

FY 24 BUDGET OVERVIEW
PRESENTED TO THE ILLINOIS BOARD OF HIGHER EDUCATION
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EXECUTIVE DIRECTOR



Overview

Budget recommendations for Fiscal Year 2024 align investments to achieve the goals of *A Thriving Illinois*:

- **Equity:** Close Equity Gaps for those who have been left behind
 - **Sustainability:** Build Stronger Financial Futures for individuals and institutions
 - **Growth:** Increase Talent and Innovation to Drive Economic Growth
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- Call for an overall \$2.5 billion higher education operating budget, increase of \$180.3M from FY 23; reappropriations of *Rebuild Illinois* capital investments, and funding State University Retirement System certified contributions
 - Build on historic FY 2023 higher education budget from the Governor and General Assembly
 - Work is underway to close equity gaps in enrollment, persistence, and completion for Black, Latino, low-income, working adult, and rural students.





Efforts Underway to Close Equity Gaps: Public Universities



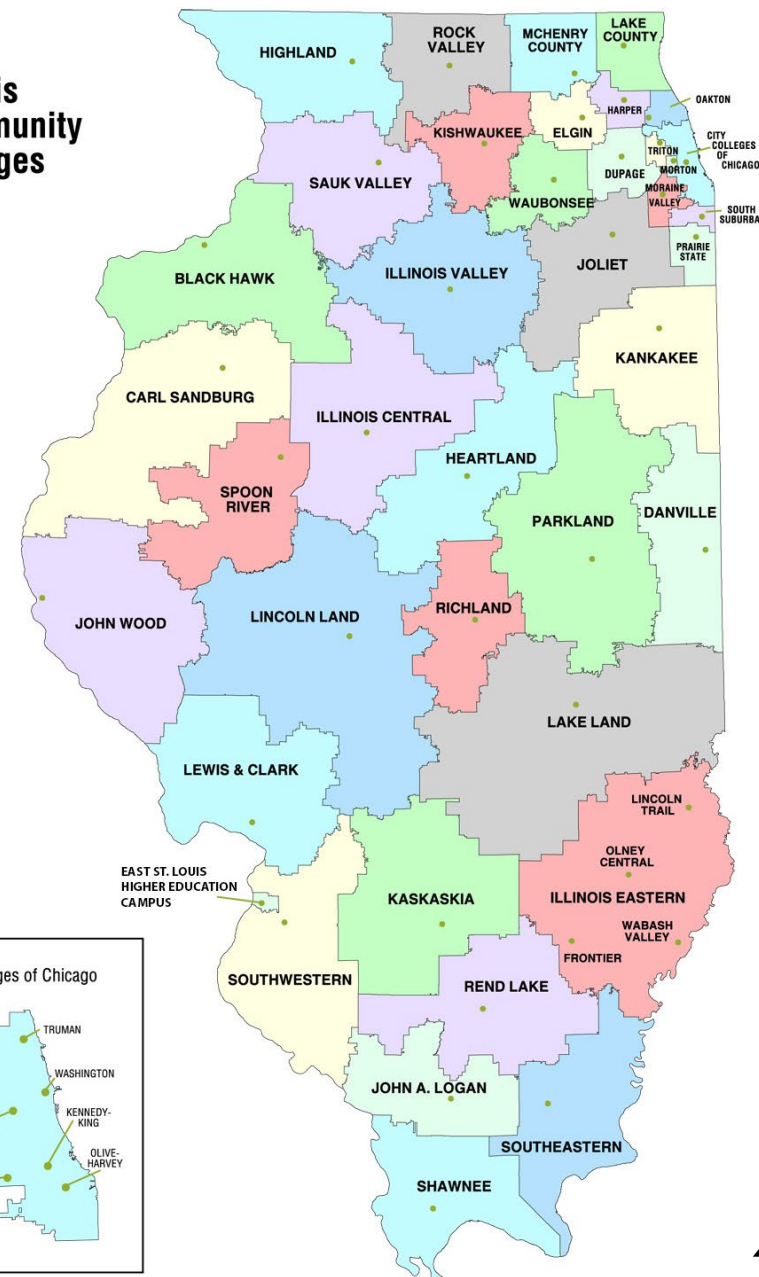
*NEIU data still being verified



Efforts Underway to Close Equity Gaps and Drive Economic Growth: Community Colleges



Illinois Community Colleges





Governor Signs IBHE Legislation June 7, 2022: Requires Equity Plans and Practices for Each Institution



Illinois Gov. JB Pritzker Signs
Legislation Meant to Improve
Access and Support in Higher Ed



Gov. Pritzker signs legislation to expand
access to higher education



Gov. Pritzker Signs Legislation to
Expand Access to Higher Education



Three bills impacting Illinois
higher education now law



Illinois works to expand
higher education access
with new laws



Pritzker signs higher
education bills





Invest in Public Higher Education through Equitable, Adequate, and Stable System

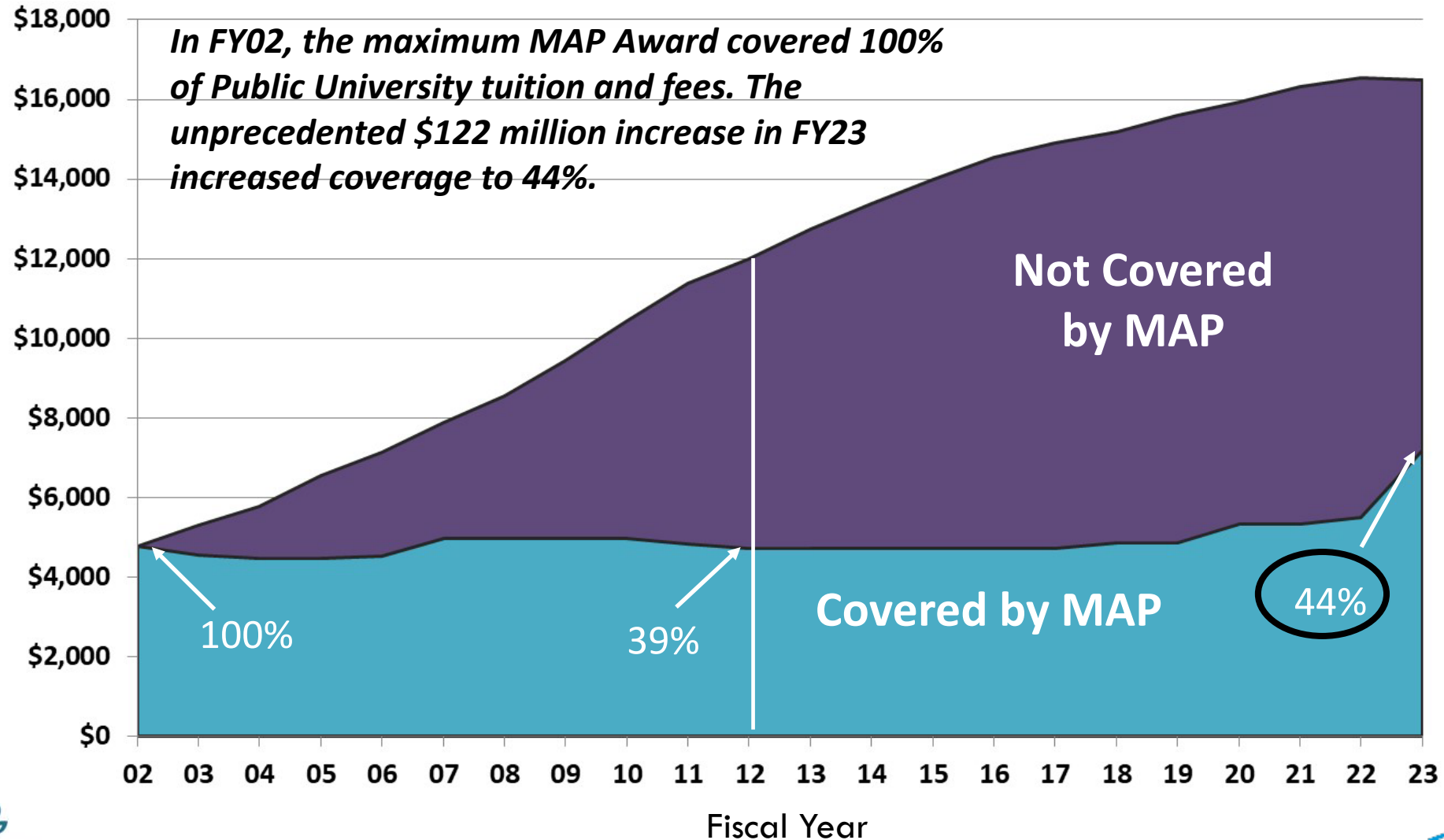
7.5% Increase for Institutions

- **\$82.3 M** Increase for Public Universities based on Pell
- **\$20.8M** Increase for Community Colleges
- **\$4.1M Increase** for Adult Education and Career and Technical Education programs



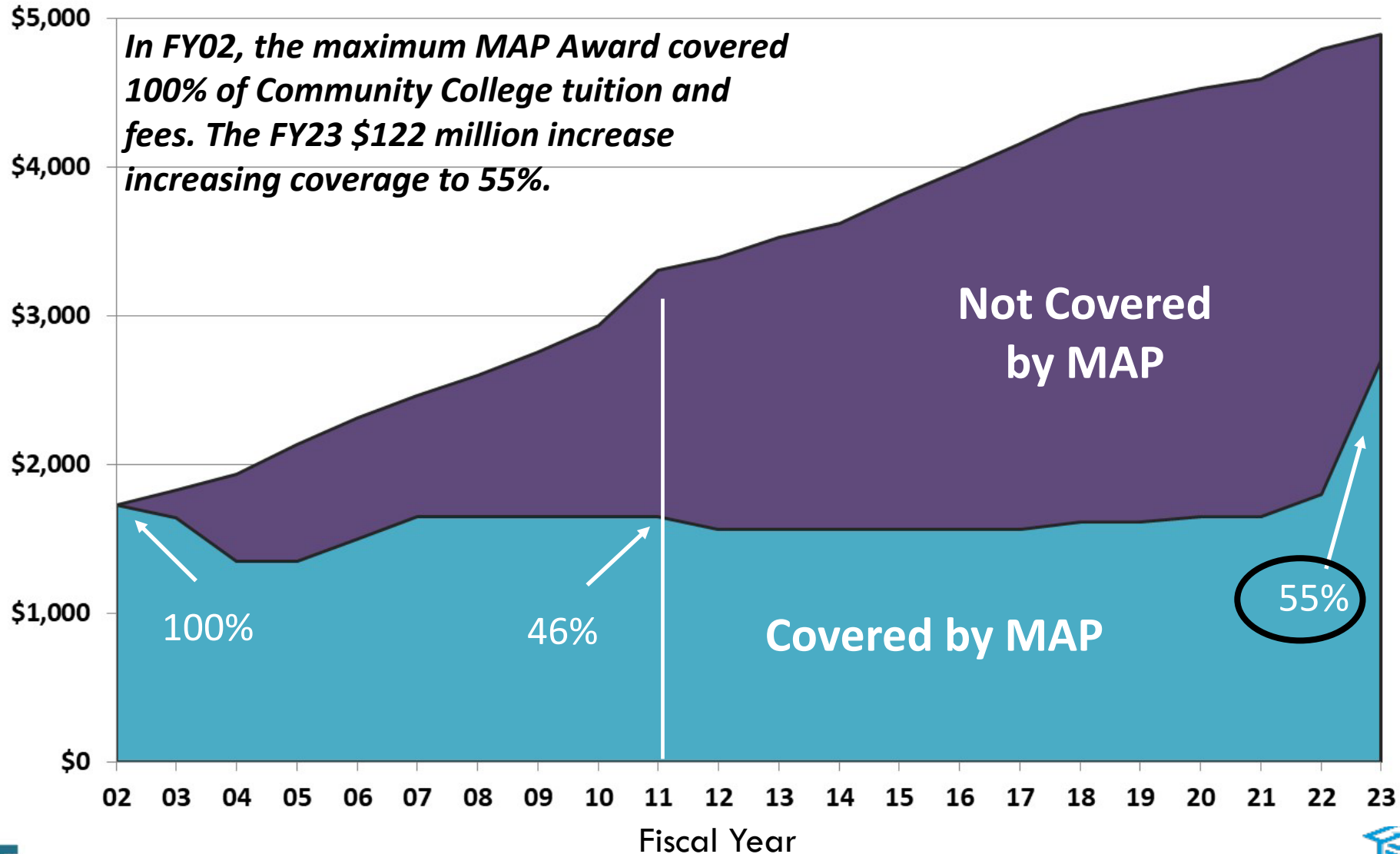
Add \$50M to Continue Progress Toward \$1 Billion MAP

MAP Now Covers 44% of Weighted Public University Tuition and Fees



Add \$50M to Continue Progress Toward \$1 Billion MAP

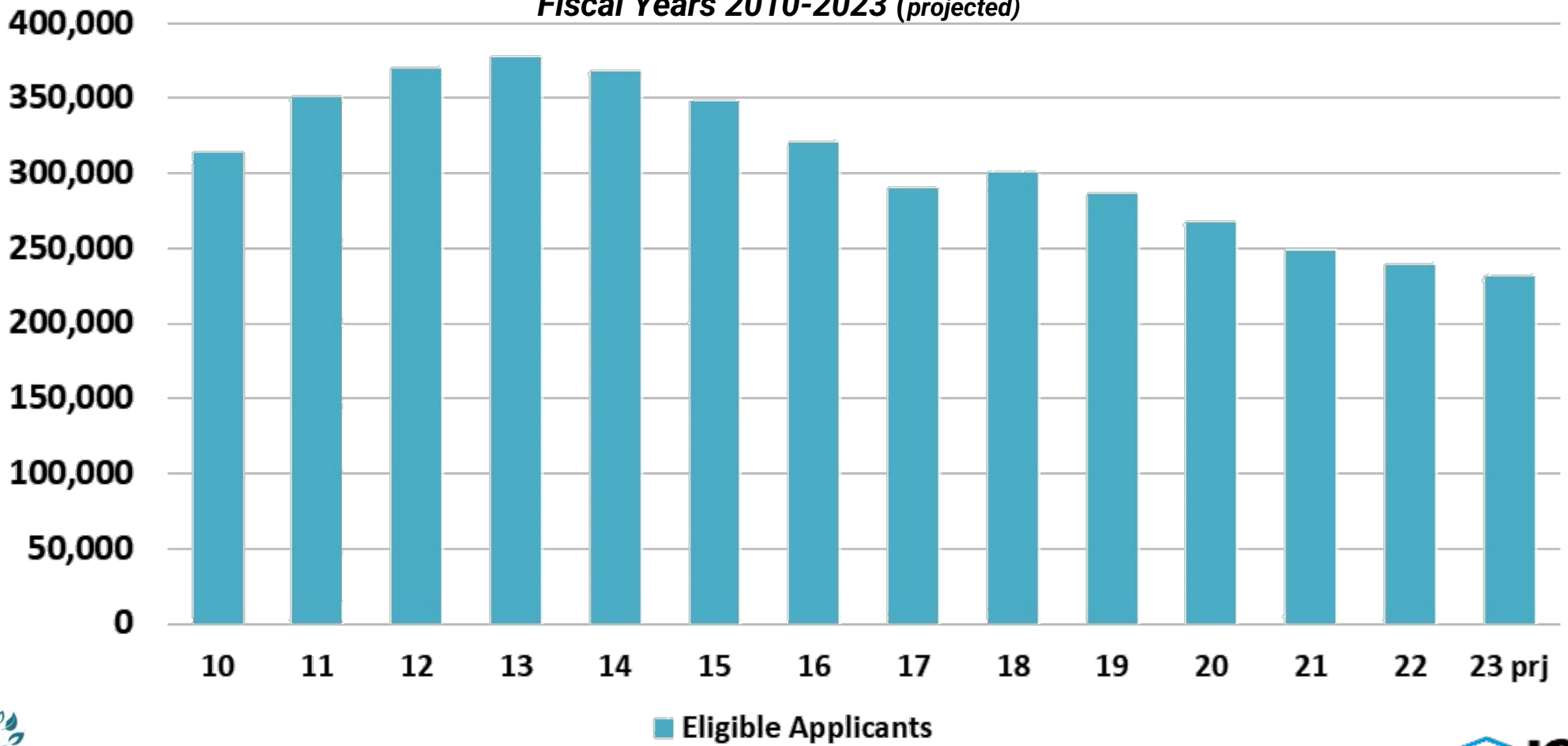
Now Covers 55% of Weighted Community College Tuition and Fees





All MAP-Eligible Students Offered Award, but Number Eligible Continues Downward Trend as Fewer Low-Income Students Apply

Monetary Award Program Eligibility History:
Fiscal Years 2010-2023 (projected)





Maintain AIM HIGH Funding to Encourage Illinois High School Graduates to Enroll Here and Keep Talent in Illinois

Three Years of Data:

- **15% to 17% of first-time, full-time freshmen received an AIM HIGH award**
- **Race/ethnicity of AIM HIGH grant recipients was consistent and reflective of the student body:**
 - **15% to 17%** were **Latino**, compared to 17% of the undergraduate student body.
 - **17%** were **African American**, compared to 13% of the undergraduate student body.
 - **50% to 54%** were **white** compared to 50% of the undergraduate student body.
- Approximately **58%** of the grant recipients were **Pell eligible** in Year 1, **60%** in Year 2, and **48%** in Year 3, compared to **38%** of the undergraduate student body.
- **Retention** among AIM HIGH continues to be strong

Recommend FY 24 Funding: Continue at \$35.0M





Maintain Federal and State Investments for Learning Renewal and Student Supports



Extend Illinois Tutoring Initiative: \$25 million total with \$12.5 million in FY 24

490 Tutors offering high-impact tutoring to 1,270 students in 45 school districts

Continue Governor's Emergency Education Relief Fund (GEER):

\$80 million through September 2023

End Student Homelessness:

\$2.0M to address underlying causes of student homelessness

Transfer funds from DHS





Invest in Programs that Attract and Support Working Adults



- **Short-term workforce** training at community colleges in **high-need communities** for specific **sectors with workforce gaps**
- Jobs/career pathways that lead to **30% above** the average living wage
- **60% must be African American**
- Over 100 programs at 17 community colleges have enrolled 9,400 students (73% African American) and have delivered nearly 8,000 credentials

Recommend Maintaining FY 24 Funding at \$23.8 Million



- Partnership of 13 public and private universities, offering 108 degrees, certificates, and professional development courses
- Fall, 2022 enrollment of 1,140, with 28% Latino, 7% African American*

Recommend Increase of \$150,000 for student supports



*Data on race/ethnicity not available for 25% of students



Invest in Equitable Access, Support, and Success in Early College Coursework

Impact of Dual Credit

- Nearly **doubles the graduation rate** at community colleges, compared to high school students who did not take dual credit. Demographic data suggest similar results.
- All 48 community colleges offer dual credit with over **13,000 dual credit courses to 75,000 students** in academic year 2021.
- Represents **one in six students** enrolled in community college courses annually.



Invest in Dual Credit

- **IBHE recommends investing \$3.2 million for a new community college dual credit grant program.**
- **Support Students:** Funds could be used to support low income, first generation, and minority students by subsidizing dual credit costs.
- **Meet Credentialing Requirements:** Funds could be used to help K12 teachers meet the credentialing requirements to teach dual credit.
- **Enhance Coordination:** Funds could be used to help community college better manage and coordinate dual credit.



*NEIU data still being verified



Investments that align state's economic development and higher education strategies, addressing historic inequities

New Non-Credit Workforce Training Grant



Customized training and business solutions

- Community colleges have a long background in providing customized training and specialized business solution services to local employers.
- These programs and services can further increase innovation and economic development in their communities, helping companies upskill their incumbent workforce.

Invest \$5.2M for NEW non-credit workforce training grant to support community colleges to:

- **Engage with employers**
- **Develop curriculum and deliver non-credit customized training** to prepare individuals with specific technical skills
- **Partner with employers to conduct skill assessment** of employees.
- **Deliver essential employability skill development workshops** for employees to ensure individuals are successful in the workplace.
- **Conduct professional development** training for employees for staff development, retention, and improved workplace culture.
- **Provide other business solutions** to increase efficiency and competitiveness.
- **Provide supports to students** through coordination with workforce partners





Investments that align state's economic development and higher education strategies, addressing historic inequities



The Illinois Mathematics and Science Academy (IMSA) is a public residential high school for sophomores – seniors focused on STEM. IMSA also provides teacher professional development for K-12 educators across the state.

\$1.5M
Increase

Recommend 7.5% increase to invest in the STEM pipeline and teacher professional development





Enhance Access to Educator Preparation Programs



Minority Teachers of Illinois Scholarship Program

\$7.0M

930 Students

Increase MTI program by \$2.8M to expand
scholarships from 560 to 930

Illinois Teacher Loan Repayment Program

\$975,000

195 Students

Increase Teacher Loan Repayment by \$535,000
to increase teachers served from 90 to 195





Invest in Agency Data, Infrastructure, and Grants to Support *A Thriving Illinois*



**Recommend \$3.0M increase for state agency
infrastructure and grants plus \$0.675M for the Illinois
Longitudinal Data System**





Fund State Universities Retirement System Certified Contribution

State Universities Retirement System*	FY23 Enacted Appropriation	FY24 Certification	Percent Change from FY23
State Contribution	2,118,567	2,133,335	0.7%
Community College Health Insurance (CIP)**	29,938	5,120	-82.9%
Total General Revenue	\$ 2,148,505	\$ 2,138,455	-0.5%
Actual Change from F23 Appropriation		\$ (10,050)	

SURS current Funded Ratio is 45.3%, as of June 30, 2022





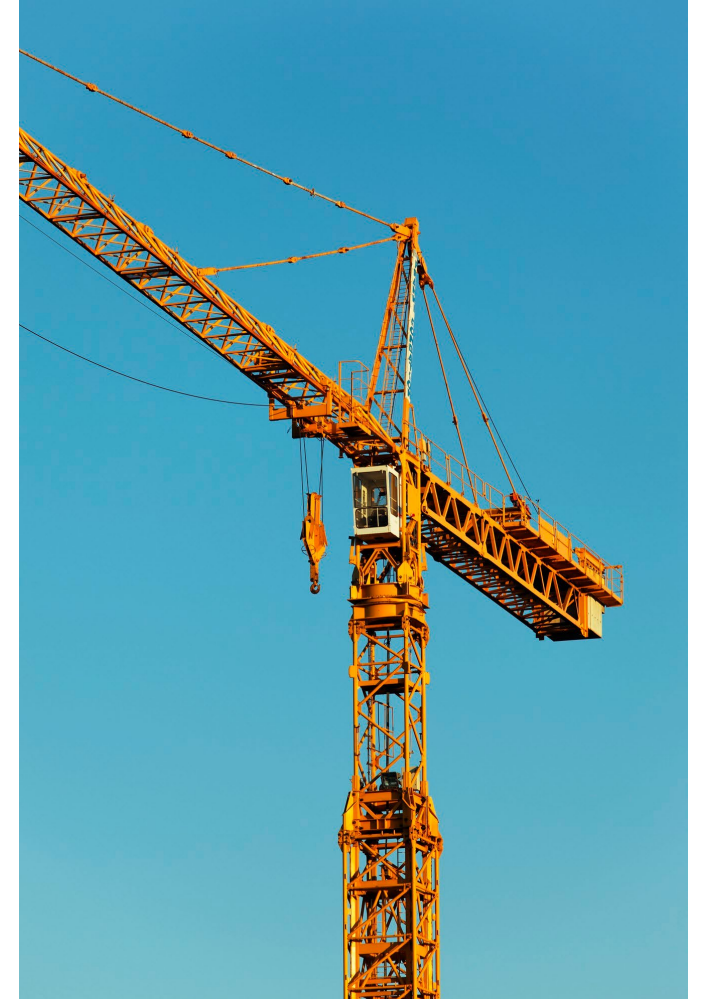
Continue Investments in Capital Infrastructure

Reappropriate Capital Projects Underway

- 22 new construction projects with an appropriation value of \$915 million
- 81 capital renewal projects at an appropriation value of nearly \$800 million are underway at public universities and the Illinois Math and Science Academy.
- 97 projects at a value of \$591 million underway at community colleges

Reappropriate Projects Appropriated But Not Released

- 11 public university new construction projects with appropriations totaling \$228.9 million
- 77 community college projects with appropriations of nearly \$391 million





Conclusion

- Fiscal Year 2024 Budget recommendations invest in strategies of *A Thriving Illinois* to continue and expand the Equity, Sustainability, and Growth work underway
- Investing in Public Universities, Community Colleges, and MAP
- New Programs support Dual Credit and Workforce Training
- Expanding support for the Teacher Pipeline
- Continuing to invest in programs that work—AIM HIGH, Workforce Equity Initiative, Illinois Tutoring Initiative, GEER, Ending Student Homelessness





Recommendations Summary

Fiscal Year 2024 Budget recommendations invest in strategies of *A Thriving Illinois* to continue and expand the Equity, Sustainability, and Growth work underway

- Increase **by 7.5%** general operating funds for **public universities, community colleges, adult education, and career and technical education** programs
- Continue the march toward \$1 billion in **MAP** funding, with a **\$50 million increase**
- **Maintain AIM HIGH** funding to keep Illinois high school graduates in Illinois
- Invest in programs that **support working adults**, including the Workforce Equity Initiative and the University Center of Lake County
- Invest in equitable access to early college through a **new Dual Credit program**
- Maintain federal and state investments in **learning renewal and student supports**
- Investments that align the state's economic development and higher ed strategies with a **new Workforce Training grant**
- Enhance access to **Educator Preparation**
- Invest in agency **data, infrastructure, and grants** to support implementation of *A Thriving Illinois*
- Fund the State Universities Retirement System **certified contribution**
- Reappropriate **capital projects** underway and appropriated but not released







Appendix





Budget Summary

Higher Education* <i>\$ in Thousands</i>	FY23 Enacted Appropriation	FY24 Recommendation	\$ Change	Percentage Change from FY23
Public Universities	1,221,273	1,307,602	86,328	7.1%
ICCB & Community Colleges	365,311	395,066	29,755	8.1%
Adult Education/Technical Education	54,555	58,647	4,092	7.5%
Illinois Student Assistance Commission	670,904	726,239	55,335	8.2%
Illinois Mathematics and Science Academy	19,891	21,383	1,492	7.5%
State Universities Civil Service System	1,171	1,242	71	6.1%
Illinois Board of Higher Education**	14,397	17,616	3,220	22.4%
Total General Revenue & PPRT	\$ 2,347,502	\$ 2,527,795	\$ 180,293	7.7%



*Excludes the State Universities Retirement System and includes appropriations for community colleges through the Personal Property Replacement Tax (PPRT) fund

**The FY24 recommendations include \$2M for the Ending Homelessness Program, transferred from the Department of Human Services. In FY 23 IBHE received the funding as a grant.

