

STATE BUDGET UPDATE

February 24, 2016



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children

FY16 BUDGET

In February 2015, the Governor proposed a budget for FY16 with drastic cuts

- \$2 billion in human services cuts
 - Cuts to Child Care and Early Intervention
 - Elimination of several programs, including Teen REACH

P-12 Education was spared and a budget with increases was eventually signed

FY16 BUDGET

The General Assembly passed FY16 budget

- 3% cuts to most human service programs
- Increases to P-12 Education
- Required additional \$4 billion in revenue to close gap between spending and revenue

Governor Rauner vetoed this budget

- Spending on autopilot has created \$6.2 billion shortfall
- Proposed cuts to Human Services were enacted
- No Higher Education funding

FY16 BUDGET

Gov. Rauner's budget proposal included estimated spending for FY16

- Estimated spending for entire year if we continue current spending due to court mandates and consent decrees

Program	FY15 Actual (GRF)	FY16 Estimated (GRF)	FY17 Proposed (GRF)
Child Care	\$492.2M	\$338.5M	\$646.7M
Early Intervention	\$85.7M	\$87.7M	\$92.7M
Home Visiting	\$16.2M	\$16.9M	\$16.9M
Early Childhood Block Grant	\$293.4M	\$318.7M	\$393.7M
General State Aid	\$4.2B	\$4.3B	\$4.3B
Bilingual Education	\$62.2M	\$63.7M	\$63.7M

Data Source: Governor's Office of Management and Budget, Illinois State Budget Fiscal Year 2017

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FY16 EARLY CHILDHOOD UPDATE

- **Child Care Assistance Program**
 - \$150 million cut to final FY15 expenditures
 - Currently serving about 70,000 fewer children than in January 2015
- **Early Intervention**
- **Home Visiting**
- **Early Childhood Block Grant**

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GOVERNOR'S FY17 PROPOSED BUDGET

Governor Rauner presented the General Assembly with two options for an FY17 budget:

- Compromise to enact structural reforms, cuts, and revenue
- Give the Governor the authority to make cuts to balance budget

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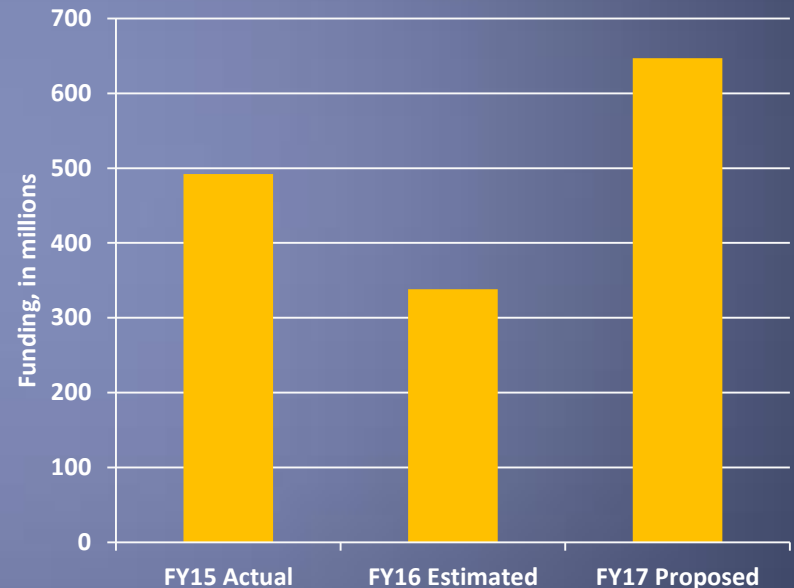
DEPARTMENT OF HUMAN SERVICES

Child Care Assistance Program

FY17 Proposed:

- \$308 million increase
- Restores eligibility to 185% FPL
- Implementation of new CCDBG requirements

Child Care Funding



Data Source: Governor's Office of Management and Budget, Illinois State Budget Fiscal Year 2017

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DEPARTMENT OF HUMAN SERVICES

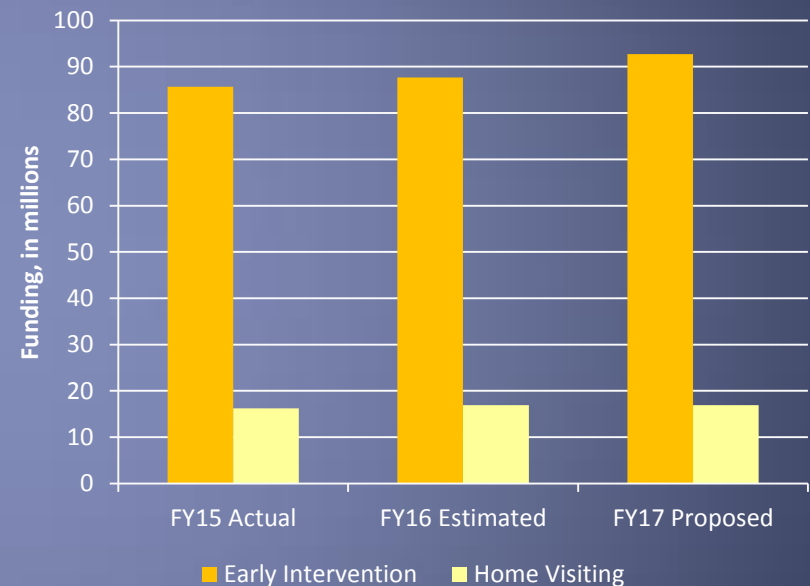
Early Intervention

- \$5 million increase

Home Visiting

- Funding remains flat
- No FY16 state funding for Home Visiting may jeopardize our federal matching dollars

Early Intervention & Home Visiting Funding



Data Source: Governor's Office of Management and Budget, Illinois State Budget Fiscal Year 2017

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DEPARTMENT OF HUMAN SERVICES

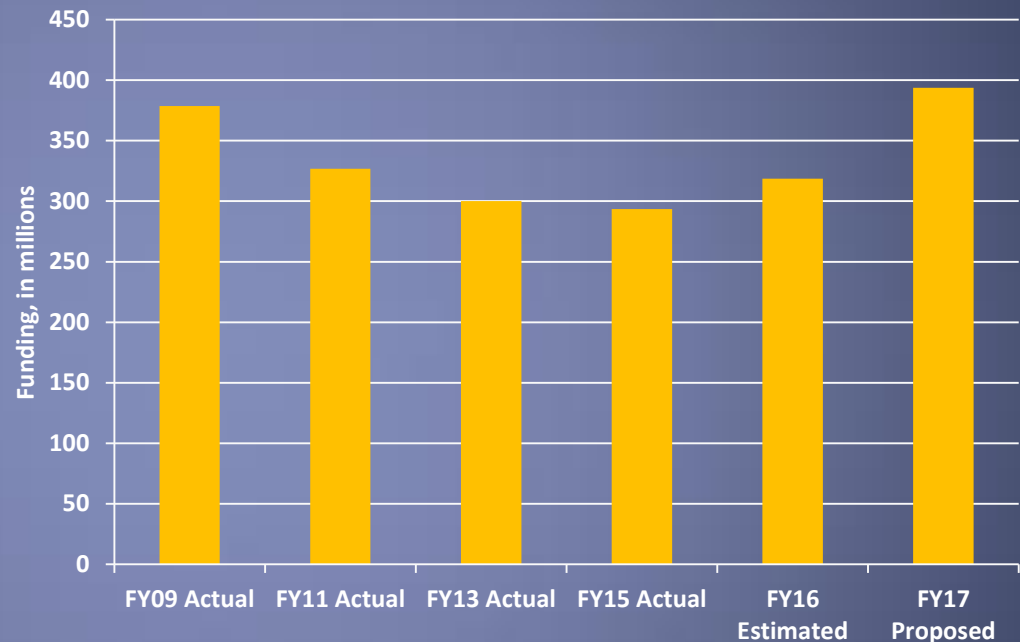
- The Governor's proposal increases human services spending by approximately \$300 million
 - Increase is all due to child care
- Continued elimination of programs eliminated in FY16 budget, including Teen REACH

STATE BOARD OF EDUCATION

Early Childhood Block Grant

- \$75 million increase
- Restores previous cuts to the ECBG
- Helps meet our federal Preschool Development Grant obligations

ECBG Funding



Data Source: Governor's Office of Management and Budget, Illinois State Budget Fiscal Year 2017

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STATE BOARD OF EDUCATION

General State Aid (K-12 Education)

- \$48 million increase (GRF)
- \$7 million increase (other state funds)
- Full foundation-level funding (\$6,119 per student)

Bilingual Education

- Funding remains flat
- Down \$12 million from funding peak in FY09
 - ISBE recommends restoring

REVENUE

- Governor's proposed budget will not be possible without increased revenue
 - \$3.5 billion shortfall
- Many revenue solutions for the state to explore
- However, revenue alone will not restore Teen REACH and other human services programs eliminated in Governor's proposed budget
- Call your legislators and tell them we need sustainable revenue AND a budget that prioritizes children and families

ADVOCACY & ACTION STEPS

- Call your legislators and Gov. Rauner
 - We need an FY16 budget
 - We need revenue
- IAFC Upcoming Events:
 - Spring into Action (March 8-9)
 - Rally Day (May 5)
 - Statewide Policy Caucus (June 28)
- Ounce of Prevention Fund Upcoming Event:
 - Early Childhood Advocacy Day (April 12)
- Illinois AEYC Upcoming Event:
 - Week of the Young Child (April 11-16)

ADVOCACY & ACTION STEPS

- Illinois Action for Children
 - Twitter: https://twitter.com/iafc_cares
 - Facebook: <https://www.facebook.com/ILaction4children>
- Ounce of Prevention Fund
 - Twitter: <https://twitter.com/theOunce>
 - Facebook: <https://www.facebook.com/ounceofpreventionfund>
- Voices for Illinois Children
 - Twitter: <https://twitter.com/Voices4ILKids>
 - Facebook: <https://www.facebook.com/voices4kids>
- Responsible Budget Coalition (RBC)
 - Twitter: <https://twitter.com/RespBudgetIL>
 - Facebook: <https://t.co/irdHN3UVsD>

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QUESTIONS?

*Illinois Action for Children is a catalyst for organizing,
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