



ILLINOIS STATE BUDGET

FISCAL YEAR 2024

GOVERNOR JB PRITZKER





NOTICE

For Release at 12:00 noon, Wednesday, February 15, 2023

There is a total embargo on the budget for fiscal year 2024 until 12:00 noon, Wednesday, February 15, 2023. This prohibition includes references to any and all material in this document. There must be no premature release of this document, nor should any of its contents be paraphrased, alluded to, or commented upon in stories prior to 12:00 noon, February 15, 2023.

Alexis Sturm, Director
Governor's Office of Management and Budget
February 15, 2023

Please visit the Governor's Office of Management and Budget website to download a copy of the *Fiscal Year 2024 Budget*, the *Fiscal Year 2024 Capital Budget* or to view the Interactive Budget portal.

<https://www2.illinois.gov/sites/budget/Pages/default.aspx>



The Proposed Fiscal Year 2024 Budget:

- ✓ Builds on four years of **historic fiscal progress** with balanced budgets, six credit rating upgrades, \$1.9B Rainy Day Fund, eliminating the bill backlog and reaching \$1 trillion GDP.
- ✓ Maintains the Governor's commitment to fiscal responsibility while growing Illinois into an economic powerhouse.
- ✓ Makes **transformative, generational investments** in early childhood education and child care, the teacher pipeline, higher education, and efforts to fight poverty.
 - ✓ SMART START ILLINOIS provides historic investments and comprehensive approach to early learning
 - ✓ Continues record level K-12 funding
 - ✓ Builds teacher pipeline
 - ✓ Provides new teacher recruitment and retention funding
 - ✓ Largest higher education funding increase in 2 decades
 - ✓ Record funding for need based financial aid
 - ✓ Governor keeps commitment to ensure students can afford to attend college
 - ✓ Governor's HOME ILLINOIS plan fights homelessness
 - ✓ Ensures healthcare and food access to raise families out of poverty



THE FISCAL YEAR 2024 BUDGET

Delivering on a promise of fiscal responsibility



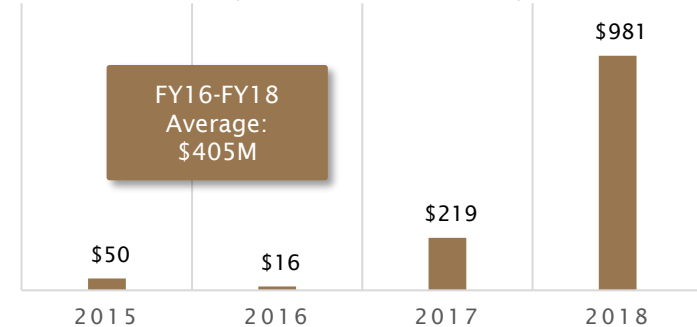
Addressing Inherited Challenges



In 2019, Illinois was still struggling from the lingering damage from the budget impasse:

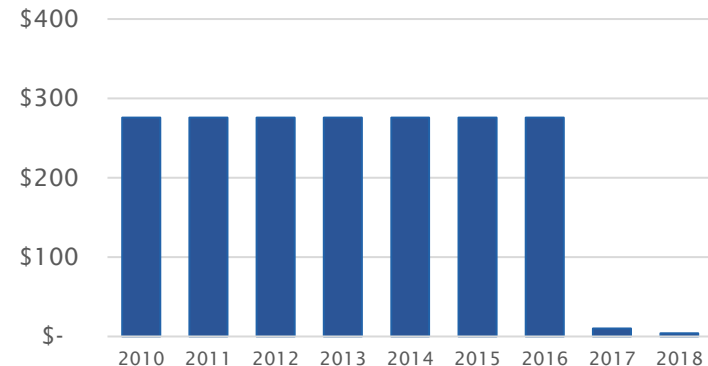
- Outstanding bill backlog of \$8 billion
- Empty “Rainy Day” Fund
- Eight Bond Rating Downgrades between 2015 - 2017
- Hundreds of Millions in Unnecessary Interest Costs

LATE PAYMENT INTEREST
(\$ IN MILLIONS)



Source: Office of Auditor General, Office of the Comptroller

BUDGET STABILIZATION FUND
EOY BALANCE
(\$ IN MILLIONS)





Fiscal Responsibility Results

Today – after 4 years of fiscal discipline:

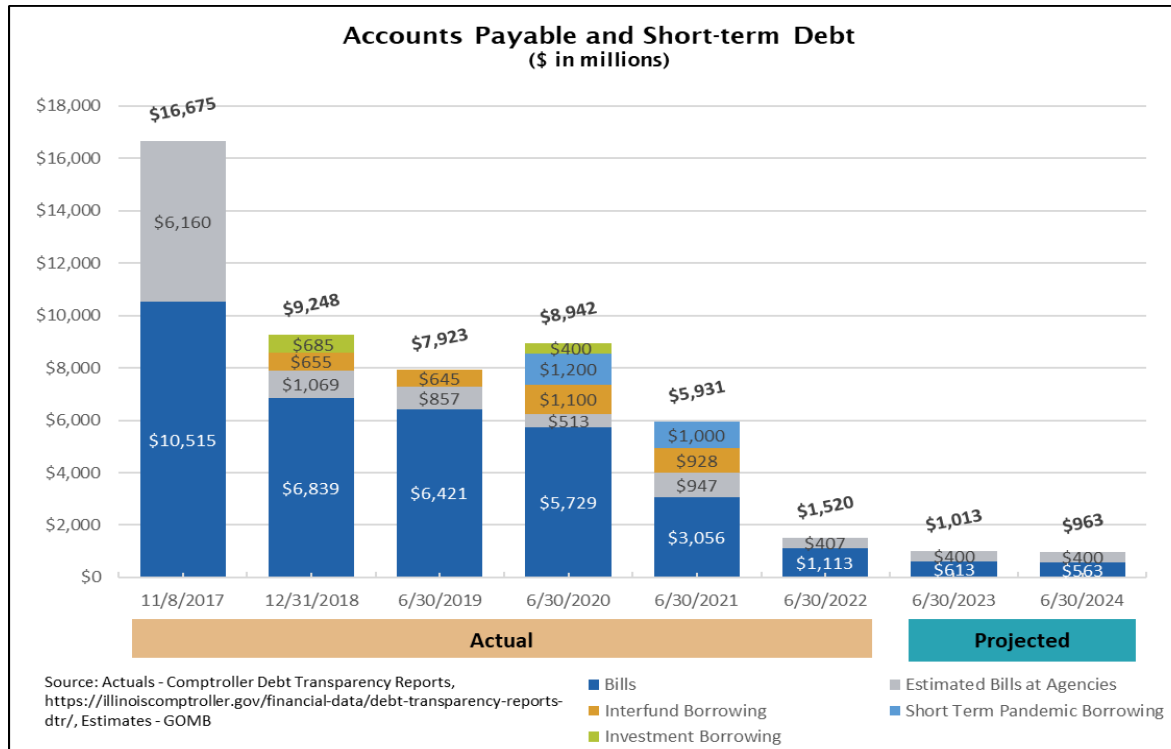
- ✓ No bill backlog
- ✓ “Rainy Day” fund balance of \$1.9 billion and growing
- ✓ 6 bond rating upgrades
- ✓ Economy over \$1 trillion

Illinois Fiscal Progress 2019 to Today		
	2019	Today
Overdue Bill Backlog	\$8 billion	Eliminated
Rainy Day Fund	\$60,000	\$1.9 billion
Credit Ratings	Near Junk	6 Upgrades
Gross Domestic Product	\$881 billion	\$1.024 trillion
Pension Funded Ratio	40.30%	43.80%



Paying Debts Early and Reducing the Backlog

- ✓ In December 2018, the amount of unpaid bills and short-term debts totaled over \$9.2 billion
- ✓ Illinois prioritized the early repayment of debts when revenues outperformed estimates in 2021 and 2022
 - ✓ All short-term borrowing repaid
- ✓ FY24 accounts payable are projected to be nearly 90% lower than when the Governor came into office
- ✓ Remaining estimated accounts payable of \$963 million are less than 2% of the General Funds budget and are primarily transfers owed to other state accounts



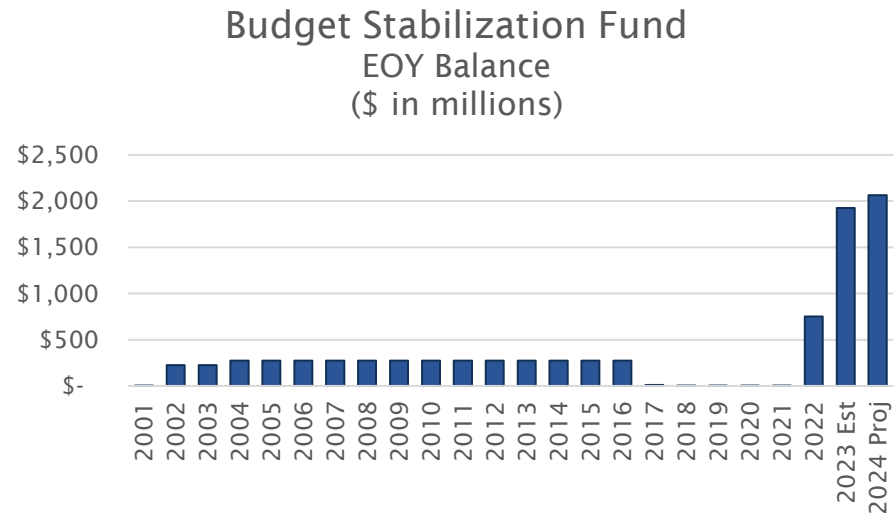
Embargoed until 12 Noon, Wednesday, February 15, 2023



Restoring the Budget Stabilization Fund

Saving unanticipated revenues for a 'rainy day'...

- ✓ The Budget Stabilization Fund, Illinois' 'rainy day' fund, was created in 2001 but little had been invested in the fund since its creation.
 - ✓ The fund was spent down during the impasse and held less than \$60,000 in December 2018.
- ✓ The Governor and General Assembly deposited \$746 million into the fund in FY22 and are on track to deposit another \$1.174 billion in FY23.
- ✓ Under current statute, another \$138 million is estimated to be deposited in FY24.
- ✓ In FY24, the UI Trust Fund is expected to make the first repayment from the State's 2023 loan of \$450 million.
 - ✓ As that amount is repaid, the balance in the Budget Stabilization Fund will grow to over \$2.3 billion.

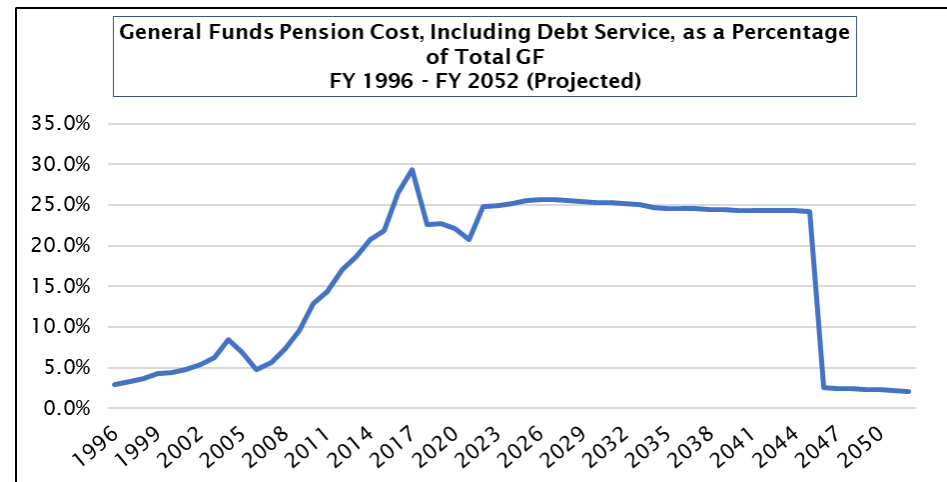




Funding Our Obligations

Pension Liability Reductions
 Pension Buyouts: \$1.6 billion
 Additional \$700M contribution: \$2.4 billion
Total Savings: \$4 billion

- ✓ The FY24 budget proposal fully funds the certified pension contribution of \$9.8 billion from the General Funds.
- ✓ The Governor proposes to contribute an additional \$200 million this year, on top of the \$500 million added in FY22 and FY23 – which reduces liability by an estimated \$2.4 billion.
- ✓ These contributions are the first time since the 1994 plan was enacted that the state will provide contributions above certified amounts.
- ✓ Illinois is benefitting from reductions in its pension liabilities from the pension buyout program – so far reducing liability by an estimated \$1.6 billion.
- ✓ These actions help to reduce the share of the General Funds budget going towards pensions, before the significant reduction in 2046.



Source: Commission on Government Forecasting and Accountability, GOMB
 FY 2023 through FY 2045 projections of State pension contributions come from the Retirement System Actuaries from COGFA July 2021 report.
 Projections beyond FY 2045 were estimated by the Governor's Office of Management and Budget.



Fiscal Responsibility Results: Paying Down Debts

\$10 billion in Debt Paydown Across FY2022 - FY2024

- ✓ All COVID-related borrowing repaid
- ✓ All interfund borrowing repaid
- ✓ \$3 billion reduction in payables including delayed health insurance bills
- ✓ Paid off \$4 billion+ UI Trust Fund advance
- ✓ Late payment interest greatly reduced
- ✓ \$700 million Pension Stabilization Fund contribution
- ✓ \$250 million dedicated to eliminating unfunded College Illinois! liabilities
- ✓ **PLUS over \$1.9 billion deposited into Budget Stabilization Fund**

Restoring Illinois' Fiscal House Debt Paydowns (\$ in millions)	
FY22:	
Early COVID borrowing repayment	\$1,985
Unfunded College Illinois! liabilities	\$250
Additional Pension Contribution	\$300
Debt Transparency Act Accounts Payable Reduction	\$2,483
FY23:	
Additional Pension Contribution	\$400
Estimated Accounts Payable Reduction	\$500
FY24:	
Proposed Railsplitter bonds defeasance	\$450
Estimated Accounts Payable Reduction	\$50
UI Trust Fund:	
Spring 2022 (ARPA Share)	\$2,700
January 2023 (GRF share)	\$1,363
Total Debt Paydown	\$10,481



Fiscal Responsibility Results: Efficient and Effective Government

✓ **State Employee and Retiree Health Care Savings**
 – negotiated over \$1.8 billion in health care cost savings.

- ✓ Estimated \$650 million in collectively bargained cost savings with employees through FY23.
- ✓ Additional \$515 million in savings achieved through negotiations with insurance companies and providers.
- ✓ \$660 million for first five years of savings for retiree health insurance contracts.

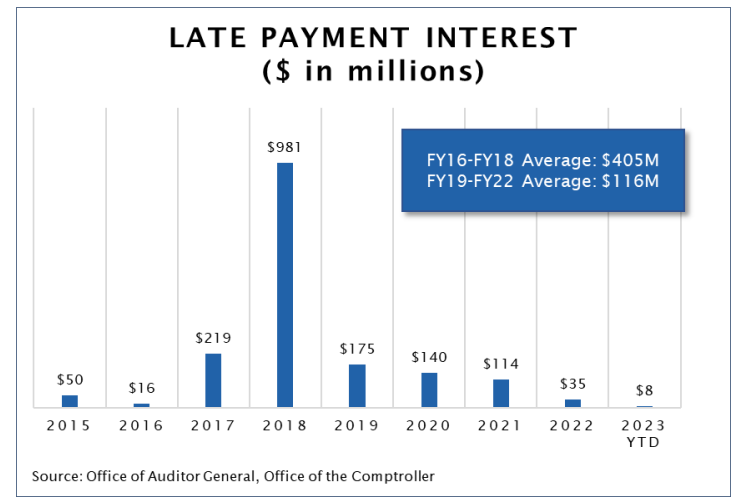
✓ **Realigning State’s Real Estate Portfolio** – Reduce office footprint by 500,000 sq. ft

- ✓ Completed sale of the Thompson Center July 2022 – received \$30 million cash and a \$75 million property.
- ✓ CMS expects \$523M in net present value savings from termination of private leases and reduced annual operating costs.

✓ **Reducing interest costs**

- ✓ Refinancing State bonds
- ✓ Reducing late payment interest costs

Pritzker Administration Savings for Taxpayers of \$3 billion	
<i>Examples include (\$ in millions):</i>	
Pay Off MLF Early	\$ 82
Bonded Debt Refinancings	\$ 100
Estimate from Proposed Defeasance of Railsplitter Bonds	\$ 60
Pension Buyout Annual SERS Savings	\$ 44
Reduced Late Payment Interest (Annually)	\$ 290
Prefund College Illinois Obligations	\$ 75
State Portfolio Reduced Operating Costs/Lease Reductions	\$ 523
Savings in Employee/Retiree Health Insurance Programs	\$ 1,825





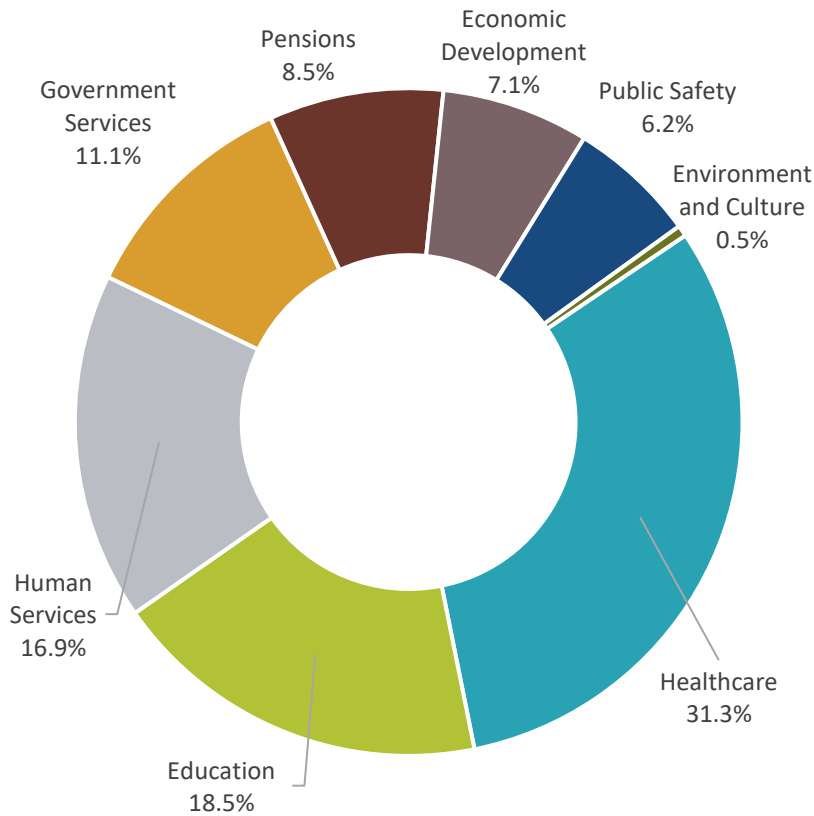
FISCAL YEAR 2024 FISCAL PLAN

Budget Walk Down

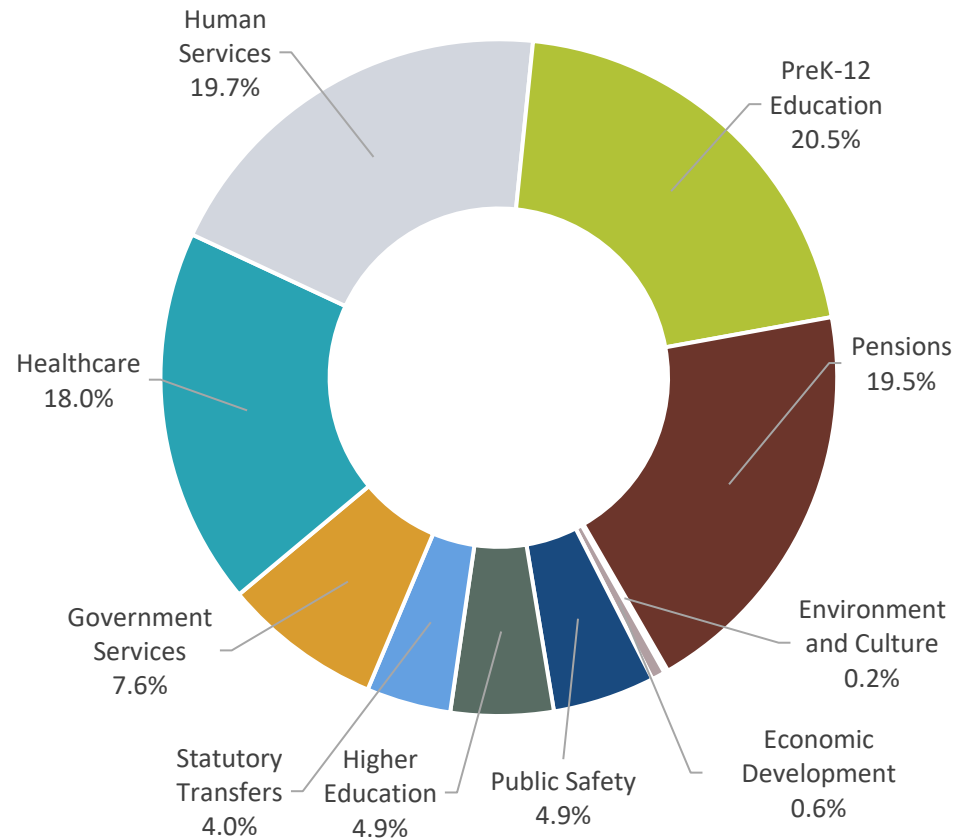


FY24 Proposed Operating Budget

**All Funds:
\$118.9 Billion**



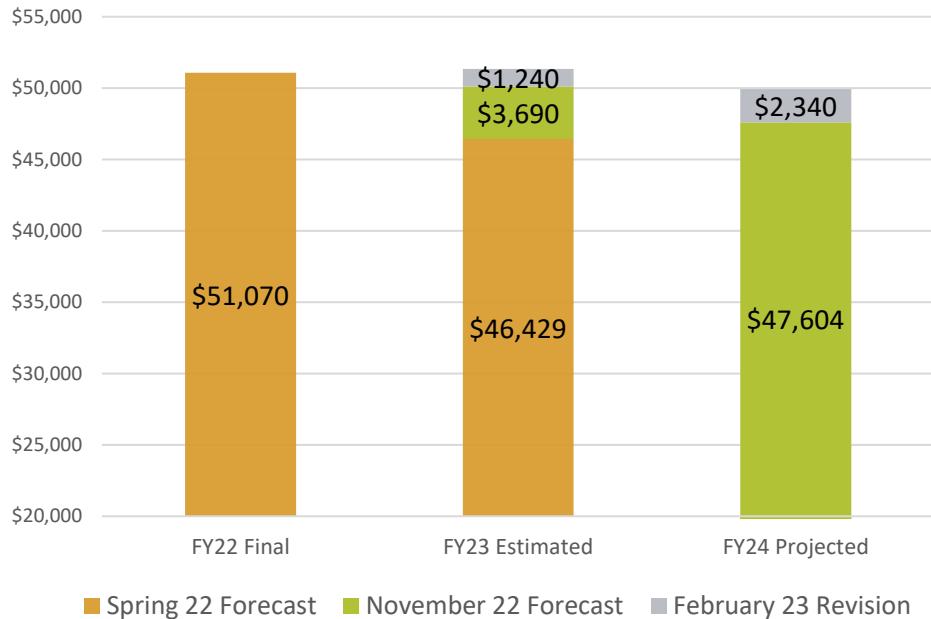
**General Funds:
\$49.6 Billion**





FY23 and FY24 Revised Revenue Outlook

General Funds Revenue Forecast
(\$ in millions)



- FY23 General Funds revenue forecast is revised to \$51.359 billion, a \$1.24 billion revision upwards from November 2022 forecast
- CY22 economic performance was mixed, but stronger than previously estimated
 - National GDP growth of 2.1 percent in 2022 (less than half previous year)
 - Unemployment rate ended CY22 at 3.5%
- National inflation in CY22 was at rates not seen in decades
- Federal Reserve acted to raise interest rates to slow inflation, but also slows the overall economic growth rate
- FY23 and FY24 revenue forecast built on IHS December economic forecast
 - Assumption of mild recession in CY2023, delayed from earlier forecasts
 - A 2023 recession would impact FY24 revenues



FY2023 and FY2024 General Funds Revenues Summary

- ✓ General Funds FY24 revenues are estimated to total \$49.944 billion, a \$1.4 billion, or 2.8%, decrease from revised FY23 estimates.
- ✓ FY24 individual income taxes are forecasted to grow \$778 million, 3.3%, due to moderating growth assumptions.
- ✓ Corporate income tax forecast assumes lower corporate profits in CY23
- ✓ General funds sales tax growth almost flat due to continued phase-in of shift of motor fuel sales taxes to Road Fund.
- ✓ Transfers-in are expected to drop by \$1.279 billion due to the one-time nature of certain FY23 transfers.
- ✓ Federal revenue forecast essentially flat from FY23.

General Funds Resources (\$ in millions)	Estimated FY 2023	Projected FY 2024
RESOURCES		
State Sources: Revenues		
Net Individual Income Taxes	23,881	24,659
Net Corporate Income Taxes	5,723	5,548
Net Sales Taxes	10,390	10,415
All Other Sources	3,321	3,258
Total State Sources: Revenues	43,315	43,880
State Sources: Transfers In		
Lottery	718	759
Gaming	157	175
Adult-Use Cannabis	114	116
Other Transfers	2,279	1,000
Total State Sources	46,583	45,930
Federal Sources	4,013	4,014
SUBTOTAL, RESOURCES	50,596	49,944
ARPA Reimbursement for Essential Government Services	763	-
TOTAL RESOURCES	51,359	49,944



FY2023 and FY2024 General Funds Expenditures Summary

- ✓ Proposed FY24 General Funds expenditures total \$49.642 billion, a \$349 million (0.7%) decrease from FY23 estimated spending.
- ✓ The proposed budget reflects full payment of the certified FY24 pension contribution plus additional pension contribution in FY23.
- ✓ Estimated FY23 budgetary surplus of \$1.368 billion
 - ✓ \$1.174 billion will be set aside in Budget Stabilization Fund
 - ✓ Reflects amount after proposed spring supplemental appropriations of \$490 million and proposed set asides for pensions and early childhood capital
- ✓ Estimated FY24 budgetary surplus of \$303 million, with an estimated \$138 million reserved in the Budget Stabilization Fund.

General Funds Expenditures (\$ in millions)	Estimated FY 2023	Projected FY 2024
EXPENDITURES		
Education	12,008	12,799
Economic Development	258	323
Public Safety	2,238	2,462
Human Services	8,988	9,900
Healthcare	8,361	9,070
Environment and Culture	89	98
Government Services	3,828	3,824
UI Trust Fund Payment	1,820	-
Proposed Spring Supplemental Appropriations	490	-
Unspent Appropriations	(745)	(700)
Total Operating Budget	37,336	37,776
EXPENDITURES: PENSIONS		
K-12 Education Pensions	5,894	6,043
State Universities' Pensions	1,904	1,918
State Employees' Pensions	1,834	1,871
Total Pension Costs	9,632	9,833
EXPENDITURES: TRANSFERS OUT		
Statutory Transfers Out	873	436
Pension Stabilization Fund Contribution	200	-
Property Tax Rebate Checks to Individuals	50	-
Grocery Tax Replacement to Local Governments	75	-
GO Bond Debt Service	1,525	1,596
Proposed Supplemental FY23 Pension Contribution	200	-
Proposed Supplemental Early Childhood Capital	100	-
Total Transfers Out	3,023	2,032
TOTAL EXPENDITURES	49,991	49,642
General Funds Surplus/(Deficit)	1,368	303
Proposed Budget Stabilization Fund Contribution	(1,174)	(138)
Adjusted General Funds Surplus/(Deficit)	194	165

Note: Totals may not add due to rounding



FISCAL YEAR 2024 BUDGET IN SUMMARY

Highlights of Governor Pritzker's Fiscal Year 2024 Proposed Budget



Fiscal Year 2024: Governor Pritzker's Investment Priorities

- ✓ Early Childhood Education (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



SMART START ILLINOIS: Investing in Early Childhood

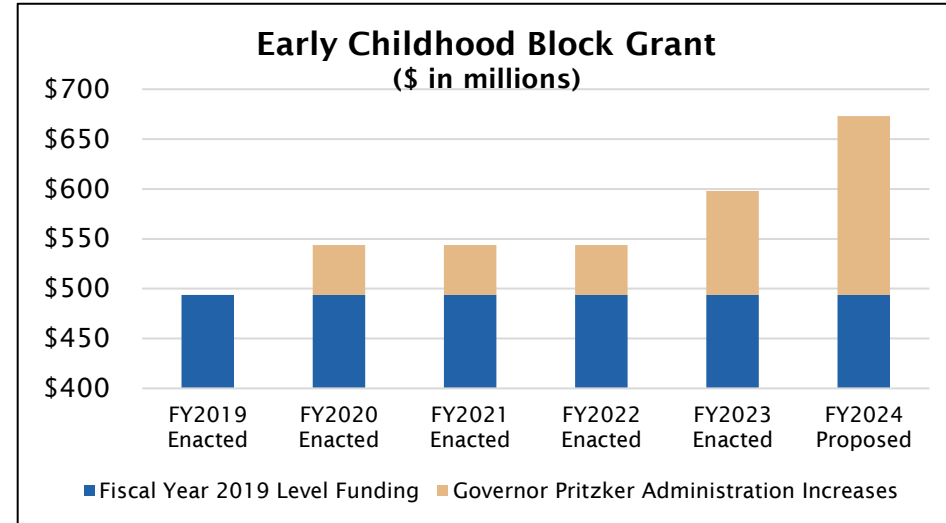
Provides \$250 million for the first year of the Governor’s SMART START ILLINOIS early childhood initiative.

This multi-year program provides a comprehensive approach to investments in preparing children to be lifelong learners. Year 1 targeted investments include:

- ✓ Additional **\$75 million** for the ISBE Early Childhood Block Grant
 - ✓ Increase preschool availability – goal to add 20,000 slots by 2027
 - ✓ Increases the Early Childhood Block Grant to nearly \$673 million
- ✓ Invests **\$130 million** and additional federal dollars to begin funding for Childcare Workforce Compensation Contracts
 - ✓ Will stabilize operating funding and promote quality in the childcare system
 - ✓ Stems from recommendations from Early Childhood Funding Commission
- ✓ Additional **\$40 million** for Early Intervention programs to provide funds for the expected increase in participants and a 10 percent rate increase for providers
- ✓ **\$5 million** to expand DHS’ Home Visiting Program

Other Early Childhood Education investments to support the plan include:

- ✓ **\$100 million** in new capital funds for early childhood providers
- ✓ Provides **\$70 million** to cover expected increasing participation in child care assistance program and annualize rate increases in FY23.
- ✓ **\$20 million** to begin upgrading the childcare payment management system
- ✓ Includes federal funding for the Early Childhood Access Consortium for Equity (ECACE) Scholarships



PLUS... \$1.6 million to launch Dolly Parton’s Imagination Library early childhood literacy program statewide



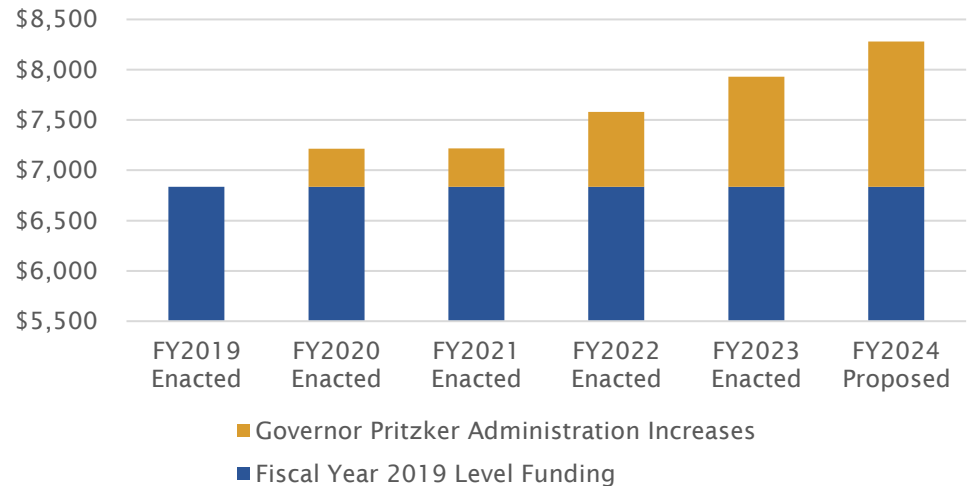
K-12 Education Funding

Continues to put Illinois on the right path to equitably serve every child in Illinois with adequate funding

FY24 ISBE Proposed Budget: \$18.839 billion
All Funds, \$10.328 billion General Funds
(\$571.5 million ISBE General Funds increase)

- ✓ Increases Evidence-Based Funding (EBF) **\$350 million**
 - ✓ \$1.443 billion increase to the base during the Pritzker Administration
 - ✓ Additional resources of \$4 billion in EBF over 5 years
- ✓ Includes an **\$86.4 million** increase, for a total of **\$1.116 billion** in grants for transportation and special education grants
- ✓ Funding the launch of a three-year pilot program to direct **\$70 million** per year towards improving the teacher pipeline
 - ✓ Allocated to 170 school districts that represent more than 80 percent of all teacher vacancies, with over 2,800 combined vacancies
 - ✓ Formula driven grants for creative solutions
- ✓ Includes **\$3 million** for computer science education investments to promote equitable access to coursework

Evidence Based Funding Appropriations (\$ in millions)





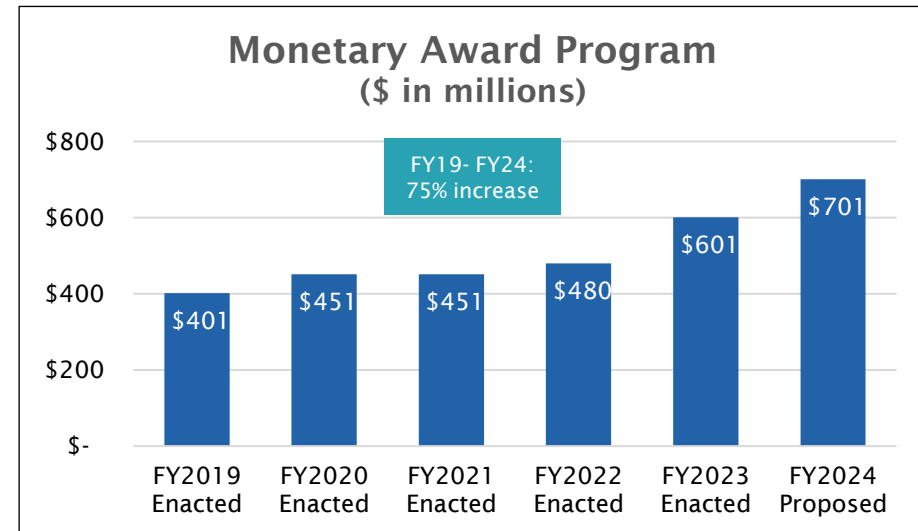
Higher Education

Investing in our Colleges and Universities

Increasing college affordability and expanding economic opportunity for our students

FY24 Proposed Budget: \$2.47 billion General Funds (\$219 million General Funds increase)

- ✓ Increases Monetary Award Program (MAP) funding - **\$100 million**
 - ✓ Increases total MAP funding to \$701 million, a 75% increase in 5 years
 - ✓ Allows nearly all community college students and 40% of public university students at or below median income levels to have their tuition and fees covered through MAP and Pell Grants.
- ✓ Provides a 7 percent increase for public universities and community college operations - **\$100 million**
- ✓ Includes new funding to support community college investments, including:
 - ✓ **\$8.3 million** for dual credit and non-credit workforce grant programs
 - ✓ **\$11 million** for development of advanced manufacturing, EV technology, and data center workforce training programs
 - ✓ **\$750,000** to expand English language services
- ✓ An additional **\$2.8 million** for the Minority Teacher Scholarship program
- ✓ Includes continued funding of **\$25 million** for the Pipeline for the Advancement of the Healthcare (PATH) Workforce Program





HOME ILLINOIS

Preventing and Ending Homelessness in Illinois

HOME ILLINOIS, housed at Department of Human Services, will target the prevention of homelessness, provide crisis response, expand housing support and increase job opportunities for the homeless. DHS, in conjunction with many other state agencies, will invest new dollars to bring total funding to more than \$350 million, including:

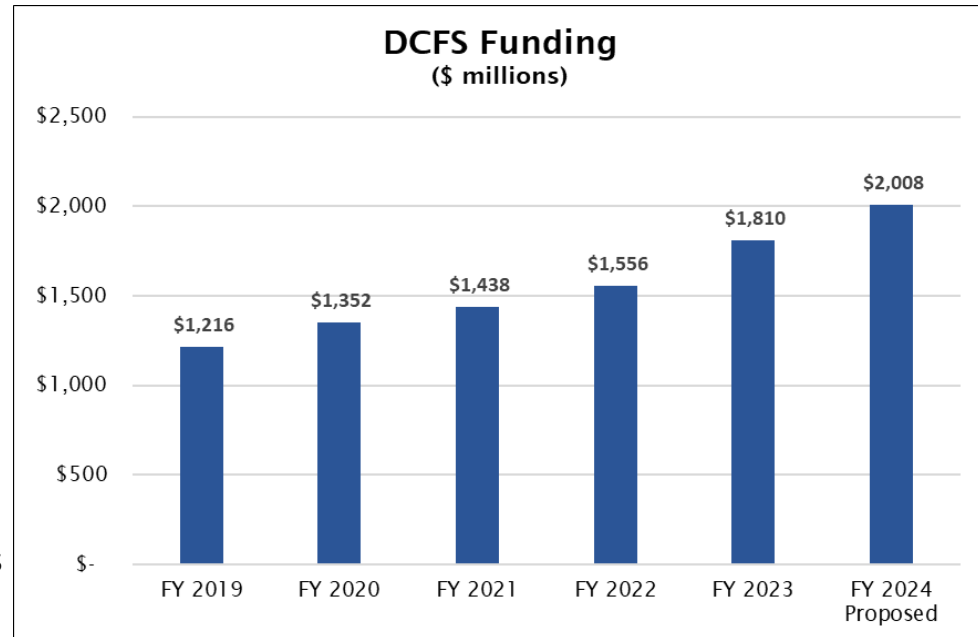
- ✓ **\$26 million** to provide homeless prevention services to 5,000 more families
- ✓ **\$30 million** to maintain court-based rental assistance
- ✓ More than **\$155 million** to support unhoused populations seeking shelter and services
- ✓ Provide **\$25 million** in Rapid Re-housing services to 1,000 households
- ✓ **\$40 million** for Permanent Supportive Housing
 - ✓ Will support development of over 90 new permanent supportive housing units providing households with long-term rental assistance, case management, and supportive services
- ✓ **\$12.5 million** to create 500 new scattered site permanent supportive housing units
- ✓ **\$37 million** for Emergency Shelter Capital to create over 460 non-congregate shelter units
- ✓ **\$30 million** to provide street outreach, medical respite and other shelter diversion supports
- ✓ **\$5 million** for a new workforce development pilot to help homeless adults attain and retain employment



Department of Children and Family Services

FY24 Proposed Budget: \$2.0 billion All Funds, including \$1.381 billion General Funds (up \$54.6 million)

- ✓ Continues rate reform for private sector providers in order to address the staffing shortages of social service workers at DCFS partner agencies.
- ✓ Focuses on protecting DCFS workers, with **\$10 million** for Lone Worker Safety Devices for emergency communication, and supportive partnership contracts with local sheriff offices to enhance safety protocols and acquisition and training in the use of personal protection OC (pepper) spray.
- ✓ Funding to hire an additional 192 staff to support DCFS caseloads.
- ✓ Includes **\$41 million increase** for the main rollout of the Comprehensive Child Welfare Information System
- ✓ Includes **\$30 million** for Level of Care Support Services capital grants to providers which will help increase capacity for youth placement in the most clinically appropriate settings.
- ✓ Provides **\$2 million** for an additional 130 scholarship awards to support youth or former youth in DCFS care to attend a public university in Illinois.





Department of Human Services

Protecting the Most Vulnerable

FY24 Proposed Budget: \$13.435 billion All Funds, \$6.344 billion General Funds

- ✓ Provides over **\$2 billion** for services for people with developmental disabilities (DD) in support of the *Ligas* consent decree. The FY24 budget proposes a nearly \$200 million increase to support these services, including:
 - ✓ **\$63.1 million** to implement an accelerated timeline of changes following the Guidehouse rate recommendations beginning January 1, 2024, including a \$1.50 per hour increase for Direct Service Providers (DSP) and regionalization of rates for Day Services.
 - ✓ **\$56.7 million** to annualize the cost of FY23 Guidehouse rate increases
 - ✓ **\$26 million** is included for continued compliance with the *Ligas* Consent Decree including \$12 million to annualize FY23 placements and \$14 million for 700 new placements
 - ✓ **\$19.3 million** to increase staffing by 330 at state DD facilities
 - ✓ **\$27.6 million** to adjust for the SSI increase of 8.9% for Home and Community Based Waiver
- ✓ Includes Home Illinois, the Governor's initiative to address homelessness additional funds for shelter diversion, emergency and transitional housing and scattered site supportive housing.
- ✓ **\$50 million** increase to Temporary Assistance for Needy Families, including funds to increase the monthly grant payment from 30% of Federal Poverty Level (FPL) to 40%.
- ✓ Funds the Children's Behavioral Health Transformation with **\$10 million** for Comprehensive Community Based Youth Services (CCBYS) expansion and **\$1.5 million** for a care intake portal.
- ✓ An additional **\$245 million** into Early Childhood to support Smart Start Illinois described earlier, including:
 - ✓ **\$40 million** for growth in the Early Intervention Program and for a 10 percent Early Intervention rate increase
 - ✓ **\$5 million** to expand the Home Visiting Program
 - ✓ **\$20 million** to upgrade the childcare tracking system
 - ✓ **\$50 million** for annualization and caseload growth in the Child Care program
 - ✓ **\$130 million** to support childcare classrooms
- ✓ Funds the Home Services Program with an additional **\$30.8 million** to address growing caseloads and **\$10 million** to support the Paid Leave For All Workers Act within the program.
- ✓ Supports mental health through a **\$32.5 million** increase for forensic inpatient and outpatient services and support of the *Williams* and *Colbert* consent decrees.



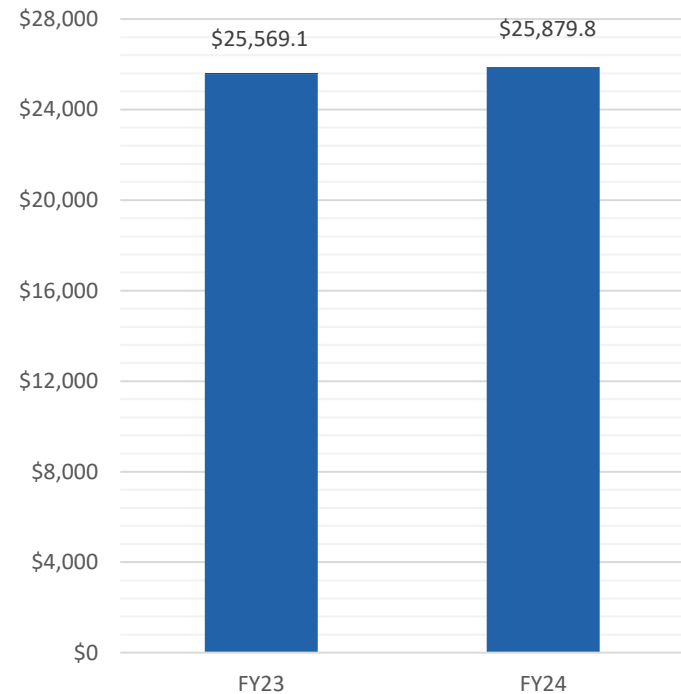
Healthcare and Family Services

Caring for Illinois Families

FY24 Proposed Budget: \$37.188 billion All Funds, including \$9.070 billion General Funds

- ✓ FY24 Medicaid liability is projected to total \$25.88 billion all funds, approximately 1.2% growth
 - ✓ Total enrollment is projected at more than 3.7 million Illinoisans
- ✓ Adapts to the end of the federal public health emergency
 - ✓ With the end of the federal continuous enrollment requirement, HFS will begin reviewing eligibility of those enrolled in spring 2023
 - ✓ **\$8 million** for a Ready to Renew Campaign to help Medicaid customers maintain their coverage or transition to other health insurance
 - ✓ Budget reflects the fiscal impact of the phase-out of enhanced federal Medicaid matching funds beginning this spring
- ✓ Includes funding to raise the asset limit to \$17,500 for senior enrollees or those with a disability (AABD) which brings this asset limit in line with those used by the Community Care Program and the Home Services Program– the first adjustment since the 1980s
- ✓ Includes **\$100 million** for increases in reimbursement rates for providers
- ✓ Directs funding over several years to preserve and grow the healthcare workforce, focusing on Medicaid providers and providers in rural areas and other underserved areas of the state - **\$450 million**

FY 2023 - FY 2024
HFS Medical Assistance
General Revenue and Related Fund Liability
(\$ in millions)





Department of Public Health

Keeping Our Communities Safe and Healthy

FY24 Proposed Budget: \$1.976 billion All Funds, \$277.9 million General Funds

Recognizing the importance of public health planning and investments:

- ✓ Provides **\$45 million** to support critical IT replacement for Illinois' National Electronic Disease Surveillance System (INEDSS) and Long-Term Care systems
- ✓ Provides **\$8.5 million** to respond to unexpected public health threats and emergencies
- ✓ Directs **\$7 million** to improve public health communications in order to reduce health disparities
- ✓ Includes **\$18 million** to support reproductive health initiatives, including:
 - ✓ **\$10 million** for public facing navigation hotline to centralize and streamline appointment making
 - ✓ **\$1 million** for primary care training to increase accessibility
 - ✓ **\$5 million** for learning/training collaborative for providers
 - ✓ **\$2 million** for a specialty consult program for at risk patients
- ✓ Provides an additional **\$5 million** from tobacco settlement funds to support safe-to-sleep, asthma and Quitline programs
- ✓ **\$3 million** for the Equity and Representation in Health Care Workforce loan repayment and scholarship programs
- ✓ **\$2 million** to confront the social and environmental factors that contribute to health and racial inequality
- ✓ **\$2 million** for mental health training for front-line workers in the pediatric field
- ✓ **\$2 million** for Alzheimer's disease outreach, research, care and support
- ✓ **\$2.5 million** for the Community Health Worker certification program
- ✓ **\$1 million** to improve collection and distribution of public health data





Caring for our Seniors and Supporting those who Served

Department on Aging

FY24 Proposed Budget: \$1.592 billion All Funds, \$1.399 billion General Funds

- ✓ Increases funding for the Community Care Program (CCP) to accommodate caseload growth and utilization and annualize the rate increases scheduled for January 1, 2023, and March 1, 2023- **\$27.4 million**
 - ✓ CCP will serve an estimated 68,000 seniors in FY24
- ✓ Meets the demand of the Home-Delivered Meals Program - **\$8 million** increase
- ✓ Additional funding to support services in rural areas - **\$1.3 million**
- ✓ Adds bilingual positions and improves outreach to minority communities
- ✓ Increases funding by **\$1.3 million** for the Family Caregiver Program

Department of Veterans' Affairs

FY24 Proposed Budget: \$213.3 million All Funds, \$175.8 million General Funds

- ✓ Provides **\$28.5 million** to onboard staff and welcome new residents at the 200-bed Chicago Veterans' Home which began receiving residents in January of 2022
- ✓ Partnered with DHS to develop a program to assess the mental health needs of Illinois veterans and implement strategies to create a positive impact on the veteran community
- ✓ Includes a **\$1.3 million** increase to safeguard and protect all Veterans' Homes



Chicago Veterans' Home





Investing in Our Public Safety Agencies

Illinois State Police

FY24 Proposed Budget: \$860.9 million All Funds, \$365.9 million General Funds

- ✓ Provides support for two cadet classes to graduate 200 additional sworn troopers - **\$17.5 million**
- ✓ Includes funding for the Decatur Forensic Laboratory - **\$2.8 million**
- ✓ Funds motor vehicle and body camera cloud storage - **\$5.2 million**
- ✓ Updates case management software and storage to better analyze cases - **\$1.5 million**

Illinois Emergency Management Agency

FY24 Proposed Budget: \$2.380 billion All Funds, \$41.1 million General Funds

- ✓ Maintains funding to continue high quality services for disaster response and recovery efforts.
- ✓ Provides additional funds for the Illinois' Nonprofit Security Grant Program - **\$20 million**
- ✓ Maintains funding for the Safe2Help tip line, in coordination with the Illinois State Police
- ✓ Includes **\$1.5 million** for IEMA to conduct a comprehensive risk analysis of 12 levees adjacent to the Mississippi River from Alton to Galesburg.

Department of Corrections

FY24 Proposed Budget: \$2.055 billion All Funds, \$1.827 billion General Funds

- ✓ Provides funds to hire staff and reduce reliance on overtime - **\$155 million**
- ✓ Expands a federally funded construction workforce vocational training program with state dollars - **\$2 million**
- ✓ Includes funding for nutritional improvements at correctional facilities - **\$5 million**
- ✓ Provides for IT investments for highspeed rollout and network setup at all facilities, including infrastructure and device upgraders - **\$85 million**

Law Enforcement Training Standards Board

FY24 Proposed Budget: \$167.6 million All Funds, \$45 million General Funds

- ✓ Funds camera grants to local law enforcement - **\$30 million**
- ✓ Allocates funds to provide resources to local law enforcement agencies for recruitment of new officers, retention plans - **\$10 million**



Supporting Violence Prevention

Illinois Criminal Justice Information Authority:

FY24 Proposed Budget: \$635.8 million All Funds, including \$141.4 million General Funds

- ✓ Increases Restore, Reinvest, Renew (R3) program to provide flexibility with the disbursement of additional grants - **\$200 million**
- ✓ Funds the Violent Crime Witness Protection Program - **\$30 million**

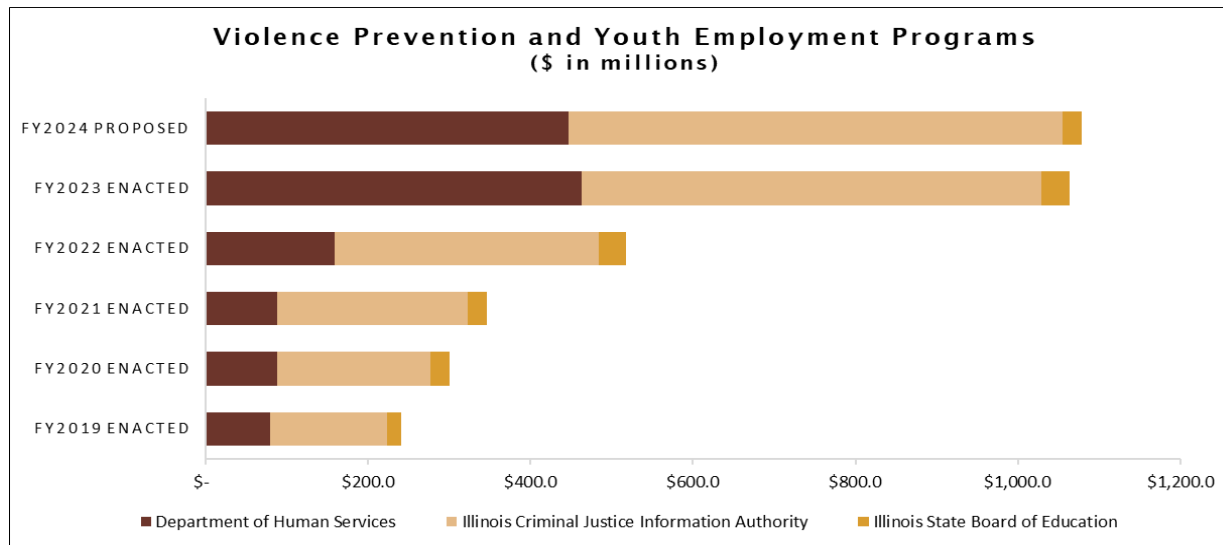
Department of Juvenile Justice:

FY24 Proposed Budget: \$137.9 million All Funds, including \$124.9 million General Funds

- ✓ Supports additional funding of **\$2.4 million** for community providers to offer youths more services
- ✓ Includes **\$3.6 million** for IYC-Lincoln to become fully operational in 2024

Department of Human Services:

- ✓ Includes third year of funding for the multi-year Reimagine Public Safety grant program
- ✓ Pursuing a data-driven approach to high-risk youth intervention programs and technical assistance and training.





Department of Commerce and Economic Opportunity

Investing in Economic Development and Workforce Development

FY 2024 Proposed Budget: \$3.632 billion All Funds, including \$275.1 million General Funds

- ✓ Continues funding for core initiatives, including business attraction and development, workforce training, energy transformation, economic assistance programs, foreign trade, administration of federal funds, and tourism and film promotion.
- ✓ Seeds the Illinois Grocery Initiative to address food insecurity faced by millions of Illinoisans living in urban and rural food deserts - **\$20 million**
- ✓ Supports the Social Equity Cannabis Loan program to provide forgivable, direct loans - **\$40 million**
- ✓ Incentivizes minority-owned business retention by funding entrepreneurs that are currently in Illinois that plan to expand and/or relocate to another state - **\$10 million**
- ✓ Creates a new Office of Outdoor Recreation - **\$2.5 million**
- ✓ Funds capital grants to support improvements in commercial corridors and downtowns that have experienced disinvestment – additional **\$20 million**
- ✓ Provides matching funds to support Illinois entities seeking competitive federal awards that align with the state’s economic development plan - **\$20 million**
- ✓ Carries forward the **\$400 million** set aside in FY23 for efforts that support job creation and business development through the Invest in Illinois Act closing fund initiative
- ✓ Fast-Track Workforce program to provide employee screening, recruitment and job training development to employers - **\$20 million**
- ✓ Funds a multi-year initiative to develop and implement a one-stop business portal to assist individuals wishing to create new businesses or relocate businesses to Illinois - **\$10 million**
- ✓ Includes **\$2 million** for rural economic development, intended to connect communities and improve access to state and federal aid through outreach or technical assistance from rural navigators.
- ✓ Starts a Clean Energy Career and Technical Education pilot initiative to assist high schools with developing curriculum and programming that supports electric vehicle manufacturing technical education - **\$10 million**



Investing in Our Environmental and Natural Resources

Department of Natural Resources

FY24 Proposed Budget: \$587.3 million All Funds, including \$72.0 million General Funds

- ✓ Includes increased funding to fully support department activities, including preservation of historic sites, staffing at state parks and operation of the Illinois State Museum system.
- ✓ Maintains current year's historic funding level for Open Space Lands Acquisition and Development grants for local governments for community park projects - **\$56 million**
- ✓ Includes funding through DNR's Office of Water Resources to implement projects such as providing the state's **\$50 million** share for the Brandon Road Ecosystem Project to block invasive carp species and a **\$10 million** expansion of the Flood Hazard Mitigation program for new buyouts.

Environmental Protection Agency

FY24 Proposed Budget: \$870.5 million All Funds, including \$10.0 million General Funds

- ✓ Funds additional Electric Vehicle rebate - **\$20.5 million**
- ✓ Directs federal Inflation Reduction Act dollars for household energy efficiency rebates - **-\$263.8 million**
- ✓ Allows appropriation flexibility for IEPA to pursue awards from the federal Infrastructure Investment and Jobs Act (IIJA) for energy efficiency programs and for a "Gulf Hypoxia" initiative to reduce the size of the low-oxygen, hypoxic zone in the northern Gulf of Mexico.
- ✓ Continues to provide funding for IIJA water infrastructure programs, with nearly **\$675 million** in IIJA-related capital appropriations
- ✓ Provides capital funding for new Lead Service Line Replacement Inventory (LSLRI) grants - **\$10 million**
- ✓ Continues funding for enforcement of the Clean Air Act and the Energy Transition Act, including for expenses of air permitting and inspection activities - **\$2 million** increase

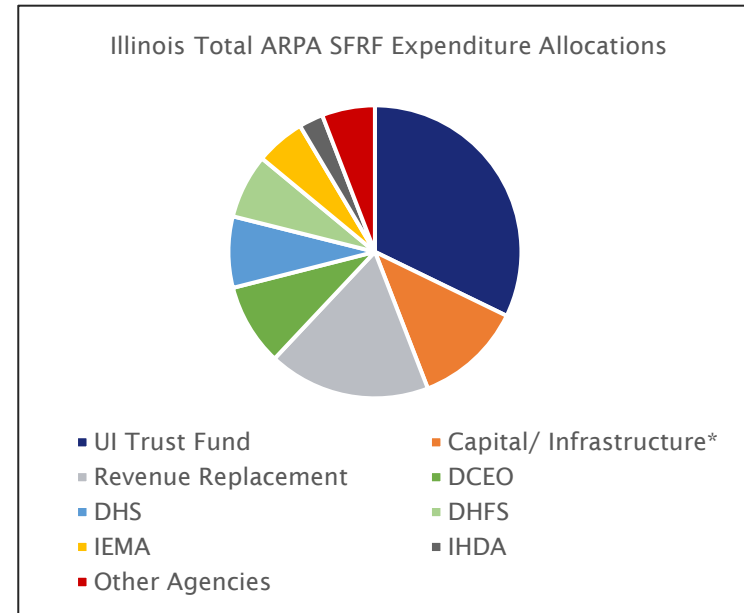
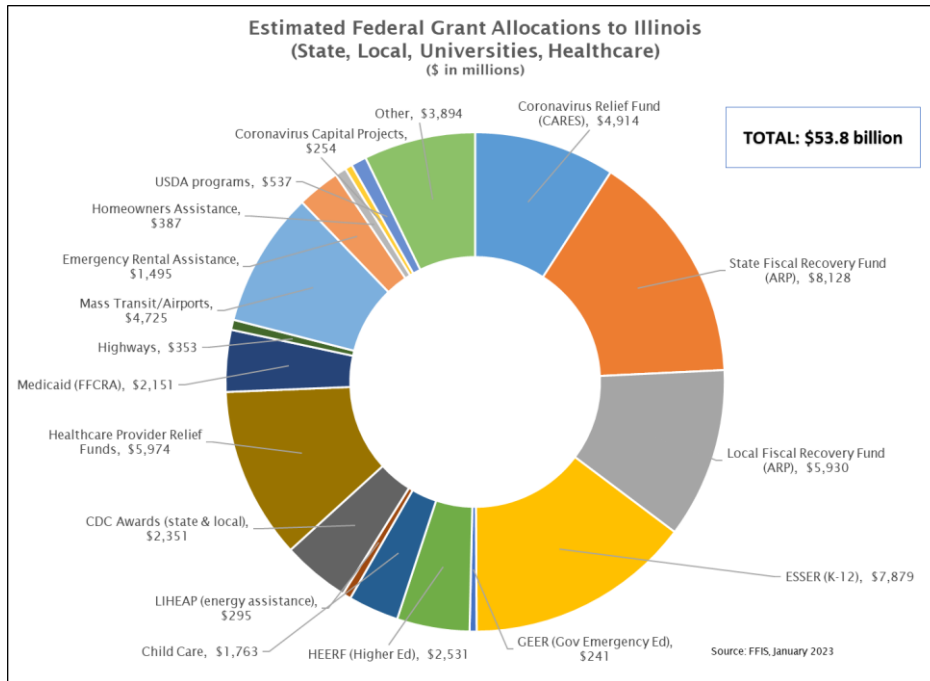


Federal Aid Directed to Illinois for COVID-19 Response

State is strategically using ARPA funds to recover from pandemic and invest in one-time expenditures

- ✓ In 2020 and 2021, Congress enacted six pieces of legislation to address the impact of COVID-19.
- ✓ According to FFIS estimates, approximately **\$54 billion** is expected to be directed to Illinois state and local governments (including counties, cities, universities and mass transit districts) and healthcare providers to address COVID-19 response needs.
- ✓ Illinois state government has delivered extensive aid to households, small businesses, and healthcare providers from these funds.

- ✓ The American Rescue Plan Act (ARPA) provided Illinois with over \$8 billion from the State Fiscal Recovery Fund (SFRF) in July 2021
- ✓ Public Act 102-696 dedicated \$2.7 billion of ARPA SFRF to stabilize the State’s unemployment insurance trust fund
- ✓ FY22 budget provided one-time operating and capital appropriations to improve the State’s economy, public health and educational infrastructure in response to the COVID-19 pandemic
- ✓ FY23 budget allocated the remaining ARPA Coronavirus State Fiscal Recovery Fund dollars
- ✓ While funds have been appropriated, the State has until 2026 to spend (multi-year spend out)



*Includes \$254 million from Coronavirus Capital Projects Fund



FISCAL YEAR 2024 CAPITAL BUDGET

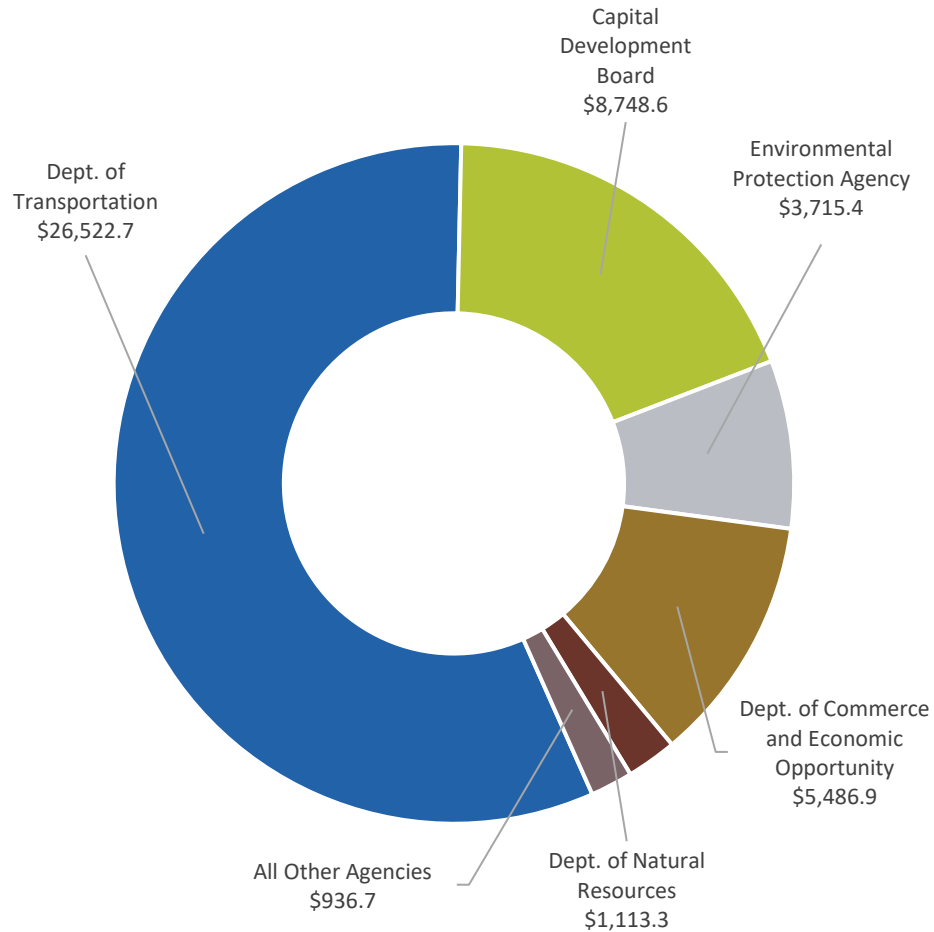
Pardon Our Dust – We're Rebuilding Illinois!



Fiscal Year 2024 Proposed Capital Budget

Continuing Investments to Rebuild Illinois

\$46.5B in FY24 Total Capital Appropriations
(\$ millions)





Fiscal Year 2024 Proposed Capital Budget

Continuing investments to Rebuild Illinois

- ✓ Rebuild Illinois spurs job creation and prioritizes the health and safety of the State's residents
- ✓ Since the plan's passage in 2019, more than \$13.8 billion has been expended through the end of FY22
- ✓ Over \$18 billion anticipated over five years through federal Infrastructure Investment and Jobs Act (IIJA) formula funding
- ✓ Illinois also eligible to contend for millions more in discretionary funding in addition to the nearly \$2.2 billion in competitive funding that has been awarded to the State or its partners through IIJA
- ✓ \$100 million in new funding for early childhood education facilities
- ✓ \$20 million for new Rebuild Illinois Downtowns and Main Streets awards for community revitalization
- ✓ \$25 million to boost the success of the Illinois Works Pre-Apprenticeship Program



Total Capital Expenditures Since the Passage of Rebuild Illinois by Category (FY20 - FY22)	
(\$ millions)	
Broadband Deployment	\$ 25
Economic and Community Development	\$ 230
Education	\$ 258
Environment/Conservation	\$ 1,800
Healthcare and Human Services	\$ 83
State Facilities	\$ 942
Transportation	\$ 10,530
Grand Total	\$ 13,869



Key Capital Investments Made Possible by Rebuild Illinois



A new eastbound McClugage Bridge (U.S. 150) over the Illinois River's Peoria Lake is being constructed. The current bridge is 75 years old and past its original life expectancy. Construction began in 2019, and the \$167 million project is due to be complete in 2023.



Open Space Lands Acquisition and Development (OSLAD) grants at the Department of Natural Resources appropriated at historic levels for two years in a row with **\$56 million** available for new awards in FY24



The largest ever Rebuild Illinois investment in community revitalization through the Rebuild Illinois Downtowns and Main Streets program, with \$106 million in State funding matched by \$109 million. FY24 includes **\$20 million** for new awards.



The renovation of the University of Illinois Urbana-Champaign's (UIUC) Altgeld Hall and replacement of Illini Hall will create a major research and education center for data science and analytics with **\$140 million** in state funds and \$52 million from UIUC



The Wet Lab Capital Program is providing \$2 million to Rosalind Franklin University of Medicine and Science in North Chicago for the Innovation and Research





Need Additional Information?

- ✓ Please visit the Governor's Office of Management and Budget website to download a copy of the Fiscal Year 2024 Budget book, the Fiscal Year 2024 Capital Budget or to view the Interactive Budget portal.
- ✓ <https://www2.illinois.gov/sites/budget/Pages/default.aspx>