



ILLINOIS COMMUNITY COLLEGE BOARD

FISCAL UPDATES

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AGENCY ORGANIZATION

Academic and
Student Affairs

Career &
Technical
Education

Adult Education

Fiscal,
Operations and
Compliance

Information &
Education
Technology

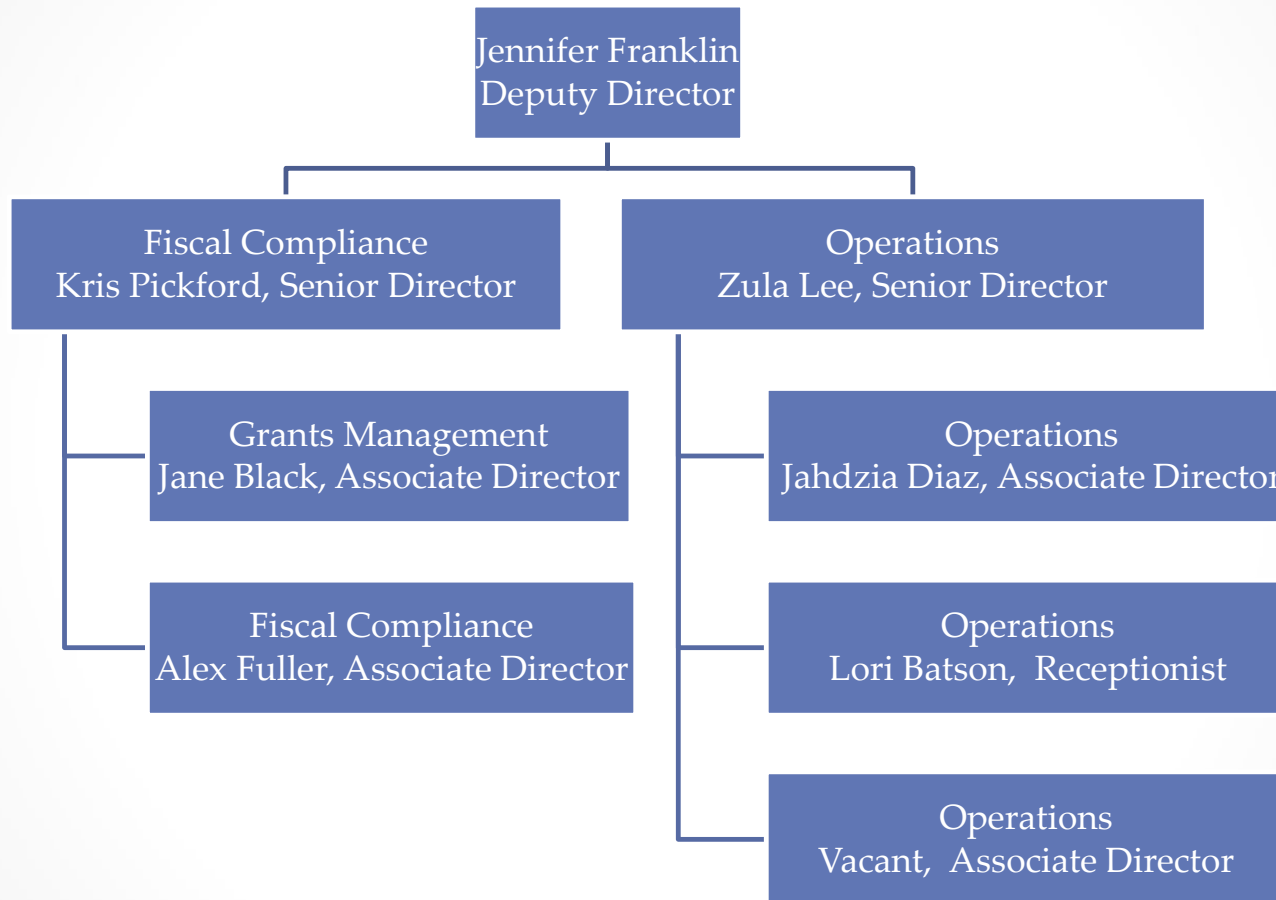
Research &
Policy Studies

Workforce
Development

High School
Equivalency

Legislative
and External
Affairs

FISCAL OPERATIONS & COMPLIANCE STAFF



STATE BACKLOG OF UNPAID BILLS

As of 8:00 AM
APR 08
2021

ESTIMATED GENERAL FUNDS PAYABLE BACKLOG

The backlog includes General Funds liabilities currently at the Illinois Office of Comptroller and the estimated \$473 million reported by state agencies. It does not include \$3.868 billion in short-term borrowing and emergency borrowing that is required to be repaid.*

\$5,780,925,616.26

VOUCHERS BACKLOGGED

Includes vouchers and transfers to other state funds.

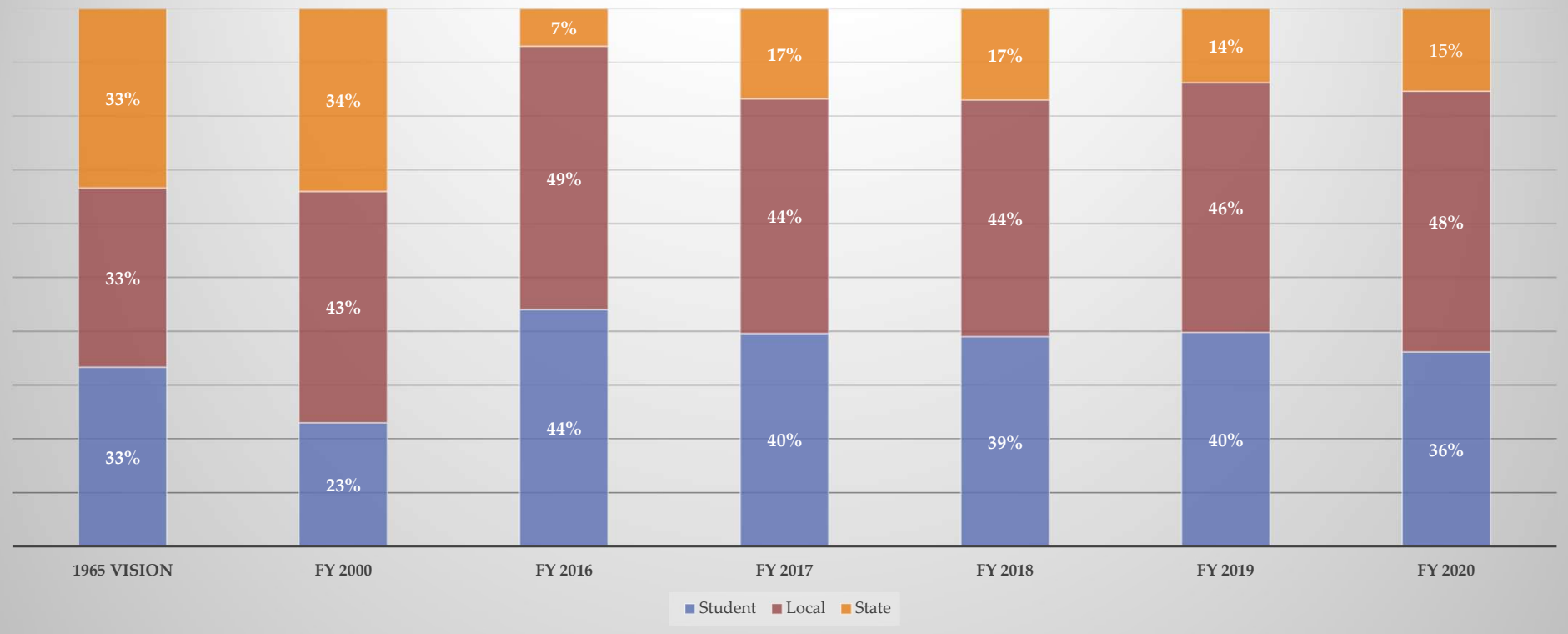
34,937

Source: Illinois Office of the Comptroller



COMMUNITY COLLEGES SOURCES OF REVENUE

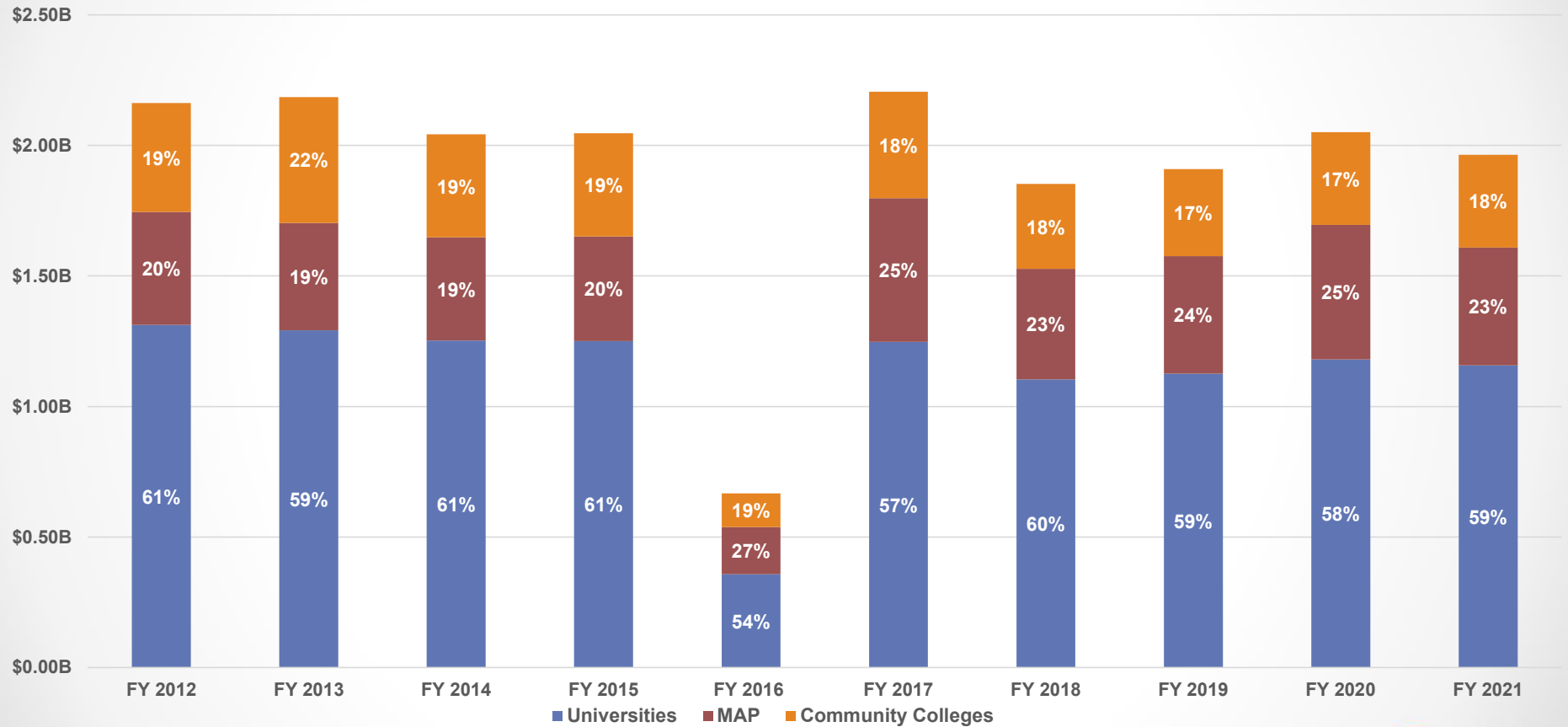
Community Colleges
Sources of Revenue



Source: Community College Audits



TEN YEARS OF HIGHER EDUCATION FUNDING



GOVERNOR PRITZKER'S FY22 PROPOSED BUDGET

Illinois Community College Board
Fiscal Year 2022 Governor's Proposed Budget

<u>Line Item</u>	FY21	FY22	Change	
	<u>Appropriation</u>	<u>Budget Book</u>	<u>\$</u>	<u>%</u>
<u>Unrestricted Grants</u>				
Base Operating Grant	\$ 74,370.2	\$ 74,370.2	\$ -	0.0%
Base Operating Grant (CPPRT)	105,570.0	105,570.0	-	0.0%
<i>Subtotal Base Operating Grants:</i>	<i>\$ 179,940.2</i>	<i>\$ 179,940.2</i>	<i>\$ -</i>	<i>0.0%</i>
Performance Based Funding	\$ 359.0	\$ 359.0	\$ -	0.0%
Small College Grant	548.4	548.4	\$ -	0.0%
Equalization Grant	71,203.9	71,203.9	\$ -	0.0%
City Colleges of Chicago Grant	13,265.4	13,265.4	\$ -	0.0%
<i>Subtotal system operating grants</i>	<i>\$ 265,316.9</i>	<i>\$ 265,316.9</i>	<i>\$ -</i>	<i>0.0%</i>

Source: GOMB



GOVERNOR PRITZKER'S FY22 PROPOSED BUDGET

Statewide Initiative & Other Grants

Career and Technical Education Grants (CTE)	\$ 18,069.4	\$ 18,069.4	\$ -	0.0%
<i>Subtotal CTE:</i>	<i>\$ 18,069.4</i>	<i>\$ 18,069.4</i>	<i>\$ -</i>	<i>0.0%</i>
Adult Education Grants	\$ 22,651.0	\$ 22,651.0	\$ -	0.0%
Adult Education Grants Performance	11,236.7	11,236.7	-	0.0%
<i>Subtotal Adult Ed:</i>	<i>\$ 33,887.7</i>	<i>\$ 33,887.7</i>	<i>\$ -</i>	<i>0.0%</i>
High School Equivalency Testing (GED)	\$ 1,148.0	\$ 1,148.0	\$ -	0.0%
East St. Louis Higher Education Center	1,457.9	1,457.9	-	0.0%
Lincoln's Challenge Program	60.2	60.2	-	0.0%
Innovative Bridge & Transition Grants	23,794.4	23,794.4	-	0.0%
Transitional Math Development Grants	1,000.0	1,000.0	-	0.0%
Alternative Schools Network	3,000.0	3,000.0	-	0.0%
Veterans Grants	4,264.4	4,264.4	-	0.0%
P-20 Council	150.0	150.0	-	0.0%
Total	\$ 352,148.9	\$ 352,148.9	\$ -	0.0%

Source: GOMB



GOVERNOR'S FY22 PROPOSED BUDGET

Funding Priority: Protecting Education Funding

Supports college affordability and focuses on closing equity gaps in Illinois education.

- Increases Monetary Award Program (MAP) funding to protect awards for current students - \$28 million
- Maintains general funds state support for:
 - Universities – \$1.157 billion
 - Community Colleges - \$249.5 million
- Adds first annual payment to stabilize College Illinois - \$20 million
- Funds the Common Application Partnership Program - \$1 million
- Provides funding to help implement the new equity-driven strategic plan for higher education institutions - \$250,000
- Federal assistance through Higher Education Emergency Relief Fund (HEERF) will go directly to higher education institutions.

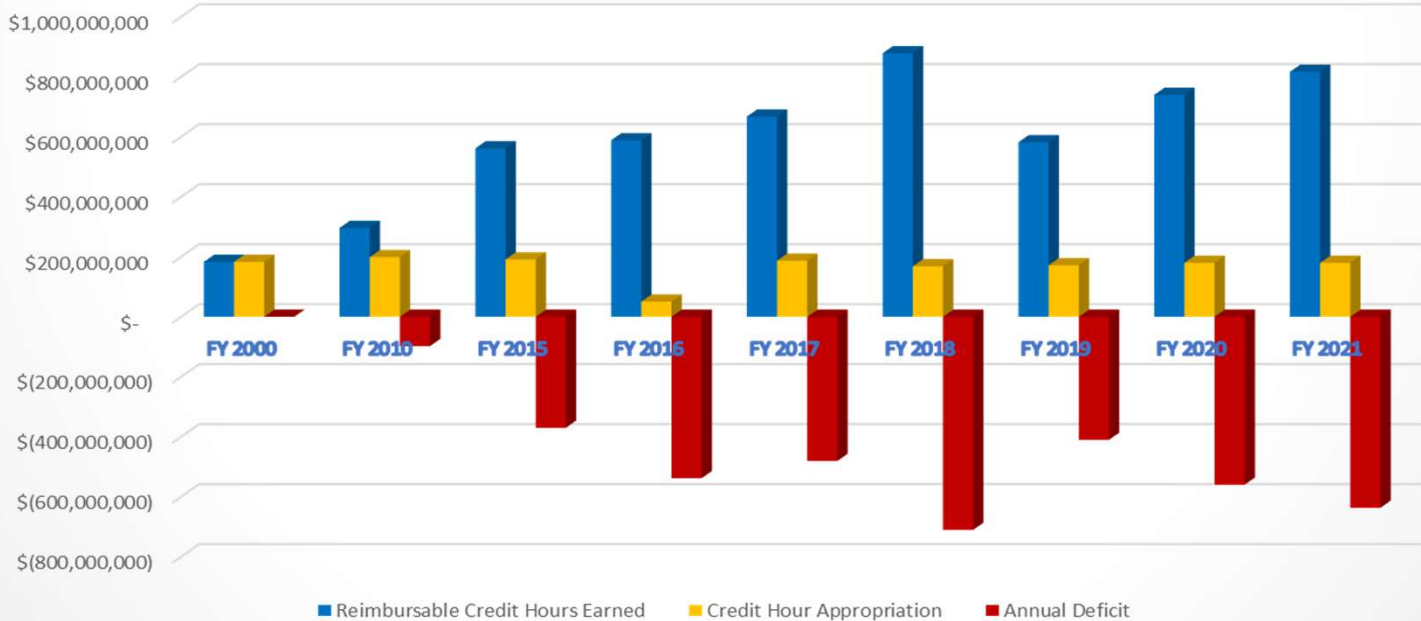
Source: GOMB



BASE OPERATING GRANTS HISTORY

	FY 2000	FY 2010	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Reimbursable Credit Hours Earned	\$ 182,826,600	\$ 296,289,187	\$ 561,367,594	\$ 588,278,913	\$ 667,438,802	\$ 878,525,892	\$ 581,800,644	\$ 739,556,281	\$ 816,512,394
Credit Hour Appropriation	\$ 182,826,600	\$ 198,746,700	\$ 191,271,900	\$ 50,445,000	\$ 186,968,300	\$ 168,271,500	\$ 171,636,900	\$ 179,940,200	\$ 179,940,200

Annual Deficit \$ - \$ (97,542,487) \$ (370,095,694) \$ (537,833,913) \$ (480,470,502) \$ (710,254,392) \$ (410,163,744) \$ (559,616,081) \$ (636,572,194)



BASE OPERATING GRANTS FY22 PROJECTION

- Governor Pritzker's budget recommendation: \$179,940,200
- Allocation projections are based on current budget recommendation and subject to change pending appropriations passed by the general assembly.
- Data verification and analysis is in process while waiting for final appropriations and could impact final allocations.
- Current formula allocations within +/- 3% of prior year allocations for most colleges.
- Base Operating formula allocations are based on effective credit hour rates multiplied by funded hours.

BASE OPERATING GRANTS FY22 PROJECTION

- Factors affecting allocations:
 - Funded hours decreased **4%** overall from FY 2021

Category	FY21	FY22	Hours Change	% Change
Baccalaureate	3,199,623.7	3,103,392.3	(96,231.5)	-3.0%
Business	284,184.5	284,181.0	(3.5)	-0.001%
Technical	547,368.6	522,910.1	(24,458.5)	-4.5%
Health	387,145.8	379,776.2	(7,369.6)	-1.9%
Remedial	347,641.5	309,432.2	(38,209.3)	-11.0%
Adult Ed	261,118.0	224,961.1	(36,156.9)	-13.8%
Total	5,027,082.1	4,824,652.8	(202,429.4)	-4.0%

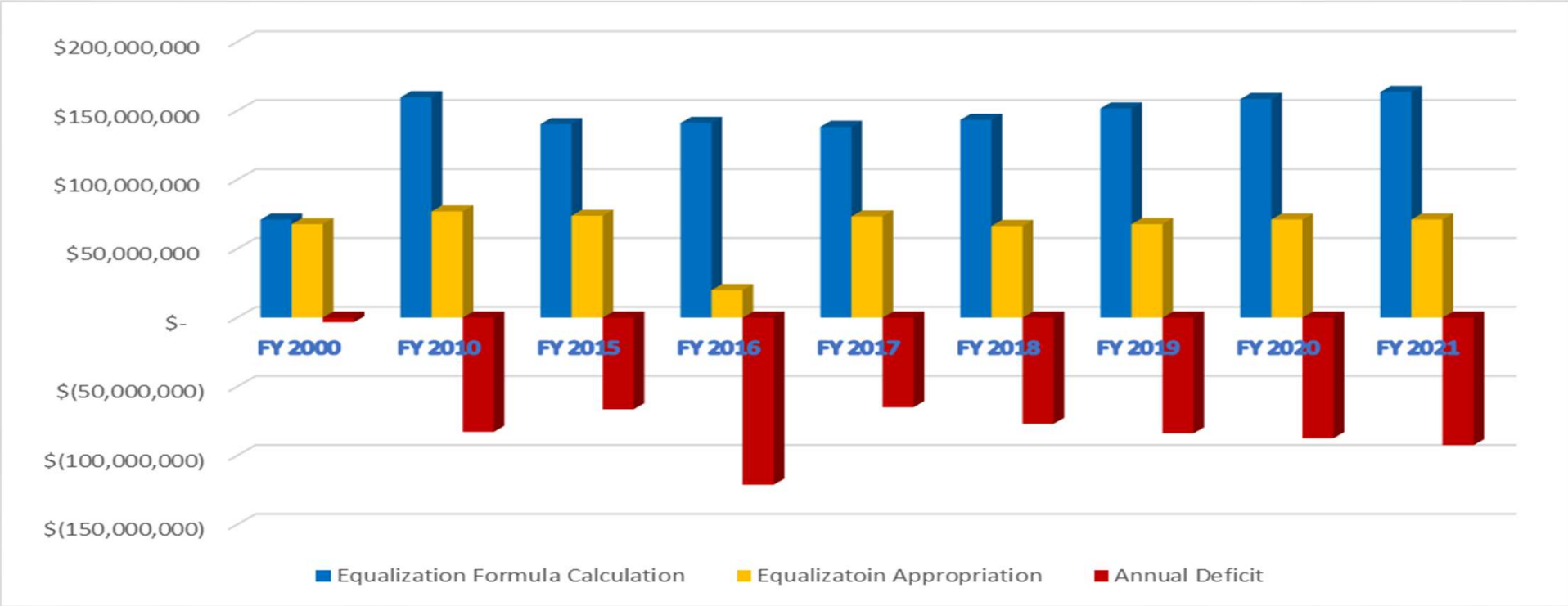
BASE OPERATING GRANTS FY22 PROJECTION

- Effective Credit Hour Rates are calculated based on:
 - Direct Instructional Costs per category
 - Indirect Cost allocation based on total actual hours per category.
 - Inflation adjustments as costs were incurred two years ago.
 - Deductions for Tuition and Fees and Local Tax Revenue.
 - Statewide proration factor as necessary due to underfunding.

FY	Baccalaureate	Business	Technical	Health	Remedial	ABE/AE
2021	\$ 30.46	\$ 41.38	\$ 40.59	\$ 67.40	\$ 16.45	\$ 63.96
2022	\$ 32.09	\$ 45.87	\$ 40.41	\$ 68.64	\$ 16.44	\$ 66.83
Change	\$ 1.63	\$ 4.49	\$ (0.17)	\$ 1.25	\$ (0.00)	\$ 2.87
%	5.4%	10.8%	-0.4%	1.8%	0.0%	4.5%

EQUALIZATION GRANTS

	FY 2000	FY 2010	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Equalization Formula Calculation	\$ 71,166,169	\$ 159,820,327	\$ 140,291,416	\$ 141,127,882	\$ 138,357,830	\$ 143,455,289	\$ 151,638,719	\$ 158,580,522	\$ 163,641,021
Equalization Appropriation	\$ 67,796,100	\$ 76,997,300	\$ 73,871,500	\$ 19,980,000	\$ 73,394,090	\$ 66,483,500	\$ 67,813,200	\$ 71,203,898	\$ 71,203,900
Annual Deficit	\$ (3,370,069)	\$ (82,823,027)	\$ (66,419,916)	\$ (121,147,882)	\$ (64,963,740)	\$ (76,971,789)	\$ (83,825,519)	\$ (87,376,624)	\$ (92,437,121)



EQUALIZATION GRANTS

Equalization grants were established by statute to reduce the disparity of local property tax funds available per student between the districts.

Equalization grant formulas are based on EAV, In-District Hours, and CPPRT.

- The basis for the grant is a base foundation level of expected tax revenue per student for each college.
- A statewide threshold is calculated and awards grants to all colleges below that threshold for full funding.
- A proration factor is applied for underfunding. Colleges that qualify under full funding but not under prorated thresholds receive \$50,000.
- The local tax base is adjusted to reflect corporate personal property replacement tax (CPPRT) revenue distributed to college districts annually.

EQUALIZATION GRANTS FY22 PROJECTION

- Governor Pritzker's budget recommendation: \$71,203,900
- Allocation projections are based on current budget recommendation and subject to change pending appropriations passed by the general assembly.
- Data verification and analysis is in process while waiting for final appropriations and could impact final allocations.
- 33 districts qualified for Equalization grants under the FY22 formula.
 - 11 received the same funding as prior year.
 - 10 received allocations within +/- 5%.
 - 12 received allocations greater than +/- 5%.

EQUALIZATION GRANTS FY22 PROJECTION

- Equalization grant formulas are based on EAV, In-District Hours, and CPPRT.
 - A statewide threshold is calculated and awards grants to all colleges below that threshold for full funding.
 - A proration factor is applied for underfunding. Colleges that qualify under full funding but not under prorated receive \$50,000.

Fiscal Year	EAV (< actual or 2-year avg)	Full Threshold	Prorated Threshold
FY 21 (2019 EAV)	357,622,762,383	5,620	4,407
FY 22 (2018 EAV)	342,230,056,759	6,133	4,771
Change	15,392,705,625	513	364
%	4.50%	9.12%	8.27%

FEDERAL STIMULUS TO COLLEGES

- CARES Act - \$151.5 million
 - GEER - \$17.8
 - HEERF – \$133.7
- CRRSA Act - \$289.1 million
 - GEER II - \$10.0
 - HEERF II - \$279.1
- ARP Act - \$501.7 million*

*Simulated funding estimate

COVID-19 FINANCIAL IMPACT REPORTING

	Obligations & Losses YTD	Additional Estimated Obligations & Losses	Total Operational Financial Impact	Total Paid from FY20 Budget	Total Paid From FY21 Budget
Expenditures	95,930,974	24,117,147	117,918,180	65,957,650	30,014,558
Lost Revenue	106,683,998	43,856,076	146,616,076	55,781,934	64,563,142
Grand Total	202,614,973	67,973,224	264,534,256	121,739,584	94,577,700

RAMP

Fiscal Year 2022 Capital Request consisted of 3 components:

1. Support for allocating funds to the projects appropriated in the fiscal year 2020 Rebuild Illinois Capital Plan (Public Act 101-0029)
2. Capital Renewal/Deferred Maintenance
3. College Specific Projects

GOVERNOR'S FY2022 PROPOSED CAPITAL BUDGET

Continuing Investment in Higher Education under Rebuild Illinois capital plan

- \$1.3 billion to renovate, rehab, and modernize universities and colleges
- \$660 million in deferred maintenance to university campuses and IMSA
- \$188.4 million in deferred maintenance to community colleges
- \$188.0 million for higher education emergency, escalation and maintenance projects

Source: GOMB



RECOGNITION

- Describes the status of a district meeting standards established by ICCB in the Public Community College Act.
- Required to be eligible for state funding.
- 5-year cycle
- 3 categories of recognition status:
 - Recognition Continued
 - Recognition Continued – With Conditions
 - Recognition Interrupted
- Standards for focused review during the 2021 - 2025 cycle include:
 - Academic
 - Student Services/Academic Support
 - Finance/Facilities
 - Institutional Research/Reporting

RECOGNITION

- Colleges scheduled for Recognition during FY2021 extended until end of calendar year 2021 if necessary.
- Remaining colleges scheduled: Black Hawk, COD, Danville, Logan Kaskaskia, Lake Land, Prairie State Rend Lake, Rock Valley, Triton and Waubonsee.
- New Recognition Manual drafted for the next 5-year cycle.

GRANT MONITORING

- Completion of year 2 of the “risk-based monitoring” has concluded.
- Risk levels are based on:
 - Amount of grant funds received
 - Length of time since last monitoring
 - Programmatic reviews
 - # of ICQ/audit findings in previous years
- ICCB will evaluate the risk-based approach April – May to determine a schedule for FY21 monitoring. Colleges will be notified of their risk level at this time.

AMPLIFUND

- GATU contracted with AMPLIFUND to create a state grant management system.
- All state and federal grants will eventually be processed in Amplifund.
 - Federal Perkins and ESLTP grants are being piloted in Amplifund this Spring.
 - Base Operating, Equalization grants and other system operational funding allocations will not be part of this system.
- All college grant staff that apply for grants or input budget documentation will need to have access to Amplifund and GATA.
- Amplifund has developed a thorough, informative training site for grantees complete with videos and demonstrations.

BEP COMPLIANCE

- Business Enterprise Act includes community colleges and ICCB
- Business Enterprise Program Council
 - Implement, monitor and enforce the goals of the Business Enterprise Act
 - Reviews compliance plans submitted by state agencies and colleges
 - Maintains list of all certified vendors
- ICCB assists colleges by collecting Expenditure Reports & Compliance Plans
- FY21 Expenditure “Spend” reports due October 1st of 2021
- Information, FAQ, and resources can be located at:

<https://www2.illinois.gov/cms/business/sell2/bep/pages/default.aspx>

Source: 30 ILCS 575



QUESTIONS?

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