



# **ICCB ICCCFO Spring Conference**

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# Governor's FY25 Budget Recommendation

## Higher Education Budget Highlights:

- ❖ MAP increase ~ \$10 million
- ❖ CC System operating increase ~ \$5.9 million (2%)
- ❖ Continued funding - Dual Credit, Noncredit & PATH
- ❖ Homelessness Prevention Grant ~ \$0.3 million



# Governor's FY25 Budget Recommendation

(\$ in thousands)

Grant	FY24 Appropriation	FY25 Recommended	Change (\$)	Change (%)
Base Operating (EAF)	96,592.8	100,636.0	4,043.2	4.2%
Base Operating (PPRT)	105,570.0	105,570.0	-	0.0%
<b>Base Operating Grants</b>	<b>\$202,162.8</b>	<b>\$206,206.0</b>	<b>\$4,043.2</b>	<b>2.0%</b>



# Governor's FY25 Budget Recommendation

(\$ in thousands)

Grant	FY24 Appropriation	FY25 Recommended	Change (\$)	Change (%)
City Colleges Grant	14,903.7	15,201.8	298.1	2.0%
Equalization Grant	79,997.6	81,597.6	1,600.0	2.0%
Performance Based Funding	359.0	359.0	359.0	0.0%
Small College Grants	548.4	548.4	-	0.0%
<b>System Operating Grants</b>	<b>\$297,971.5</b>	<b>\$303,912.8</b>	<b>\$5,941.3</b>	<b>2.0%</b>



# Governor's FY25 Budget Recommendation

(\$ in thousands)

Statewide Initiatives (Restricted Grants)	FY24 Appropriation	FY25 Recommended	Change (\$)	Change (%)
Advanced Manufacturing Grant	10,000.0	9,000.0	(1,000.0)	-10.0%
Dual Credit Grants	3,150.0	3,175.0	25.0	1%
Noncredit Workforce Grants	5,150.0	5,175.0	25.0	0.5%
Mental Health Grants	9,218.8	3,000.0	(6,218.8)	-67.0%
PATH	25,000.0	20,000.0	(5,000.0)	-20.0%
Homelessness Prevention	-	250.0	250.0	100.0%



# Governor's FY25 Budget Recommendation

- ❖ Appropriates \$51.0 Billion for continued investment in Rebuild Illinois
  - \$22.0 billion expended since plan passage in 2019
- ❖ \$125 million for community colleges for construction and deferred maintenance
  - Requested \$748.3 million for FY2025.



# System Funding - Unrestricted

Base Operating	Equalization	City Colleges	Small College	Performance
• \$206.2 M	• \$81.6 M	• \$15.2 M	• \$0.5 M	• \$0.4 M

# Base Operating Formula (FY24)

Credit Hour Rate × Funded Credit Hours

1. Instructional Cost per Category × Inflation rate = Adjusted Cost
2. Weighted Cost less Statewide Average Tuition & Fees and Local Tax Revenue = Credit Hour Rate
3. Credit Hour Rate x Funded Credit Hours per Category = Full Grant



# Base Operating Formula (FY24)

Credit Hour Rate × Funded Credit Hours

4. Credit Hour Rate × State Proration Factor = Effective Credit Hour Rate

5. Effective Credit Hour Rate × Funded Credit Hours = Prorated Grant

# Base Operating Formula (FY24)

Cost = Total Instructional Cost ÷ by Funded Unrestricted Hours

	Bacc.	Bus.	Tech.	Health	Remedial	ABE/ASE
Cost	\$463.74	\$514.54	\$555.30	\$645.87	\$400.31	\$505.23

Adjusted Cost = Cost × Inflation Factor

*Adj. Cost	\$577.51	\$640.78	\$691.53	\$804.33	\$498.53	\$629.18
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# Base Operating Formula (FY24)

	Bacc.	Bus.	Tech.	Health	Remedial	ABE/ ASE
*Adj. Cost	\$577.51	\$640.78	\$691.53	\$804.33	\$498.53	\$629.18
Less:						
T&F	(\$153.61)	(\$153.61)	(\$153.61)	(\$153.61)	(\$153.61)	(\$153.61)
Tax Rev.	(\$219.10)	(\$219.10)	(\$219.10)	(\$219.10)	(\$219.10)	(\$219.10)
CH Rate	\$204.80	\$268.06	\$318.82	\$431.62	\$125.81	\$410.08

# Base Operating Formula (FY24)

	Bacc.	Bus.	Tech.	Health	Remedial	ABE/ ASE
CH Rate	\$204.80	\$268.06	\$318.82	\$431.62	\$125.81	\$410.08
State Adj.	(\$164.31)	(\$215.07)	(\$255.80)	(\$346.30)	(\$100.94)	(\$329.01)
Net CH Rate	\$40.48	\$52.99	\$63.02	\$85.32	\$24.87	\$81.06

# Base Operating Formula (FY24)

## Credit Hour Rate x Funded Credit Hours

Funded hours = > most recent certified SU hours or 3 yr. avg.

Bacc.	Bus.	Tech.	Health	Remedial	ABE/ASE
2,777,580	263,299	423,309	343,141	202,529	182,209

### Effective Credit Hour Rates by Category

\$40.48	\$52.99	\$63.02	\$85.32	\$24.87	\$81.06
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### Final Grants by Category

\$112,447,277	\$13,952,375	\$26,678,441	\$29,277,277	\$5,036,943	\$14,770,485
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# Equalization Formula (FY24)

- Basis = calculated foundational level of expected tax revenue per student for each college.
- Any district below the calculated foundational level is eligible for Equalization.

# Equalization Formula (FY24)

Lesser of 2022 CPPRT or two-year average:	\$	106,283,362
Statewide Weighted Average Tax Rate:	<u>÷</u>	<u>0.0024529</u>
Total:	= \$	43,329,555,651
Adjusted CPPRT:	\$	43,329,555,651
Lesser of 2021 EAV or two-year average	<u>+</u>	<u>\$ 381,636,419,386</u>
Total	= \$	424,965,975,036

# Equalization Formula (FY24)

Total = \$ 424,965,975,036

In-District FTE:  $\frac{\quad}{131,444}$

Local Revenue per In-District FTE: = \$ 3,233,046

Statewide Weighted Average Tax Rate:  $\frac{\quad}{0.0024529}$

Statewide Threshold: = \$ 7,930



# Equalization Formula (FY24)

Statewide Threshold

– EAVPPRT Rate Per District

= Full threshold difference

Full threshold difference

× District FTE

= Full Grant Allocation

# Equalization Formula (FY24)

District	EAV CPPRT Rate	State Threshold	Difference
Oakton	\$17,178	\$7,930	(\$9,247)
IL Valley	\$7,639	\$7,930	\$291
Black Hawk	\$5,879	\$7,930	\$2,052

# Equalization Formula (FY24)

Positive difference x FTE = Full Grant

District	Difference	FTE	Full Grant
Oakton	(\$9,247)	3,794	\$ -
IL Valley	\$291	1,530	\$445,245
Black Hawk	\$2,052	2,318	\$4,755,647

# Equalization Formula (FY24)

Statewide Threshold:	=	\$ 7,930
Proration Factor	×	<u>0.81162829</u>
Prorated Threshold	=	\$ 6,437

# Equalization Formula (FY24)

District	EAV CPPRT Rate	Prorated Threshold	Difference
Oakton	\$17,178	\$6,437	(\$10,741)
IL Valley	\$7,639	\$6,437	(\$1,203)
Black Hawk	\$5,879	\$6,437	\$558

# Equalization Formula (FY24)

Positive difference x FTE = Prorated Grant

District	Difference	FTE	Prorated Grant
Oakton	(\$10,741)	3,794	\$ -
IL Valley	(\$1,203)	1,530	\$50,000
Black Hawk	\$558	2,318	\$1,292,860

# Equalization Formula (FY24)

District	Full Grant Allocation	Prorated Grant Allocation	Formula
Oakton	\$ -	\$ -	Not eligible
IL Valley	\$445,245	\$50,000	Minimum
Black Hawk	\$4,755,657	\$1,292,860	Difference x FTE

# Small College Grants (FY24)

\$548,400 total appropriation allocated to districts with:

- 2,500 or less FTE non-correctional restricted and unrestricted hours.
- 2,000 or less FTE, below \$850 million EAV, and qualify for Equalization funding receive extra allocation.



# Performance Funding (FY24)

\$359,000 allocated for the following metrics:

1. Degree & Certificate Completion
2. Degree & Certificate Completion of At-Risk Students
3. Transfer to a 4-year Institution
4. Developmental Advancement
5. Momentum Points
6. Transfer to a Community College

# **Community Colleges Capital RAMP (Resource Allocation Management Program)**

**THE COMMUNITY COLLEGE CAPITAL REQUESTS (OR RAMP) ARE SUBMITTED TO THE ICCB AUGUST 1<sup>ST</sup> OF EACH YEAR. ICCB STAFF REVIEW ALL REQUESTS SUBMITTED FOR FUNDING ELIGIBILITY UNDER THE ADMINISTRATIVE RULES**

**CAPITAL PROJECT SUBMISSIONS COLLECTED THIS AUGUST WILL BE REVIEWED AS PART OF THE FY26 STATE CAPITAL BUDGET PROPOSALS.**

# Eligibility and Review

**23 IL ADMIN CODE SECTION 1501.603 STATE-FUNDED CAPITAL PROJECTS**

**SECTION A REVIEWS THE TYPE OF PROJECTS THAT MAY BE FUNDED.**

**SECTION B LISTS ELEMENTS FOR NEW CONSTRUCTION.**

**PROJECTS ARE THEN RATED AND PRIORITIZED IN ACCORDANCE WITH THE SYSTEM RULES {1501.603(h)}.**

# Review and ranking (1 of 2)

## MAIN FACTORS:

- TYPE OF SPACE  
(INSTRUCTIONAL, STUDY, GARAGE, ASSEMBLY, ATHLETIC, ETC.)
  
- CORE CAMPUS CONSIDERATIONS  
(CLASSROOM, LABS, LEARNING RESOURCES, BUSINESS/  
INDUSTRY TRAINING, OTHER TO SUPPORT HIGH  
ENROLLMENT PROGRAMS)
  
- SPACE UTILIZATION

# **Review and ranking (2 of 2)**

## **MAIN FACTORS (CONTINUED):**

- ❑ PROGRAM CONSIDERATIONS (LACK OF AVAILABILITY, LABOR MARKET DEMAND...)**
- ❑ RANKING BY THE COLLEGE AMONG PROPOSALS AND A FEW OTHER CRITERIA IN THE RULE.**

**FUNDING FOR RAMP PROPOSALS MUST BE SPLIT 75% STATE FUNDS AND 25% LOCAL FUNDS.**

# **ONLY THE BEGINNING**

**RECOMMENDATIONS FROM ICCB AND IBHE ARE REVIEWED  
FOR CAPITAL BUDGET**

**FUNDING SOURCES EVALUATED**

**MAY BE INTRODUCED AS PIECE OF A CAPITAL LEGISLATION**

**GENERAL ASSEMBLY REVIEW AND VOTES ON LEGISLATION**

**GOVERNOR ACTS ON LEGISLATION INCLUDING BOND  
AUTHORIZATION**

**BONDS ISSUED AS DETERMINED**

**FUNDS RELEASED FOR PROJECTS**

# KEY FACTS

**PROJECTS COLLECTED IN AUGUST ARE PART OF THE NEXT FY BUDGET CYCLE (DUE FY25 FOR FY26)**

**ONCE APPROPRIATED THEN THAT PROJECT IS NO LONGER SUBMITTED AS A RAMP PROJECT TO ICCB**

**IF NOT APPROPRIATED THEN EVALUATE FOR NEXT RAMP AS DESIRED**

**DEFERRED MAINTENANCE IS NOT DONE ANNUALLY. LUMP SUM APPROPRIATIONS TYPICALLY PROVIDE FUNDING FOR DEFERRED MAINTENANCE. THOSE ARE PRIORITIZED, REVIEWED AND SUBJECT TO RELEASE.**

# **OTHER BACKGROUND**

**SPECIFIC DEFERRED MAINTENANCE PROJECT LIST IS PERIODIC.**

**IN DECEMBER 2017, REQUIREMENTS FOR SUBMITTING REQUESTS FOR ICCB APPROVAL OF LOCALLY FUNDED CAPITAL PROJECTS WERE REPEALED.**

**THERE WAS AN ICCB CAPITAL PROJECTS MANUAL BUT SINCE 2013 IT HAS NOT BEEN REVISED.**

**ICCB SUMMARIZES ENACTED CAPITAL BILL AS PART OF SYSTEM BUDGET UPDATE ON NEW FY BUDGET**