



# **ILLINOIS COMMUNITY COLLEGE BOARD**

## **FISCAL UPDATES**

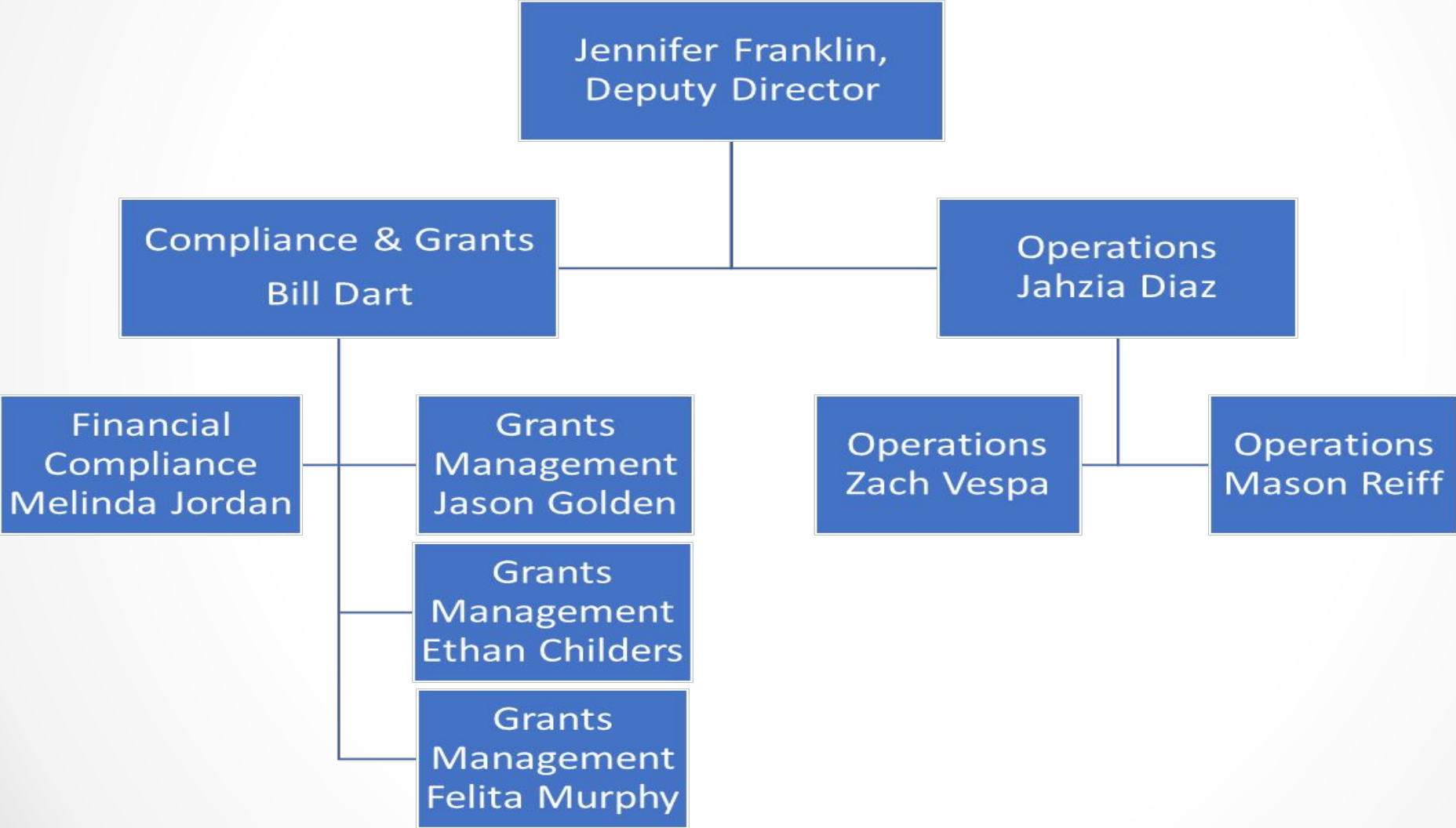
**Jennifer Franklin,**  
**Deputy Director Finance & Administration**

**Bill Dart,**  
**Senior Director Fiscal Compliance**

# AGENCY ORGANIZATION



# FINANCIAL OPERATIONS & COMPLIANCE STAFF



# STATE BACKLOG OF UNPAID BILLS

As of 8:00 AM  
**APR 08**  
**2022**

## ESTIMATED GENERAL FUNDS ACCOUNTS PAYABLE

Accounts payable include General Funds liabilities currently at the Illinois Office of Comptroller and the estimated \$804 million reported by state agencies.

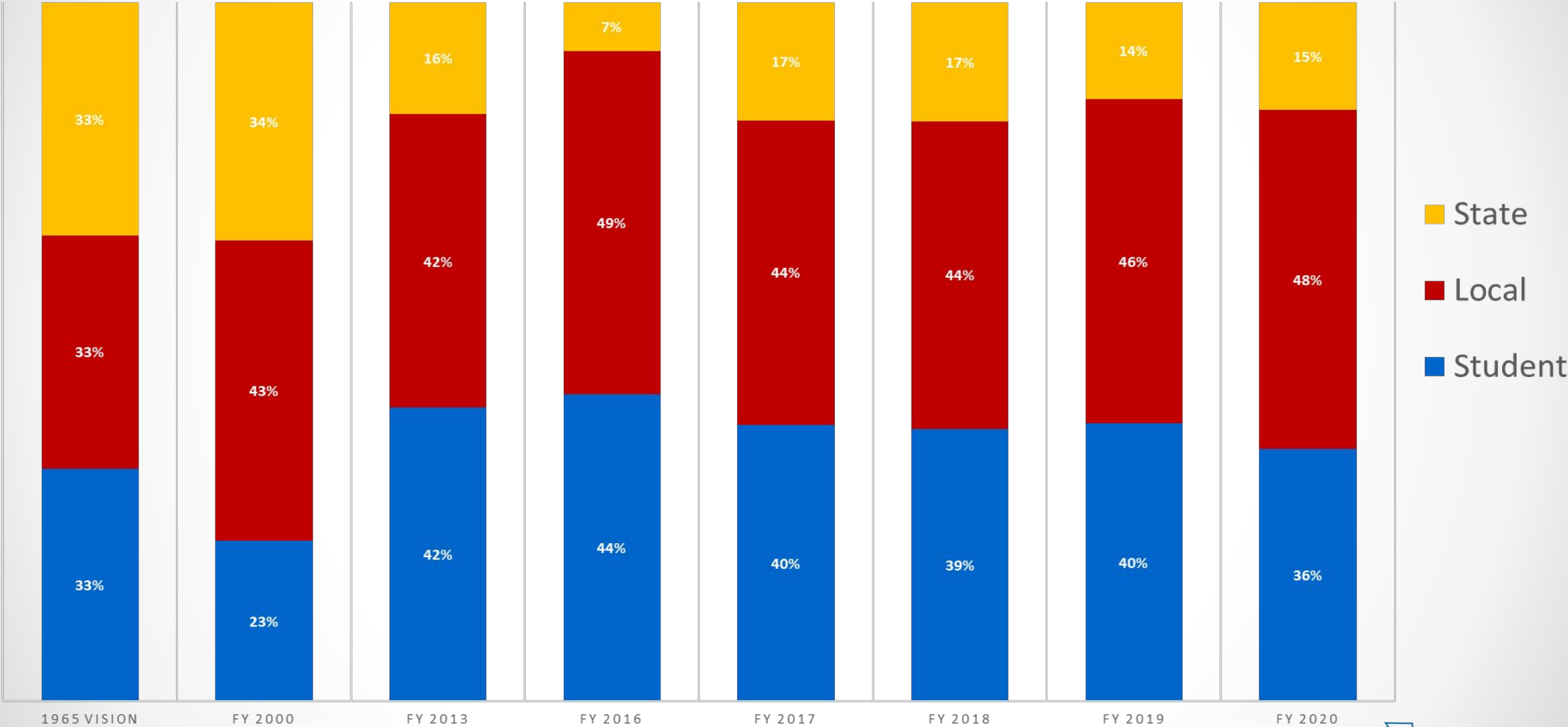
**\$4,245,824,173.16**

## VOUCHERS PENDING

Includes vouchers and transfers to other state funds.

**16,705**

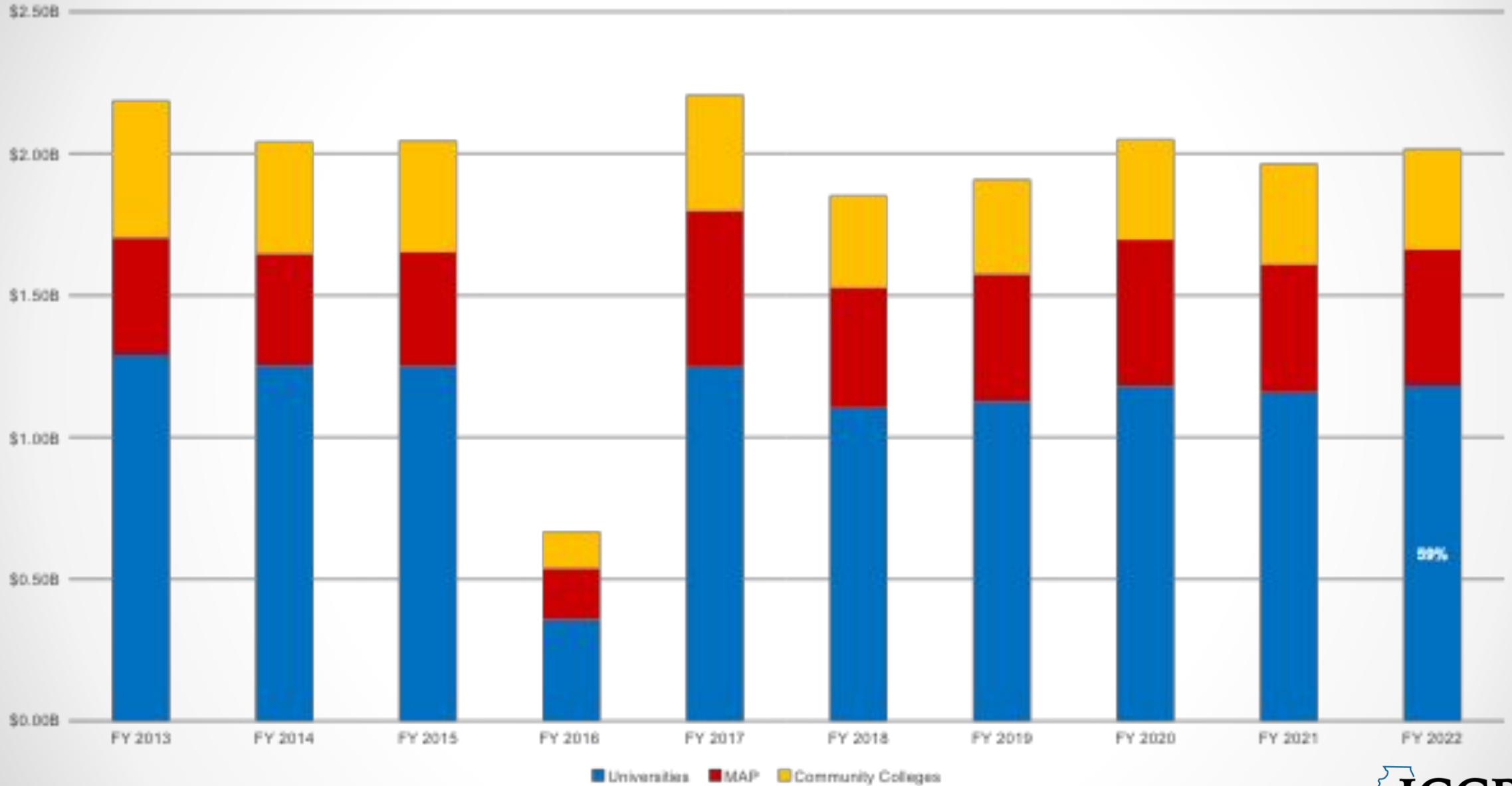
# COMMUNITY COLLEGES SOURCES OF REVENUE



Source: Community College Audits



# TEN YEARS OF HIGHER EDUCATION FUNDING



# FY 2022 AND FY 2023 GENERAL FUNDS REVENUES SUMMARY

Resources (\$ in millions)	Estimated FY 22	Projected FY 23
State Sources		
State Revenues	39,407	39,875
State Transfers in	2,100	1,913
Total State Sources	41,507	41,788
Total Federal Sources	6,286	4,045
Total Resources	47,793	45,833

## Revenue Projections:

- Individual income taxes 4.1% increase.
- Corporate income taxes 5.4% decrease.
- Sales taxes 1.3% decrease.
- Federal revenue 15.5% decrease.

# FY 2023 GOVERNOR PRITZKER'S FUNDING PRIORITIES

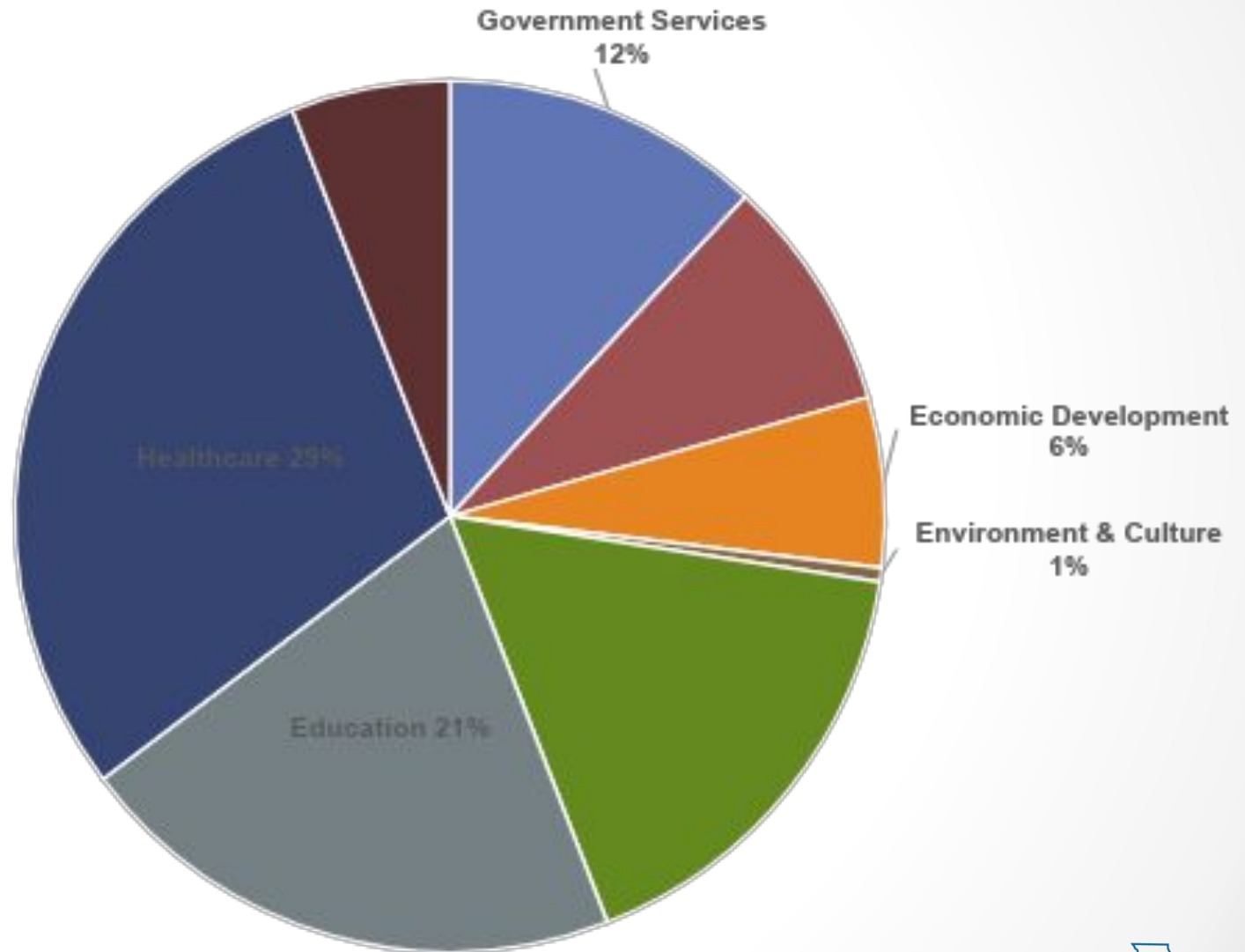
- Healthcare System
- Early Childhood (Birth to Age 5)
- K-12 Education
- Higher Education
- Social Service Programs
- Public Safety and Violence Prevention
- Economic Development and Infrastructure
- Environmental and Cultural Resources



# FY 2023 GOVERNOR PRITZKER'S BUDGET RECOMMENDATIONS

## Operating Budget - \$112.5 Billion

- \$ 45.4 Billion General funds 40%
- \$ 67.1 Billion Other funds 60%



# FY 2023 GOVERNOR PRITZKER'S BUDGET RECOMMENDATIONS

Higher Education is one of the 8 Funding Priorities. Highlights from the proposed higher education budget of \$2.202 billion include the following:

- Increases MAP funding - \$122 million
- 5% increase to community colleges and universities operations - \$68 million
- 5% Supplemental increase to higher education operations - \$68 million
- 5% increase to Adult Education and CTE programs for community Colleges - \$2.5 million
- \$2.3 million increase in funding for Minority Teacher Scholarships
- \$25.0 million for Pipeline for the Advancement of the Healthcare (PATH) Workforce Program
- \$230.0 million for the College Illinois! Prepaid Tuition Program

# FY 2023 GOVERNOR PRITZKER'S BUDGET RECOMMENDATIONS

## MAP for Short-Term Certificate Programs:

- Low-income students in 2,000 short-term CTE programs would become eligible for MAP grants.
- Eliminate barriers for students seeking to upgrade skills or enter the workforce.
- Better meet the needs of all community college students.
- Made possible as part of ISAC's request for an additional **\$122.0 million** in MAP funds.

# FY 2023 GOVERNOR PRITZKER'S BUDGET RECOMMENDATIONS

## **Pipeline for the Advancement of the Healthcare Workforce (PATH): +\$25.0 million**

- Modeled after the highly successful Workforce Equity Initiative (WEI).
- Grants to all community college districts.
- Students will be able to obtain certificates and degrees in nursing and other high demand healthcare fields in the shortest possible time.
- Students will benefit from wraparound student support services.
- Program will meet shortages of workers in the healthcare industry that have been exasperated by the COVID 19 pandemic.

# HOUSE BILL 900 FY23 APPROPRIATIONS

## Illinois Community College Board Fiscal Year 2023 Budget

<b>Line Item</b>	<b>P.A. 102-0017 FY 2022 Appropriations</b>	<b>HB 900 FY 2022 Supplemental</b>	<b>HB 900 FY 2023 Appropriations</b>	<b>Change \$</b>	<b>%</b>
<b><i>Unrestricted Grants</i></b>					
Base Operating Grant	\$ 74,370,200	\$ 8,997,000	\$ 83,367,200	\$ 8,997,000	12.1%
Base Operating Grant (CPPRT)	105,570,000		105,570,000	-	0.0%
Subtotal Base Operating Grants	179,940,200	8,997,000	188,937,200	8,997,000	5.0%
Performance Based Funding	359,000	-	359,000	-	0.0%
Small College Grant	548,400	-	548,400	-	0.0%
City Colleges of Chicago	13,265,400	663,300	13,928,700	663,300	5.0%
Equalization Grant	71,203,900	3,560,200	74,764,100	3,560,200	5.0%
Subtotal System Operating Grants	\$ 265,316,900	\$ 13,220,500	\$ 278,537,400	\$ 13,220,500	5.0%

# HOUSE BILL 900 FY23 APPROPRIATIONS

Line Item	P.A. 102-0017	HB 900	HB 900	Change	
	FY 2022	FY 2022	FY 2023	\$	%
	Appropriations	Supplemental	Appropriations		
<b><i>Statewide Initiatives &amp; Other Grants</i></b>					
Career & Technical Education Grants (CTE)	\$ 18,069,400	\$ -	\$ 18,972,900	\$ 903,500	5.0%
Subtotal CTE	18,069,400	-	18,972,900	903,500	5.0%
Adult Education Grants	22,651,000	-	23,783,600	1,132,600	5.0%
Adult Education Performance	11,236,700		11,798,500	561,800	5.0%
Subtotal Adult Ed	33,887,700	-	35,582,100	1,694,400	5.0%

# HOUSE BILL 900 FY23 APPROPRIATIONS

Line Item	P.A. 102-0017	HB 900	HB 900	Change	
	FY 2022	FY 2022	FY 2023	\$	%
	Appropriations	Supplemental	Appropriations		
High School Equivalency Testing (GED)	1,148,000	-	1,148,000	-	0.0%
East St. Louis Higher Education Center	1,457,900	-	1,457,900	-	0.0%
Chicago Career & Technical Education	-	-	5,000,000	5,000,000	100.0%
Southwestern Illinois College - Belleville	-	-	5,900,000	5,900,000	100.0%
PATH Program	-	-	25,000,000	25,000,000	100.0%
College Bridge	-	-	5,000,000	5,000,000	100.0%
Trade Schools	-	-	5,000,000	5,000,000	100.0%
Heartland - EAV/Labor	-	-	150,000	150,000	100.0%
Southwestern - EAV/Labor	-	-	150,000	150,000	100.0%
Richland - Teachers Program	-	-	500,000	500,000	100.0%
Illinois Resource Center	-	-	1,000,000	1,000,000	100.0%
Lincoln's Challenge Program	60,200	-	60,200	-	0.0%
Bridge and Workforce Programs	23,794,400	-	23,794,400	-	0.0%
Transitional & Developmental Instruction	1,000,000	-	1,000,000	-	0.0%
Alternative Schools Network	3,000,000	-	4,000,000	1,000,000	33.3%
Veterans Grants	4,264,400	-	4,264,400	-	0.0%
P-20 Council	150,000	-	150,000	-	0.0%
Subtotal Statewide Initiatives	\$ 86,832,000	\$ -	\$ 138,129,900	\$ 51,297,900	59.1%

# HOUSE BILL 900 FY23 APPROPRIATIONS

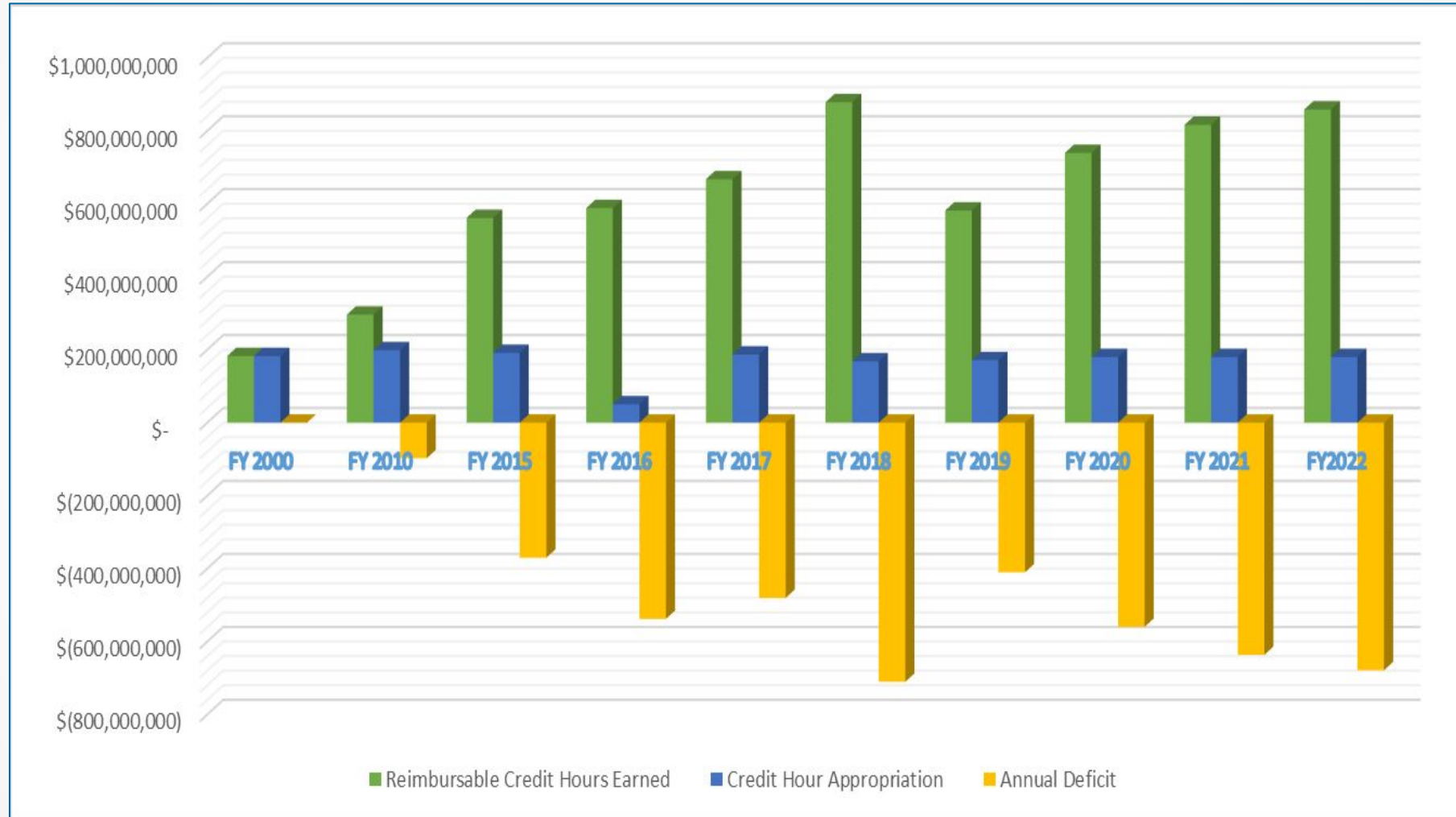
Line Item	P.A. 102-0017	HB 900	HB 900	Change	
	FY 2022	FY 2022	FY 2023	\$	%
	Appropriations	Supplemental	Appropriations		
<b><i>Other State Funds</i></b>					
Research & Technology Fund	100,000	-	100,000	-	0.0%
High School Equivalency Testing Fund	100,000	-	100,000	-	0.0%
CURE Fund - College Bridge Program	10,000,000	-	10,000,000	-	0.0%
ICCB Contracts and Grants Fund				-	
Contracts & Grants	10,000,000	-	10,000,000	-	0.0%
GEER	27,000,000	-	27,000,000	-	0.0%
Early Childhood Programs	25,000,000	-	50,000,000	25,000,000	100.0%
Subtotal Contracts & Grants Fund	62,000,000	-	87,000,000	25,000,000	40.3%
<b>Total Other State Funds</b>	<b>\$ 72,200,000</b>	<b>\$ -</b>	<b>\$ 97,200,000</b>	<b>\$ 25,000,000</b>	<b>34.6%</b>
<b><i>Federal Funds</i></b>					
Career & Technical Education Fund	22,000,000	-	22,000,000	-	0.0%
Adult Education Fund - Grants	26,800,000	-	26,800,000	-	0.0%
Adult Education Fund - Operations	1,600,000	-	1,600,000	-	0.0%
Federal Trust Fund	525,000	-	525,000	-	0.0%
<b>Total Federal Funds</b>	<b>\$ 50,925,000</b>	<b>\$ -</b>	<b>\$ 50,925,000</b>	<b>\$ -</b>	<b>0.0%</b>



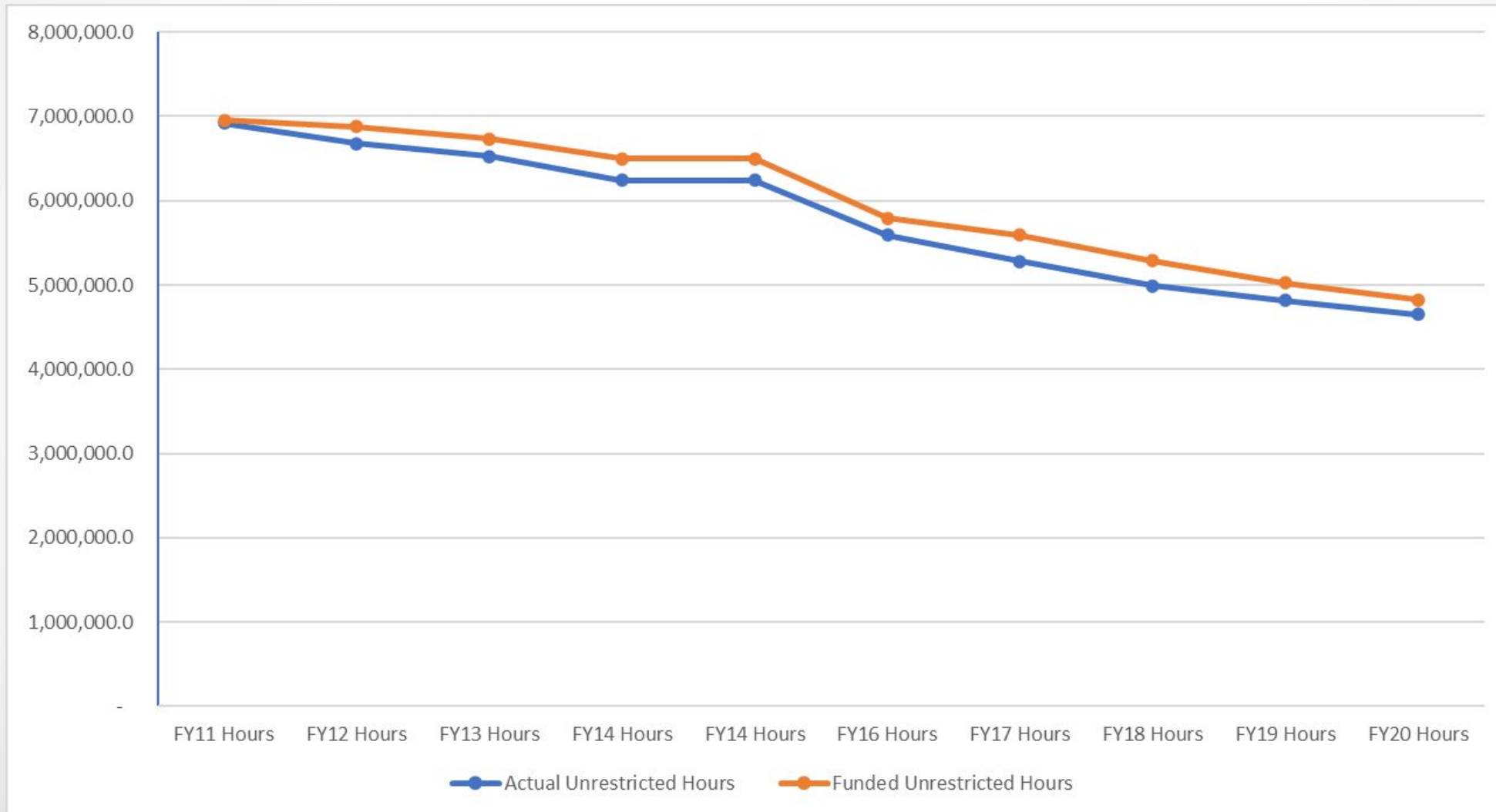


# BASE OPERATING GRANTS

## ANNUAL DEFICIT IN FUNDING



# BASE OPERATING GRANTS UNRESTRICTED CREDIT HOURS



# BASE OPERATING GRANTS FY23 PROJECTION

Governor Pritzker's budget recommendation: **\$188,937,200 +5.0%**

- ❑ Unrestricted funds disbursed to community colleges on the basis of credit hours generated in six reimbursable instructional categories.

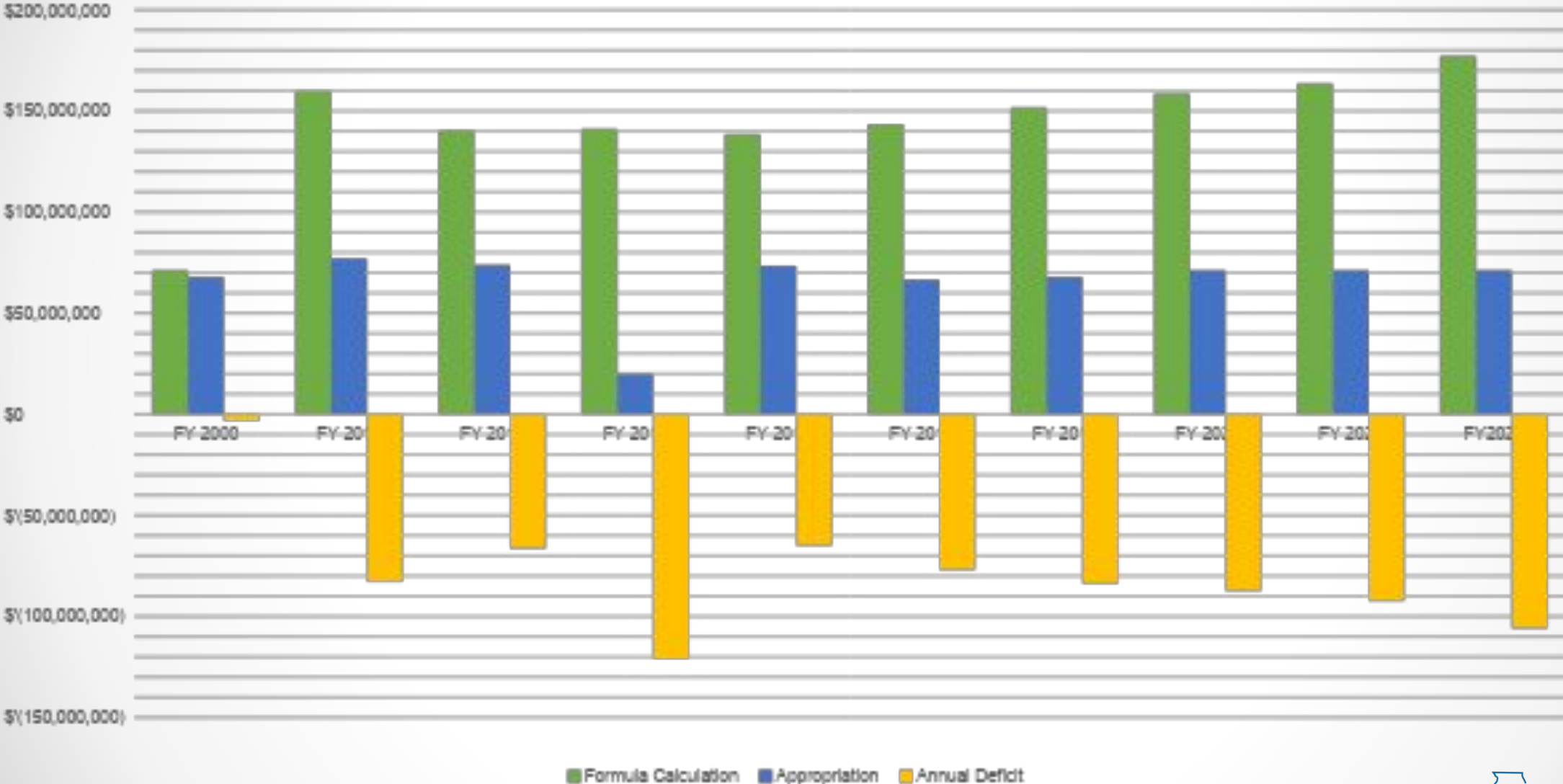
**Formula = Funded Credit Hours x Effective Credit Hour Rate\***

- ❑ Funded credit hours – Greater of most recent FY certified unrestricted hours, or 3-year average.
- ❑ Effective credit hour rate – Proration factor applied to net reimbursable credit hour rate as necessary to equal State appropriations.

*\*Inflationary adjustments are necessary due to the two-year lag in data.*

# EQUALIZATION GRANTS

## ANNUAL DEFICIT IN FUNDING



# EQUALIZATION GRANTS FY23 PROJECTION

Governor Pritzker's budget recommendation: **\$74,764,100** +5.0%

- ❑ Established by statute to reduce disparity of local property tax funds available per student between districts.
- ❑ A base foundation level of expected tax revenue per student is calculated from EAV and PPRT.
- ❑ Districts with EAV PPRT rate below the calculated foundation level are eligible for funding.
- ❑ Proration factor applied if State appropriations do not meet the fully funded threshold level.
- ❑ A minimum \$50,000 grant is awarded to districts that qualify for Equalization but become ineligible due to the proration factor.

# CAPITAL PROJECTS & RAMP

## Fiscal Year 2023 Capital Budget

1. \$979 million in re-appropriations of prior year capital projects
2. \$185 M for deferred maintenance, emergencies, escalation costs &... (CDF)
3. \$60 M for miscellaneous capital improvements (CDF)
4. \$112.5 M for miscellaneous capital improvements (CDF)
5. \$3.9 M for miscellaneous capital improvements including capital renewal
6. 128 College Specific Projects (CDF and BIBF)

# 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 were postponed and are undergoing reviews now; there were 10 colleges scheduled in FY21. 7 were scheduled for FY22, including IL Eastern and 4 are scheduled for FY23 including City Colleges.
- The five year cycle, FY21-25, would round out with 9 in FY24 and 9 in FY25.
- This cycle is using a newly revised Recognition Manual.



# GRANT MONITORING

- Current cycle is being conducted using the previous approach for risk assessment that used - amount of grant funds received, length of time since last monitoring, programmatic reviews and # of ICQ/audit findings in previous years.
- Monitoring has tended to lag the periods of performance and that was exacerbated during the pandemic.
- ICCB will revise monitoring protocols, including risk assessment so that monitoring reviews are more focused and more timely following performance periods. Risk assessments for grant monitoring and programmatic risk being re-vamped for FY23. Also, the GATA portal will have a new internal control questionnaire for FY23.

# AMPLIFUND

- Statewide Grant Management System. Illinois continues to implement a statewide grant management system (GMS) using AmpliFund software. Some Federal Perkins and all ESLTP grants are being managed in Amplifund this spring. (Implemented in January 2021.)
- In FY21, Eight (8) state agencies were using the GMS: Aging, ICCB, DCFS, ICJIA, DNR, HFS and IRB and ISP. Most state agencies are expected to be using GMS by July 2022.
- During calendar year 2021, Illinois completed the integration between AmpliFund and the state's Enterprise Resource Planning (ERP) accounting and financial system, SAP.
- Goal is for all state grant making agencies under the Governor and their grantees will use GMS for grant functions including submitting grant applications, issuing grant agreements, submitting and accepting periodic financial and performance reports, and requesting and generating grant payments.

# BEP COMPLIANCE

- Business Enterprise Act includes community colleges and ICCB
- Now under the Commission on Equity and Inclusion (CEI) not state CMS;
- BEP Council remains in place to:
  - 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
- Compliance plans due August. Last year Parts I & III were online and Excel file for Part II
- FY22 Expenditure “Spend” reports due October or November
- Information @ [Business Enterprise Program \(BEP\) \(illinois.gov\)](https://cei.illinois.gov/business-enterprise-program.html)  
(<https://cei.illinois.gov/business-enterprise-program.html>)

# QUESTIONS?

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