



Budgeting for Results Commission

April 29th, 2022

Minutes

Welcome and introductions

Jim Lewis called the meeting to order. Aaron Albrecht called the roll. Commissioners answering the roll as present include Jesse Elam, Jim Lewis, Jose Sanchez (via proxy), Kathy Saltmarsh, Anthony Pascente, Meta Darnell, and Curt Clemons-Mosby. A quorum was established.

Meta Darnell introduced herself to the Commission and was welcomed by the other Commissioners.

Review and approval of minutes

The minutes were reviewed and approved.

Legislative Bill Update

HB5185, HB5186, HB5187, HB5188, HB5189, HB5190, HB5191, HB5192

Rep. Will Davis included the mandates that the Commission approved for the November annual report in 2021 in a legislative package pursued during the recent legislative session of the Illinois General Assembly. The legislative staff asked to break up the package into eight individual bills, and all eight bills were moved through the House with unanimous consent.

House Bill 5192 gives the Commission the statutory authority to hold virtual public meetings if they so choose. It passed both chambers of the General Assembly and is awaiting the Governor's signature. The remaining bills were compiled into one omnibus bill (HB 5186) at the request of the Democratic caucus. The caucus also removed 22 mandates that it felt needed more consideration. In addition, the caucus added 5 new mandates to the bill. HB 5186 passed through both chambers of the General Assembly and is awaiting the Governor's signature. Commission staff is working with legislative partners to address caucus concerns and rerun the mandates during the veto session.

House Bill 5189, which is a special funds bill that repeals the energy infrastructure fund, did not pass both chambers because of the abbreviated legislative session. BFR staff is working with legislative partners to move this bill through the legislative process in the upcoming veto session.

FY 2023 Budget Update

Curt gave the Commissioners a walk down of the State of Illinois General Funds budget, including revenues and expenditures. State sources of revenue include Individual Income Tax, Corporate Income Tax, and Sales Tax are projected to be \$40.4 billion. The State is also projected to receive transfers into the General Revenue Fund from the Lottery, Gaming, Adult-Use Cannabis, and other transfers for a total of \$2 billion. These revenues, in addition to federal transfers, equate to \$46.4 billion for State FY 2023.

On the expenditure side of the ledger, the State allocated \$12 billion to education (\$9.7 billion to preK-12 education and \$2.2 billion to higher education); \$243 million to economic development; \$2.2 billion to public

safety; \$8.8 billion to human services; \$8.1 billion to healthcare; \$89 million to environment and culture; and \$3.6 billion to government services for a total operating budget of \$34 billion.

The state also allocated \$9.6 billion to the State pensions systems. The budget also includes a total of \$2.29 billion in transfers out of the General Revenue Fund for the pension stabilization fund, property tax rebate checks to individuals, debt service, and the grocery tax replacement to local governments. State expenditures total \$45.9 billion, leaving a surplus of \$444 million State FY 2023.

A total of \$312 million of that surplus is being transferred to the State's rainy day fund, or the budget stabilization fund, for future needs. \$132 million will be used to pay down the bill backlog, bringing Illinois into a regular, monthly payment cycle.

New Business

-Bylaws and BFR Enabling Statute Review in Process

The Commission's staff is in the process of reviewing for the Commission's current bylaws for meeting practices and procedures. Proposed changes are under review by the Governor's Office of Management and Budget's general counsel and ethics officer.

Upon review of the relevant statutes, it was determined that bylaws are not included in the Commission's enabling statute. The Commission will modify the statute to more accurately reflect the work it conducts. The staff will propose and present changes to the enabling statute to the Commission for discussion and to pursue a statutory update in the upcoming legislative session.

-Public Hearing

The next Commission meeting will discuss plans for the annual public hearing this summer. Staff will prepare topic suggestions to present to the Commission.

Adjournment

Chairman Lewis adjourned the meeting.