immediately following the Commission for Higher Education presentation, several Budget Committee members had questions regarding how the additional funding formula was obtained, the progress of increasing college graduation and retention rates, data for minority students, and about outreach of awareness to students. Mr. Chris Lowery and Mr. Seth Hinshaw provided that there are currently several plans to help raise awareness among high school students and also plans on increasing retention efforts by the universities, judged by the increase funding formula based on additional retention. Mr. Lowery and Mr. Hinshaw would provide the committee the data regarding the decrease in minority student participation at a later time. Mr. Hinshaw and Mr. Lowery also explained that the formula would only give increases in appropriation if the universities met their goals and would not decrease appropriations if the goals are not met and that the data would be more accurate and more timely in the next biennium now that the new goals and metrics have been voted on.

After all the agency projects, university projects, and review items had been presented, Representative Thompson moved to adopt the agenda and Representative Porter seconded the motion.

The agenda has been adopted by consent of the Committee.

Discussion Items

Prior to the Office of Management and Budget's presentation, Director Cris Johnston clarified that Indiana Department of Transportation (INDOT) 10-year project plans have not been altered by the new Boone county I-69 update and that it would follow the traditional 80% Federal, 20% State funding formula.

Following the Office of Management and Budget's presentation, Representative Porter had questions surrounding the \$9 million in round 2 awards for the American Rescue Plan Act Health, National Electric Vehicle Infrastructure awards, and INDOT's federal application status. Director Johnston replied that he would get back with Representative Porter on the list of the plans that involved increased minority health care, how the National Vehicle Infrastructure affects minority participants, and a breakdown of all eligible federal transportation grants available versus the ones that INDOT applied for.

After the federal economic stimulus program, Chairman Mishler nominated Representative Thompson as the next Chairman of the State Budget Committee. Mr. Jackson moved to elect Representative Thompson as the Chairman of the State Budget Committee and Representative Porter seconded the motion. Representative Thompson was elected Chairman of the Committee by consent.

Following no further business, the meeting adjourned at 04:27 PM EST.

I. **Minutes**

1. April 2023 Minutes

II. **Agency Projects**

1. **Indiana Department of Administration (061)** \$ 22,595,436
Reserve & Replacement (R&R) Payments to IFA

The Indiana Department of Administration (IDOA) requests the annual appropriation for the Reserve & Replacement (R&R) payments for several facilities that are managed by the Indiana Finance Authority (IFA). The R&R was previously included in the bond payment as one lump sum; however, the bonds have been defeased for these facilities under IFA. IDOA is requesting the R&R annual amount so that they may continue to disburse funds monthly to the IFA.

Indiana Government Center North	\$2,642,376
Indiana Government Center South	\$2,042,376
Government Center Parking Garages	\$1,942,380
Toxicology Lab	\$1,582,380
Indiana State Museum	\$2,014,380
Rockville Correctional Facility	\$1,162,380
Pendleton Juvenile Correctional Facility	\$1,144,896
Wabash Correctional Facility	\$2,042,376
New Castle Correctional Facility	\$2,342,376
Miami Correctional Facility	\$1,343,376
Logansport State Hospital	\$1,312,380
Evansville State Hospital	\$1,402,380
Madison State Hospital	\$1,621,380

Funding: HEA 1001: 2023 General Fund
(General Government R&R 19758-2023)

2. **Indiana Archives and Records Administration (062)** \$ 97,000,000
New State Archives Building

The Indiana Department of Administration (IDOA), on behalf of the Indiana Archives and Records Administration (IARA,) requests funding to begin construction for the new State Archives building. This new Archives building will be located on the Canal Walk, just west of the Indiana Government Center Senate Avenue Parking Garage in downtown Indianapolis. The 5-story building will be approximately 133,000 sq ft and include office space for staff, upgraded processing and imaging areas, flex space for meetings or events, and an open rooftop gathering space for events. These funds will be used for work such as site work, foundation and drainage work, purchase of other construction materials and equipment with long lead times, build out of the new space, and furnishing the spaces with the necessary equipment to modernize our archiving and retrieval systems. This new facility will help ensure that IARA has the adequate space they need to complete their

agency mission. This building will provide a safer environment storage of Indiana Archival records and help make those records much more accessible to visitors.

Funding: HEA 1001: 2023 General Fund
(General Government R&R 19780-2023)

3. **Department of Administration (061)** \$ 2,200,000
Indiana State Library Exterior Renovation – Phase III

The Indiana Department of Administration (IDOA) requests funding to complete the final phase of the exterior masonry restoration of the Indiana State Library. The project was previously reviewed by Budget Committee in September 2020 for Phase I and October 2022 for Phase II. This request will focus on the South and East elevations of the building. This request is necessary to address the deterioration of the seals, which has led to spalling and cracks in the limestone exterior and water infiltration of the interior space.

Funding: HEA 1001: 2023 General Fund
(General Government R&R 19758-2023)

4. **Indiana War Memorial Commission (315)** \$ 3,000,000
Soldiers and Sailors Monument Plaza Waterproofing Project – Phase II

The Indiana War Memorial Commission requests additional funding to continue the extensive waterproofing repairs on the Soldiers and Sailors Monument. The original request was reviewed by Budget Committee in February 2022. During phase I of the water proofing, it was found that the stone deterioration was significantly more than the original estimates. The additional funding will still provide replacement of granolithic pavement, leak pattern remediation, installation of a waterproofing and drainage system, sealant replacement in the north and south stairs and at the plaza level, skylight repairs, limestone tread replacement, and façade work such as dutchman repairs in limestone. Once the plaza is sealed correctly, a new HVAC system will be installed in the basement/museum level to ensure there is proper air flow and conditioning of the space.

Funding: HEA 1001: 2023 State Construction Fund
(Conservation and Environment R&R – 59975 2023)

5. **Indiana State Fair Commission (878)** \$ 7,000,000
Indoor Track & Field and ADA Tunnel

The Indiana State Fair Commission (ISFC) requests funding to purchase and install an indoor track and to renovate the walk tunnel which connects to the southeast corner of the Fairground's campus. The project will cover the purchase of a 200-meter portable banked indoor track so that the ISFC can host major national and international track & field events in the new Fall Creek Pavilion. The project will also renovate the existing walk tunnel to make an ADA walk tunnel to connect to the southeast corner of the Track of Champions and serve as the primary entryway from the parking lot in the infield to the Indiana Farm Bureau Fall Creek Pavilion.

Funding: HEA 1001: 2023 State Construction Fund
(Economic and Workforce Line Item 59977 – 2023)

6. **Indiana State Fair Commission (878)** \$ 21,797,627
Perimeter Fence Line Project Phase I

The Indiana State Fair Commission (ISFC) requests funding to install new consistent fencing, hardscape, and landscape, along the 38th Street Corridor and Fall Creek Parkway of the Fairgrounds. On the Fall Creek Parkway perimeter of the Indiana State Fairgrounds, the fencing between Gate 6 south to Gate 3 will get updated along with the rebuild of the Gate 6 entry plaza to build in automation for parking and improve the gate structures. On the 38th street section of the Indiana State Fairgrounds, the entire corridor will get new consistent fencing, hardscape, and landscaping. The project will also renovate the Gate 1 Entry to the fairgrounds, build in automation for, and install additional fencing along the northern end of the Fall Creek Parkway edge. These updates will help with our goals of improving the entry experience, while prioritizing the safety and security of the campus during the State Fair, and the over 400 events we host throughout the year. As part of the entry project, this project will help restore the hardscapes, streetscapes, and paving along Main Street in front of the Farm Bureau Fall Creek Pavilion.

Funding: HEA 1001: 2023 State Construction Fund
(Economic and Workforce Line Item 59977 – 2023)

7. **Indiana State Fair Commission (878)** \$ 716,000
Blue Ribbon Pavilion Roof-Top Unit Replacement

The Indiana State Fair Commission (ISFC) requests funding to complete the final phase of the replacement of roof-top units on the Blue Ribbon Pavilion. The units were built in 1999 and are well beyond the expected useful life of 15 years. This project will replace a total of 13 units. The replacement of the remaining roof-top units in this building will be 2-70 ton units and the remaining 13 units are a combination of 2 ton and 4 ton units.

Funding: HEA 1001: 2021 General Fund
(General Government R&R 19738 – 2023)

8. **Indiana State Fair Commission (878)** \$ 335,000
Temperature Controls System

The Indiana State Fair Commission (ISFC) requests funding to upgrade four buildings with direct digital control (DDC) systems, which will help centralized temperature controls. The four buildings are the 4-H Exhibit Hall, Centennial Hall, Agriculture/Horticulture Building, and Expo Hall. All the current units are controlled manually and as a result run inefficiently and not in concert with building occupancy. The new proposed system will allow the control of heating and cooling of the buildings from one single location and will help make these buildings more energy efficient.

Funding: HEA 1001: 2021 General Fund
(General Government R&R 19738 – 2023)

9. **Indiana Department of Transportation (800)** \$ 250,000
Traffic Management Center HVAC Replacements

The Indiana Department of Transportation (INDOT) requests funding to replace 22 existing exhaust fans, including the high bay and vehicle exhaust fans in the garage area. This project will also involve the replacement of boiler flues from existing boilers. The Indianapolis Traffic Management Center will be renovated later this biennium and this project will help with that cause. There is \$2.5 million budgeted for Phase I and \$2.5 million budgeted for phase II.

Funding: HEA 1001: 2023 State Highway Fund \$ 250,000
(State Highway Fund R&R 30533 – 2023)

10. **Indiana Veterans Home (570)** \$ 502,926
Boiler Repair and Replacement

The Indiana Veterans' Home (IVH) requests funding to replace two boilers, install an industrial backwash filter system, and add an automated header temperature sensor controller. These boilers are necessary to ensure that the IVH can maintain proper function. It was discovered that there was chemical corrosion, and the installation of the industrial backwash filter will prevent this issue from occurring in the future. The addition of the automated sensor will turn off overheating boilers and will use other boilers instead.

Funding: HEA 1001: 2013 IVH Building Fund \$ 432,732
(Veterans Home Construction Fund 70722 – 2023)
HEA 1001: 2021 IVH Building Fund \$ 70,194
(Veterans Home Construction Fund 70726 – 2023)

11. **Adjutant General's Office (110)** \$ 286,871
Rockville Boiler Replacement

The Adjutant General's Office (AGO) is requesting the release of funds for the replacement of the boiler at the Rockville Armory. The boiler system at this facility has been in place for 30 years old and is at the end of the life cycle. This project would include the demolition of the existing boiler system, installation of new boiler system, replacement of supply distribution system, replacement of pipe insulation, and installation of new control systems. Due to an agreement between Indiana and the federal government, the cost of these projects is shared between both parties.

Funding: HEA 1001: 2021 'Previously Approved' General Fund \$ 97,888
(Adjutant General R&R 19060 - 2023)
HEA 1001: 2021 'Change of Use' General Fund \$ 45,548
(Adjutant General R&R 59924 - 2023)
Federal Funds \$ 143,435

12. **Department of Natural Resources (300)** \$ 2,128,830
Shooting Range Upgrades

The Department of Natural Resources (DNR) requests funding to upgrade 12 shooting ranges on Fish and Wildlife Properties and to build an additional range at Clark State Forest. These upgrades will include work such as, the bullet catchers and backstops, electrical work, drainage work, target upgrades, grading, and more, which will make all ranges more ADA accessible. The new range at Clark State Forest will contain ranges for both firearms and archery, ADA compliant pathways, sporting clays, an education center, and noise control designs. The upgrades and new range will provide safer, better, and more accessible experience for visitors and staff, while increasing the projected shooting opportunities annually from 87,000 to 100,000. This project will be covered 90% through a federal grant and 10% in state funding.

Funding:	HEA 1001: 2019 State Construction Fund (Conservation and Environment R&R 59913 – 2023)	\$ 212,883
	Federal Funding	\$ 1,915,947

13. **Department of Natural Resources (300)** \$ 2,345,288
General Rehabilitation and Repairs

The Department of Natural Resources requests funding to perform agency-wide general rehabilitation projects. This request is an accumulation of 45 projects deemed to be high priorities at various state parks, nature preserves, recreation facilities, law enforcement facilities, and other various facilities. Projects include small scale roof replacements, masonry repairs, pier rehabilitation, restroom repairs, office rehabilitation and many others. These projects will address health, safety, and compliance issues with minimal service interruptions.

Funding:	HEA 1001: 2021 State Construction Fund (Conservation and Environment R&R 59919 – 2023)	
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14. **Department of Natural Resources (300)** \$ 6,500,000
Jasper-Pulaski Fish and Wildlife Area Visitor Center

The Department of Natural Resources (DNR) requests funding to build a new visitor center for the Jasper-Pulaski Fish and Wildlife Area. The current check station that greets visitors was constructed in the 1950s and the office space was constructed in 2008. Both buildings no longer meet the needs of the agency, nor are they located well to serve Hoosiers within the Fish and Wildlife Area. The new building will house both office space and the check station, allowing the old office space to turn into a maintenance facility. The new visitor center will be located closer to the largest gathering space within the area to better greet and be available for visitors. This project will include both Federal and State funds.

Funding:	HEA 1001: 2019 State Construction Fund (Conservation and Environment R&R 59913 – 2023)	\$ 1,625,000
	Federal Funding	\$ 4,875,000

15. **Integrated Public Safety Commission (286)** \$ 5,409,308
Statewide Radio Tower Repair and Rehabilitation

The Integrated Public Safety Commission (IPSC) requests funding to perform repairs and system replacements on several microwave towers across the state. In order to meet updated Federal Communications Commission guidelines, towers across the state will need wire tightening, grounding, climbing safety repairs, painting, updated lights, replacement of old copper wiring with fiber cables, and many other fixes. These funds will also be used to purchase 496 microwave batteries and 11 microwave panels and replacing 17 new generators and 48 HVAC systems that are passed their useful life.

Funding: HEA 1001: 2023 General Fund
(Public Safety R&R 19762 – 2023)

16. **Indiana Economic Development Corporation (260)** \$ 122,000,000
IEDC Performance Incentive

The Indiana Economic Development Corporation (IEDC) requests funding from the deal closing appropriations to acquire approximately 1,000 acres of property currently under contract in support of a potential \$50 billion investment by a global semiconductor company that is evaluating two final locations in the United States to place this investment. Indiana, along with one other midwestern state, are finalists and a decision is expected to be made later this year. The IEDC anticipates including the property as a credit as part of a broader incentive package for the Company that will be developed over the course of the next few months; however, in the event Indiana is not selected for this project the IEDC will request this expense be transferred to the Site Acquisition Strategies appropriation and utilize the property for other economic development opportunities which could include, selling the land to companies investing within the LEAP district. The budget agency may, after budget committee review, transfer the sales proceeds from the general fund to a revolving fund for future acquisitions.

Funding: HEA 1001: 2023 General Fund
(General Government R&R 19780-2023)

17. **Indiana Economic Development Corporation (260)** \$ 35,000,000
IEDC Performance Incentive

The Indiana Economic Development Corporation (IEDC) requests funding from the deal closing appropriations to provide a performance-based grant to Project Northstar, an electric vehicle battery manufacturing operation locating in St. Joseph County. The subject Company plans to invest \$3.5 billion in a state-of-the-art facility while creating up to 1,700 new, high-wage jobs. This grant will be added to a previous \$100 million performance grant incentive commitment reviewed by the budget committee last year due to the Company's commitment to invest over \$1 billion more than previously contemplated. The IEDC's incentive commitment and distribution to the Company will be made over a 7-year period in equal amounts after confirming the Company's performance and compliance with established investment, job creation, and wage metrics that will be included in the IEDC's final agreement for public financial resources.

Funding: HEA 1001: 2023 General Fund
(General Government R&R 19780-2023)

18. **Indiana Economic Development Corporation (260)** \$ 10,000,000
IEDC Performance Incentive

The Indiana Economic Development Corporation (IEDC) requests funding from the deal closing appropriations to provide a performance-based grant to General Motors for their commitment to invest approximately \$632 million to retool its Fort Wayne Assembly plant operations to accommodate the production of a next-generation line of full-sized light-duty trucks in Indiana. The Company will retain its 3,300 existing high-wage jobs in northeast Indiana because of this commitment. The IEDC's incentive commitment and distribution to the Company will be made over a 5-year period in equal amounts after confirming the Company's performance and compliance with established investment, job retention, and wage metrics that will be included in the IEDC's final agreement for public financial resources.

Funding: HEA 1001: 2023 General Fund
(General Government R&R 19780-2023)

19. **Indiana Economic Development Corporation (260)** \$ 16,000,000
IEDC Site Strategies

The Indiana Economic Development Corporation (IEDC) requests funding from the Site Acquisition Strategies appropriation to acquire approximately 290 acres of property in Boone County in support of an estimated \$3.2 billion data center project considering Indiana for a new operation. Along with the significant capital investment in new facilities and equipment, the Company will also create up to 250 high-wage jobs. The IEDC is in active negotiations with the Company on a Purchase and Sale Agreement (PSA) and must control the land and actually purchase parts of the site to meet the closing timeline of the sellers to offer it in the PSA. The IEDC plans to sell the property to the Company. The budget agency may, after budget committee review, transfer the sales proceeds from the general fund to a revolving fund for future acquisitions.

Funding: HEA 1001: 2023 General Fund
(Economic & Work Line Item 19770 – 2023)

20. **Indiana Economic Development Corporation (260)** \$ 20,200,000
IEDC Site Strategies

The Indiana Economic Development Corporation (IEDC) requests funding from the Site Acquisition Strategies appropriation to acquire approximately 220 acres of property in Boone County for 1) INDOT's interchange construction and 2) to support upgraded local roadway infrastructure in support of Eli Lilly's commitment to invest over \$3.7 billion in a next generation drug manufacturing facility. The \$20,200,000 is for purchase of land associated with road construction/improvements. Of this total, approximately \$18,000,000 is being used to purchase land needed by INDOT for the interchange

construction. Federal Highway approved IEDC's purchase of the land. IEDC is working closely with INDOT on the costs of the interchange and the potential to be reimbursed for the purchase of this land, but those discussions are still ongoing. The remaining approximately \$2,200,000 is being used to purchase land for improvements along Witt Road and County Roads 300, 375 and 450.

Funding: HEA 1001: 2023 General Fund
(Economic & Work Line Item 19770 – 2023)

III. University Projects

1. **Purdue University – West Lafayette (760)** \$ 49,000,000
Birck Nanotechnology Center Clean Room Modernization
Project No. B-1-23-2-15

The Purdue University Board of Trustees requests authorization to proceed with repurposing and renovating approximately 13,000 GSF of existing clean room space on the West Lafayette campus within the Birck Nanotechnology Center. The project includes the purchase of specialty research equipment, installation of new air handling units, and replacing supporting equipment including fume hoods, controls and HEPA filters. The new air handling units and upgraded equipment are required to support the larger clean room space and will result in more efficient use of energy. This project includes the procurement of specialty research equipment to fulfill current and planned sponsor commitments. Existing Birck lab occupants will be relocated to approximately 7,000 GSF of renovated space elsewhere on campus. The estimated cost of this project is \$49,000,000 and will be funded through \$19,000,000 in Gift Funds and \$30,000,000 of Operating Fund Reserves.

Funding: Gift Funds \$ 19,000,000
Operating Reserves \$ 30,000,000
CHE Review: May 18, 2023

2. **Purdue University – West Lafayette (760)** \$ 65,500,000
Chilled Water Capacity Enhancement
Project No. B-1-12-1-16

The Purdue University Board of Trustees requests authorization to proceed with the installation of a new cooling tower and supporting equipment on the West Lafayette campus within the Wade Utility Plant. This project includes the construction of a new 1,600 GSF auxiliary controls building, new chilled water line, and replacement of chiller controls. These improvements will enhance chilled water capacity to support current and future peak demand and remove the need for rental equipment. The estimated cost of this project is \$65,500,000 and will be funded through Operating Fund Reserves.

Funding: Operating Reserves
CHE Review: May 18, 2023

Cost Summary

2013 IVH Building Fund	\$432,732
2019 State Construction Fund	\$1,837,883
2021 'Previously Approved' General Fund	\$97,888
2021 'Change of Use' General Fund	\$45,548
2021 General Fund	\$1,051,000
2021 IVH Building Fund	\$70,194
2021 State Construction Fund	\$2,345,288
2023 State Highway Fund	\$250,000
2023 State Construction Fund	\$31,797,627
2023 General Fund	\$330,404,744
Federal Funds	\$6,934,382
Gift Funds	\$19,000,000
Operating Reserves	\$95,500,000
TOTAL	\$489,767,286

IV. Review Items

1. Medicaid State Plan Amendments (SPA) and Waivers – *Family and Social Services Administration*
 - i. *Mobile Crisis Units*
 - ii. *Continuous Coverage*
 - iii. *Pharmacist*
 - iv. *Nonemergency Medical Transportation (NEMT) Carve-Out*
 - v. *Strategic Investments*
2. Transfer of Funds to Pre-96 Fund – *State Budget Agency*
3. Outcome – Based Funding Formula IC 21-18-16-2.5 – *Commission on Higher Education*

V. Discussion Items

1. American Rescue Plan Act (ARPA) and Infrastructure Investment and Jobs Act (IIJA) Updates – Office of Management and Budget

VI. Election of Chairman

VII. Reports Received

1. SBA's Administrative Approval of Capital Projects (06/19/2023)
2. Non-Binding Tuition and Mandatory Fee Targets for Indiana's Public Postsecondary Institutions for FY24 and FY25 IC 21-14-2-12.5 – *Commission on Higher Education* (06/19/2023)
3. Outcome-Based Funding Formula IC 21-18-16-2.5 – *Commission on Higher Education* (06/20/2023)
4. Students in Programs with Disabilities IC-20-43-4-4 – *Indiana Department of Education* (06/02/2023)

Addendum to the June 2023 State Budget Committee Agenda

June 22, 2023, 1:00 PM EST

Indiana Statehouse

Senate Appropriations Committee Room 431
200 W. Washington Street, Indianapolis, IN 46204

IV. Review Items

**Non-Binding Tuition and Mandatory Fee Targets for Indiana's Public Postsecondary Institutions –
Commission of Higher Education**

Per IC code 21-14-2-12.5, The Commission of Higher Education shall present the report for the Non-Binding Tuition and Mandatory Fee Targets for all public post-secondary institutions of Indiana.

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

Election of Chairman - Indiana Roads for a Stronger, Safer Tomorrow task force

Per HEA 1001 – 2023, the Indiana Roads for a Stronger, Safer Tomorrow task force requires the Budget Committee to select a person to serve as the chairperson of the task force. Zackary Jackson nominated Representative Jeff Thompson and Senator Ryan Mishler as Co-Chairman and Representative Gregory Porter seconded the motion. The election was adopted by consent.

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

*State Budget Committee
Meeting Minutes
June 2023*



Senator Ryan Mishler, Chairman



Zachary Jackson, State Budget Director