



Office of the Chief Financial Officer and Treasurer

BOARD APPROVED  
August 7, 2020  
Janice Indrutz  
Corporate Secretary

To: Members of the Board of Trustees

From: Christopher A. Ruhl, Chief Financial Officer and Treasurer  
Eva M. Nodine, Associate Vice President - Finance

Date: July 27, 2020

Re: Approval of 2021-2023 Budget for the Animal Disease and Diagnostic Lab

The Indiana Animal Disease Diagnostic Laboratory (ADDL) at Purdue University aids in the prevention, control, and eradication of animal diseases for the State of Indiana and provides prompt and accurate diagnostic services as the only veterinary diagnostic laboratory in the state. The ADDL provides these critical services on behalf of the State Board of Animal Health.

We are recommending an increase to the current \$3.7 million ADDL appropriation as follows:

- Avian Pathologist – \$142,000 (recurring). Adds one pathologist at the Heeke laboratory to address growing demand.
- Biosafety Cabinet (BSC) and filter replacement – \$50,000 (non-recurring for 2 years); \$6,334 (recurring). Replacement of 10 biosafety cabinets and 19 BSCs filters for the safety and protection of ADDL employees and students and prevention of sample cross contamination.
- Incinerator Equipment – \$25,000 (non-recurring). Replacement of the West Lafayette incinerator to ensure proper performance and accept whole large animals.
- Salary and Fringes – \$126,933 (FY 2022 recurring); \$141,087 (FY 2023 recurring). 3.0% annual increase in salaries and 5.0% annual increase in fringe benefits to retain trained and experienced personnel.

**Table 1** (below) summarizes the proposed budget for the 2021-23 biennium:

<b>ADDL Appropriation Summary</b>	<b>FY 2021 Actual</b>	<b>FY 2022 Request (\$ and %)</b>	<b>FY 2023 Request (\$ and %)</b>
<b>Prior Year Recurring Base</b>	\$ 3,711,561	\$ 3,711,561	\$ 3,986,828
<b>Recurring Annual Incremental Request:</b>			
Biosafety Cabinet Filters		6,334	
Avian Pathologist (Heeke Lab)		142,000	
3.0% S&W Increase		79,623	89,812
5.0% Fringe Benefit Increase		47,310	51,275
<b>Total Recurring Annual Incremental Request:</b>	<b>\$ -</b>	<b>\$ 275,267</b>	<b>\$ 141,087</b>
<b>Recurring Request</b>	<b>\$ 3,711,561</b>	<b>\$ 3,986,828</b>	<b>\$ 4,127,915</b>
<b>One-Time R&amp;R and Equipment:</b>			
Biosafety Cabinet Replacement		50,000	50,000
Incinerator Equipment (West Lafayette)		25,000	
<b>Total One-Time R&amp;R and Equipment:</b>	<b>\$ -</b>	<b>\$ 75,000</b>	<b>\$ 50,000</b>
<b>Total Budget Request</b>	<b>\$ 3,711,561</b>	<b>\$ 4,061,828 9.4%</b>	<b>\$ 4,177,915 4.7%</b>

The State Board of Animal Health approved the FY 2022 and FY 2023 request on July 14, 2020. We will ask you to approve the request at your meeting on August 7, 2020. If approved, consistent with Indiana Code, we will then submit the official request to the State Budget Agency and Commission for Higher Education, on behalf of the State Board of Animal Health, for consideration by the 2021 General Assembly.

We will be happy to answer any questions you may have at the Board meeting.

c: President Mitch Daniels  
Provost Jay Akridge  
Assistant Treasurer Jim Almond  
Corporate Secretary Janice Indrutz  
Legal Counsel Steve Schultz