

**ALLOCATION OF FISCAL YEAR 2010 LUMP SUM
APPROPRIATION TO IBHE GRANT PROGRAMS**

Submitted for: Action.

Summary: Item 1g requests Board approval of the allocation of a fiscal year 2010 lump sum appropriation totaling \$6.8 million to various IBHE grant programs. In contrast to previous years, the General Assembly appropriated funds for IBHE grant programs in fiscal year 2010 as a single lump sum that does not name individual grant programs or indicate how the appropriation should be allocated. The lump sum appropriation is equal to 50 percent of the total of all IBHE grant program appropriations included in the Governor's introduced budget.

Action Requested: That the Illinois Board of Higher Education approve the allocation of the fiscal year 2010 lump sum appropriation to various IBHE grant programs as presented in this item.

STATE OF ILLINOIS
BOARD OF HIGHER EDUCATION

**ALLOCATION OF FISCAL YEAR 2010 LUMP SUM
APPROPRIATION TO IBHE GRANT PROGRAMS**

On July 15, 2009, the Governor signed the fiscal year 2010 budget for state agency operations and grants (P.A. 96-0042). The fiscal year 2010 budget includes a lump sum appropriation of \$6.8 million in General Revenue Funds (GRF) for IBHE grant programs. The approved level of funding for IBHE grants reflects a 50 percent reduction from the Governor's fiscal year 2010 introduced budget.

For the first time, the General Assembly appropriated IBHE grants in a "lump sum" and left to the Board's discretion how to distribute the dollars across all grants. The attached chart shows the Governor's proposed funding level for fiscal year 2010 and the allocation of the approved \$6.8 million lump sum at 50 percent of the Governor's proposed level. The final column shows IBHE staff recommendation for distribution of the \$6.8 million lump sum across the various grant programs.

While the approved budget level includes \$1 million for the IBHE request for "High Need Health Programs," the General Assembly did not approve the legislative authority to create the program. As a result, staff recommends that these dollars be reallocated proportionally to other grant lines. With the reallocation each grant program would receive funding at 59 percent of the Governor's fiscal year 2010 proposed level.

The staff recommends adoption of the following resolution:

The Illinois Board of Higher Education hereby approves the allocation of the fiscal year 2010 lump sum appropriation made in P.A. 96-0042 to the grant programs and in the amounts detailed in the attached table.

ILLINOIS BOARD OF HIGHER EDUCATION - GRANTS & INITIATIVES
IBHE Staff Recommended Allocation of FY10 Lump Sum Appropriation
General Revenue Funds

(\$ in 000's)	FY2010 Governor Introduced	FY2010 Lump Sum Break- Out -- 50%	FY2010 Staff Rec. w/Reallocation
<u>Institutional Grant Programs</u>			
University Center of Lake County	2,931.9	1,466.0	1,716.0
Quad Cities Graduate Study Center	220.0	110.0	130.0
Diversifying Higher Education Faculty in Illinois	2,800.0	1,400.0	1,640.0
Competitive Nursing School Grants	1,500.0	750.0	880.0
Nurse Educator Fellowships	300.0	150.0	180.0
Cooperative Work Study Grants	2,100.0	1,050.0	1,230.0
STEM Diversity Grants	1,000.0	500.0	590.0
u. Select System	400.0	200.0	230.0
Integrated P-20 Student Information System	350.0	175.0	205.0
High Need Health Programs	2,000.0	1,000.0	-
<u>Total, Institutional Grants</u>	<u>\$ 13,601.9</u>	<u>\$ 6,801.0</u>	<u>\$ 6,801.0</u>