

FY 2025 CTE State Funding

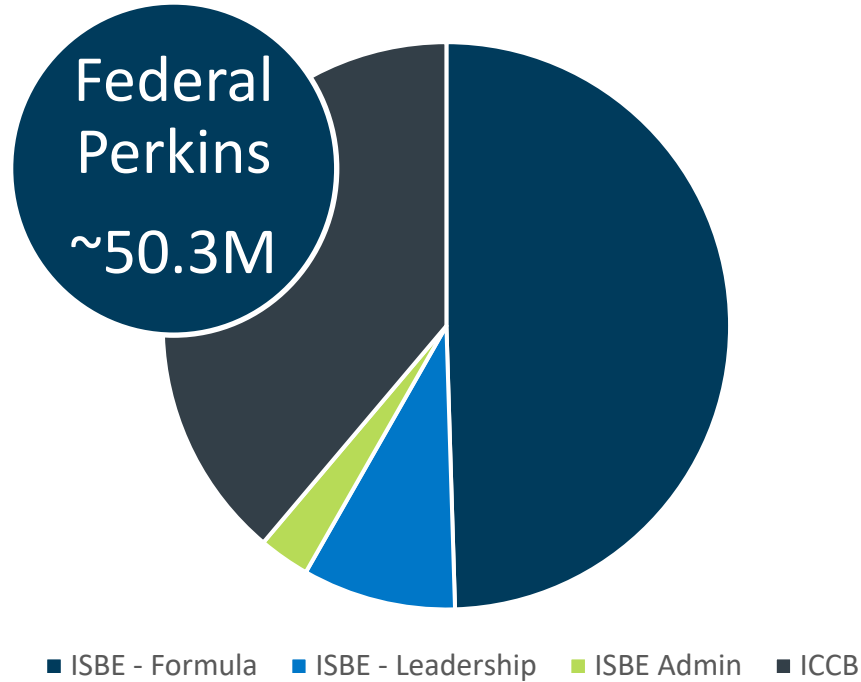
February 26, 2024

Agenda

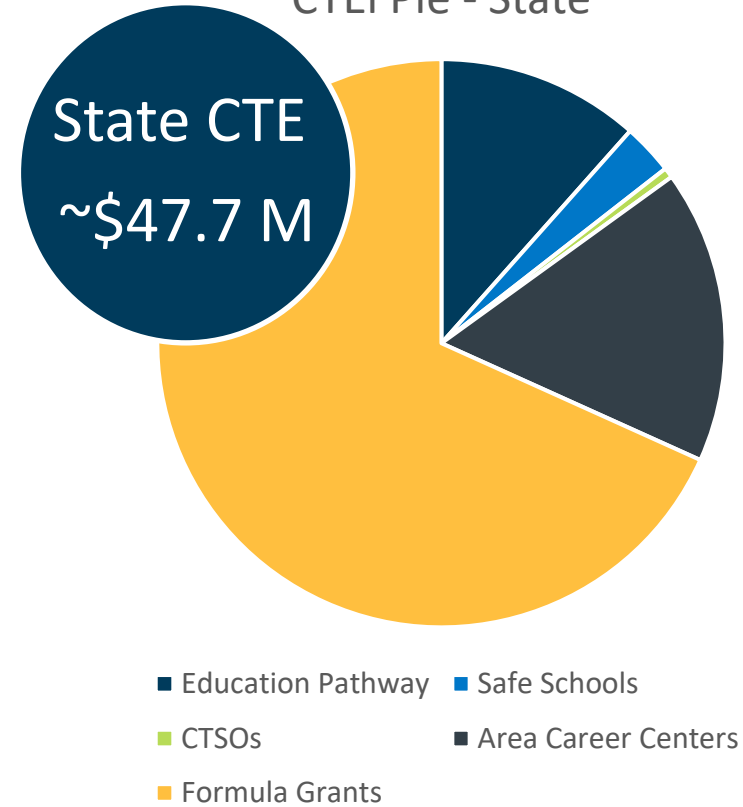
- Current Illinois CTE funding
- Area Career Centers
- Elementary Students
- Leadership
- Secondary Students
- Administrative and Indirect Costs
- Phase- In process

Illinois CTE Funding

Perkins Pie - Federal

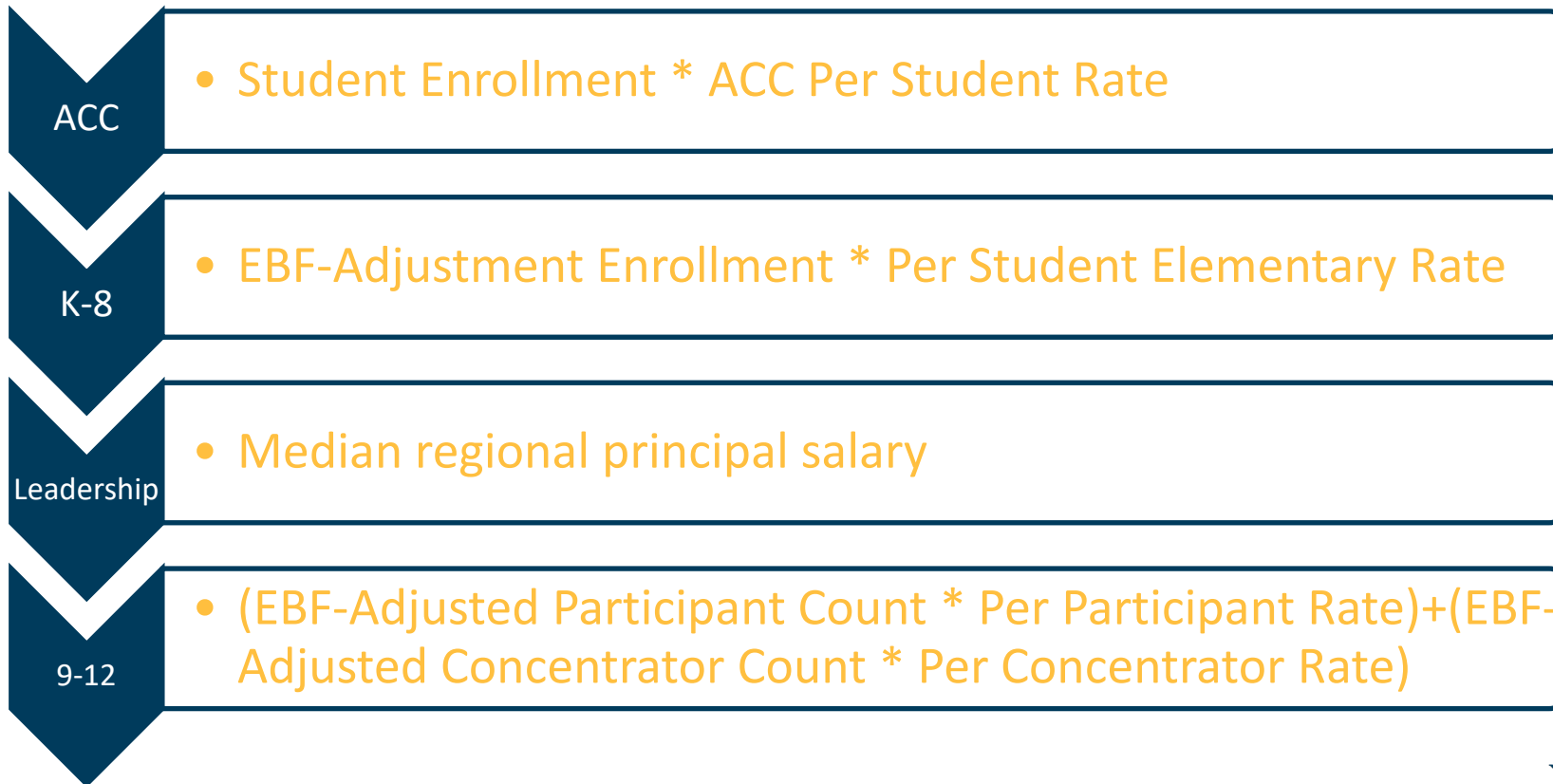


CTEi Pie - State



The New State CTE Formula

EFE CTEi Funding = Elementary (K-8) + Secondary (9-12) + Leadership + ACC



Area Career Centers

- Fund ACCs at 17% of total CTEi Allocation
- At FY25 recommended appropriation level (\$58,000,000), total ACC funding would be \$9,860,000
- Per student funding distributed to each ACC based on student enrollment using the average student enrollment over three years OR student enrollment for the most recent complete year, **whichever is higher**.
- $\text{ACC Funding} / \text{Total ACC Enrollment} = \text{ACC Per Student Rate}$
- $\text{ACC Allocation} = \text{Student Enrollment} * \text{ACC Per Student Rate}$

Elementary (K-8) Students

- Hold total funding for elementary allocations at \$1,176,458 (same as FY24)
- Elementary funding/state EBF-adjusted enrollment = per elementary student rate
- Elementary Allocations= EBF-adjusted enrollment*per elementary student rate

EBF % Final Adequacy	Multiplier	Example Enrollment	Example Adjusted Enrollment
70% and below	2	100	200
71% to 80%	1.75	100	175
81% to 90%	1.5	100	150
91%-100%	1.25	100	125
101% and above	1	100	100

Leadership

- System Director Allocation
 - Regional median high school principal salary (based on ISBE data)
 - Range: \$88,326.96 to \$166,107.38
 - Prorate if not full time – form needs to be filled out.
 - Increase in administrative/leadership funding for every EFE, except one.
 - \$6,247,412 for leadership up from \$3,989,392 in the current model.
 - All decisions about how to spend allocations are determined by the Board of Control for each EFE system. ISBE does not determine or recommend compensation levels for EFE system director

Secondary Students

- Higher appropriation level means more funding for secondary students
- $\text{Secondary Funding} / 2 = \text{participant funding level and concentrator funding level}$
- $\text{Participant funding level} / \text{state EBF-adjusted participant counts} = \text{per participant rate}$
- $\text{Concentrator funding level} / \text{state EBF-adjusted concentrator counts} = \text{per concentrator rate}$
- $\text{Secondary Allocations} = (\text{EBF-adjusted participants} * \text{per participant rate}) + (\text{EBF-adjusted concentrators} * \text{per concentrator rate})$
- Duplicate student count to better account for actual cost incurred by districts.

Administration Cost

- EFE systems may use up to 5% of their total grant for administrative purposes and may also take indirect costs in accordance with the state unrestricted rate, which for FY 2024 is 17.83%. Please see the example below for an illustration.
 - Total Grant Allocation = \$1,000,000 (5% for admin = \$50,000)
 - Leadership Allocation = \$100,000
 - Indirect Costs and Perkins Admin
 - $\$50,000 + \$100,000 = \$150,000$ + indirect + Perkins admin for administrative costs (including salaries, benefits, and other admin expenses)

Indirect Costs

The following expenditure functions are usually considered as indirect costs:

- Function 2510 – Direction of Business Support Services
- Function 2520 – Fiscal Services
- Function 2570 – Internal Services
- Function 2640 – Staff Services
- Function 2660 – Data Processing Service

Indirect Costs

- Indirect cost rate multiplied by (direct expenditures minus facilities acquisition and construction costs [function 2530], capital outlay and non-capitalized equipment expenditures [object 500 and 700] and subgrants 4000/600.)
- Other “administrative overhead types” of indirect costs (e.g., telephone, copying, and postage) that are incurred within a central district office that are normally charged in Function 2300 General Administration and/or Function 2400 School Administration. In addition, there may be specific program administrative salaries (e.g., grants coordinator) that may be direct costs

Phase-In Plan

- Phase-In formula over 4 years as follows:
 - FY25: Distribute 75% based on FY24 allocations and remainder based on new formula
 - FY26: Distribute 50% based on FY24 allocations and remainder based on new formula
 - FY27: Distribute 25% based on FY24 allocations and remainder based on new formula
 - FY28: Distribute 0% based on FY24 allocations and 100% based on new formula
- With a \$58 million CTEi appropriation in FY25, no EFE loses any funds in FY25 compared to FY24

Resources

- [Fiscal Handbook](#)
- Budget
- [Frequently Asked Questions](#)
- Previous Power Points