



Spending analysis of the

Senate Democratic Budget Plan

The **Senate Democratic Budget Plan** is the product of tough, practical decisions to produce a budget that ensures state government can provide core services within the constraints of unprecedented budgetary pressures. The plan includes components to pay down old bills, make significant cuts, spend less and fund basic priorities.

Addresses key goals

- Spending falls within the \$33.719 billion revenue base
- Vendors are provided some relief with \$1.3 billion set aside for old bills
- Medicaid reductions are realized through \$2.7 billion in savings
- K -12 education is protected from drastic cuts
- Pension payments and debt service are fully funded

Key Components of the Plan

<u>Senate FY13 Budget Plan</u>	
ITEM	
Revenue:	\$33,719
Spending (Base):	
Medicaid at Gov's Level	(\$6,639)
Debt Service/Interfund Borrowing Repayment	(\$2,218)
Chicago Teacher Pension Fund	(\$11)
Group Health	(\$1,171)
Transfers Out (All Transfers at the Gov Level)	(\$2,142)
Pension Payment	(\$5,100)
Set Aside for Accounts Payable	(\$1,300)
Unspent Appropriations	\$650
Federal Medicaid Match on Accounts Payable	\$500
<i>Subtotal Available Balance for All Else</i>	<i>\$16,288</i>
Options to Cover Costs Assoc. with Paying Bills in FY13:	
Save on Transfers Out to Pay Old Bills	\$160
Authorize Transfer of Available OSF Balances to Pay Old Bills	\$403
Available Balance for All Other Spending	\$16,851

Key Budget Comparisons

With respect to discretionary spending, the Senate Democratic FY13 Budget Plan spends less than the FY 12 state budget by \$255 million dollars. The plan also spends less than the

Governor's introduced budget. Therefore, we can achieve savings while maintaining our core priorities in education and social services.

Senate Dem Proposal Comparison (in millions)					
House Committee	FY12 Final Budget	Gov's Proposal	House Proposal	Sen Dem Proposal	Diff Senate vs. FY12 Final
Elementary and Secondary	\$6,751	\$6,783	\$6,492	\$6,752	(\$1)
General Services	\$1,246	\$1,305	\$1,165	\$1,196	(\$50)
Higher Education	\$2,108	\$2,161	\$1,979	\$2,063	(\$45)
Human Services	\$5,287	\$5,313	\$5,087	\$5,278	(\$9)
Public Safety	\$1,714	\$1,592	\$1,576	\$1,563	(\$151)
Total	\$17,106	\$17,154	\$16,299	\$16,851	(\$255)

Senate Bill 2404 (Steans)

The bill includes funding for operations, personal services, contractual lines, and state facilities via the General Revenue Fund, other state funds and federal funding.

Budget Highlights:

- Keeps K-12 spending level with FY12
- Higher Education operations are reduced by 3.25%
- State Facilities
 - Provides 12 months of funding for Tamms Correctional Center, Murray DD, Jacksonville DD, Peoria ATC, Crossroads ATC and Fox Valley ATC
 - Provides 6 months of funding for Tinley Park MH
 - Closes Dwight Correctional Facility
 - Provides 12 months of funding for Joliet IYC
 - Closes Murphysboro IYC
 - Reduced ISP telecommunication centers by 15; 5 centers would be funded in FY13
- Reduces personal services and operations at most executive agencies by 4%
- Reduces Contractual Services at most executive agencies by 5%
- NO COLAs for constitutional officers, legislators and Agency Directors

Senate Bill 2455 (Steans)

The bill includes funding for items like General State Aid, early childhood funding, mandated categorical funding, Teen Reach, Neighborhood Recovery Program via the General Revenue Fund.

Budget Highlights:

- Keep K-12 overall spending level to FY12 Final
 - GSA is level to FY12
 - Early Childhood is level to FY12
 - Special-Ed MCATs are reduced to ISBE recommended levels
- Higher Education grants and programs are reduced by 3.25%, with the exception of:
 - Map Grants held level with FY12 GRF spending

- Base/Equalization Grants at ICCB are held level with FY12
- Adult Education Grants at ICCB are held level with FY12
- Provides \$14.7 million for the Neighborhood Recovery Program at VPA
- Human Services Programs and Grants:
 - Provides additional funding for Home Delivered Meals initiatives in the Department of Aging
 - Department of Human Services (many programs are reduced by 4% from FY12)
 - Addiction Treatment is reduced by 4%
 - Programs related to immigrant and refugee services are kept level with FY12
 - DD grants and Long Term Care match the Governor's introduced budget
 - Funeral and Burial Expenses remain level with FY12
 - \$18.4 million is included for Mental Health Capacity Grants
 - Illinois Breast and Cervical Cancer Program is kept level with FY12
 - AIDs treatment and prevention outreach is kept level with FY12
 - Local Health Protection Grants are kept level with FY12

Senate Bill 2461 (Kotowski)

Senate Bill 2461 includes funding for non-discretionary items such as group health insurance, Medicaid at the Governor's introduced level and appropriations for the state's 5 pension systems at the FY13 certified levels.

Budget Highlights:

- Keeps Medicaid spending level with FY12 and assumes \$2.7 billion in savings from Medicaid reforms
- Fully appropriates the FY13 certified level for pension costs
- Appropriates 6 months of funding for GRF Group Health Insurance
- Provides \$10.9 million in contributions to the Chicago Teachers' Pension Fund
- Provides appropriation authority for debt service on General Obligation Bonds