

**COMMISSION ON GOVERNMENT
FORECASTING AND ACCOUNTABILITY**

**Fiscal Year 2006
Budget Summary
P.A. 94-0015
(SB 1548)**



SEPTEMBER 2005
703 STRATTON BUILDING
SPRINGFIELD, ILLINOIS 62706

COMMISSION ON GOVERNMENT FORECASTING & ACCOUNTABILITY

COMMISSION CO-CHAIRS

Senator Jeffrey M. Schoenberg
Representative Terry R. Parke

SENATE

Don Harmon
Christine Radogno
Steven Rauschenberger
David Syverson
Donne Trotter

HOUSE

Mark H. Beaubien, Jr.
Frank Mautino
Robert Molaro
Richard Myers
Elaine Nekritz

EXECUTIVE DIRECTOR

Dan R. Long

DEPUTY DIRECTOR

Trevor J. Clatfelter

REVENUE MANAGER

Jim Muschinske

PENSION MANAGER

Tim Blair

CHIEF ECONOMIST

Edward H. Boss, Jr.

EXECUTIVE SECRETARY

Donna K. Belknap

TABLE OF CONTENTS

	<u>PAGE</u>
Introduction	i
94 th General Assembly: FY 2006 Budget and Related Bills	ii
Budget Process	1
Basis of Budgeting	2
FY 2005 Budget Information	3
FY 2005 Revenue Recap	4
Review of FY 2005 Revenue Estimates	6
FY 2005 Actual Revenues vs. Estimates: CGFA and GOMB	7
FY 2006 Budget Information	8
Revenue Assumptions Used to Craft FY 2006 Budget	9
Walk-Up of FY 2006 Revenues from Introduced Budget vs. Enacted Budget	10
FY 2006 Budget Summary	11
Charts & Graphics Illustrating FY 2006 Budget & Historical Data	12
FY 2006 Budget: Percent of Total	13
FY 2006 Revenues by Source: Percentage of Total	13
FY 2006 Operating Appropriations by Major Purpose: Percentage of Total Budget	14
FY 2006 Operating Appropriations by Major Purpose: Percentage of General Funds	14
General Funds Appropriations FY 1990 – FY 2006	15
General Funds Revenue History: Annual \$ Change FY 1991 – FY 2005	16
Total General Funds Revenue History: FY 91 – FY 05	16
Illinois State Board of Education General Funds History	17
History of General State Aid Foundation Levels	17
General Funds Revenue History: FY 1990 – FY 2005	18
General Funds Balances – Cash Basis FY 1990 – FY 2005	18
FY 2006 General Revenue Estimates: Budget Book (GOMB) vs. Unofficial Enacted (GOMB)	19
Detailed 10-Year General Funds Revenue History FY 1996 – FY 2005	20
General Funds Expenditure History: FY 1991 – FY 2004	21
General Funds Expenditures by Category	21
General Funds Expenditures by Function	21
Health and Social Services Expenditure History	22
Education Expenditure History	22
Public Protection Expenditure History	23
General Government Expenditure History	23
Short Term & Long Term Debt of the State of Illinois	24
Short Term Borrowing	25
Bond Authorization Levels	25
Illinois' Bond Rating	25
Bond Sales	26
Debt Outstanding	27
Debt Service	28

Special Fund Transfers	30
Special Fund Transfers Summary	31
FY 2006 Special Fund Transfers	32
FY 2005 Special Fund Transfers	38
FY 2004 Special Fund Transfers	45
FY 2003 Special Fund Transfers	49
State-Funded Retirement System Information	50
Changes in Funding Provisions – SB 0027 (P.A. 94-0004)	51
Certified and Projected Contributions vs. P.A. 94-0004	51
State Pension Fund Changes – SB 0661 (P.A. 94-0091)	51
State Employees' Retirement System	52
State Universities Retirement System	53
Teachers' Retirement System	53
General Assembly Retirement System	55
Chicago Teachers' Pension Fund	55
All State Funded Retirement Systems	56
FY 2006 Appropriations by Agency	58
Legislative Agencies	59
Judicial Agencies	60
Elected Officials and Elections	61
Executive Agencies	62
Elementary & Secondary Education	68
Higher Education	68
Revolving Funds	70
Cost Savings Initiatives	70
Summary of FY 2006 Budget Implementation Bills	72
P.A. 94-0091 (SB 0661) State Finance Budget Implementation Bill	73
P.A. 94-0069 (SB 1815) Education Budget Implementation Bill	76
P.A. 94-0048 (HB 1197) Human Services Budget Implementation Bill	77
Glossary & Description of Funds	79
Glossary	80
Description of Funds	86

INTRODUCTION

Public Act 92-0067 mandates that the Commission on Government Forecasting and Accountability (formally the Illinois Economic and Fiscal Commission) prepare and publish a BUDGET SUMMARY REPORT detailing Illinois' most recently enacted budget. The report is to be made available to all citizens of the State of Illinois who request a copy. The summary report is to include information pertaining to the major categories of appropriations, issues the General Assembly faced in allocating appropriations, comparisons of appropriations from previous State fiscal years and other information related to the current State of Illinois Budget.

The Commission on Government Forecasting and Accountability would like to thank the four Legislative Appropriation Staff's and the Governor's Office of Management and Budget for supplying information making this report possible.

94th GENERAL ASSEMBLY: FY 2006 BUDGET AND RELATED BILLS

Bill #	Sponsor	Description	Public Act #
FY 2006 BUDGET:			
SB 1548	Senate: Trotter-Schoenberg-Hunter-Collins-Crotty House: Madigan-Hannig-Davis	FY 2006 Budget Bill.	94-0015
FY 2006 BUDGET IMPLEMENTATION BILLS:			
SB 1815	Senate: del Valle-Lightford-Trotter-Collins-Martinez, Sandoval, Hunter House: Hannig, A. Turner, Nekritz	Education Budget Implementation Bill. Raises the foundation level for the 2005-2006 school year. Creates the SBE Special Purpose Trust Fund, includes Transitional Assistance Payment language, includes postponement of Poverty phase-out, increases testing requirements in the area of writing with a 3 year phase in of the plan, etc. <i>(See Summary of Education BIMP on page 76 for a more detailed synopsis).</i>	94-0069
SB 0661	Senate: Harmon-E. Jones Jr. House: Hannig	Finance Budget Implementation Bill. Lifts Road Fund "anti-diversion" caps for FY 06 and raises the Road Fund "cap" for funding the Illinois State Police, sets rates for the Income Tax Refund Fund, etc. <i>(See Summary of Finance BIMP on page 73 for a more detailed synopsis).</i>	94-0091
HB 1197	House: Hannig-Lang-Washington, Fritchey, Nekritz, Coulson, Lyons, Chapa LaVia, Franks, Berrios, Chavez, Ryg, Brosnahan, Burke, Miller Senate: Trotter	Human Services Budget Implementation Bill. <i>(See Summary of Human Services BIMP on page 77 for a more detailed synopsis).</i>	94-0048

THE BUDGET PROCESS

The Illinois Constitution requires the Governor to prepare and submit a state budget to the General Assembly that includes recommended spending levels for state agencies, estimated funds available from tax collections and other sources, and state debt and liabilities. The Office of Management and Budget (OMB), by statute a part of the Governor's office, is responsible for estimating revenues and developing budget recommendations that reflect the Governor's programmatic and spending priorities. The Commission on Government Forecasting and Accountability, by statute, is responsible for estimating revenues for the legislative branch of government.

State agencies begin the budget process for the next fiscal year almost as soon as appropriations for the current fiscal year, which begins July 1, are enacted. Budget analysts and agency staff identify and estimate the cost of potential spending pressures for the next fiscal year, including maintaining or annualizing current program levels, expanding services for existing programs and initiating new programs. Revenue estimates for the current fiscal year and preliminary estimates for the coming fiscal year are made by both the Governor's Office of Management and Budget and the Commission on Government Forecasting and Accountability.

During November and December, a detailed financial and programmatic review of agency budgets is conducted. Funding requests typically exceed available resources. The Office of Management and Budget works closely with agencies and the Governor's senior staff to try and reduce programs and to redesign others to make them more efficient. Once budget options are developed, they are presented to the Governor for his final decisions. Narrative statements explaining the budget and complete budget request forms are printed in the budget book.

Concurrent with the operations and grants budgeting process, agencies develop a capital budget. The Capital Development Board conducts a technical review and prepares cost estimates for state facility projects for which it will be responsible. Other types of capital projects such as highway construction, mass transit and airport facilities, alternative energy or school facilities are reviewed by other State agencies. Once reviewed, projects are ranked by category considering need, availability of resources and the Governor's priorities regarding repair and maintenance projects versus new construction.

The Governor presents his recommended budget to a joint session of the Illinois General Assembly. By law, the Governor must present his budget to the General Assembly no later than the third Wednesday in February of each year. In addition to the Governor's official presentation, briefings are held to acquaint legislators, their staffs, the media, and others with the budget recommendations.

Legislative review of the Governor's budget recommendations begins almost immediately with hearings before House and Senate appropriation committees. Appropriation committees may adopt amendments to change the funding level recommended by the Governor. Once adopted by the first committee, the appropriation bill moves to the full House or Senate for debate, amendment and a vote. Following passage in the first chamber, the appropriation bill moves to the second chamber, where a similar process takes place. Changes made in either chamber must ultimately be accepted by both the House and the Senate for the bill to pass and be presented to the Governor.

By statute, any proposed amendments to the budget and any substantive legislation with fiscal or revenue impacts must be accompanied by a Fiscal Note to describe such impacts. Final approval of the budget usually does not occur until the end of the legislative session. Appropriation bills require an immediate effective date in order to be available for expenditure at the beginning of the fiscal year, July 1. The Illinois Constitution requires a simple majority vote of the General Assembly for a bill passed on or before May 31

to take effect immediately. On or after June 1, a three-fifths vote of the General Assembly is required in order for a bill to take effect immediately.

Once the General Assembly passes the budget, the Governor must sign the appropriation bills before funds can be spent. If the Governor does not want to approve a specific appropriation, he may either line item veto (eliminate) it or reduce it. The rest of the appropriation bill is unaffected by these vetoes and becomes effective. Line items that have been vetoed or reduced must be reconsidered by the General Assembly during the fall session. The General Assembly may return an item to the enacted level by majority vote in both houses in the case of a reduction veto and by a three-fifths vote in the case of a line item veto.

If additional resources beyond those initially approved in the budget become necessary, a supplemental appropriation bill may be passed any time the General Assembly is in session.

BASIS OF BUDGETING

Over time, the Illinois budget has been viewed as balanced in several ways, both at the time it is presented by the Governor and at the time it is passed by the General Assembly. Illinois' daily activities and annual budget historically have been operated and presented on a cash basis. Expenditures are made from the available cash balances on hand, and the budget balances estimated expenditures with estimated resources. The state's Comprehensive Annual Financial Report, however, conforms with generally accepted accounting principles as prescribed in pronouncements of the Governmental Accounting Standards Board. Effective fiscal year 1999, Public Act 90-479 amended the Civil Administrative Code to provide guidance to the Governor, as he proposes the budget, and to the General Assembly, as it makes appropriations, regarding the balanced budget requirements in the state constitution. This act incorporates aspects of a modified accrual basis into the budget process for certain designated funds, including the general funds.

State law and the constitution require the Governor to prepare and submit to the General Assembly an Executive Budget for the next fiscal year, which sets forth the Governor's recommended appropriations, estimated revenues from taxes and other sources, estimated balance of funds available for appropriation at the beginning of the fiscal year, and the plan for expenditures during the fiscal year for every department of the state. Constitutionally, the Governor must balance the budget by proposing expenditure recommendations that do not exceed funds estimated to be available for the fiscal year. The budget includes most state funds but excludes locally held funds and those state funds that are not subject to appropriation pursuant to state law. It is submitted by line item with accompanying program information, including personnel and capital detail, and performance and activity measures.

The General Assembly makes appropriations for all expenditures of public funds. Constitutionally, the General Assembly must balance the budget by appropriating amounts not to exceed funds they estimate to be available during the year. The Governor has the power to approve, reduce or veto each appropriation passed by the General Assembly, and the General Assembly may override these vetoes. Transfers in and out of funds pursuant to law or discretionary acts of the Governor are not part of the appropriation process.

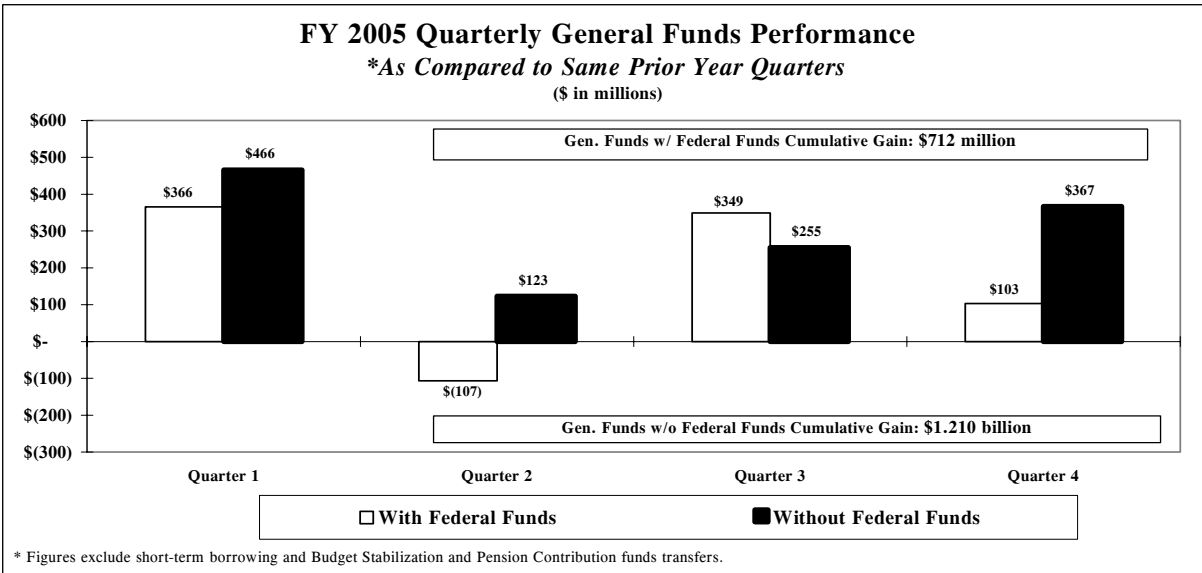
The state general funds include the Common School Fund, the General Revenue-Common School Special Account Fund, the Education Assistance Fund and the General Revenue Fund. All state revenues, not otherwise restricted by law, including the majority of the state's major revenue sources, the income and sales taxes, are deposited into these funds to specifically fund education programs and to generally fund the rest of state government.

FY 2005 BUDGET INFORMATION

- FY 2005 Revenue Recap
- Review of FY 2005 Revenue Estimate
- FY 2005 Actual Revenues vs. Estimates: CGFA and GOMB



FY 2005 REVENUE RECAP



First Quarter

FY 2005 opened on a high note as general revenue receipts rose \$307 million in July. However, this increase primarily was due to transfers into the general funds related to the short-term borrowing for Medicaid bills entered into late last fiscal year [P.A. 93-674]. In essence, \$433 million in federal reimbursement related to FY 2004 Medicaid spending was ultimately transferred to the general funds in July. Excluding those transfers as well as other federal receipts, July receipts actually fell \$148 million as the other revenue lines were mixed. Overall revenues fell \$405 million in August and reflected an expected drop-off in federal receipting. Absent federal sources, many other revenue sources performed quite well, with the more closely-tied economic sources experiencing decent gains. Absent the decline attributed to federal sources, monthly revenues improved by \$269 million. The first quarter ended positively as overall September revenues were up \$464 million as federal sources and transfers contributed the largest share. Even if federal sources were excluded from the comparison, monthly revenues gained \$345 million. **Though the first three months of the fiscal year, overall revenues were up \$366 million, reflecting good growth in virtually all areas except federal sources. Growth would have improved to \$466 million if federal-related monies were excluded from the comparison.**

[Monthly revenue performance excludes short-term borrowing proceeds and related transfers as well as Budget Stabilization and Pension Contribution Fund transfers.]

Second Quarter

The second quarter began on a down note, as a significant fall off in federal sources due to last year's second installment of a federal grant, resulted in overall revenues falling \$250 million in October. However, most of the other more closely-tied economic sources continued to perform well and if federal sources were excluded from the comparison, monthly receipts would have been up \$127 million. Overall revenues fell

\$95 million in November as a comparatively weak month for federal sources as well as last year's tax amnesty program accounted for most of the decline. Without the drop in federal sources, receipts would have fallen by \$53 million. Federal sources reversed course in December and rose substantially and contributed \$189 million to the monthly increase of \$238 million. For the quarter, overall receipts fell \$107 million, but excluding federal sources actually rose \$123 million. As the first half of FY 2005 concluded, overall revenues were up \$259 million, or \$589 million excluding federal sources.

Third Quarter

The third quarter began positively as January revenues grew \$134 million. A virtually flat month for federal sources did little to skew the monthly advance. February receipts fell \$210 million due to last year's chargebacks as well as a weak month for federal sources. The quarter ended strongly as overall March receipts were up \$425 million as virtually all of the major revenue sources experienced gains. In addition, transfers were higher and federal sources surged. Even excluding federal sources, March receipts were up \$272 million. The third quarter generated \$349 million in gains, or \$255 million excluding federal sources. Through three-fourths of the fiscal year overall revenues were up \$608 million, or \$844 million excluding federal sources.

Fourth Quarter

The final quarter of FY 2005 started on a mixed note as April receipts were up \$77 million. While the economically-related sources performed well, a drop off in transfers related to chargeback activity offset much of that gain. In May, overall receipts fell \$64 million, however, that decline was attributed to a much lower month for federal sources. Excluding federal sources, the other revenue areas performed quite well and gained \$240 million. The final month of the fiscal year ended slightly positive as overall revenues gained \$90 million, or \$46 million excluding federal sources. Despite the relatively modest gain, the economically-related sources again performed well, but were largely offset by a falloff in transfer activity. For the quarter, overall revenues gained \$103 million, or \$367 million excluding federal sources. With the fiscal year now ended, overall growth was \$712 million. If \$498 million in federal source decline is excluded, the year-over-year gain was \$1.210 billion.

REVIEW OF FY 2005 REVENUE ESTIMATE

The following table shows how actual FY 2005 general funds receipts compare to the last official estimates of the CGFA and the GOMB.

As shown, excluding Budget Stabilization and Pension Contribution Fund transfers as well as short-term borrowing and related transfers, the Commission's May forecast underestimated actual FY 2005 revenues by \$406 million, or 1.6%. The majority of the variance, or \$172 million is due to higher than anticipated federal receipts. At this time it's unclear as to the precise reason for this performance and if it will have any subsequent impact on FY 2006 federal receipts. The other area of unexpectedly positive growth was that of personal income tax. While job growth and related withholding tax revenue performed about as expected, the more volatile components of estimated and final payments exceeded expectations. Absent those two components, most of the other revenue sources performed close to forecast.

Utilizing the GOMB's last official forecast presented in the FY 2006 Budget Book, their forecast underestimated general funds revenues by \$518 million. The GOMB also underestimated federal source revenues by \$172 million. In most instances, the GOMB estimates had a greater degree of variance than the Commission, particularly in the areas most closely-tied to the economy such as income and sales tax.

FY 2005 Actuals vs. Estimates: CGFA and GOMB

(\$ millions)

	ACTUAL FY 2005	CGFA EST. May- 05 FY 2004	DIFFERENCE		DIFFERENCE ACTUALS FROM ESTIMATE
			ACTUALS FROM ESTIMATE	GOMB EST. Feb- 05 FY 2004	
Revenue Sources					
State Taxes					
Personal Income Tax	\$8,873	\$8,700	\$173	\$8,645	\$228
Corporate Income Tax (regular)	\$1,548	\$1,477	\$71	\$1,412	\$136
Sales Taxes	\$6,595	\$6,585	\$10	\$6,530	\$65
Public Utility (regular)	\$1,056	\$1,060	(\$4)	\$1,101	(\$45)
Cigarette Tax	\$450	\$450	\$0	\$450	\$0
Liquor Gallonage Taxes	\$147	\$150	(\$3)	\$145	\$2
Vehicle Use Tax	\$32	\$33	(\$1)	\$35	(\$3)
Inheritance Tax (gross)	\$310	\$305	\$5	\$265	\$45
Insurance Taxes & Fees	\$342	\$327	\$15	\$371	(\$29)
Corporate Franchise Tax & Fees	\$181	\$180	\$1	\$190	(\$9)
Interest on State Funds & Investments	\$73	\$65	\$8	\$45	\$28
Cook County Intergovernmental Transfer	\$433	\$433	\$0	\$433	\$0
<u>Other Sources</u>	<u>\$467</u>	<u>\$452</u>	<u>\$15</u>	<u>\$451</u>	<u>\$16</u>
Subtotal	\$20,507	\$20,217	\$290	\$20,073	\$434
Transfers					
Lottery	\$614	\$602	\$12	\$588	\$26
Riverboat transfers & receipts	\$699	\$709	(\$10)	\$700	(\$1)
<u>Other</u>	<u>\$899</u>	<u>\$923</u>	<u>(\$24)</u>	<u>\$945</u>	<u>(\$46)</u>
Total State Sources	\$22,719	\$22,451	\$268	\$22,306	\$413
Federal Sources (incl. \$434m MPRF transfer)	\$4,691	\$4,519	\$172	\$4,519	\$172
Total Federal & State Sources	\$27,410	\$26,970	\$440	\$26,825	\$585
Nongeneral Funds Distribution:					
Refund Fund					
Personal Income Tax	(\$894)	(\$877)	(\$17)	(\$864)	(\$30)
Corporate Income Tax	(\$376)	(\$359)	(\$17)	(\$339)	(\$37)
Subtotal General Funds	\$26,140	\$25,734	\$406	\$25,622	\$518
Short Term Borrowing	\$765	\$765	\$0	\$765	\$0
HPF and HHSMTF Transfer	\$1,002	\$997	\$5	\$997	\$5
Budget Stabilization Fund Transfer	\$276	\$276	\$0	\$276	\$0
Total General Funds	\$28,183	\$27,772	\$411	\$27,660	\$518

07/19/05

FY 2006 BUDGET INFORMATION

- Revenue Assumptions Used to Craft FY 2006 Budget
- Walk-up of FY 2006 Revenues From Introduced Budget vs. Enacted Budget
- FY 2006 Budget Summary



REVENUE ASSUMPTIONS USED TO CRAFT FY 2006 BUDGET

The following table illustrates the various revenue assumptions used to craft the FY 2006 budget. They were compiled utilizing information provided by the GOMB, but at this time should be considered unofficial. **These figures do not represent the CGFA's FY 2006 estimate.**

In the Governor's introduced budget, base FY 2006 revenues were anticipated to be \$26.411 billion. In addition, the Governor proposed \$255 million in deficit reduction sources comprised of:

- Increased cigarette and other tobacco products tax- \$155 million
- Sales tax on canned software- \$65 million
- Increased DoR Audit Enforcement- \$18 million
- Reform retail rate law- \$17 million

As a result, total revenues were forecast to be \$26.666 billion

As shown, virtually all of the proposed deficit reduction sources were not factored into the enacted budget. Those items, as well as others including a shift of Medicaid spending from GRF to other funds equate to a total reduction in revenues of \$439 million. More than offsetting those decreases, however, were \$444 million in revenue increases. Therefore, the enacted budget is based on a revenue forecast that is \$5 million higher than the introduced budget. (See the table on page 10 for a more detailed revenue comparison between the introduced and the enacted budgets).

***Walk-Up of FY 2006 Revenues
From Introduced Budget vs. Enacted Budget**

		(in Millions)
Total Base Revenues per Budget Book		\$26,411
Proposed Deficit Reduction Sources		<u>\$255</u>
Adjusted Base		\$26,666
<u>Items Decreasing FY 2006 Revenues</u>		
Increased Cigarette/Tobacco Products Tax- Not Passed		(\$155)
GRF Federal Revenue from Medicaid Spending		(\$135)
Out of State Fuel Fee		(\$67)
Canned Software		(\$65)
Reform Retail Rate Law- Not Passed		<u>(\$17)</u>
Total of Revenue Reductions		(\$439)
<u>Items Increasing FY 2006 Revenues</u>		
Additional Base Revenue Growth		
Income Taxes	\$121	
Sales Taxes	\$95	
Inheritance Tax	\$30	
Riverboat Taxes	\$11	
Secretary of State Fee Growth	\$48	
Additional Other Revenues	\$23	
Miscellaneous GRF Revenues (I.e. Interest income)	<u>\$29</u>	
Total Additional Base Growth		\$358
Other Statutory Transfers In		\$62
Additional Federal Revenues- IDPA (MH/DD COLA)		<u>\$24</u>
Total of Revenue Increases		\$444
REVISED FY 2006 BUDGET (Unofficial)		\$26,671

*This information should be considered unofficial and was provided by the GOMB. These figures do not represent the CGFA's FY 2006 estimate.

FY 2006 BUDGET SUMMARY

According to Illinois law, no later than the third Wednesday in February of each year, the Governor is responsible for presenting a recommended budget before a joint session of the Illinois General Assembly. Governor Rod Blagojevich presented his recommended budget on February 16, 2005.

The recommended fiscal year 2006 budget presented a general operations budget for all funds of \$43.6 billion. At the time the budget was introduced, the Governor's Office of Management and Budget estimated that general fund revenue growth would increase 4.1% or \$1.044 billion in FY 2006. Ultimately, the final budget that was passed by the General Assembly and signed by the Governor totaled \$43.574 billion and estimated general fund revenues to increase 4.1% or \$1.049 billion in FY 2006.

Three Senate bills and one House bill contained the statutory language for the implementation of the FY 2006 Budget. Senate Bill 1548 (FY 2006 Budget bill), SB 0661 (State Finance Budget Implementation bill), Senate Bill 1815 (Education Budget Implementation bill), and HB 1197 (Human Services Budget Implementation bill). Key components of the budget implementation bills are listed below.

SB 0661 (Public Act 94-0091) State Finance

- Decreases the transfer of Conservation 2000 Projects Fund from GRF from \$14 million of \$11 million.
- Terminates some funds in the State Treasury.
- Transfers \$1.2 million from the General Revenue Fund (GRF) to the Violence Prevention Fund.
- Transfers \$9.0 million from GRF to the Presidential Library and Museum Operating Fund.
- Authorizes up to \$80 million in short-term cash borrowing transfers from GRF to the Tobacco Settlement Recovery Fund.
- Transfers \$6.8 million from GRF to the Securities Audit Enforcement Fund.
- Sets 9.75% of the share of personal income taxes and 20 percent of corporate income taxes for deposit into the Income Tax Refund Fund.
- Ends mandatory appropriation from the State Pension Fund to the retirement systems.
- Transfers \$161 million from other State funds into GRF.

SB 1815 (Public Act 94-0069) Education

- Increases the foundation level from \$4,964 to \$5,164.
- Creates the SBE Special Purpose Trust Fund. Monies will be used for special projects and grants.
- Postpones the phase out for the hold harmless poverty payment.

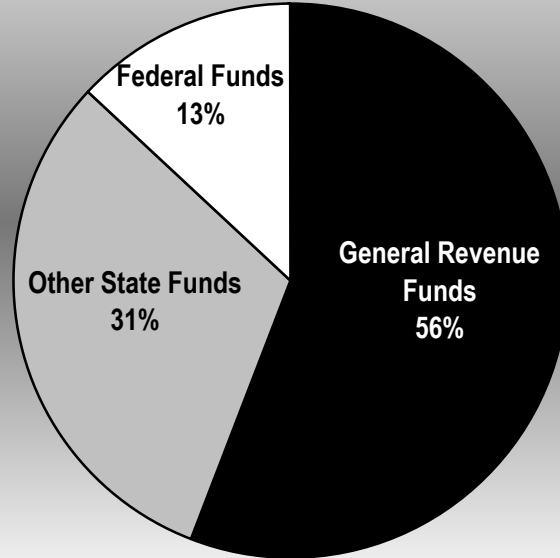
HB 1197 (Public Act 94-0048) Human Services

- Freezes nursing home reimbursement rates.
- Allows for emergency rule making authority needed for Medicaid rate adjustments. Applies KidCare premium and copayment provisions to the FamilyCare program and adds two more years of premiums.

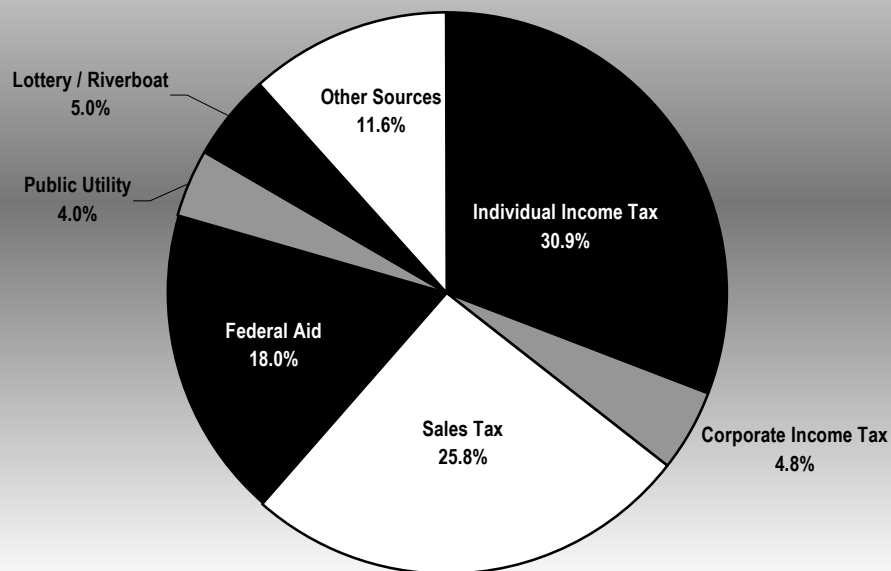
CHARTS & GRAPHS ILLUSTRATING THE FY 2006 BUDGET & HISTORICAL DATA

- **FY 2006 Budget: Percent of Total**
- **FY 2006 Revenues by Source: Percentage of Total**
- **FY 2006 Operating Appropriations by Major Purpose: Percentage of Total Budget**
- **FY 2006 Appropriations by Major Purpose: Percentage of General Funds**
- **General Funds Appropriations FY 1990 – FY 2006**
- **General Funds Revenue History: FY 1991- FY 2005**
- **Total General Funds Revenue History: FY 91 - FY 05**
- **Illinois State Board of Education General Funds History**
- **History of General State Aid Foundation Levels**
- **General Funds Revenue History: FY 1990 – FY 2005**
- **General Funds Balances – Cash Basis FY 1990 – FY 2005**
- **FY 2006 General Revenue Estimates: Budget Book (GOMB) vs. Unofficial Enacted (GOMB)**
- **Detailed 10-Year General Funds Revenue History FY 1996 – FY 2005**
- **General Funds Expenditure History: FY 1991 – FY 2004**
- **General Funds Expenditures by Category**
- **General Funds Expenditures by Function**
- **Health and Social Services Expenditure History**
- **Education Expenditure History**
- **Public Protection Expenditure History**
- **General Government Expenditure History**

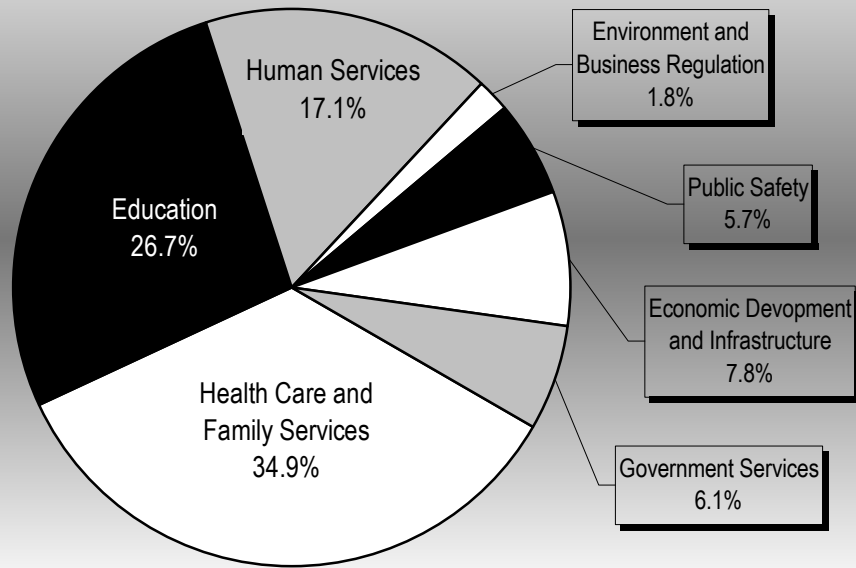
**Fiscal Year 2006 Budget
Percent of Total
Total Funds - \$43.574 Billion**



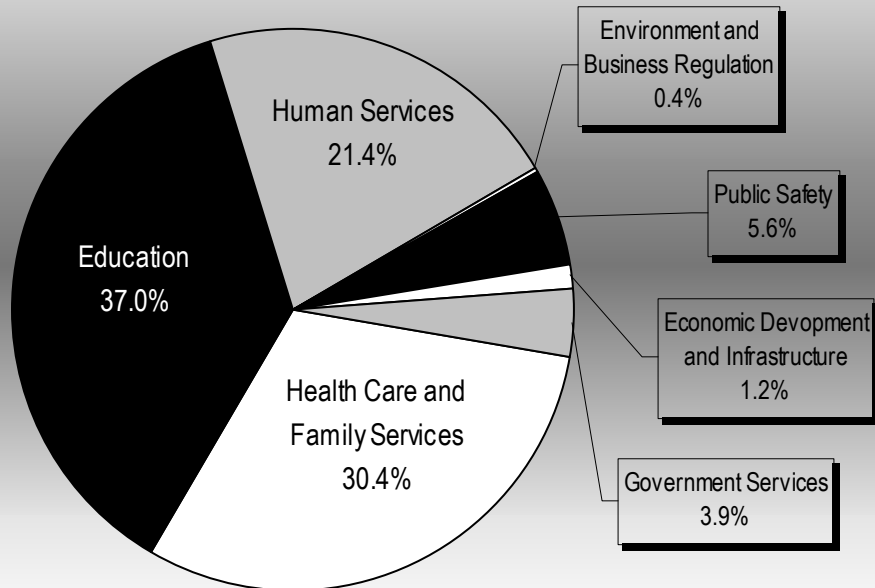
**Fiscal Year 2006 Revenues by Source
Percentage of Total
General Funds (unofficial) - \$26.671 Billion**



**Fiscal Year 2006 Operating Appropriations by Major Purpose
Percentage of Total Budget : All Funds \$43.574 Billion**

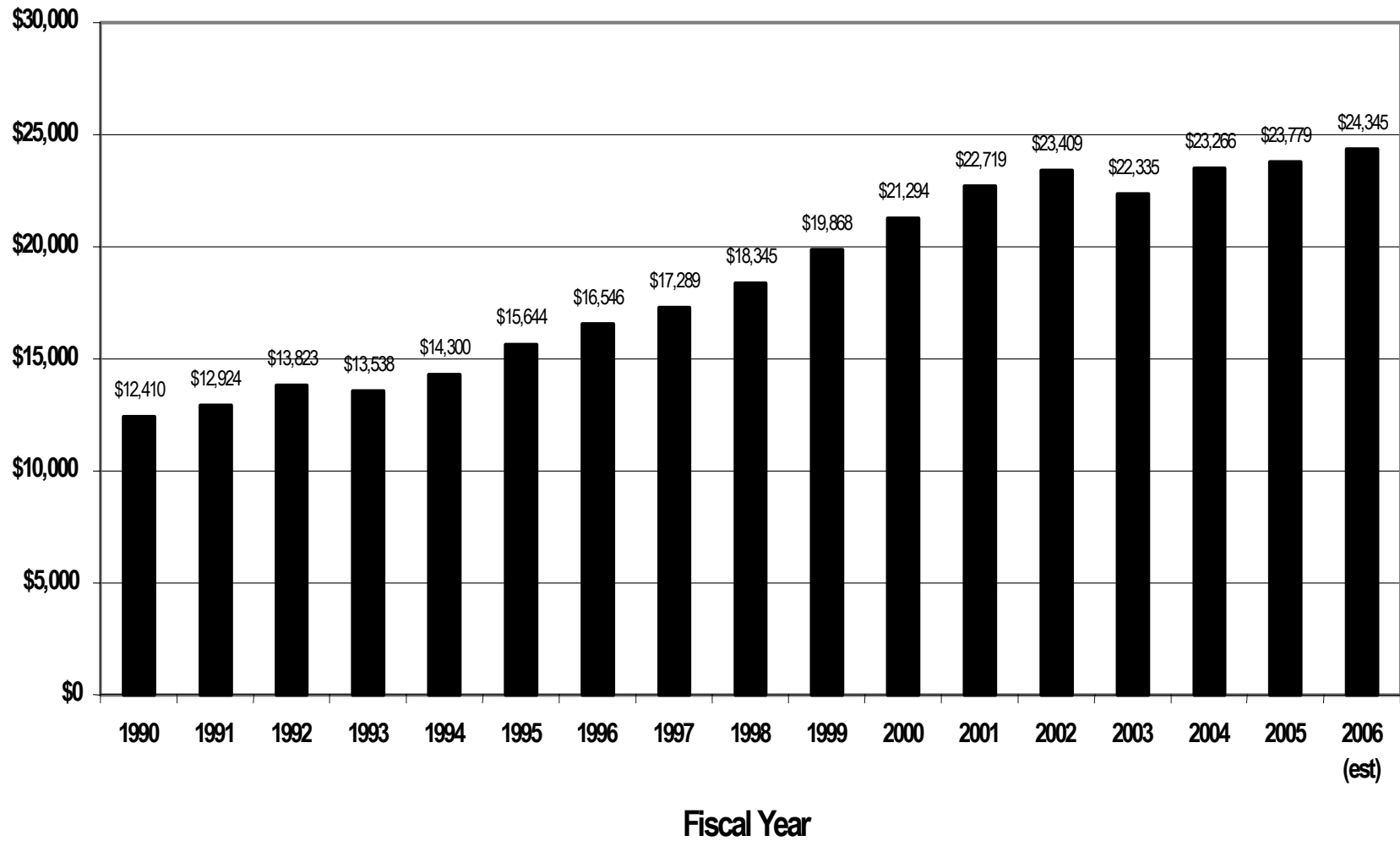


**Fiscal Year 2006 Operating Appropriations by Major Purpose
Percentage of General Funds : \$24.345 Billion**



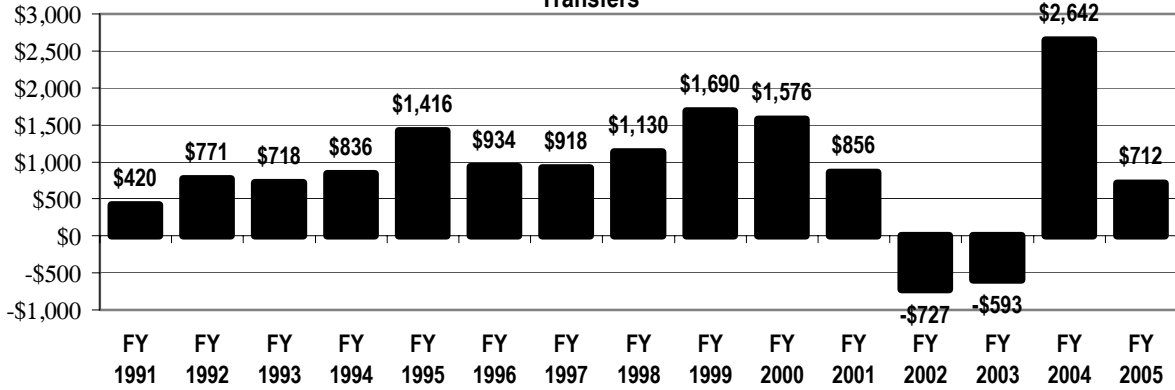
General Funds - Appropriations

\$ in millions



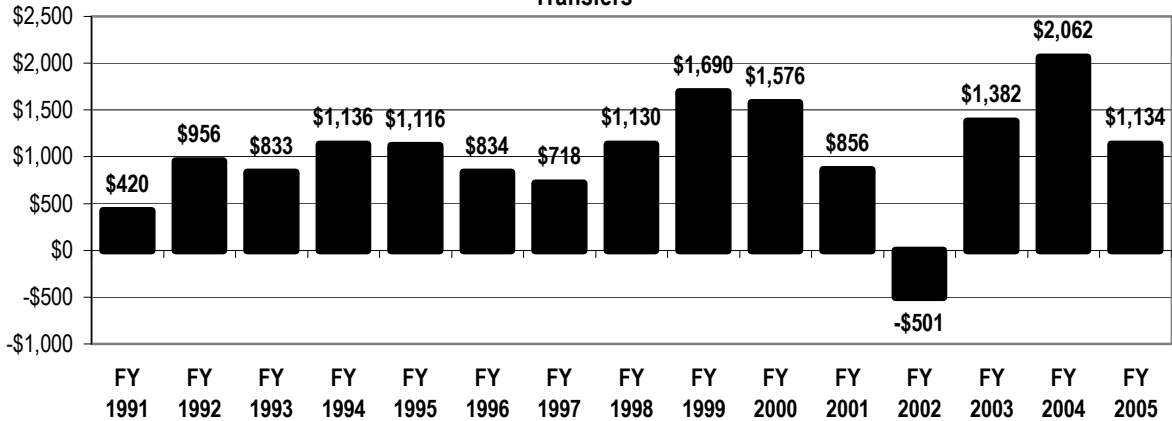
General Funds Revenue History: Annual \$ Change
FY 1991 - FY 2005
(in millions)

Excludes Budget Stabilization Fund and Pension Contribution Fund Transfers, Short-Term Borrowing, and Related Transfers



Total General Funds Revenue History: Annual \$ Change
FY 1991 - FY 2005
(in millions)

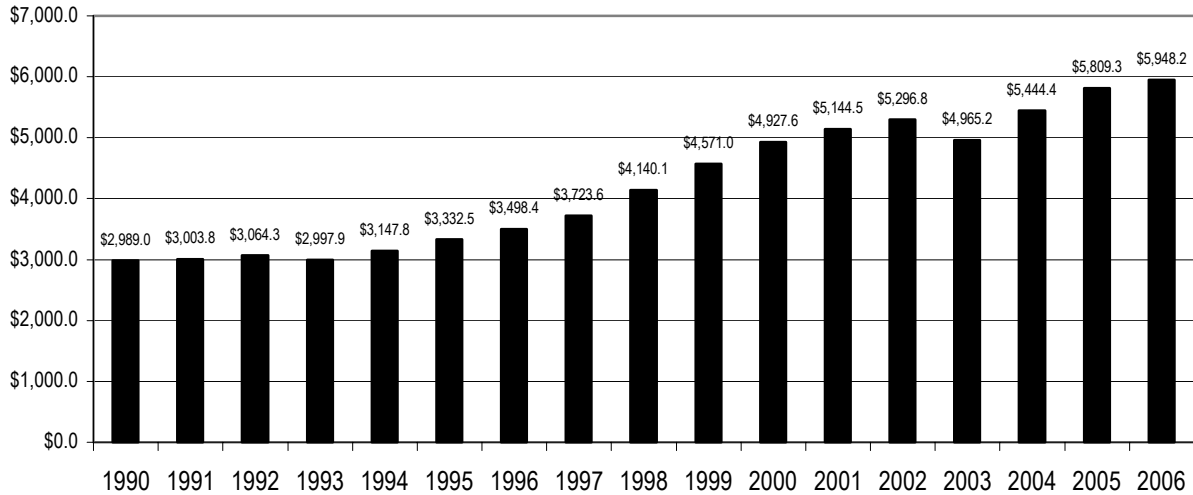
Includes Budget Stabilization Fund and Pension Contribution Fund Transfers, Short-Term Borrowing, and Related Transfers



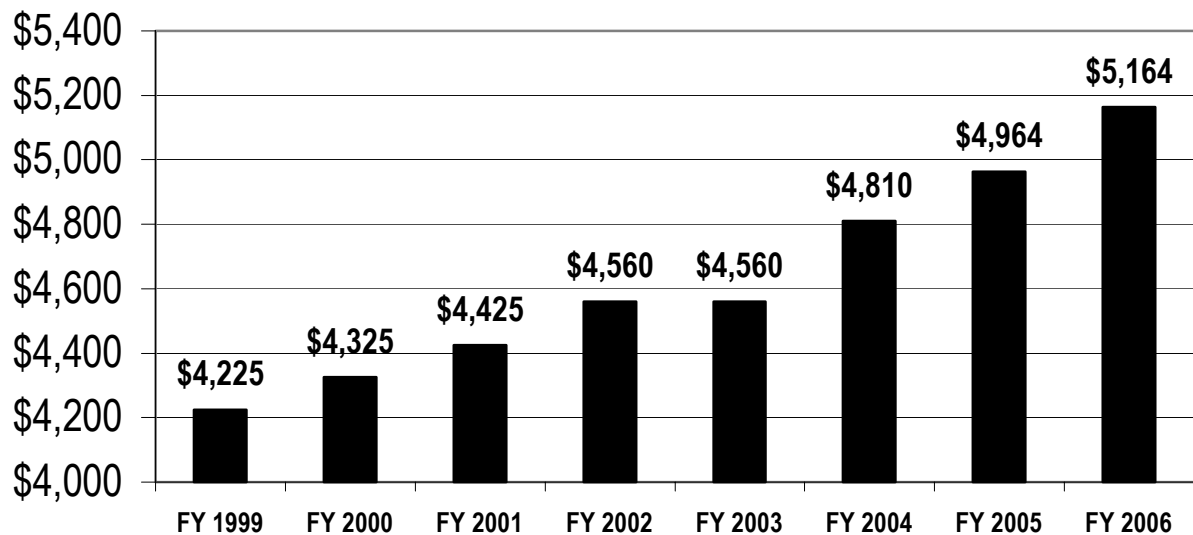
Illinois State Board of Education General Funds History

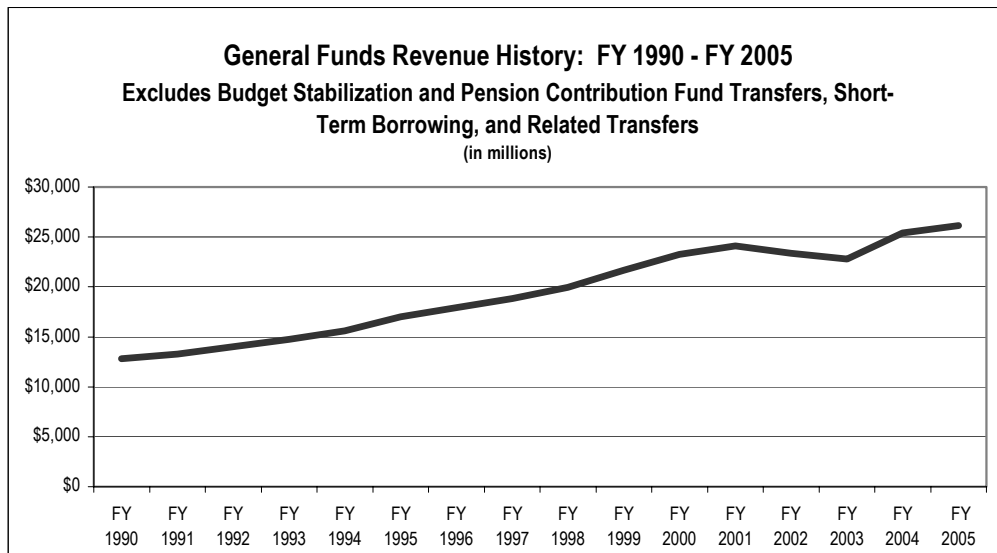
(Excludes Teacher Retirement System Funds)

\$ in millions

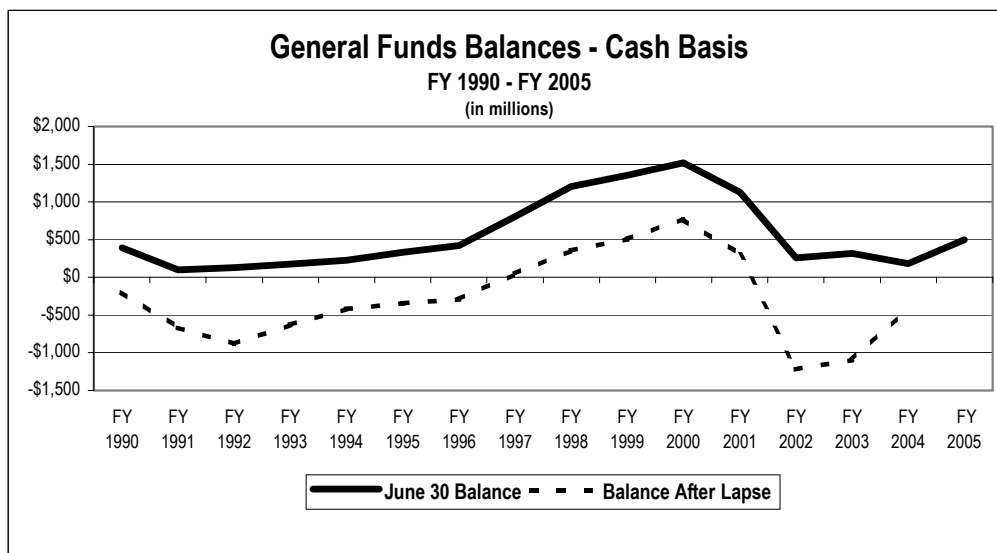


History of General State Aid Foundation Levels





	General Funds (in millions)	Annual \$ Change	% Change
FY 1990	\$12,841	-	-
FY 1991	\$13,261	\$420	3.3%
FY 1992	\$14,032	\$771	5.8%
FY 1993	\$14,750	\$718	5.1%
FY 1994	\$15,586	\$836	5.7%
FY 1995	\$17,002	\$1,416	9.1%
FY 1996	\$17,936	\$934	5.5%
FY 1997	\$18,854	\$918	5.1%
FY 1998	\$19,984	\$1,130	6.0%
FY 1999	\$21,674	\$1,690	8.5%
FY 2000	\$23,250	\$1,576	7.3%
FY 2001	\$24,106	\$856	3.7%
FY 2002	\$23,379	-\$727	-3.0%
FY 2003	\$22,786	-\$593	-2.5%
FY 2004	\$25,428	\$2,642	11.6%
FY 2005	\$26,140	\$712	2.8%



	June 30 Balance	Balance After Lapse
FY 1990	\$395	-\$191
FY 1991	\$100	-\$666
FY 1992	\$131	-\$887
FY 1993	\$172	-\$630
FY 1994	\$230	-\$422
FY 1995	\$331	-\$341
FY 1996	\$426	-\$292
FY 1997	\$806	\$45
FY 1998	\$1,202	\$356
FY 1999	\$1,351	\$503
FY 2000	\$1,517	\$777
FY 2001	\$1,126	\$300
FY 2002	\$256	-\$1,220
FY 2003	\$317	-\$1,094
FY 2004	\$182	-\$407
FY 2005	\$497	N/A

GOMB FY 2006 GENERAL REVENUE ESTIMATES
BUDGET BOOK (GOMB) vs. UNOFFICIAL ENACTED (GOMB)*
(millions)

<u>Revenue Sources</u>	<u>GOMB (Budget Book)</u> FY 2006 <u>Estimate Feb-05</u>	<u>GOMB (Unofficial)</u> FY 2006 <u>Estimate May-05</u>	<u>\$</u> <u>Difference</u>
State Taxes			
Personal Income Tax	\$9,017	\$9,125	\$108
Corporate Income Tax	\$1,554	\$1,583	\$29
Sales Taxes	\$6,778	\$6,873	\$95
Public Utility (regular)	\$1,096	\$1,069	(\$27)
Cigarette Tax	\$555	\$400	(\$155)
Liquor Gallonage Taxes	\$146	\$150	\$4
Vehicle Use Tax	\$35	\$35	\$0
Inheritance Tax (gross)	\$255	\$285	\$30
Insurance Taxes & Fees	\$366	\$327	(\$39)
Corporate Franchise Tax & Fees	\$194	\$183	(\$11)
Interest on State Funds & Investments	\$45	\$65	\$20
Cook County Intergovernmental Transfer	\$340	\$340	\$0
<u>Other Sources</u>	<u>\$401</u>	<u>\$472</u>	<u>\$71</u>
Subtotal	\$20,782	\$20,907	\$125
Transfers			
Lottery	\$628	\$628	\$0
Riverboat Transfers & Receipts	\$696	\$707	\$11
<u>Other</u>	<u>\$916</u>	<u>\$844</u>	<u>(\$72)</u>
Total State Sources	\$23,022	\$23,086	\$64
Federal Sources	\$4,834	\$4,791	(\$43)
Total Federal & State Sources	\$27,856	\$27,877	\$21
Nongeneral Funds Distribution:			
Refund Fund			
Personal Income Tax	(\$879)	(\$890)	(\$11)
Corporate Income Tax	(\$311)	(\$316)	(\$5)
Total General Funds	\$26,666	\$26,671	\$5
* The GOMB FY 2006 Feb-05 estimate includes \$255 million in proposed deficit reduction sources. While in the Budget Book those items were not included in individual source estimates, they are here for ease of comparison (per GOMB). While not shown, it is assumed that \$276 million in Budget Stabilization Fund transfers will be utilized in FY 2006 for cashflow purposes. CGFA			

DETAILED 10-YEAR GENERAL FUNDS REVENUE HISTORY FY 1996 - FY 2005

(\$ million)

Revenue Sources	Actual Receipts FY 1996	Actual Receipts FY 1997	Actual Receipts FY 1998	Actual Receipts FY 1999	Actual Receipts FY 2000	Actual Receipts FY 2001	Actual Receipts FY 2002	Actual Receipts FY 2003	Actual Receipts FY 2004	Actual Receipts FY 2005
State Taxes										
Personal Income Tax	\$6,070	\$6,552	\$7,269	\$7,778	\$8,273	\$8,607	\$8,086	\$7,979	\$8,235	\$8,873
Corporate Income Tax (regular)	1,209	1,361	1,402	1,384	1,527	1,279	1,043	1,011	1,379	1,548
Sales Taxes	4,798	4,992	5,274	5,609	6,027	5,958	6,051	6,059	6,331	6,595
Public Utility Taxes (regular)	833	873	912	1,019	1,116	1,146	1,104	1,006	1,079	1,056
Cigarette Tax	300	300	346	403	400	400	400	400	400	450
Liquor Gallonage Taxes	58	57	57	57	128	124	123	123	127	147
Vehicle Use Tax	37	37	37	38	38	34	38	34	35	32
Inheritance Tax (Gross)	187	199	250	347	348	361	329	237	222	310
Insurance Taxes and Fees	160	146	91	208	209	246	272	313	362	342
Corporate Franchise Tax & Fees	101	121	118	117	139	146	159	142	163	181
Interest on State Funds & Investments	133	144	182	212	233	274	135	66	55	73
Cook County Intergovernmental Transfer	0	251	152	218	245	245	245	355	428	433
Other Sources	<u>217</u>	<u>157</u>	<u>181</u>	<u>190</u>	<u>194</u>	<u>407</u>	<u>512</u>	<u>349</u>	<u>439</u>	<u>467</u>
Subtotal	\$14,103	\$15,190	\$16,271	\$17,580	\$18,877	\$19,227	\$18,497	\$18,074	\$19,255	\$20,507
Transfers										
Lottery	594	590	560	540	515	501	555	540	570	614
Gaming Fund Transfer	205	185	170	240	330	460	470	554	661	699
Other	<u>327</u>	<u>309</u>	<u>346</u>	<u>411</u>	<u>514</u>	<u>452</u>	<u>454</u>	<u>589</u>	<u>1,159</u>	<u>899</u>
Total State Sources	\$15,229	\$16,274	\$17,347	\$18,771	\$20,236	\$20,640	\$19,976	\$19,757	\$21,645	\$22,719
Federal Sources	\$3,339	\$3,269	\$3,323	\$3,718	\$3,891	\$4,320	\$4,258	\$3,940	\$5,189	\$4,691
Total Federal & State Sources	\$18,568	\$19,543	\$20,670	\$22,489	\$24,127	\$24,960	\$24,234	\$23,697	\$26,834	\$27,410
Nongeneral Funds Distribution:										
Refund Fund										
Personal Income Tax	(\$401)	(\$413)	(\$421)	(\$552)	(\$587)	(\$611)	(\$615)	(\$638)	(\$964)	(\$894)
Corporate Income Tax	(231)	(276)	(265)	(263)	(290)	(243)	(240)	(273)	(442)	(376)
Subtotal General Funds	\$17,936	\$18,854	\$19,984	\$21,674	\$23,250	\$24,106	\$23,379	\$22,786	\$25,428	\$26,140
Change from Prior Year	\$934	\$918	\$1,130	\$1,690	\$1,576	\$856	(\$727)	(\$593)	\$2,642	\$712
Percent Change	5.5%	5.1%	6.0%	8.5%	7.3%	3.7%	-3.0%	-2.5%	11.6%	2.8%
Short-Term Borrowing	\$200	\$0	\$0	\$0	\$0	\$0	\$0	\$1,675	\$0	\$765
HPF and HHSMTF Transfers	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,002
Budget Stabilization Fund Transfer	\$0	\$0	\$0	\$0	\$0	\$0	\$226	\$226	\$226	\$276
Pension Contribution Fund Transfer	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$300	\$1,395	\$0
Total General Funds	\$18,136	\$18,854	\$19,984	\$21,674	\$23,250	\$24,106	\$23,605	\$24,987	\$27,049	\$28,183
Change from Prior Year	\$834	\$718	\$1,130	\$1,690	\$1,576	\$856	(\$501)	\$1,382	\$2,062	\$1,134
Percent Change	4.8%	4.0%	6.0%	8.5%	7.3%	3.7%	-2.1%	5.9%	8.3%	4.2%

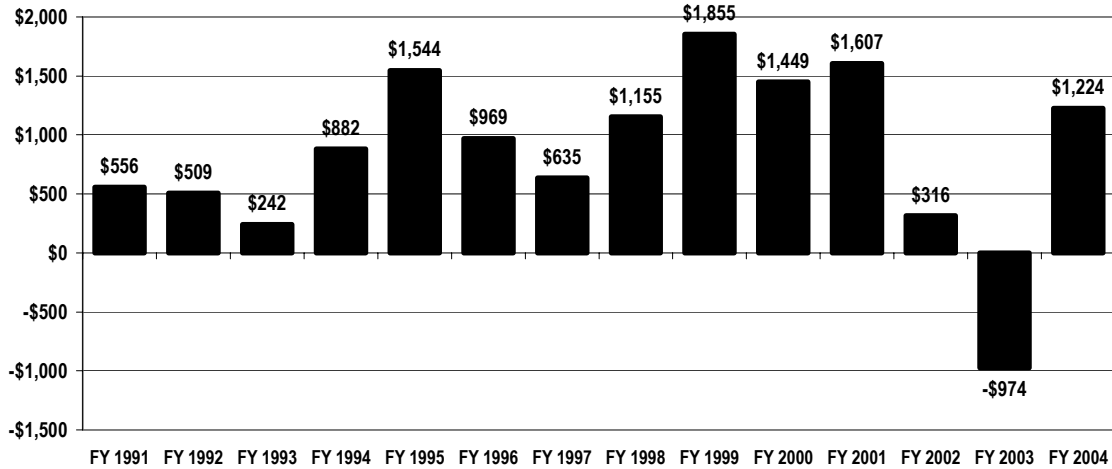
CGFA

07/21/05

**General Funds Expenditure History: Annual \$ Change in Millions
FY 1991 - FY 2004**

Total Warrants Issued: 14-mo (15-mo prior to FY 1997)

Excludes Repayment of Short-Term Borrowing and Transfers to Budget Stabilization Fund



General Funds Expenditures by Category

Total Warrants Issued: 14-mo (15-mo prior to FY 1997)

(in millions)

	FY 1995	FY 1996	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004
Total Operations	\$4,343	\$4,680	\$5,115	\$5,319	\$5,727	\$6,298	\$6,630	\$6,956	\$6,466	\$6,434
Total Awards and Grants	\$11,143	\$11,619	\$11,709	\$12,550	\$13,649	\$14,567	\$15,676	\$15,731	\$15,400	\$16,207
Other General Funds Warrants Issued	\$13	\$11	\$27	\$35	\$45	\$82	\$60	\$53	\$28	-\$11
Regular Transfers Out	\$1,414	\$1,572	\$1,666	\$1,768	\$2,106	\$2,029	\$2,217	\$2,159	\$2,031	\$2,519
Base General Funds Expenditures	\$16,913	\$17,882	\$18,517	\$19,672	\$21,527	\$22,976	\$24,583	\$24,899	\$23,925	\$25,149
Short-Term Borrowing Repayment	\$308	\$205	\$0	\$0	\$0	\$0	\$0	\$0	\$710	\$990
Transfer to Budget Stabilization Fund	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$226	\$226	\$226
Total General Funds Expenditures	\$17,221	\$18,087	\$18,517	\$19,672	\$21,527	\$22,976	\$24,583	\$25,125	\$24,861	\$26,365

General Funds Expenditures by Function (From Current Year Appropriations)

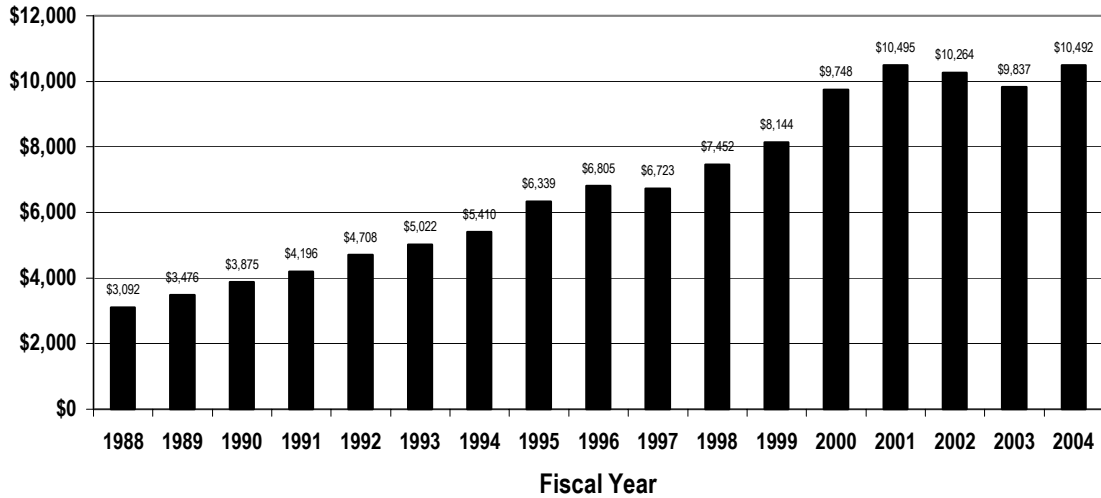
Total Warrants Issued: 14-mo (15-mo prior to FY 1997)

(in millions)

	FY 1995	FY 1996	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004
Health and Social Services	\$6,339	\$6,805	\$6,723	\$7,452	\$8,144	\$9,748	\$10,495	\$10,264	\$9,837	\$10,492
Education	\$5,404	\$5,695	\$6,102	\$6,666	\$7,354	\$7,863	\$8,320	\$8,801	\$8,594	\$8,585
Public Protection and Justice	\$1,107	\$1,214	\$1,309	\$1,411	\$1,576	\$1,652	\$1,757	\$1,837	\$1,705	\$1,720
General Government	\$992	\$978	\$1,090	\$1,168	\$1,265	\$1,194	\$1,282	\$1,341	\$1,343	\$1,527
Other	\$1,657	\$1,618	\$1,627	\$1,207	\$1,082	\$490	\$512	\$497	\$415	\$306
Regular Transfers Out	\$1,414	\$1,572	\$1,666	\$1,768	\$2,106	\$2,029	\$2,217	\$2,159	\$2,031	\$2,519
Base General Funds Expenditures	\$16,913	\$17,882	\$18,517	\$19,672	\$21,527	\$22,976	\$24,583	\$24,899	\$23,925	\$25,149
Short-Term Borrowing Repayment	\$308	\$205	\$0	\$0	\$0	\$0	\$0	\$0	\$710	\$990
Transfer to Budget Stabilization Fund	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$226	\$226	\$226
Total General Funds Expenditures	\$17,221	\$18,087	\$18,517	\$19,672	\$21,527	\$22,976	\$24,583	\$25,125	\$24,861	\$26,365

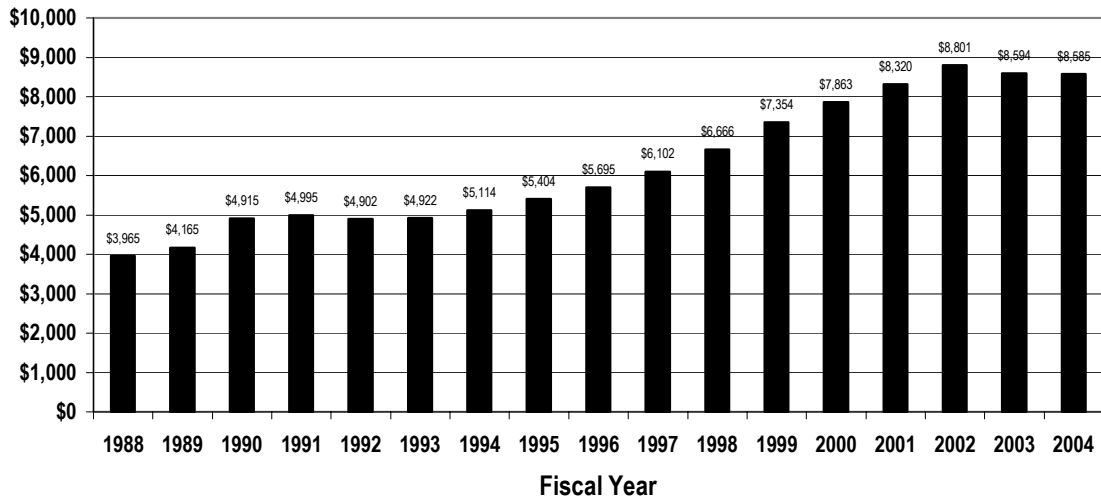
Health and Social Services Expenditure History General Funds \$ in millions

Total Warrants Issued: 14-mo (15-mo prior to FY 1997)



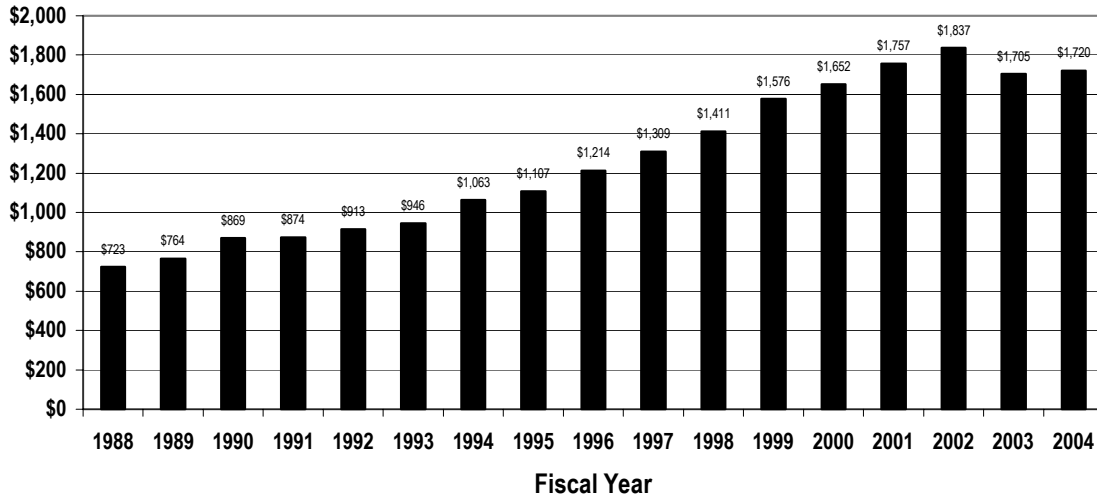
Education Expenditure History General Funds \$ in millions

Total Warrants Issued: 14-mo (15-mo prior to FY 1997)



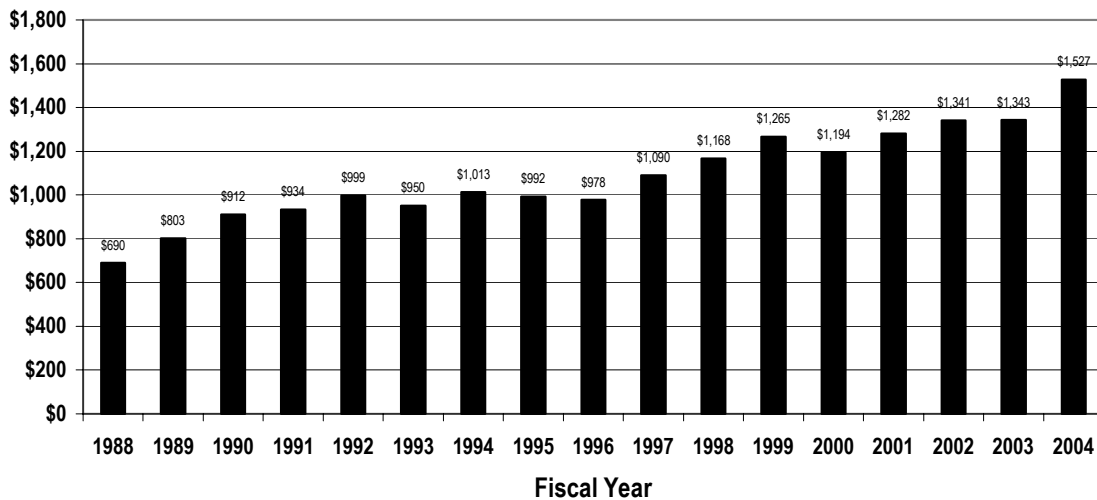
Public Protection and Justice Expenditure History General Funds \$ in millions

Total Warrants Issued: 14-mo (15-mo prior to FY 1997)



General Government Expenditure History General Funds \$ in millions

Total Warrants Issued: 14-mo (15-mo prior to FY 1997)



SHORT TERM & LONG TERM DEBT OF THE STATE OF ILLINOIS

- Short Term Borrowing
- Bond Authorization Levels
- Illinois' Bond Rating
- Bond Sales
- Debt Outstanding
- Debt Service



SHORT-TERM BORROWING

In March 2005, \$765 million in short-term borrowing proceeds were deposited into the General Fund and then subsequently transferred to the Hospital Provider Fund to be spent on Medicaid bills. Federal reimbursement from that spending as well as subsequent monies from hospital assessment fees and federal reimbursement allowed \$762 million to be transferred back to the General Fund. After all of the scheduled transfers into and out of the GRF related to the short-term borrowing, it is estimated that net transfers will equal \$14 million. It is reported that there will be a cumulative net benefit of approximately \$143 million to the State, allocated as follows:

HISTORY OF SHORT TERM BORROWING		
Date Issued	Amount (millions)	Date Retired
June-July 1983	\$200	May 1984
February 1987	\$100	February 1988*
August 1991	\$185	June 1992
February 1992	\$500	October 1992*
August 1992	\$600	May 1993
October 1992	\$300	June 1993
August 1993	\$900	June 1994
August 1994	\$687	June 1995
August 1995	\$500	June 1996
July 2002	\$1,000	June 2003
May 2003	\$1,500	May 2004*
June 2004	\$850	October 2004*
March 2005	\$765	June 2005

Source: Office of Management & Budget
*Across fiscal year borrowing

- \$20 million is allocated to the Developmentally Disabled Providers,
- \$30 million allocated to the Long Term Nursing Care providers, and
- \$93 million allocated to normal DPA Medicaid obligations funded by GRF and other sources.

The short-term borrowing was paid off in June of 2005 including \$5.7 million in interest.

AUTHORIZATION

- The current General Obligation bond authorization for new projects is \$16.927 billion, with approximately \$3.244 billion unissued since June 30, 2005. Build Illinois bond authorization is \$3.806 billion, with approximately \$687 million unissued as of June 30, 2005. Authorization has not been increased since January 2004.

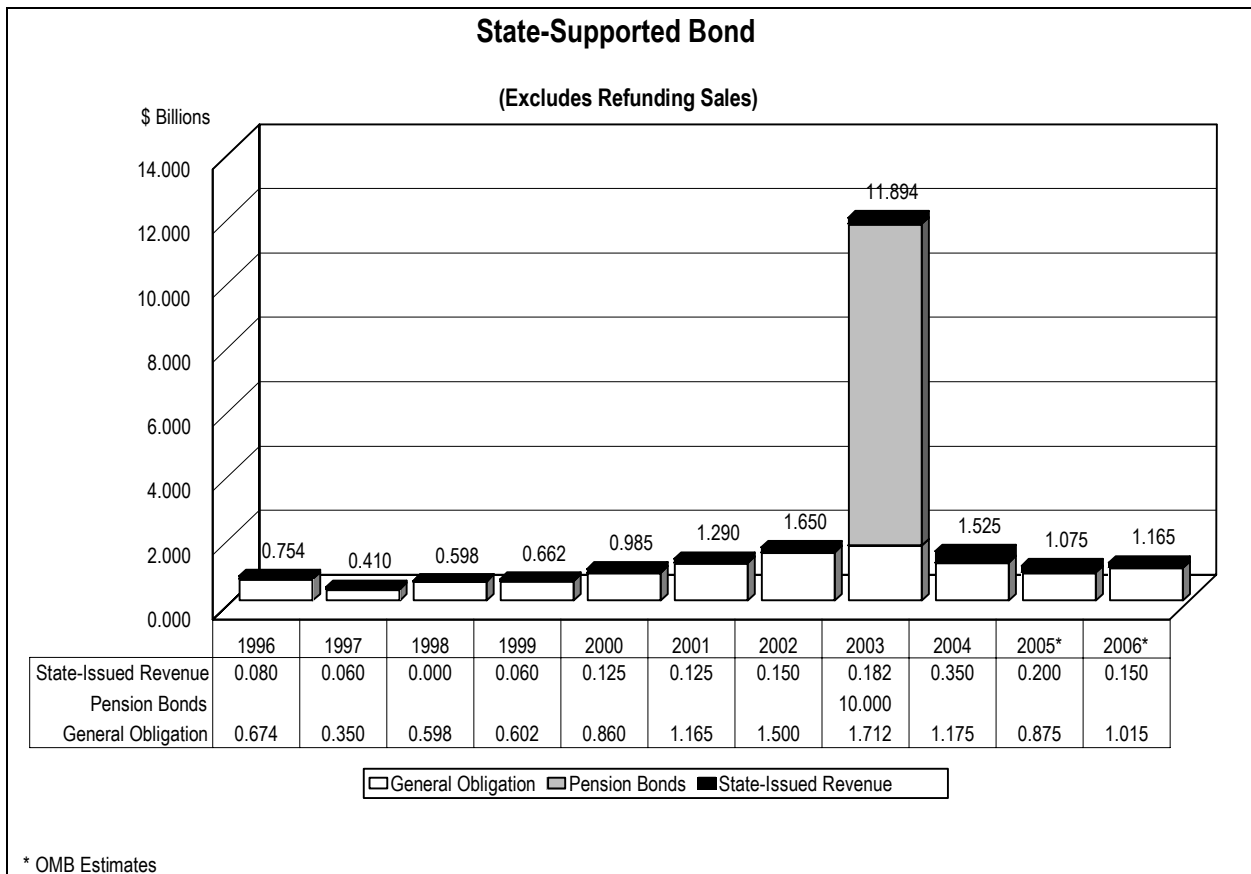
ILLINOIS' BOND RATING

ILLINOIS' BOND RATING

RATING AGENCIES	JULY 1997	JUNE 1998	JUNE 2000	MAXIMUM RATING POSSIBLE
<i>Fitch, Inc.</i>	AA	AA	AA+	AAA
<i>Standard & Poor's</i>	AA	AA	AA	AAA
<i>Moody's Investor Service</i>	Aa3	Aa2	Aa2	Aaa (quality) or Aa1 (credit)

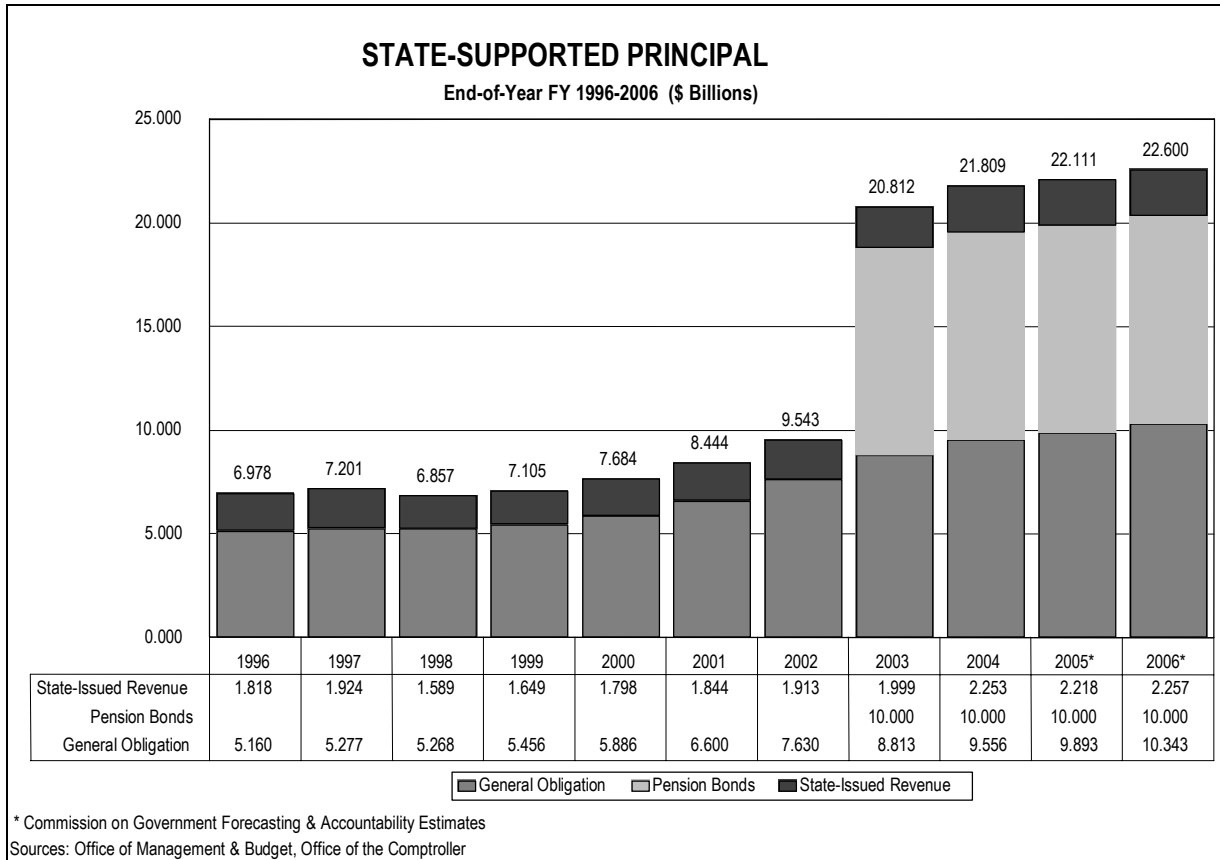
BOND SALES

- The State has issued three series of bonds for FY 2005—the \$285 million September Series, \$275 million November Series, and the \$315 million April Series—for a total sold of \$875 million. The September bond series was sold competitively equaling 32.6% of FY 2005 bond sales. The Governor’s Capital Plan estimates G.O. bond sales of \$1.015 billion for FY 2006. The following chart shows only new money bond sales.
- In February of 2005 the Administration sold \$75 million in Build Illinois bonds and another \$125 million in June, equaling \$200 million total Build Illinois bond sales for FY 2005. The February bond series was sold competitively equaling 37.5% of FY 2005 bond sales for Build Illinois. There were no refunding bonds issued in FY 2005. The Office of Management and Budget has proposed sales of \$150 million of Build Illinois bonds for projects in FY 2006.



DEBT OUTSTANDING

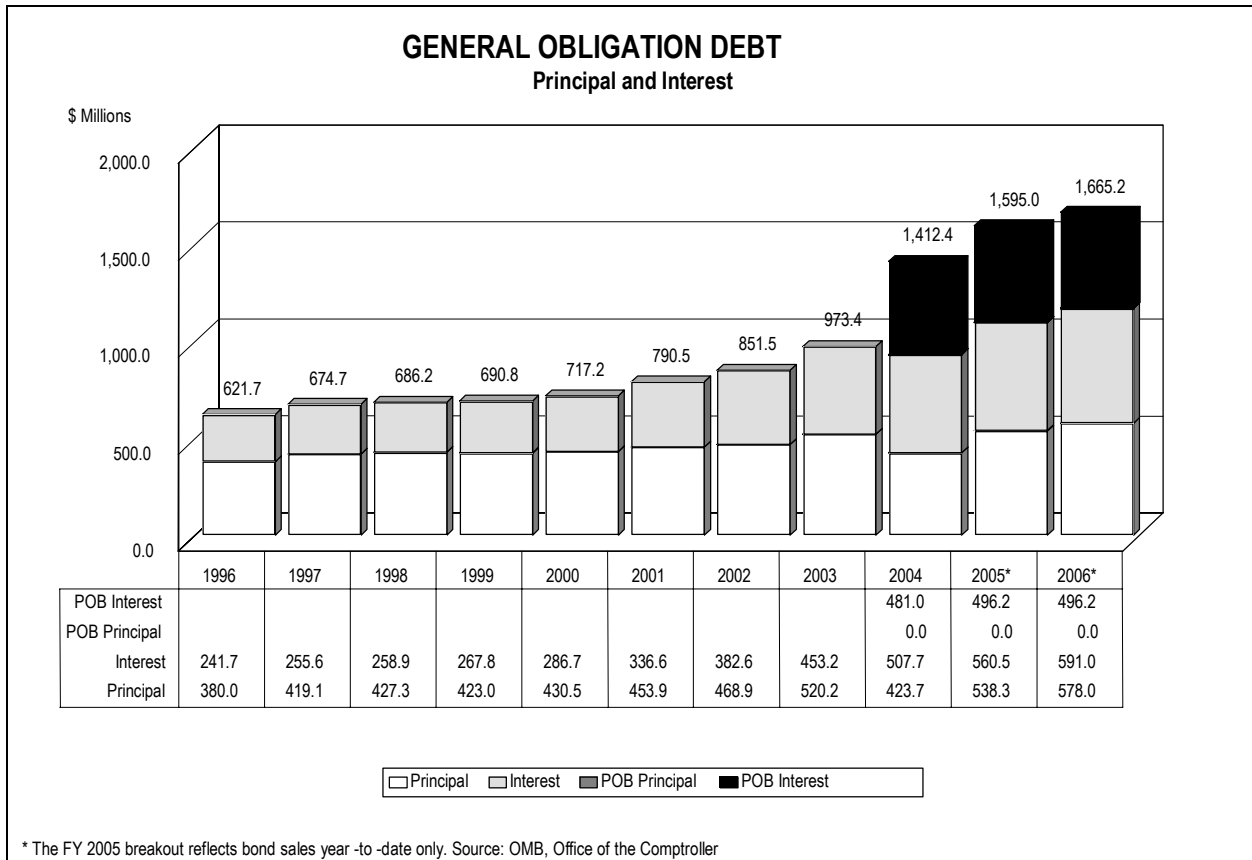
- Chart 2 indicates that principal outstanding in FY 2004 and FY 2005 increased to \$21.8 billion (4.8%) and \$22.1 billion (1.4%), respectively. Estimates for FY 2006 would increase outstanding principal to \$22.6 billion up 2.2% over the previous year.



- Total State-supported principal outstanding for FY 2005 and FY 2006 is expected to increase by \$302 million and \$489 million, respectively, in part due to practically no bond funding for the capital plan in FY 2005 and a low level of bond funds being used in FY 2006. With the changes in how bonds must be paid (25-year maturities and level principal debt service payments) the growth in principal outstanding should stay at lower levels. These levels will also be diminished once debt service payments for the Pension Obligation Bonds start paying down principal in FY 2008. Principal payments will be \$50 to \$100 million from FY 2008-FY 2016, then grow by \$50 million to \$100 million annually until it is paid off in FY 2033 with a principal payment of \$1.1 billion.

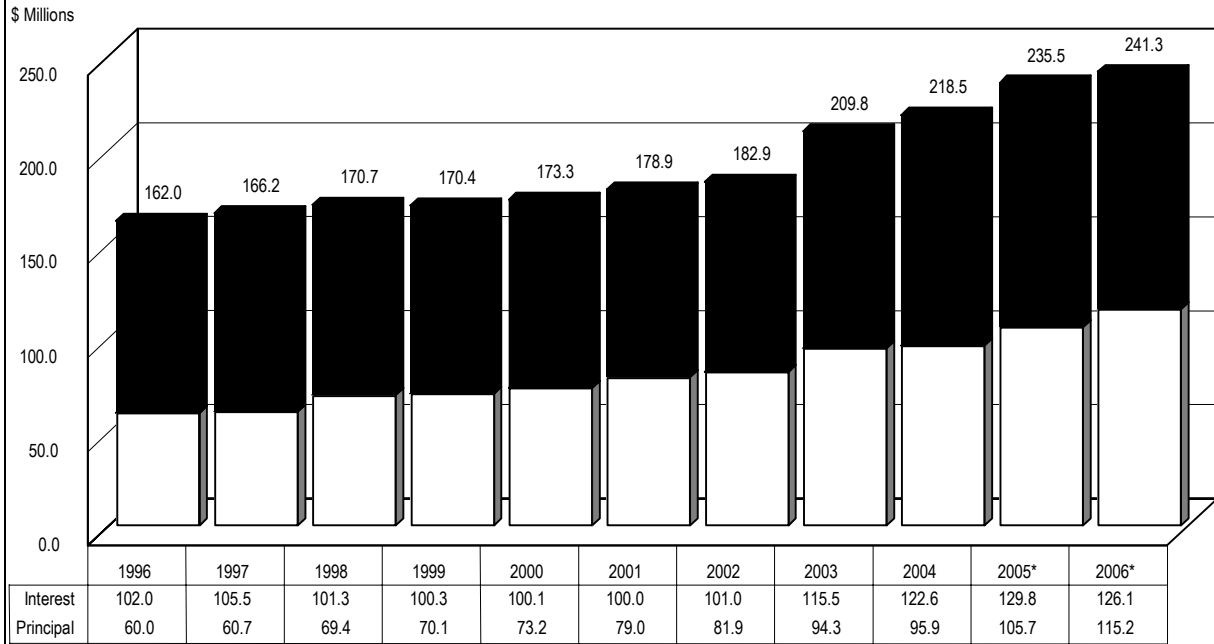
DEBT SERVICE

- Based on expected general obligation bond sales, FY 2005 debt service payments were approximately \$1.595 billion. In FY 2006 will be \$1.665 billion, an increase of \$70 million, or 4.4% over FY 2005.
- As shown in Chart 3, FY 2005, debt service will consist of \$538.3 million in principal, \$560.5 million in interest, and \$496.2 million in POB interest. The debt service payment for FY 2006 would be comprised of approximately \$578.0 million in principal, \$591.0 million in interest, and \$496.2 million in POB interest.



- Chart 4, below, shows debt service for Build Illinois and Civic Center bonds. FY 2005 debt service will be approximately \$235.5 million, an increase of 7.8% from the FY 2004 level. FY 2006 is estimated to be \$241.3 million, an increase of 2.5% over the FY 2005 level.

STATE-ISSUED REVENUE DEBT Principal and Interest



□ Principal ■ Interest

* The FY 2005 breakout reflects bond sales year -to -date only. Source: OMB, Office of the Comptroller

- Fiscal Year 2005 debt service for Build Illinois bonds is expected to be \$221.6 million, comprised of \$99.2 million in principal payments and \$122.4 million in interest. FY 2006 Build Illinois debt service payments are estimated to be \$227.4 million, of which \$108.4 million will be for principal payments and \$119.0 million for interest payments.
- Debt service for Civic Center bonds in FY 2005 will total \$13.8 million with the principal portion equaling \$6.5 million and interest payments equaling \$7.4 million. Civic Center bonds debt service payments for FY 2006 will be approximately \$13.8 million, comprised of \$6.8 million in principal and \$7.1 million in interest.

FY 2006 & HISTORICAL SPECIAL FUND TRANSFERS

- Special Fund Transfer Summary
- FY 2006 Special Fund Transfers
- FY 2005 Special Fund Transfers
- FY 2004 Special Fund Transfers
- FY 2003 Special Fund Transfers



SPECIAL FUND TRANSFERS

Beginning in FY 2003, the State initiated a policy of transferring excess moneys from funds to the General Funds to aid in decreasing the annual budget deficits. This strategy combined several different special transfers:

- **Fund Sweeps**—specific amounts set out in Statute to be transferred in a given fiscal year;
- **Chargebacks**—transfers of a specified sum from any fund held by the State Treasurer to the General Revenue Fund in order to help defray the State's operating costs for the fiscal year currently allowed through FY 2007. The total transfer under this Section from any fund in any fiscal year shall not exceed the lesser of (i) 8% of the revenues to be deposited into the fund during that fiscal year or (ii) an amount that leaves a remaining fund balance of 25% of the July 1 fund balance of that fiscal year and certain funds are exempt from this transfer;
- **Increased Fee Transfers**—transfers from funds receiving increased revenues due to increases in fees. Revenues from increased fees go directly into their specific funds. The increased fee revenues reported here are transfers from these other funds to the General Revenue Fund after the fees have been receipted;
- **Executive Order #10 Transfers**—These transfers are of unexpended appropriations and savings pertaining to functions to be consolidated at CMS, facilities management, audit functions, and staff legal functions.

Below are the Special Transfer totals for the past three fiscal years. Of the Total FY 2005 Special Transfers, approximately \$194 million is not recognized by the Treasurer's Office which is waiting for several court cases to be settled on the constitutionality of these transfers. Until released by the Treasurer's Office, the Comptroller is not allowed to use these amounts.

Fund Special Transfers to General Funds					
	Chargebacks	Fund Sweeps	Fee Increase	Executive Order 10	TOTAL
FY 2003	\$0	\$165,000,000	\$0	\$0	\$165,000,000
FY 2004	\$269,464,457	\$158,514,000	\$88,841,000	\$5,526,569	\$522,346,026
FY 2005	\$208,237,815	\$259,881,179	\$37,671,512	\$0	\$505,790,506
TOTAL	\$477,702,272	\$583,395,179	\$126,512,512	\$5,526,569	\$1,193,136,532

The following sections detail annual Special Transfer totals for FY 2005 back through FY 2003 by Fund.

FY 2006 SPECIAL FUND TRANSFERS

Public Act 94-91 made a number of changes to the State Finance Act including two types of special transfers to the General Revenue Fund in FY 2006--statutory fund sweeps from 215 funds in the amount of \$160 million and sweeps of funds that will be repealed. The statutory fund sweeps are to be made in equal quarterly installments on July 1st (or as soon as possible), October 1st, January 1st and April 1st. When any of the funds have insufficient amounts due to these transfers, the Comptroller is to transfer back to the fund amounts immediately necessary for expenditure obligations. The fund will then re-transfer this amount back to the General Revenue Fund as soon as fund receipts will allow or by June 30, 2006. Chargebacks and fee increase transfers which are allowed through FY 2007 are at the discretion of the Governor.

FY06 FUND SWEEPS		
No.	Fund	Amount
0014	Food and Drug Safety Fund	\$421,401
0016	Teacher Certificate Fee Revolving Fund	\$982,399
0021	Financial Institution Fund	\$2,448,690
0022	General Professions Dedicated Fund	\$3,975,808
0023	Economic Research and Information Fund	\$49,005
0024	IL Dept. of AG Lab Services Revolving Fund	\$174,795
0031	Drivers Education Fund	\$30,152
0036	IL Veterans' Rehab Fund	\$218,940
0039	State Boating Act Fund	\$401,824
0040	State Parks Fund	\$1,045,889
0043	Military Affairs Trust Fund	\$68,468
0046	Aeronautics Fund	\$2,186
0048	Rural/Downstate Health Access Fund	\$4,644
0049	Industrial Hygiene Reg and Enforcement Fund	\$3,564
0067	Radiation Protection Fund	\$212,010
0069	Natural Heritage Endowment Trust Fund	\$557,264
0071	Firearm Owner's Notification Fund	\$3,960
0074	EPA Special State Projects Trust Fund	\$284,263
0078	Solid Waste Management Fund	\$6,587,173
0085	IL Gaming Law Enforcement Fund	\$650,646
0089	Subtitle D Management Fund	\$169,744
0094	DCFS Training Fund	\$1,408,106
0098	DuQuoin State Fair Harness Racing Trust Fund	\$3,368
0111	Toxic Pollution Prevention Fund	\$28,534
0113	Community Health Center Care Fund	\$104,480
0114	Emergency Response Reimbursement Fund	\$15,873
0118	Facility Licensing Fund	\$22,958
0124	Workers Compensation Benefit Trust Fund	\$266,574
0127	IL Underground Utility Facilities Damage Prevention Fund	\$2,175
0128	Youth Alcoholism and Substance Abuse Prevention Fund	\$29,995
0130	School District Emergency Financial Assistance Fund	\$2,130,848
0145	Explosives Regulatory Fund	\$23,125
0146	Aggregate Operations Regulatory Fund	\$32,750
0147	Coal Mining Regulatory Fund	\$127,583

FY06 FUND SWEEPS		
No.	Fund	Amount
0152	State Crime Lab Fund	\$44,965
0153	Agrichemical Incident Response Trust Fund	\$419,830
0154	EPA Court Trust Fund	\$338,646
0156	Motor Vehicle Theft Prevention Trust Fund	\$1,415,361
0159	ISBE Teacher Certificate Institution Fund	\$122,117
0161	ISBE GED Testing Fund	\$146,196
0163	Weights and Measures Fund	\$1,078,121
0167	Div. Of Corporations Registered LLP Fund	\$150,000
0173	Emergency Planning and Training Fund	\$28,845
0175	IL School Asbestos Abatement Fund	\$183,191
0185	SoS Special License Plate Fund	\$520,200
0192	Professional Regulation Evidence Fund	\$2,817
0207	Pollution Control Board Trust Fund	\$410,651
0213	Response Contractors Indemnification Fund	\$126
0215	CDB Revolving Fund	\$453,054
0229	Sports Facilities Tax Trust Fund	\$1,112,590
0237	Medicaid Fraud and Abuse Prevention Fund	\$60,306
0238	IL Health Facilities Planning Fund	\$23,066
0240	Emergency Public Health Fund	\$139,997
0242	ISAC Accounts Receivable Fund	\$26,374
0244	Savings and Residential Finance Regulatory Fund	\$5,200,000
0246	State Police Vehicle Fund	\$22,899
0248	Racing Board Fingerprint License Fund	\$16,835
0251	Dept. of Labor Special State Trust Fund	\$359,895
0256	Public Health Water Permit Fund	\$17,624
0261	Underground Resources Conservation Enforcement Fund	\$294,251
0265	State Rail Freight Loan Repayment Fund	\$1,147,727
0274	Self Insurers Admin Fund	\$286,964
0276	Drunk and Drugged Driving Prevention Fund	\$51,220
0277	Pollution Control Board Fund	\$23,004
0282	Hazardous Waste Occup. Licensing Fund	\$14,939
0285	Long Term Care Monitor/Receiver Fund	\$427,850
0288	Community Water Supply Lab Fund	\$716,232
0289	Motor Fuel and Petroleum Standards Fund	\$19,673
0290	Fertilizer Control Fund	\$207,398
0291	Regulatory Fund	\$55,246
0292	Securities Investors Education Fund	\$100,000
0294	Used Tire Management Fund	\$1,918,500
0295	SoS Interagency Grant Fund	\$40,900
0296	IL Executive Mansion Trust Fund	\$56,154
0297	Guardianship and Advocacy Fund	\$27,289
0301	Working Capital Revolving Fund	\$1,404,868
0303	State Garage Revolving Fund	\$639,662
0304	Statistical Services Revolving Fund	\$4,847,783
0308	Paper and Printing Revolving Fund	\$48,476
0309	Air Transportation Revolving Fund	\$181,478
0310	Tax Recovery Fund	\$113,591
0312	Communications Revolving Fund	\$12,999,839
0314	Facilities Management Revolving Fund	\$4,803,971
0315	Efficiency Initiatives Revolving Fund	\$6,178,298
0317	Professional Services Fund	\$46,222
0323	Motor Vehicle Review Board Fund	\$250,000

FY06 FUND SWEEPS		
No.	Fund	Amount
0332	Workers Compensation Revolving Fund	\$520,285
0335	Criminal Justice Information Projects Fund	\$18,212
0336	Environmental Lab Certification Fund	\$62,039
0339	IL Community College Board Contracts and Grants Fund	\$9
0340	Public Health Lab Services Revolving Fund	\$92,276
0341	Provider Inquiry Trust Fund	\$207,098
0344	Care Provider Fund for Persons with a Developmental Disability	\$2,378,270
0361	State Appellate Defender Special State Projects Fund	\$23,820
0362	Securities Audit and Enforcement Fund	\$3,400,000
0363	Dept. of Business Services Special Operations Fund	\$2,000,000
0368	Drug Treatment Fund	\$160,030
0369	Feed Control Fund	\$478,234
0370	Tanning Facility Permit Fund	\$64,571
0371	Innovations in Long-term Care Quality Demonstration Grants	\$565,494
0375	Natural Heritage Fund	\$3,336
0376	State Police Motor Vehicle Theft Prevention Fund	\$164,843
0377	McCormick Place Expansion Project Fund	\$0
0380	Corporate Franchise Tax Refund Fund	\$500,000
0382	Dept. of Insurance State Trust Fund	\$18,009
0384	Tax Compliance and Admin Fund	\$429,377
0386	Appraisal Administration Fund	\$250,000
0387	Small Business Environmental Assistance Fund	\$13,686
0388	Regulatory Evaluation and Basic Enforcement Fund	\$64,221
0389	Sexual Assault Services Fund	\$12,210
0390	IL Habitat Endowment Trust Fund	\$3,641,262
0398	EMS Assistance Fund	\$40,923
0416	Armory Rental Fund	\$111,538
0417	State College and University Trust Fund	\$139,439
0418	University Grant Fund	\$23,881
0420	MAP Reserve Fund	\$879,700
0421	Public Aid Recoveries Trust Fund	\$7,610,631
0422	Alternate Fuels Fund	\$1,056,833
0430	Livestock Management Facilities Fund	\$47,800
0431	Second Injury Fund	\$151,493
0434	Court of Claims Admin and Grant Fund	\$24,949
0438	IL State Fair Fund	\$50,176
0440	Agricultural Master Fund	\$17,827
0441	Kaskaskia Commons Permanent Fund	\$79,813
0452	IL Tourism Tax Fund	\$647,749
0483	SoS Special Services Fund	\$2,500,000
0502	Early Intervention Services Revolving Fund	\$1,044,935
0514	State Asset Forfeiture Fund	\$71,988
0517	Police Training Board Service Fund	\$1,540
0520	Federal Asset Forfeiture Fund	\$1,871
0523	Dept. of Corrections Reimbursement and Education Fund	\$2,208,323
0524	Health Facility Plan Review Fund	\$165,972
0525	Statewide Grand Jury Prosecution Fund	\$7,645
0535	Sex Offender Registration Fund	\$7,647
0536	LEADS Maintenance Fund	\$76,981
0537	State Offender DNA ID System Fund	\$81,740
0538	IL Historic Sites Fund	\$134,366
0546	Public Pension Regulation Fund	\$222,433

FY06 FUND SWEEPS		
No.	Fund	Amount
0548	Drycleaner Environmental Response Trust Fund	\$1,137,971
0555	Good Samaritan Energy Trust Fund	\$7,191
0562	Pawnbroker Regulation Fund	\$94,131
0564	Renewable Energy Resources Trust Fund	\$14,033
0567	Charter Schools Revolving Fund	\$650,721
0569	School Technology Revolving Loan Fund	\$19,158
0571	Energy Efficiency Trust Fund	\$1,300,938
0573	Petroleum Resources Revolving Fund	\$85,540
0574	Off-Highway Vehicle Trails Fund	\$244,815
0576	Pesticide Control Fund	\$420,223
0582	DCFS Special Purposes Trust Fund	\$77,835
0595	IL Rural Rehab Fund	\$8,190
0610	Energy Assistance Contribution Fund	\$89,692
0635	Death Certificate Surcharge Fund	\$1,134,341
0642	DHS State Projects Fund	\$89,917
0647	Governor's Grant Fund	\$1,592
0649	Motor Carrier Safety Inspection Fund	\$147,477
0651	Watershed Park Fund	\$19,786
0658	State Off-set Claims Fund	\$1,487,926
0669	Airport Land Loan Revolving Fund	\$1,669,970
0677	ISAC Contracts and Grants Fund	\$5,589
0688	IEMA State Projects Fund	\$13
0702	Assisted Living and Shared Housing Reg. Fund	\$24,493
0703	State Whistleblower Reward and Protection Fund	\$1,592
0705	State Police Whistleblower Reward and Protection Fund	\$199,699
0712	Post Transplant Maintenance and Retention Fund	\$75,100
0720	Family Care Fund	\$22,585
0728	Drug Rebate Fund	\$17,315,821
0731	IL Clean Water Fund	\$1,835,796
0738	Alternative Compliance Market Account Fund	\$53,120
0739	Group Worker's Compensation Pool Insolvency Fund	\$136,547
0740	Medicaid Buy-In Program Revolving Fund	\$318,894
0745	State's Attorneys Appellate Prosecutor's County Fund	\$70,101
0746	Home Inspector Admin Fund	\$244,503
0753	IL Future Teachers Corps Scholarship Fund	\$4,836
0757	Child Support Administrative Fund	\$1,117,266
0762	Local Initiative Fund	\$1,940,646
0769	Lawyers Assistance Program Fund	\$198,207
0774	Oil Spill Response Fund	\$167,547
0776	Presidential Library and Museum Operating Fund	\$727,250
0795	Bank and Trust Company Fund	\$3,800,000
0808	Medical Special Purposes Trust Fund	\$930,668
0821	Dram Shop Fund	\$110,554
0830	Dept. of Aging State Projects Fund	\$10,059
0831	Natural Resources Restoration Trust Fund	\$63,002
0835	State Fair Promotional Activities Fund	\$8,734
0840	Hazardous Waste Research Fund	\$125,209
0844	Continuing Legal Education Trust Fund	\$23,419
0845	Environ Protection Trust Fund	\$2,228,031
0850	Real Estate License Admin Fund	\$1,500,000
0858	Land Reclamation Fund	\$30,582
0866	Snowmobile Trail Establishment Fund	\$3,124

FY06 FUND SWEEPS		
No.	Fund	Amount
0878	Drug Traffic Prevention Fund	\$22,123
0884	DNR Special Projects Fund	\$301,649
0888	Design Professionals Admin and Investigation Fund	\$51,701
0896	Public Health Special State Projects Fund	\$816,202
0903	State Surplus Property Revolving Fund	\$388,284
0905	IL Forestry Development Fund	\$1,389,096
0910	Youth Drug Abuse Prevention Fund	\$4,091
0914	Natural Resources Information Fund	\$64,596
0921	DHS Recoveries Trust Fund	\$1,591,834
0924	LT Governor's Grant Fund	\$188
0927	IL National Guard Armory Construction Fund	\$31,469
0931	JJ Wolf Memorial for Conservation Investigation Fund	\$8,137
0938	Hearing Instrument Dispenser Examining and Disciplinary Fund	\$102,842
0944	Environ Protection Permit and Inspect Fund	\$180,571
0951	Narcotics Profit Forfeiture Fund	\$39,379
0954	IL State Podiatric Disciplinary Fund	\$317,239
0962	Park and Conservation Fund	\$3,050,154
0969	Local Tourism Fund	\$132,876
0973	Build IL Capital Revolving Loan Fund	\$4,024,106
0974	IL Equity Fund	\$119,193
0975	Large Business Attraction Fund	\$340,777
0982	IL Beach Marina Fund	\$177,801
0993	Public Infrastructure Construction Loan Revolving Fund	\$63,802
0996	Educational Labor Relations Board Fair Share Trust Fund	\$40,933
0997	Insurance Financial Regulation Fund	\$800,000
	Total	\$160,213,387

The following table lists the 23 funds to be repealed through Public Act 94-91. Most of the funds have dwindling cash balances and nine are basically defunct. Some of the funds being closed will have the fees they received transferred to other funds:

- Special Events Revolving Fund revenues to go to the Facilities Management Revolving Fund; and
- DCFS Training Fund revenues to go to the DCFS Children's Services Fund

The revenues received for six of these funds will now revert to the General Revenue Fund:

- School Technology Revolving Fund-- fee for access to the ISBE statewide education network;
- By-Product Material Safety Fund--storage fees for by-product removal;
- Patent & Copyright Fund fees;
- IL Building Commission Revolving Fund fees;
- Solid Waste Management Revolving Loan Fund—repayment of loans; and
- MFEA Reconstruction Fund—received revenues from the additional Cigarette Tax (1/2 mill tax of which \$4.8m went to Statewide Econ Dev Fund in FY02 and FY03).

The total combined cash balance of these funds as of May 31, 2005 was approximately \$1 million.

Repealed Funds	
0017	Keep IL Beautiful Fund
0094	DCFS Training Fund (to go to another DCFS fund)
0099	MFEA Reconstruction Fund
0119	IL Rural Bond Bank Trust Fund
0126	New Technology Recovery Fund
0162	ISBE School Bus Driver Permit Fund
0171	Solid Waste Management Revolving Loan Fund
0217	State Postsecondary Review Program Fund
0234	Tourism Attraction Development Matching Grant Fund
0247	Patent and Copyright Fund
0255	Credit Enhancement Development Fund
0325	Trust
0348	Nursing Home Grant Assistance Fund
0393	By-product Material Safety Fund
0423	ISAC Higher EdNet Fund
0544	School Technology Revolving Fund
0610	Energy Assistance Contribution Fund
0628	IL Building Commission Revolving Fund
0634	IL Aquaculture Development Fund
0672	Homelessness Prevention Fund
0684	DCFS Refugee Assistance Fund
0729	IL Century Network Special Purposes Fund
0972	Build IL Purposes Fund
0989	Special Events Revolving Fund
	DORS State Project Fund

FY 2005 SPECIAL FUND TRANSFERS

Special transfers in FY 2005 to the General Revenue Fund were part of the FY 2005 budget resulting from Public Acts 93-0839, 93-0841, and 93-1067. These special transfers include: administrative chargebacks, increased fee revenues, and fund sweeps including closed funds. Special transfers to the General Revenue Fund for FY 2005 include \$208.2 million in chargebacks (a decrease of \$61.2 million over FY 2004), \$37.7 million of increased fee revenue transfers (a decrease of \$51.1 million over FY 2004), and fund sweeps of \$259.9 million (an increase of \$101.7 million over FY 2004). While in FY 2004, \$5.5 million was transferred under Executive Order 10, no such transfer occurred in FY 2005. Total special transfers for FY 2005 equal \$505.8 million a decrease of \$5.5 million over FY 2004 (including Executive Order 10 transfers).

Special Transfers in FY 2005 YTD as of 6/30/2005					
FUND #	FUND NAME	Chargebacks	Funds Sweep	Fee Increase	TOTAL
0014	Food & Drug Safety	\$93,400	\$817,000		\$910,400
0018	Transportation Regulatory Fund	\$669,199	\$2,379,000	\$24,377	\$3,072,576
0021	Financial Institution Fund	\$1,006,781	\$2,003,000	\$2,830,328	\$5,840,109
0022	General Professions Dedicated Fund	\$787,699	\$497,000		\$1,284,699
0023	Economic Research & Info Fund	\$5,520			\$5,520
0024	IL Dept. of Ag. Laboratory Services Fund	\$71,790			\$71,790
0026	Live & Learn Fund	\$1,096,866			\$1,096,866
0031	Drivers Education	\$1,781,162	\$2,921,407		\$4,702,569
0036	IL Veterans' Rehabilitation	\$411,194			\$411,194
0039	State Boating Act	\$834,697	\$1,072,000	\$1,828,660	\$3,735,357
0040	State Parks	\$826,934			\$826,934
0043	Military Affairs Trust Fund	\$3,800			\$3,800
0044	Lobbyist Registration Administration Fund	\$88,354	\$327,000		\$415,354
0045	Agricultural Premium Fund	\$2,484,880	\$7,777,000		\$10,261,880
0050	Mental Health	\$2,349,990			\$2,349,990
0057	IL State Pharmacy Disciplinary Fund	\$135,100			\$135,100
0059	Public Utility	\$1,158,519	\$8,202,000		\$9,360,519
0067	Radiation Protection		\$750,000		\$750,000
0078	Solid Waste Management	\$2,525,819	\$10,084,000		\$12,609,819
0079	Solid Waste Management Fund			\$3,000,000	\$3,000,000
0085	Illinois Gaming Law Enforcement	\$312,000			\$312,000
0089	Subtitle D Management Fund	\$100,439	\$3,006,000		\$3,106,439
0093	IL State Medical Disciplinary Fund	\$868,200			\$868,200
0094	DCFS Training Fund	\$1,089,600			\$1,089,600
0109	CDLIS/AAMVANET Trust Fund	\$108,600			\$108,600
0113	Community Health Center Care Fund	\$7,830			\$7,830
0118	Facility Licensing Fund	\$19,620			\$19,620
0124	Workers' Comp Benefit Trust Fund	\$800			\$800
0128	Youth Alcohol & Substance Abuse Prevention	\$57,496			\$57,496
0129	State Gaming Fund	\$4,549,590			\$4,549,590
0136	University of Illinois Hospital Services Fund	\$2,169,658			\$2,169,658
0137	Plugging & Restoration	\$50,900	\$1,255,000		\$1,305,900
0147	Coal Mining Regulatory Fund	\$18,755			\$18,755
0151	Registered CPA Administration & Disciplinary		\$819,000		\$819,000
0152	State Crime Laboratory	\$50,864	\$200,000		\$250,864
0153	Agrichemical Incident Response Fund	\$1,827			\$1,827
0156	Motor Vehicle Theft Prevention Fund	\$501,400			\$501,400
0163	Weights and Measures	\$402,845	\$1,800,000	\$29,804	\$2,232,649
0167	Registered Limited Liability Partnership Fund	\$24,560	\$356,000		\$380,560
0171	Solid Waste Management Revolving Loan		\$94,785		\$94,785
0175	Illinois School Asbestos Abatement	\$41,028			\$41,028

Special Transfers in FY 2005 YTD as of 6/30/2005					
FUND #	FUND NAME	Chargebacks	Funds Sweep	Fee Increase	TOTAL
0184	Violence Prevention Fund	\$140,330			\$140,330
0185	SOS Special License Plate Fund	\$389,000	\$856,000	\$1,000,000	\$2,245,000
0193	Local Government Health Insurance Reserve	\$2,000,000			\$2,000,000
0207	Pollution Control Board State Trust Fund	\$19,751			\$19,751
0213	Response Contractors Indemnification Fund		\$107,000		\$107,000
0214	Brownfields Redevelopment Fund	\$309,322			\$309,322
0215	Capital Development Board Revolving		\$1,229,000		\$1,229,000
0218	Professions Indirect Cost Fund	\$341,483	\$39,000		\$380,483
0220	DCFS Childrens' Services	\$13,003,500			\$13,003,500
0222	State Police DUI Fund	\$69,389			\$69,389
0224	Asbestos Abatement Fund	\$104,559			\$104,559
0238	IL Health Facilities Planning Fund	\$184,116	\$2,351,000		\$2,535,116
0240	Emergency Public Health Fund	\$134,000		\$1,000,000	\$1,134,000
0245	Fair & Exposition Fund	\$133,000			\$133,000
0246	State Police Vehicle	\$1,076			\$1,076
0248	Racing Board Fingerprint License Fund	\$2,804			\$2,804
0251	Dept. of Labor Special State Trust Fund	\$13,935			\$13,935
0256	Public Health Water Permit Fund	\$4,720			\$4,720
0258	Nurse Dedicated & Professional Fund	\$418,045			\$418,045
0259	Optometric Licensing & Disciplinary Committee		\$1,121,000		\$1,121,000
0261	Underground Resource Conservation Enforcement	\$52,200			\$52,200
0265	State Rail Freight Loan Repayment Fund	\$554,165	\$3,500,000		\$4,054,165
0272	LaSalle Veterans Home Fund	\$36,434			\$36,434
0273	Anna Veterans Home Fund	\$148,628			\$148,628
0274	Self-Insurers Administration Fund	\$41,396			\$41,396
0276	Drunk & Drugged Driving Prevention Fund	\$219,317			\$219,317
0280	IL Racing Board Grant Fund	\$24,902			\$24,902
0281	IL Tax Increment	\$853,806	\$1,500,000		\$2,353,806
0285	Long-Term Care Monitor/Receiver Fund	\$115,592			\$115,592
0286	IL Affordable Housing Trust	\$5,160,427			\$5,160,427
0289	Motor Fuel & Petroleum Standards Fund	\$100			\$100
0290	Fertilizer Control Fund	\$16,632		\$195,051	\$211,683
0292	Securities Investors Education Fund	\$191,054	\$3,271,000		\$3,462,054
0294	Used Tire Management Fund		\$3,278,000	\$2,000,000	\$5,278,000
0295	SOS Interagency Grant Fund	\$2,043			\$2,043
0297	Guardianship & Advocacy Fund	\$5,268			\$5,268
0298	Natural Areas Acquisition Fund	\$2,046,658			\$2,046,658
0299	Open Space Lands Acquisition and Development	\$4,298,434			\$4,298,434
0301	Working Capital Revolving Fund	\$3,878,300	\$12,000,000		\$15,878,300
0312	Communications Revolving Fund	\$13,940,700			\$13,940,700
0323	Motor Vehicle Review Board Fund	\$33,021			\$33,021
0335	Criminal Justice Information Projects Fund	\$7,547			\$7,547
0336	Environmental Laboratory Certificate Fund	\$44,601			\$44,601
0340	Public Health Services Revolving Fund	\$52,300			\$52,300
0341	Provider Inquiry Trust Fund	\$58,334			\$58,334
0342	Audit Expense	\$968,200	\$1,237,000		\$2,205,200
0344	Care Providers for Persons w/ Developmental Disabilities	\$4,388,397			\$4,388,397
0360	Lead Poisoning, Screening, Prevention & Abatement Fund	\$219,800			\$219,800
0362	Securities Audit and Enforcement	\$1,652,078	\$17,014,000		\$18,666,078
0363	Dept. Business Service Spec. Ops Fund	\$885,185	\$524,000	\$3,954,100	\$5,363,285

Special Transfers in FY 2005 YTD as of 6/30/2005					
FUND #	FUND NAME	Chargebacks	Funds Sweep	Fee Increase	TOTAL
0368	Drug Treatment Fund	\$283,250			\$283,250
0369	Feed Control Fund	\$80,604		\$144,585	\$225,189
0370	Tanning Facility Permit Fund	\$25,084			\$25,084
0372	Plumbing Licensure & Program Fund	\$108,900			\$108,900
0373	State Treasurer's Bank Service	\$1,099			\$1,099
0374	Secretary of State Evidence Fund	\$2,100			\$2,100
0378	Insurance Premium Tax Refund Fund	\$448,899	\$2,500,000		\$2,948,899
0380	Corporate Franchise Tax Refund Fund		\$1,650,000	\$106,079	\$1,756,079
0384	Tax Compliance & Administration	\$434,074	\$9,513,000		\$9,947,074
0386	Appraisal Administration	\$33,790	\$1,107,000		\$1,140,790
0387	Small Business Environmental Assistance	\$10,000			\$10,000
0388	Regulatory Evaluation & Basic Enforcement	\$1,900			\$1,900
0397	Trauma Center Fund	\$1,169,463			\$1,169,463
0398	EMS Assistance Fund	\$5,908			\$5,908
0416	Armory Rental Fund	\$9,977			\$9,977
0421	Public Aid Recoveries Trust	\$13,495,695			\$13,495,695
0422	Alternative Fuels Fund	\$122,900			\$122,900
0431	Second Injury Fund	\$92,019			\$92,019
0436	Safety Responsibility Fund	\$21,605			\$21,605
0438	IL State Fair	\$229,724			\$229,724
0452	IL Tourism Tax	\$148,097			\$148,097
0483	Secretary of State Special Services	\$1,770,035	\$600,000		\$2,370,035
0502	Early Intervention Services Revolving Fund	\$3,887,649			\$3,887,649
0510	IL Fire Fighters' Memorial Fund	\$27,000			\$27,000
0514	State Asset Forfeiture Fund	\$133,213	\$1,500,000		\$1,633,213
0517	Police Training Board Services Fund	\$2,441			\$2,441
0520	Federal Asset Forfeiture Fund	\$33,344	\$2,219,718		\$2,253,062
0523	Department of Corrections Reimbursement	\$1,192,100	\$14,500,000		\$15,692,100
0524	Health Facility Plan Review Fund	\$117,332			\$117,332
0530	Grape & Wine Resources Fund		\$1,000,000		\$1,000,000
0536	LEADS Maintenance		\$2,000,000		\$2,000,000
0537	State Offender DNA ID System Fund	\$158,742	\$1,050,000		\$1,208,742
0538	IL Historic Sites	\$158,900			\$158,900
0543	Comptroller's Administrative	\$98,000			\$98,000
0546	Public Pension Regulation Fund	\$151,792		\$786,553	\$938,345
0548	Drycleaner Environ Response Fund	\$272,563			\$272,563
0550	Supplemental Low Income Energy Assistance	\$0			\$0
0552	Workforce, Technology & Econ. Dvlpmnt Fund		\$250,101		\$250,101
0555	Good Samaritan Energy Trust Fund	\$1,200			\$1,200
0562	Pawnbroker Regulation Fund	\$13,563			\$13,563
0564	Renewable Energy Resources Trust Fund	\$44,947	\$5,932,847		\$5,977,794
0569	School Technology Revolving Loan fund	\$586,020			\$586,020
0571	Energy Efficiency Trust Fund	\$431,391	\$3,040,000		\$3,471,391
0573	Petroleum Resources Revolving Fund	\$33,700			\$33,700
0576	Pesticide Control	\$38,899		\$633,475	\$672,374
0589	Transportation Safety Highway Hire-Back	\$3,362			\$3,362
0608	Conservation 2000		\$7,439,000		\$7,439,000
0612	Wireless Service Emergency Fund	\$253,973			\$253,973
0621	International Tourism Fund	\$1,146,682			\$1,146,682
0622	Motor Vehicle License Plate Fund	\$1,028,100			\$1,028,100

Special Transfers in FY 2005 YTD as of 6/30/2005					
FUND #	FUND NAME	Chargebacks	Funds Sweep	Fee Increase	TOTAL
0629	Real Estate Recovery Fund	\$1,000			\$1,000
0632	Horse Racing		\$2,500,000		\$2,500,000
0634	IL Aquaculture Develop Fund		\$1,067,020		\$1,067,020
0635	Death Certificate Surcharge	\$134,756			\$134,756
0637	State Police Wireless Service Emergency Fund	\$169,741	\$700,000		\$869,741
0641	Auction Regulation Administration	\$4,210			\$4,210
0642	DHS State Projects Fund	\$211,424			\$211,424
0643	Auction Recovery Fund	\$100			\$100
0648	Downstate Public Transportation	\$5,200,467			\$5,200,467
0649	Motor Carrier Safety Inspection	\$217,277			\$217,277
0650	Municipal Economic Development Fund	\$14,796			\$14,796
0664	Student Loan Operation Fund	\$6,307,918			\$6,307,918
0669	Airport Land Loan Revolving Fund	\$212			\$212
0685	Rate Adjustment	\$11,600			\$11,600
0702	Assisted Living & Shared Housing Regulatory	\$4,000			\$4,000
0703	State Whistleblower Reward & Protection		\$750,000		\$750,000
0705	Whistleblower Reward & Protection Fund	\$120,102	\$500,000		\$620,102
0708	IL Standardbred Breeders Fund	\$167,487			\$167,487
0709	IL Thoroughbred Breeders Fund	\$192,600			\$192,600
0712	Post Transplant Maintenance Fund	\$300			\$300
0714	Spinal Cord Injury Paralysis Fund	\$9,400			\$9,400
0720	Family Care Fund	\$164,964			\$164,964
0728	Drug Rebate Fund	\$6,757,347			\$6,757,347
0731	IL Clean Water Fund	\$1,495,100		\$11,000,000	\$12,495,100
0732	SOS DUI Administration Fund	\$167,699	\$582,000		\$749,699
0733	Tobacco Settlement Recovery	\$23,984,800	\$19,300,000		\$43,284,800
0738	Alternative Compliance Market Account	\$3,879			\$3,879
0740	Medicaid Buy In Program Revolving Fund	\$33,109			\$33,109
0743	Statewide Economic Development Fund		\$4,329,246		\$4,329,246
0746	Home Inspector Administration	\$39,400			\$39,400
0758	Secretary of State Police DUI Fund	\$2,400			\$2,400
0759	Secreatry of State Police Services Fund	\$3,600			\$3,600
0763	Tourism Promotion	\$5,751,567			\$5,751,567
0770	Digital Divide Elimination Fund	\$405,223			\$405,223
0771	Digital Divide Elimination Infrastructure	\$800,000			\$800,000
0776	Presidential Library and Museum Fund		\$500,000		\$500,000
0782	State Parking Facility Maintenance Fund	\$3,900			\$3,900
0795	Bank & Trust Company	\$1,204,710			\$1,204,710
0808	Medical Special Purpose Trust Fund	\$641,629	\$967,000		\$1,608,629
0821	Dram Shop	\$215,839	\$1,517,000	\$981,000	\$2,713,839
0823	IL State Dental Disciplinary Fund	\$235,500			\$235,500
0831	Natural Resources Restoration	\$3,484			\$3,484
0840	Hazardous Waste Research Fund	\$44,221			\$44,221
0849	Real Estate Research & Education	\$4,700			\$4,700
0850	Real Estate License Administration	\$696,172			\$696,172
0863	Cycle Rider Safety Training	\$361,536			\$361,536
0865	Domestic Violence Shelter & Service Fund	\$32,466			\$32,466
0866	Snowmobile Trail Establishment Fund	\$1,700			\$1,700
0878	Drug Traffic Prevention Fund	\$9,700			\$9,700
0884	DNR Special Projects Fund	\$346,181			\$346,181
0888	Design Professionals Administration & Investigation	\$72,400	\$1,172,000		\$1,244,400

Special Transfers in FY 2005 YTD as of 6/30/2005					
FUND #	FUND NAME	Chargebacks	Funds Sweep	Fee Increase	TOTAL
0896	Public Health State Projects	\$292,200			\$292,200
0903	State Surplus Property Revolving Fund	\$417,247			\$417,247
0905	IL Forestry Development Fund	\$209,200	\$1,146,326		\$1,355,526
0906	State Police Services	\$2,196,052	\$250,000		\$2,446,052
0907	Health Insurance Reserve	\$24,187,116			\$24,187,116
0910	Youth Drug Abuse Prevention Fund	\$30,907			\$30,907
0914	Natural Resources Information Fund	\$4,703			\$4,703
0920	Metabolic Screening & Treatment Fund		\$3,435,000		\$3,435,000
0921	DHS Recoveries Trust	\$1,334,918			\$1,334,918
0922	Insurance Producer Administration	\$1,670,624	\$12,727,000	\$6,500,000	\$20,897,624
0925	Coal Technology Development Assistance Fund	\$1,076,342			\$1,076,342
0938	Hearing Instrument Dispenser Exam/Disciplin	\$3,296			\$3,296
0942	Radioactive Waste Facility Development & Operation		\$2,202,000		\$2,202,000
0943	Low-Level Radioactive Waste Facility Closure, Post-Closure Care & Compensation		\$6,000,000		\$6,000,000
0944	Environmental Protection Permit & Inspection		\$874,000		\$874,000
0954	Illinois State Podiatric Disciplinary Fund	\$50,130			\$50,130
0955	Tech Innovation & Commercialization Fund		\$76,729		\$76,729
0962	Park & Conservation	\$2,835,438	\$1,000,000		\$3,835,438
0969	Local Tourism Fund	\$502,405			\$502,405
0973	Build IL Capital Revolving Loan Fund	\$669,604			\$669,604
0975	Large Business Attraction Fund	\$203,638			\$203,638
0982	IL Beach Marina	\$50,000			\$50,000
0984	International & Promotional Fund	\$9,641			\$9,641
0989	Special Events Revolving Fund	\$1,300			\$1,300
0993	Public Infrastructure Construction Loan	\$104,063	\$1,822,000		\$1,926,063
0997	Insurance Financial Regulation	\$3,956,074		\$1,657,500	\$5,613,574
	TOTAL	\$208,237,815	\$210,106,179	\$37,671,512	\$456,015,506
0569	School Technology Revolving Loan Fund to Common School Fund		\$49,775,000		\$49,775,000
	General Funds TOTAL FY 2005	\$208,237,815	\$259,881,179	\$37,671,512	\$505,790,506
	General Funds TOTAL FY 2004	\$269,464,457	\$158,514,000	\$88,841,000	\$516,819,457
	Difference from Previous Year	-\$61,226,642	\$101,367,179	-\$51,169,488	-\$11,028,951

Note: FY 2004 also included an additional \$5.5 million of Special Transfers, transferred under Executive Order 10.

* The State Gaming Fund Transfer is counted as a Gaming Transfer rather than a Special Transfer by the Comptroller.

Also a part of the FY 2005 budget implementation was the transfer of payments to the State for providing certain services to different agencies: facilities management, professional services, statistical services, communications, and workers' compensation services. Following is a breakdown by fund of the FY 2005 transfers to these specific funds for the above-mentioned services.

FY 2005 Consolidated Services Transfers

From #	From Fund	Facilities Mgmt Revolving Fund	Professional Services Fund	Statistical Services Revolving Fund	Communications Revolving Fund	Workers' Comp Revolving Fund	Total per Fund
0001	GRF	\$83,999,118	\$6,155,197	\$2,120,600	\$2,674,200	\$37,461,666	\$132,410,781
0011	Road Fund	\$2,333,533	\$850,526	\$2,245,096		\$18,052,200	\$23,481,355
0012	Motor Fuel Tax	\$54,264	\$263,500	\$249,642	\$29		\$567,435
0013	Alcohol & Substance Abuse Block Grant	\$8,352					\$8,352
0021	Financial Institution	\$74,831	\$109,428				\$184,259
0041	Wildlife & Fish Fund		\$247				\$247
0045	Agricultural Premium Fund		\$493	\$30,305			\$30,798
0047	Fire Prevention	\$484,681			\$83,269		\$567,950
0050	Mental Health					\$8,000,000	\$8,000,000
0052	Title III Soc Security & Employ Serv	\$14,783,543	\$219,863		\$31,308		\$15,034,714
0063	Public Health Services	\$37,528					\$37,528
0065	U.S. Environmental Protection	\$968,844					\$968,844
0067	Radiation Protection	\$147,994	\$34,678				\$182,672
0072	Underground Storage Tank	\$446,824					\$446,824
0078	Solid Waste Management	\$339,559	\$61,081	\$39,194	\$75,105		\$514,939
0085	IL Gaming Law Enforcement			\$38,883			\$38,883
0089	Subtitle D Management	\$88,700					\$88,700
0091	Clean Air Act Permit	\$1,212,733	\$107,690	\$321,240			\$1,641,663
0118	Facility Licensing	\$249					\$249
0129	State Gaming	\$17,793	\$15,138				\$32,931
0156	Motor Vehicle Theft Prevention	\$19,297					\$19,297
0215	Capital Development Board Revolving	\$37,814	\$220,078		\$70,844		\$328,736
0218	Professions Indirect Cost	\$861,381	\$276,800	\$179,298	\$174,192		\$1,491,671
0238	IL Health Facilities Planning	\$944					\$944
0240	Emergency Public Health				\$333,309		\$333,309
0243	Credit Union	\$47,549					\$47,549
0244	Savings & Resid Finance Reg	\$254,866					\$254,866
0270	Water Revolving	\$605,700	\$10,862	\$88,225			\$704,787
0281	IL Tax Increment			\$53,304			\$53,304
0288	CommunityWater Supply Lab	\$153,570					\$153,570
0294	Used Tire Management	\$117,000		\$47,523			\$164,523
0297	Guardianship & Advocacy		\$1,068				\$1,068
0303	State Garage Revolving	\$578,006					\$578,006
0304	Statistical Servs Revolving	\$2,350,370	\$127,033				\$2,477,403
0312	Communications Revolving	\$1,535,722					\$1,535,722
0360	Lead Poisoning Screening	\$71,660					\$71,660
0372	Plumbing Licensure & Program	\$21,818					\$21,818
0386	Appraisal Administration	\$33,995			\$84,552		\$118,547
0421	Public Aid Recoveries Trust	\$849,899					\$849,899
0488	Criminal Justice Trust	\$67,977	\$92,401				\$160,378
0497	Federal Civil Prepared Admin	\$38,791	\$50,024				\$88,815
0514	State Asset Forfeiture		\$250,000				\$250,000

FY 2005 Consolidated Services Transfers

From #	From Fund	Facilities Mgmt Revolving Fund	Professional Services Fund	Statistical Services Revolving Fund	Communications Revolving Fund	Workers' Comp Revolving Fund	Total per Fund
0523	Dept. Of Corrections Remibursement					\$4,710,201	\$4,710,201
0524	Health Facility Planning Review	\$441					\$441
0526	Emergency Management Preparedness	\$242,862					\$242,862
0550	Supplemental Low Income Energy	\$37,857					\$37,857
0562	Pawnbroker Regulation	\$6,684					\$6,684
0581	Juvenile Acct Incentive Block	\$21,241					\$21,241
0608	Conservation 2000	\$29,400					\$29,400
0619	Quincy Veteran Home				\$3,107		\$3,107
0632	Horse Racing	\$14,192	\$78,190	\$44,359			\$136,741
0641	Auction Regulation Administration	\$28,471					\$28,471
0711	State Lottery	\$571,295	\$199,224	\$682,230			\$1,452,749
0725	IL Military Family Relief				\$300,000		\$300,000
0726	Federal Industrial Services	\$2,323					\$2,323
0731	IL Clean Water Fund	\$592,101	\$137,205	\$54,281			\$783,587
0736	BHE State Projects				\$9,180,871		\$9,180,871
0746	Home Inspector Administration	\$17,333					\$17,333
0755	State Employees Def Comp Plan	\$35,829					\$35,829
0757	Child Support Administrative	\$7,600,683	\$234,013				\$7,834,696
0762	Local Initiative	\$63,652					\$63,652
0763	Tourism Promotion	\$101,492	\$6,814	\$252,243			\$360,549
0795	Bank & Trust Company	\$782,295	\$200,214				\$982,509
0796	Nuc Safety Emerg Preparedness	\$814,384	\$25,652		\$102,492		\$942,528
0802	Personal Property Tax Replacement			\$148,314			\$148,314
0821	Dram Shop	\$3,559		\$43,342			\$46,901
0828	Hazardous Waste	\$476,268					\$476,268
0850	Real Estate License Admin	\$242,118					\$242,118
0865	Domestic Violence Shelter & Serv	\$19,384					\$19,384
0870	Low Inc Home Energy Block Grant	\$90,062					\$90,062
0879	Traffic & Crim Conviction Sur	\$39,330					\$39,330
0883	Intra-Agency Services	\$346,065					\$346,065
0886	Criminal Justice Info Sys Tr	\$95,392					\$95,392
0900	Petroleum Violation	\$57,920					\$57,920
0903	State Surplus Property Revolving	\$53,137					\$53,137
0907	Health Insurance Reserve	\$744,342	\$66,577				\$810,919
0922	Insurance Producer Admin	\$492,231	\$174,672				\$666,903
0925	Coal Technology Develop Assist	\$204,391					\$204,391
0944	Enviro Protect Permit & Inspection	\$412,086	\$8,473	\$109,145	\$101,706		\$631,410
0962	Park & Conservation			\$31,088			\$31,088
0963	Vehicle Inspection	\$493,499					\$493,499
0989	Special Events Revolving	\$80,516					\$80,516
0997	Insurance Financial Regulation	\$480,856	\$168,327	\$60,919			\$710,102
	TOTAL	\$127,938,597	\$10,145,468	\$6,839,231	\$13,214,983	\$68,224,067	\$226,362,346

FY 2004 SPECIAL FUND TRANSFERS

Special transfers to the General Revenue Fund in FY 2004 were part of the budget resulting from Public Act 93-0032 and Executive Order 2003-10. These special transfers include: administrative chargebacks, increased fee revenues, fund sweeps, and transfers by Executive Order. Special transfers to the General Revenue Fund for FY 2004 include \$269.5 million due to chargebacks, \$88.8 million of increased fee revenue transfers, and Executive Order 10 transfers of \$5.5 million. Total special transfers for the fiscal year, including statutory transfers of \$158.5 million from the beginning of the fiscal year, total \$522.3 million.

Special Transfers in FY 2004						
FUND #	FUND NAME	Chargebacks	Funds Sweep	Executive Order 10	Fee Increase	TOTAL
0011	Road Fund	\$81,819,670	\$50,000,000	\$915,686		\$132,735,356
0012	Motor Fuel Tax		\$1,535,000	\$257,852		\$1,792,852
0014	Food & Drug Safety	\$96,000	\$500,000			\$596,000
0018	Transportation Regulatory Fund	\$256,200	\$2,000,000			\$2,256,200
0019	Grade Crossing Protection		\$6,500,000			\$6,500,000
0021	Financial Institution Fund	\$366,400	\$300,000	\$169,025	\$1,454,000	\$2,289,425
0022	General Professions Dedicated Fund	\$750,800	\$1,000,000			\$1,750,800
0024	IL Dept. of Ag. Laboratory Services Fund	\$50,800				\$50,800
0026	Live & Learn Fund	\$576,167				\$576,167
0031	Drivers Education	\$876,530	\$2,500,000			\$3,376,530
0036	IL Veterans' Rehabilitation	\$270,040				\$270,040
0039	State Boating Act	\$664,552			\$1,664,600	\$2,329,152
0040	State Parks	\$665,600	\$593,000			\$1,258,600
0041	Wildlife & Fish Fund			\$0		\$0
0044	Lobbyist Registration Administration Fund	\$12,250			\$486,500	\$498,750
0045	Agricultural Premium Fund	\$1,546,607		\$477		\$1,547,084
0047	Fire Prevention Fund		\$2,000,000	\$218,485		\$2,218,485
0050	Mental Health		\$1,000,000			\$1,000,000
0053	MEAOB	\$0				\$0
0054	State Pensions	\$1,533,811				\$1,533,811
0057	IL State Pharmacy Disciplinary Fund	\$301,600	\$1,500,000			\$1,801,600
0059	Public Utility	\$1,228,712	\$2,000,000		\$268,000	\$3,496,712
0067	Radiation Protection	\$466,400	\$240,000	\$21,783		\$728,183
0071	Firearm Owner's Notification Fund	\$84,643				\$84,643
0072	Underground Storage Tank		\$12,100,000	\$33,936		\$12,133,936
0074	EPA Special State Projects Trust		\$150,000			\$150,000
0078	Solid Waste Management	\$995,200		\$79,339	\$11,003,400	\$12,077,939
0085	Illinois Gaming Law Enforcement	\$308,000	\$200,000			\$508,000
0089	Subtitle D Management Fund	\$125,600			\$743,100	\$868,700
0091	Clean Air Act (CAA) Permit Fund			\$104,772		\$104,772
0093	IL State Medical Disciplinary Fund	\$201,200	\$1,500,000			\$1,701,200
0094	DCFS Training Fund	\$1,120,000				\$1,120,000
0096	Cemetery Consumer Protection Fund	\$11,575				\$11,575
0113	Community Health Center Care Fund	\$32,000				\$32,000
0126	New Technology Recovery		\$1,000,000			\$1,000,000
0129	State Gaming Fund	\$2,274,795		\$8,360		\$2,283,155
0130	School District Emergency Financial Assistance	\$441,646				\$441,646
0137	Plugging & Restoration	\$46,400	\$120,000			\$166,400
0145	Explosives Regulatory		\$4,000			\$4,000
0146	Aggregate Operation Regulatory	\$22,800	\$10,000			\$32,800
0147	Coal Mining Regulatory Fund	\$15,750	\$80,000			\$95,750
0151	Registered CPA Administration & Disciplinary	\$75,600	\$1,000,000			\$1,075,600
0152	State Crime Laboratory		\$250,000			\$250,000

Special Transfers in FY 2004						
FUND #	FUND NAME	Chargebacks	Funds Sweep	Executive Order 10	Fee Increase	TOTAL
0156	Motor Vehicle Theft Prevention Fund	\$494,240	\$250,000	\$5,800		\$750,040
0163	Weights and Measures	\$181,600			\$30,000	\$211,600
0167	Registered Limited Liability Partnership	\$7,000				\$7,000
0171	Solid Waste Management Revolving Loan		\$2,000,000			\$2,000,000
0173	Emergency Planning & Training		\$50,000			\$50,000
0175	Illinois School Asbestos Abatement	\$52,000	\$400,000			\$452,000
0184	Violence Prevention Fund	\$99,079				\$99,079
0185	SOS Special License Plate Fund				\$1,525,000	\$1,525,000
0193	Local Government Health Insurance Reserve	\$2,052,900				\$2,052,900
0195	IPTIP Administrative Trust Fund	\$135,639				\$135,639
0203	Teacher's Health Insurance Security Fund	\$4,517,917				\$4,517,917
0205	Illinois Farmer & Agri-business Loan Guarantee		\$1,500,000			\$1,500,000
0207	Pollution Control Board State Trust Fund	\$36,258				\$36,258
0214	Brownfields Redevelopment Fund	\$168,000				\$168,000
0215	Capital Development Board Revolving		\$500,000	\$234,020		\$734,020
0218	Professions Indirect Cost Fund	\$170,741		\$555,927		\$726,668
0220	DCFS Childrens' Services	\$9,727,445	\$1,000,000			\$10,727,445
0222	State Police DUI Fund	\$22,250	\$100,000			\$122,250
0223	DMH/DD Accounts Receivable Fund	\$62,720				\$62,720
0224	Asbestos Abatement Fund	\$106,250				\$106,250
0237	Medicaid Fraud/Abuse Prevent		\$350,000			\$350,000
0238	IL Health Facilities Planning Fund	\$88,000				\$88,000
0243	Credit Union	\$280,000	\$500,000	\$68,724	\$921,800	\$1,770,524
0244	Savings & Residential Finance Regulatory	\$389,600	\$850,000	\$8,302		\$1,247,902
0245	Fair & Exposition Fund	\$132,880	\$500,000			\$632,880
0246	State Police Vehicle		\$101,000			\$101,000
0248	Racing Board Fingerprint License Fund	\$6,019				\$6,019
0251	Dept. of Labor Special State Trust Fund	\$59,974				\$59,974
0257	AML Reclamation Set Aside Fund	\$59,000	\$90,000			\$149,000
0258	Nurse Dedicated & Professional Fund	\$553,600				\$553,600
0259	Optometric Licensing & Disciplinary Committee Fund	\$75,600				\$75,600
0261	Underground Resource Conservation Enforcement	\$51,200	\$100,000			\$151,200
0262	Mandatory Arbitration Fund	\$470,000	\$2,000,000			\$2,470,000
0265	State Rail Freight Loan Repayment Fund	\$15,000				\$15,000
0270	Water Revolving Fund			\$3,543		\$3,543
0272	LaSalle Veterans Home Fund	\$270,196				\$270,196
0274	Self-Insurers Administration Fund	\$18,746				\$18,746
0276	Drunk & Drugged Driving Prevention Fund	\$78,378				\$78,378
0280	IL Racing Board Grant Fund	\$22,188				\$22,188
0281	IL Tax Increment	\$600,000	\$20,000		\$128,000	\$748,000
0285	Long-Term Care Monitor/Receiver Fund	\$12,500				\$12,500
0286	IL Affordable Housing Trust	\$3,804,000	\$5,000,000			\$8,804,000
0288	Community Water Supply Lab		\$500,000			\$500,000
0290	Fertilizer Control Fund	\$21,500			\$53,000	\$74,500
0292	Securities Investors Education Fund	\$11,250				\$11,250
0294	Used Tire Management Fund	\$523,600			\$5,566,000	\$6,089,600
0295	SOS Interagency Grant Fund	\$68,443				\$68,443
0297	Guardianship & Advocacy Fund			\$1,033		\$1,033
0298	Natural Areas Acquisition Fund	\$271,600				\$271,600
0299	Open Space Lands Acquisition and Development	\$1,109,200	\$1,510,000			\$2,619,200
0304	Statistical Services Revolving Fund			\$143,708		\$143,708
0323	Motor Vehicle Review Board Fund	\$13,250				\$13,250
0340	Public Health Services Revolving Fund	\$152,000				\$152,000
0341	Provider Inquiry Trust Fund	\$48,000				\$48,000
0342	Audit Expense		\$1,000,000			\$1,000,000
0344	Care Providers for Persons w/ Developmental Disabilities	\$2,009,968				\$2,009,968
0345	Long-Term Care Provider Fund	\$13,101,119				\$13,101,119
0357	Child Labor Enforcement Trust		\$15,000			\$15,000

Special Transfers in FY 2004						
FUND #	FUND NAME	Chargebacks	Funds Sweep	Executive Order 10	Fee Increase	TOTAL
0360	Lead Poisoning, Screening, Prevention & Abatement Fund	\$235,200				\$235,200
0362	Securities Audit and Enforcement	\$526,000	\$2,000,000		\$6,803,600	\$9,329,600
0363	Dept. Business Service Spec. Ops Fund	\$318,387			\$2,112,600	\$2,430,987
0368	Drug Treatment Fund	\$277,600				\$277,600
0369	Feed Control Fund	\$56,000				\$56,000
0370	Tanning Facility Permit Fund	\$26,000				\$26,000
0372	Plumbing Licensure & Program Fund	\$120,000	\$400,000			\$520,000
0373	State Treasurer's Bank Service	\$540,000				\$540,000
0378	Insurance Premium Tax Refund Fund	\$50,039				\$50,039
0384	Tax Compliance & Administration	\$150,487	\$150,000			\$300,487
0386	Appraisal Administration	\$176,000	\$10,000	\$7,346		\$193,346
0390	IL Habitat Endowment Trust Fund	\$26,538				\$26,538
0397	Trauma Center Fund	\$1,118,000				\$1,118,000
0421	Public Aid Recoveries Trust	\$2,531,704				\$2,531,704
0422	Alternative Fuels Fund	\$114,800				\$114,800
0436	Safety Responsibility Fund	\$45,227				\$45,227
0438	IL State Fair	\$114,862				\$114,862
0452	IL Tourism Tax	\$233,123				\$233,123
0455	IL State Toll Highway Revenue Fund	\$23,306,200				\$23,306,200
0457	Group Insurance Premium Fund	\$1,314,200				\$1,314,200
0482	Unclaimed Property Trust	\$1,355,505				\$1,355,505
0483	Secretary of State Special Services	\$1,668,000			\$957,400	\$2,625,400
0502	Early Intervention Services Revolving Fund	\$6,424,000				\$6,424,000
0503	Gang Crime Witness Protection Fund	\$45,932				\$45,932
0510	IL Fire Fighters' Memorial Fund	\$20,400				\$20,400
0514	State Asset Forfeiture Fund	\$88,250				\$88,250
0520	Federal Asset Forfeiture Fund	\$30,250				\$30,250
0523	Department of Corrections Reimbursement	\$2,823,600				\$2,823,600
0524	Health Facility Plan Review Fund	\$160,000				\$160,000
0529	IL State Board of Investments Fund	\$19,034				\$19,034
0534	Industrial Commission Operations Fund				\$28,293,000	\$28,293,000
0535	Sex Offender Registration		\$21,000			\$21,000
0536	Leads Maintenance	\$221,600	\$180,000			\$401,600
0538	IL Historic Sites	\$191,600	\$15,000			\$206,600
0543	Comptroller's Administrative		\$50,000			\$50,000
0546	Public Pension Regulation Fund				\$321,000	\$321,000
0550	Supplemental Low Income Energy Assistance			\$46,143		\$46,143
0562	Pawnbroker Regulation Fund	\$7,500		\$6,096		\$13,596
0564	Renewable Energy Resources Trust Fund	\$461,200	\$3,000,000			\$3,461,200
0569	School Technology Revolving Loan fund	\$1,440,000	\$6,000,000			\$7,440,000
0571	Energy Efficiency Trust Fund	\$248,400	\$1,000,000			\$1,248,400
0573	Petroleum Resources Revolving Fund	\$15,750				\$15,750
0574	Off-Highway Vehicle Trails	\$49,200	\$100,000			\$149,200
0576	Pesticide Control	\$172,000			\$581,000	\$753,000
0577	Community College Health Insurance Security	\$311,691				\$311,691
0608	Conservation 2000	\$1,120,000	\$15,000			\$1,135,000
0610	Energy Assistance Contribution		\$750,000			\$750,000
0612	Wireless Service Emergency Fund	\$1,325,480				\$1,325,480
0613	Wireless Carrier Reimbursement		\$2,000,000			\$2,000,000
0617	CDB Contributory Trust	\$0				\$0
0619	Quincy Veterans Home Fund	\$1,386,400				\$1,386,400
0621	International Tourism Fund	\$581,200				\$581,200
0622	Motor Vehicle License Plate Fund	\$956,000				\$956,000
0632	Horse Racing	\$962,000	\$630,000	\$96,182		\$1,688,182
0635	Death Certificate Surcharge		\$1,500,000			\$1,500,000
0637	State Police Wireless Service Emergency	\$55,750	\$1,200,000			\$1,255,750
0641	Auction Regulation Administration		\$50,000	\$4,357		\$54,357
0648	Downstate Public Transportation	\$3,188,882				\$3,188,882

Special Transfers in FY 2004

FUND #	FUND NAME	Chargebacks	Funds Sweep	Executive Order 10	Fee Increase	TOTAL
0649	Motor Carrier Safety Inspection	\$45,139				\$45,139
0650	Municipal Economic Development Fund	\$14,917				\$14,917
0669	Airport Land Loan Revolving Fund	\$20,500				\$20,500
0703	State Whistleblower Reward & Protection	\$68,800				\$68,800
0708	IL Standardbred Breeders Fund	\$101,899	\$35,000			\$136,899
0709	IL Thoroughbred Breeders Fund	\$192,560	\$160,000			\$352,560
0711	State Lottery Fund			\$217,396		\$217,396
0728	Drug Rebate Fund	\$3,378,674				\$3,378,674
0731	IL Clean Water Fund			\$142,011	\$12,829,000	\$12,971,011
0732	SOS DUI Administration Fund	\$71,250				\$71,250
0733	Tobacco Settlement Recovery	\$10,561,487	\$50,000			\$10,611,487
0743	Statewide Economic Development Fund		\$4,800,000			\$4,800,000
0745	State's Attorneys Appellate Prosecutor's County Fund	\$71,220				\$71,220
0746	Home Inspector Administration		\$100,000			\$100,000
0750	Real Estate Audit		\$50,000			\$50,000
0757	Child Support Administrative		\$170,000	\$268,756		\$438,756
0763	Tourism Promotion	\$2,933,200	\$5,000,000	\$100,788		\$8,033,988
0765	Federal Surface Mining Control & Reclamation Fund			\$0		\$0
0770	Digital Divide Elimination Fund	\$400,000				\$400,000
0771	Digital Divide Elimination Infrastructure		\$4,000,000			\$4,000,000
0774	Oil Spill Response Fund	\$25,423				\$25,423
0795	Bank & Trust Company	\$815,120	\$640,000	\$566,499		\$2,021,619
0796	Nuclear Safety Emergency Preparedness		\$460,000	\$21,060		\$481,060
0808	Medical Special Purpose Trust Fund	\$466,885				\$466,885
0821	Dram Shop	\$275,469	\$560,000		\$1,678,000	\$2,513,469
0823	IL State Dental Disciplinary Fund	\$69,750				\$69,750
0828	Hazardous Waste Fund	\$1,664,000	\$500,000			\$2,164,000
0840	Hazardous Waste Research Fund	\$20,000				\$20,000
0845	Environmental Protection Trust Fund	\$286,800				\$286,800
0849	Real Estate Research & Education		\$30,000			\$30,000
0850	Real Estate License Administration	\$424,000	\$750,000	\$3,285		\$1,177,285
0863	Cycle Rider Safety Training	\$205,600	\$1,000,000			\$1,205,600
0865	Domestic Violence Shelter & Service Fund	\$35,200				\$35,200
0879	Traffic & Criminal Conviction Surcharge		\$250,000	\$59,006		\$309,006
0883	Intra-Agency Services Fund			\$498,725		\$498,725
0884	DNR Special Projects Fund	\$107,468				\$107,468
0886	Criminal Justice Information Systems Trust		\$300,000	\$13,960		\$313,960
0888	Design Professionals Administration & Investigation	\$118,400	\$1,000,000			\$1,118,400
0890	SOS Interntl. Registration Plan Fund	\$0				\$0
0893	Library Trust Fund	\$163,096				\$163,096
0896	Public Health State Projects	\$120,000				\$120,000
0900	Petroleum Violation Fund		\$2,000,000	\$85,339		\$2,085,339
0902	State Construction Account	\$36,132,250				\$36,132,250
0905	IL Forestry Development Fund	\$193,200				\$193,200
0906	State Police Services	\$802,884				\$802,884
0907	Health Insurance Reserve	\$6,437,115		\$64,354		\$6,501,469
0909	IL Wildlife Preservation Fund	\$24,400				\$24,400
0920	Metabolic Screening & Treatment Fund	\$395,663				\$395,663
0921	DHS Recoveries Trust	\$592,000				\$592,000
0922	Insurance Producer Administration	\$1,070,000		\$195,024	\$6,053,300	\$7,318,324
0925	Coal Technology Development Assistance	\$1,518,800		\$120,722		\$1,639,522
0929	Violent Crime Victims Assistance	\$620,000				\$620,000
0940	Self-Insurers Security Fund	\$0				\$0
0942	Radioactive Waste Facility Development & Operation	\$139,200	\$1,000,000			\$1,139,200
0944	Environmental Protection Permit & Inspection	\$333,600		\$141		\$333,741
0945	Landfill Closure & Post-Close		\$250,000			\$250,000
0962	Park & Conservation		\$1,000,000			\$1,000,000
0969	Local Tourism Fund	\$497,335				\$497,335

Special Transfers in FY 2004						
FUND #	FUND NAME	Chargebacks	Funds Sweep	Executive Order 10	Fee Increase	TOTAL
0973	Build IL Capital Revolving Loan Fund		\$5,000,000			\$5,000,000
0975	Large Business Attraction Fund	\$136,400	\$500,000			\$636,400
0978	Deferred Lottery Prize Winners Trust Fund	\$340,380				\$340,380
0980	Manteno Veterans Home	\$803,600				\$803,600
0982	IL Beach Marina	\$171,384				\$171,384
0993	Public Infrastructure Construction Loan	\$101,200				\$101,200
0994	IL Agricultural Loan Guarantee (RAL Loan Guarantee)		\$2,500,000			\$2,500,000
0997	Insurance Financial Regulation	\$500,000	\$920,000	\$178,607	\$5,368,700	\$6,967,307
	TOTAL	\$269,464,457	\$158,514,000	\$5,526,569	\$88,841,000	\$522,346,026

FY 2003 SPECIAL FUND TRANSFERS

In FY 2003, Public Act 92-600 included only fund sweeps in the amount of \$165 million from the following funds.

	FY 2003 Special Transfer Fund Sweeps	Total
0045	Agricultural Premium Fund	\$4,000,000
0019	Grade Crossing Protection Fund	\$9,000,000
0022	General Professions Dedicated Fund	\$11,000,000
0031	Driver's Education Fund	\$5,000,000
0047	Fire Prevention Fund	\$10,000,000
0072	Underground Storage Tank Fund	\$12,000,000
0156	Motor Vehicle Theft Prevention Trust Fund	\$4,000,000
0238	Illinois Health Facilities Planning Fund	\$2,000,000
0244	Savings & Residential Finance Regulatory Fund	\$1,750,000
0258	Nursing Dedicated and Professional Fund	\$7,000,000
0298	Natural Areas Acquisition Fund	\$2,000,000
0299	Open Space Lands Acquis. & Develop. Fund	\$29,000,000
0342	Audit Expense Fund	\$2,000,000
0362	Securities Audit & Enforcement Fund	\$14,000,000
0386	Appraisal Administration Fund	\$2,000,000
0524	Health Facility Plan Review Fund	\$4,000,000
0564	Renewable Energy Resources Trust Fund	\$5,000,000
0569	School Technology Revolving Loan Fund	\$5,000,000
0608	Conservation 2000 Fund	\$8,000,000
0629	Real Estate Recovery Fund	\$1,000,000
0634	Illinois Aquaculture Development Fund	\$1,000,000
0648	Downstate Public Transportation Fund	\$10,000,000
0850	Real Estate License Administration Fund	\$250,000
0879	Traffic & Criminal Conviction Surcharge Fund	\$6,000,000
0906	State Police Services Fund	\$3,000,000
0922	Insurance Producer Administration Fund	\$4,000,000
0962	Park and Conservation Fund	\$2,000,000
0997	Insurance Financial Regulation Fund	\$1,000,000
	TOTAL	\$165,000,000

STATE FUNDED RETIREMENT SYSTEM INFORMATION

- Changes in Funding Provisions – SB 0027 (P.A. 94-0004)
- Certified and Projected Contributions vs. P.A. 94-0004
- State Pension Fund Changes – SB 0661 (P.A. 94-0091)
- State Employees' Retirement System
- State Universities Retirement System
- Teachers' Retirement System
- General Assembly Retirement System
- Chicago Teachers' Pension Fund
- All State Funded Retirement Systems



STATE-FUNDED RETIREMENT SYSTEMS

During the first Session of the 94th General Assembly, fourteen bills which affect the State-funded retirement systems passed both chambers of the General Assembly.

CHANGES IN FUNDING PROVISIONS - SB 0027 (PUBLIC ACT 94-0004)

Public Act 94-0004 changed the funding plan created in 1994 by Public Act 88-0593. The Act sets the State contribution levels for FY 2006 and FY 2007, rather than requiring the State to make contributions based on actuarial calculations contained in the prior funding plan. In addition, the separate funding of the liability created by the 2002 SERS Early Retirement Incentive was eliminated. The following table provides a comparison of the FY 2006 certified contributions and projected FY 2007 contributions with the State contributions required by Public Act 94-0004.

The actual appropriations to the Systems were contained in SB 1548 (Public Act 94-0015). All of the FY 2006 appropriations were GRF appropriations, except for \$80 million appropriated from the State Pensions Fund. The State Pensions Fund is funded annually by the sale of unclaimed assets.

Certified and Projected Contributions vs. Public Act 94-0004 Contributions (in millions \$)						
System	FY 2006			FY 2007		
	Certified ontributions	P.A. 94-0004	Difference	Projected Contributions	P.A. 94-0004	Difference
TRS	\$ 1,058.5	\$ 534.6	\$ 523.9	\$ 1,233.1	\$ 738.0	\$ 495.1
SERS	690.3	203.8	486.6	832.0	344.2	487.8
SURS	324.9	166.6	158.2	391.9	252.1	139.8
JRS	38.0	29.2	8.8	44.5	35.2	9.3
GARS	5.5	4.2	1.3	6.3	5.2	1.1
Total	\$ 2,117.1	\$ 938.4	\$ 1,178.7	\$2,507.9	\$1,374.7	\$1,133.2

Public Act 94-0004 changes the provisions of the current funding plan to specify the ramp-up to contributing at a level percent of payroll (in FY 2010) will resume in FY 2008.

Public Act 94-0015 also appropriated \$74.9 million to the Chicago Teachers' Pension Fund. In addition to the traditional State contribution of \$65 million, a \$9.9 million State contribution was made due to the funded ratio of the fund falling below 90%. This additional State contribution requirement was first added to the Pension Code by Public Act 90-0655, which also increased the retirement formula of the Chicago Teachers' Pension Fund to 2.2% of final average salary for each year of service credit.

State Pensions Fund Changes – SB 0661 (Public Act 94-0091)

Public Act 94-0091 amended the State Finance Act to provide that in FY 2006 and thereafter, the General Assembly may appropriate all revenues expected to be available in the State Pensions Fund during the fiscal year, as long as the fund balance does not fall below \$5 million. This change was made for FY 2005 only by Public Act 93-0839 and made permanent by Public Act 94-0091. This change allows \$80 million in

State Pensions Fund revenues to be used for a portion of the State retirement contribution in FY 2006. In addition, Public Act 94-0091 specified that all State Pensions Fund revenues in FY 2006 and thereafter must be appropriated to the SURS.

State Employees' Retirement System

Alternative Formula Changes - SB 0027 (Public Act 94-0004)

Currently, all employees of the Department of Corrections are covered by the SERS alternative formula. Public Act 94-0004 provides that for employees starting after July 1, 2005, only Department of Corrections employees who are headquartered at a correctional facility, parole officers, members of an apprehension unit, members of an intelligence unit, and DOC investigators will be covered by the alternative formula. New employees included in other groups currently covered by the alternative formula will continue to be eligible for the SERS alternative formula.

Service Credit for Certain Contractual Employment – HB 0227

Until 1988, the Visually Handicapped Managers of Illinois provided vending services to State agencies under a contractual agreement with the Department of Rehabilitation Services. In 1999, the vendors became employees of DORS (now Department of Human Services) and therefore became members of SERS. HB 0227 allows members of SERS who worked under the contract before becoming DORS employees to purchase up to 8 years of prior service credit. The member is required to make the employee contributions and employer contributions (normal cost), plus interest. Due to the required employee contributions and the small number of members that this legislation affects, the fiscal impact of HB 0227 will be minimal.

Partial Refund Repayment – HB 1383

Currently, employees covered under the State Employees' Retirement System may repay an entire refund in a lump sum or by installments on a pre-tax or post-tax basis. HB 1383 allows members to repay only a portion of their refund and receive credit only for the portion of the refund that was repaid. This would allow a member who does not need to establish all of the service or cannot afford to repay the entire refund to repay just a portion.

Alternative Retirement Cancellation Payment – SB 1442 (Public Act 94-0109)

Public Act 94-0109 provides an alternative retirement cancellation payment (ARCP) for State employees terminating service before October 31, 2005. The ARCP allows certain active members who terminate service to receive a refund in exchange for waiving all rights to any type of SERS benefit. The ARCP would equal the employee's contributions, with interest at 6.5% annually, multiplied by two. This payment can be given to the member in a lump sum, rolled into another qualified plan, or both.

The ARCP is limited to 500 employees under the Governor's purview in job titles that are specified in PA 94-0109. For all other employees, there is no restriction on job titles and no limit to the number eligible, but participation requires authorization from the director or other department head. Employees in eligible job titles are required to be in active payroll status on July 1, 2005 and in an eligible position continuously since January 1, 2005. The deadline to apply is September 30, 2005 for employees under the Governor's purview, and September 1, 2005 for all other eligible employees. Participants must terminate service within 1 month of the approval of the application and in no event later than October 31, 2005.

An ARCP payment option was offered to members of SERS in 2004. At that time, participation was limited to 3,000, and 542 SERS members chose to participate. The system made ARCP payments of \$23.4 million and \$28.2 million in SERS liability was eliminated.

State Universities Retirement System

Money Purchase Retirement Option Changes - SB 0027 (Public Act 94-0004)

Public Act 94-0004 eliminates the money purchase formula for employees who become members of SURS after July 1, 2005. Beginning in FY 2006, the Act requires the Comptroller (rather than the SURS Board of Trustees) to determine the interest rate to be used when crediting interest to the accounts of current employees.

Salary Increase Payments - SB 0027 (Public Act 94-0004)

Public Act 94-0004 provides a mechanism by which the liability associated with salary increases above a certain level may be shifted to the employer providing those salary increases. The Act provides that during the years used to determine final average salary, the employer must pay to SURS an amount equal to the present value of the increase in benefits resulting from salary increases above 6%. The employer contribution required by Public Act 94-0004 may be paid in a lump sum within 30 days of the receipt of the bill from SURS. The Act specifies that SURS must calculate the contribution amount using the same actuarial assumptions and tables used for the most recent actuarial valuation.

Public Act 94-0004 applies to salaries paid under contracts or collective bargaining agreements entered into, amended, or renewed after the effective date of the Amendatory Act.

Divided Medicare Coverage Referendum – HB 1384

Teachers hired after April 1, 1986 are required to participate in Medicare. Teachers hired before that date were not given the option to participate in Medicare, unless the teacher changed employers. HB 1384 requires SURS to conduct a divided Medicare coverage referendum for teachers who have been continuously employed by the same employer since March 31, 1986. During the referendum, eligible teachers will have the option to make an irrevocable decision to participate in Medicare on a prospective basis. The employer is then required to pay the necessary employer contributions and make the necessary deductions from salary for teachers who elect to participate. HB 1384 does not impact the accrued liabilities or pension benefits of SURS.

TEACHERS' RETIREMENT SYSTEM

Salary Increase Payments - SB 0027 (Public Act 94-0004)

Public Act 94-0004 provides a mechanism by which the liability associated with salary increases above a certain level may be shifted to the school districts providing those salary increases. The Act provides that during the years used to determine final average salary, the employer must pay to TRS an amount equal to the present value of the increase in benefits resulting from salary increases above 6%. The employer contribution required by Public Act 94-0004 may be paid in a lump sum within 30 days of the receipt of the bill from TRS. The Act specifies that TRS must calculate the contribution amount using the same actuarial assumptions and tables used for the most recent actuarial valuation.

Public Act 94-0004 applies to salaries paid under contracts or collective bargaining agreements entered into, amended, or renewed after the effective date of the Amendatory Act.

Money Purchase Retirement Option Changes - SB 0027 (Public Act 94-0004)

Public Act 94-0004 eliminates the money purchase formula for employees who become members of TRS after July 1, 2005.

Sick Leave Service Credit - SB 0027 (Public Act 94-0004)

Currently, members of TRS may establish up to 2 years of service credit for unused and uncompensated sick leave without making contributions. Public Act 94-0004 provides that if days granted by an employer are in excess of the normal annual sick leave allotment, the employer is required to contribute to TRS the normal cost of the benefits which are based on this excess sick leave.

Extension of Current Early Retirement Option - SB 0027 (Public Act 94-0004)

An Early Retirement Option for members of TRS was created in 1980 and has been extended every 5 years since its inception. Most recently, Public Act 91-0017 extended the TRS ERO option until June 30, 2005. If an employee exercises the ERO option (i.e. retires before age 60 with less than 34 years of service) employee and employer contributions are required to avoid discount. The employee contribution is 7% of salary for each year less than age 60 or 35 years of service (whichever is less) and the employer contribution is 20% of salary for each year less than age 60. Public Act 92-0582 removed the employee contribution for members with 34 years of service and Public Act 91-0017 removed the employer contribution requirement for employees who retire with 34 years of service.

Public Act 94-0004 allows TRS members to participate in the current ERO if the member retires between June 30, 2005 and July 1, 2007. The member must have notified his or her employer of the intent to participate in the ERO prior to June 1, 2005 (the effective date of the Amendatory Act) under the terms of a contract or collective bargaining agreement in effect prior to the effective date of the Amendatory Act.

A member's employer is required to provide to TRS a copy of the member's notification, an affidavit signed by the member and employer verifying the notification, and any additional documentation that TRS may require.

New Early Retirement Option - SB 0027 (Public Act 94-0004)

Public Act 94-0004 creates a new ERO effective July 1, 2005. If an employee exercises the new ERO option (retires before age 60) employee and employer contributions are required to avoid discount. The employee contribution is 11.5% of salary for each year less than age 60 or 35 years of service (whichever is less) and the employer contribution is 23.5% of salary for each year less than age 60. In addition, all active TRS members are required to contribute 0.4% of salary towards the cost of ERO. This contribution would be refunded, without interest, if the member does not utilize the ERO, if the member takes a refund from TRS, if the member dies, or if the ERO is terminated.

By June 30, 2012 (and every 5 years thereafter), TRS is required to review the System's ERO experience to determine if the required contributions adequately fund the ERO. The TRS Board of Trustees must submit the results to the Commission on Government Forecasting and Accountability, who must then recommend to the General Assembly (by February 1st) if the required ERO contributions should be adjusted. If the General Assembly does not adjust the required contributions as recommended, the ERO would be terminated at the end of that fiscal year.

Return to Teaching in Subject Shortage Areas – HB 0741 (Public Act 94-0129)

Currently, certain annuitants may accept employment for up to 120 days a year as a teacher in a shortage area without impairing retirement status as long as the school advertises the position for 90 days in the 6 months prior to the school term. Public Act 94-0129 changes the advertising requirement for vacancies in a subject area to 90 days during the 6 months preceding either the fall or spring term (rather than school term). PA 94-0129 will not affect the accrued liabilities or annual costs of TRS.

Board of Trustees – HB 3258

Currently, if an active teacher elected to the TRS Board of Trustees ceased to be a teacher, he or she is no longer eligible to serve on the Board, and the Board fills the vacancy by appointing a replacement. HB 3258 allows an active teacher Trustee who ceases to be a teacher – including an active who retires – to serve out the remainder of the term to which he or she was elected. HB 3258 will not affect the accrued liabilities or annual costs of TRS.

Working with a Disability Benefit – SB 1660

SB 1660 allows a member of TRS who has received a disability benefit for at least a year to return to work as a teacher on a limited or part-time basis without forfeiting disability benefits. The earnings as a teacher plus the disability benefit cannot exceed 100% of the salary rate on which the benefit is based. SB 1660 states that a disabled teacher who engages in limited or part-time teaching and earns service and contribution credits for that teaching, shall not receive duplicate credits for disability benefits or occupational disability benefits. The fiscal impact has not been determined, as it is unknown how many teachers will participate. However, the costs are expected to be minor.

GENERAL ASSEMBLY RETIREMENT SYSTEM

Extension of Certification Deadline – SB 0763

Currently, the five State-funded systems are required to certify to the Governor the required State appropriation amount for the next fiscal year by November 15 of each year. SB 0763 extends the deadline for the General Assembly Retirement System's certification to December 15 of each year. The GARS Board requested the change so that the certification meeting can be held around veto session each year. SB 0763 will not impact the accrued liabilities or annual costs of GARS.

Chicago Teachers' Pension Fund

Extension of Current Early Retirement Option - SB 0027 (Public Act 94-0004)

Public Act 91-0017 extended the Early Retirement Option in the Chicago Teachers' Pension Fund until June 30, 2005. If an employee exercises that option by retiring before age 60 with less than 34 years of service, employee and employer contributions are required to avoid a reduction in annuity. The employee contribution is 7% of salary for each month less than age 60 or 35 years of service (whichever is less), and the employer contribution is 20% of salary for each year less than age 60. No employee or employer contributions are required for members with 34 years of service. Currently, each employer has the authority to determine whether it should provide an ERO for its employees.

Public Act 94-0004 extends the ERO option to June 30, 2010. The Act also specifies that the employer may not limit the number of ERO participants to less than 200 (rather than 30% of eligible members). The Act also allows the employer and collective bargaining agent to agree to set the limit higher than 200, and to base the allocation for participation on a basis other than seniority.

Board of Trustees – HB 0165

HB 165 clarifies the role of administrators in electing and serving as members of the Board of Trustees of the Chicago Teachers' Pension Fund. Currently, administrators could vote for and serve in the positions held by teachers. HB 0165 clarifies that administrators have the same positions as principals in elections, and therefore, administrators cannot vote for or serve in the teacher positions. HB 0165 does not have a fiscal impact.

Recouping Certain Money from Annuitants – HB 3740

HB 3740 allows the Chicago Teachers' Pension Fund to retain out of an annuity any amounts owed to the Fund because of contributions not made, employee refunds not repaid, and Fund overpayment due to misrepresentation or error. Currently, there is no mechanism for the fund to recoup money that is owed to it. HB 3740 would have a minor positive impact on the Chicago Teachers' Pension Fund, as money owed to the Fund could be withheld from annuity payments.

Additional State Contributions - SB 1548 (Public Act 94-0015)

Public Act 94-0015 appropriated \$74.9 million to the Chicago Teachers' Pension Fund. In addition to the traditional State contribution of \$65 million, a \$9.9 million State contribution was made due to the funded ratio of the fund falling below 90%. This additional State contribution requirement was first added to the Pension Code by Public Act 90-0655, which also increased the retirement formula of the Chicago Teachers' Pension Fund to 2.2% of final average salary for each year of service credit.

ALL STATE-FUNDED RETIREMENT SYSTEMS

Prohibits Investing in the Sudan – SB 0023 (Public Act 94-0079)

Public Act 94-0079 prohibits Illinois public pension funds from investing or depositing in entities doing business in or with the government of Sudan. Specifically, companies that a retirement system invests in must certify that they have not:

- loaned to, invested in, or otherwise transferred any retirement system or pension fund's assets to a forbidden entity after January 27, 2006;
- at least 60% of the system or fund's assets are not invested in forbidden entities at any time more than 12 months after January 27, 2006; and
- 100% of the system or fund's assets are not invested in forbidden entities at any time more than 18 months after January 27, 2006.

PA 94-0079 defines a "forbidden entity" as:

- The government of the Republic of the Sudan and any of its agencies;
- Any company that is wholly or partially managed or controlled by the government of the Republic of Sudan and any of its agencies;
- Any company that is established and organized under the laws of the Republic of Sudan whose principal place of business is the Republic of Sudan;
- Any company identified as sponsoring terrorist activity, or fined, penalized or sanctioned by the Office of Foreign Assets Control in the United States Department of the Treasury in relation to the Republic of Sudan;
- Any publicly traded company located in or doing business with the Republic of Sudan; and
- Any non publicly-traded company that is located in or doing business with the Republic of Sudan.

If Illinois public pension funds and retirement systems have to divest certain assets and reinvest the proceeds in other assets, there may be a fiscal impact due to a change in asset allocation. Asset allocation

affects a system's or fund's long-term investment returns. If asset allocation must change significantly, the impact of PA 94-0079 could be significant.

QILDRO Changes – SB 1446

Effective July 1, 1999, Public Act 90-731 allowed an alternate payee (former spouse, child, or dependent) designated in a Qualified Illinois Domestic Relations Order to receive all or a specified portion of a member's retirement benefits or refund otherwise payable to the member or on behalf of the member. SB 1446 updates the provisions of the Pension Code relating to QILDROs. Most notably, SB 1446 makes an alternate payee entitled to death benefits and allows the alternate payee to receive a percentage of retirement benefits (instead of only a dollar amount). The legislation specifies that retirement systems are held harmless, and their only role in the QILDRO is to follow through on payments as outlined in the order. SB 1446 does not impact liabilities or annual pension costs, as it does not increase benefits but defines who would receive benefits earned.

Emerging Investment Managers – SB 0253

Current law defines an emerging investment manager as a qualified investment advisor who managed an investment portfolio of at least \$10 million but not more than \$400 million on January 1, 1993 and is a minority or female owned business as defined in the Business Enterprise for Minorities, Females, and Persons with Disabilities Act. SB 0253 changes the maximum portfolio amount to \$2 billion and removes the 1993 date so that the asset range specified refers to current assets. This will broaden the definition of emerging managers, allowing more firms to qualify.

Application of New Benefits - SB 0027 (Public Act 94-0004)

Public Act 94-0004 requires every new benefit increase to identify and provide for additional funding at least sufficient to fund the resulting annual increase in cost as it accrues to the System. The Commission on Government Forecasting and Accountability is required to analyze and determine if adequate additional funding has been provided for the benefit increase and report that analysis to the Public Pension Division of the Department of Financial and Professional Regulation. The Division is required to report any funding inadequacies to the Governor and State Comptroller. Unless the funding inadequacy is corrected by the General Assembly, the benefit increase would expire at the end of the fiscal year

In addition, Public Act 94-0004 provides that all benefit increases will expire 5 years after the effective date of the increase, unless an earlier date is specified in the legislation that provides the benefit increase. This provision does not apply to the Chicago Teachers' Pension Fund.

ADVISORY TASK FORCE ON PENSION BENEFITS - SB 0027 (PUBLIC ACT 94-0004)

Public Act 94-0004 creates an Advisory Task Force on Pension Benefits for New Employees. The Task Force is to consist of 15 members, 8 of which would be appointed by the Governor. Four of the Governor's appointees must be members of labor organizations, with 2 representing primarily teachers and 2 representing primarily State employees. In addition, each legislative leader is allowed to appoint 1 member of the Task Force. The Executive Directors of TRS, SERS and SURS are also members of the Task Force.

The Task Force is allowed to request actuarial data from any of the State-funded retirement systems. It is charged with making recommendations on changing age and service requirements, automatic annual increases and employee contribution rates for future members of the retirement systems. These recommendations must be submitted to the Governor and General Assembly by November 1, 2005. This provision does not apply to the Chicago Teachers' Pension Fund.

FY 2006 APPROPRIATIONS (BY AGENCY)

- **Legislative Agencies**
- **Judicial Agencies**
- **Elected Officials and Elections**
- **Executive Agencies**
- **Elementary & Secondary Education**
- **Higher Education**
- **Revolving Funds**
- **Cost Savings Initiatives**



FY 2006 APPROPRIATIONS BY AGENCY

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Legislative Agencies					
General Assembly	44,908	39,873	45,128	45,128	47,473
General Funds	44,408	39,494	44,628	44,628	46,973
Other State Funds	500	379	500	500	500
Federal Funds	0	0	0	0	0
Legislative Inspector General	0	0	300	300	315
General Funds	0	0	300	300	315
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Office of the Auditor General	20,093	17,580	19,736	19,735	21,118
General Funds	5,969	5,297	6,001	6,000	6,301
Other State Funds	14,124	12,283	13,735	13,735	14,817
Federal Funds	0	0	0	0	0
Commission on Government Forecasting and Accountability	1,067	754	1,471	1,471	1,324
General Funds	1,067	754	1,471	1,471	1,324
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Commission on Intergovernmental Cooperation	243	243	0	0	0
General Funds	243	243	0	0	0
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Legislative Information System	7,484	5,714	7,484	7,484	7,778
General Funds	5,884	5,500	5,884	5,884	6,178
Other State Funds	1,600	214	1,600	1,600	1,600
Federal Funds	0	0	0	0	0
Legislative Audit Commission	221	53	238	238	250
General Funds	221	53	238	238	250
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Legislative Printing Unit	2,199	2,035	2,229	2,229	2,341
General Funds	2,199	2,035	2,229	2,229	2,341
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Legislative Research Unit	2,905	2,198	2,804	2,804	2,944
General Funds	2,905	2,198	2,804	2,804	2,944
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Legislative Reference Bureau	2,528	776	2,528	2,528	2,655
General Funds	2,528	776	2,528	2,528	2,655
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Legislative Agencies (cont'd)					
General Assembly Retirement System	5,791	4,236	4,675	4,675	4,157
General Funds	5,490	4,118	2,206	2,206	4,157
Other State Funds	301	118	2,469	2,469	0
Federal Funds	0	0	0	0	0
Pension Laws Commission	115	115	0	0	0
General Funds	115	115	0	0	0
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Office of the Architect of the Capitol	356	226	676	676	710
General Funds	356	226	676	676	710
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Joint Committee on Administrative Rules	1,042	945	1,077	1,077	1,131
General Funds	1,042	945	1,077	1,077	1,131
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Legislative Agencies Total	88,952	74,748	88,346	88,345	92,196
General Funds	72,427	61,754	70,042	70,041	75,279
Other State Funds	16,525	12,994	18,304	18,304	16,917
Federal Funds	0	0	0	0	0
Judicial Agencies					
Supreme Court & Illinois Court System	313,263	278,589	302,453	302,453	278,663
General Funds	300,151	271,734	289,341	289,341	264,526
Other State Funds	13,112	6,855	13,112	13,112	14,137
Federal Funds	0	0	0	0	0
Judges' Retirement System	36,527	26,857	31,991	31,991	29,189
General Funds	34,996	26,247	15,090	15,090	29,189
Other State Funds	1,531	610	16,901	16,901	0
Federal Funds	0	0	0	0	0
Judicial Inquiry Board	671	576	688	688	702
General Funds	671	576	688	688	702
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Office of the Appellate Defender	22,481	21,087	23,225	23,223	23,676
General Funds	19,053	18,131	19,797	19,795	20,368
Other State Funds	2,903	2,632	2,903	2,903	2,783
Federal Funds	525	324	525	525	525

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Judicial Agencies (cont'd)					
Office of the State's Attorneys					
Appellate Prosecutor	14,444	10,844	14,547	14,547	14,689
General Funds	7,426	7,149	7,510	7,510	7,609
Other State Funds	4,218	2,669	4,237	4,237	4,280
Federal Funds	2,800	1,026	2,800	2,800	2,800
Court of Claims	42,665	40,271	69,374	69,374	48,033
General Funds	37,596	36,226	57,005	57,005	41,738
Other State Funds	4,797	3,808	10,830	10,830	5,524
Federal Funds	272	237	1,539	1,539	771
Judicial Agencies Total	430,051	378,224	442,278	442,276	394,952
General Funds	399,893	360,063	389,431	389,429	364,132
Other State Funds	26,561	16,574	47,983	47,983	26,724
Federal Funds	3,597	1,587	4,864	4,864	4,096
Elected Officials and Elections					
Office of the Governor					
	8,652	7,605	8,241	7,932	7,807
General Funds	8,552	7,605	8,141	7,832	7,707
Other State Funds	100	0	100	100	100
Federal Funds	0	0	0	0	0
Office of the Lieutenant Governor					
	2,666	2,115	2,569	2,463	2,466
General Funds	2,516	1,999	2,419	2,345	2,316
Other State Funds	150	116	150	118	150
Federal Funds	0	0	0	0	0
Office of the Attorney General					
	64,917	52,676	68,538	67,889	70,203
General Funds	39,639	37,212	41,222	41,222	42,505
Other State Funds	22,278	14,343	24,316	23,667	24,698
Federal Funds	3,000	1,121	3,000	3,000	3,000
Office of the Secretary of State					
	340,591	236,210	347,754	255,748	359,350
General Funds	123,427	111,324	131,365	119,562	131,365
Other State Funds	206,709	118,494	205,989	127,581	219,405
Federal Funds	10,455	6,392	10,400	8,605	8,580
Office of the State Comptroller					
	54,239	45,761	54,927	54,927	107,791
General Funds	51,847	44,143	53,132	53,132	102,319
Other State Funds	2,091	1,344	1,482	1,482	5,165
Federal Funds	301	274	313	313	307
Office of the State Treasurer					
	1,131,126	986,745	1,697,922	1,697,922	1,742,606
General Funds	17,870	16,375	23,470	23,470	23,524
Other State Funds	1,113,256	970,370	1,674,452	1,674,452	1,719,082
Federal Funds	0	0	0	0	0
State Board of Elections					
	82,631	18,434	155,248	20,318	135,985
General Funds	7,631	7,080	15,248	10,318	8,040
Other State Funds	75,000	11,354	140,000	10,000	127,945
Federal Funds	0	0	0	0	0

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Elected Officials and Elections (cont'd)					
<i>Elected Officials and Elections Total</i>	1,684,822	1,349,546	2,335,199	2,107,199	2,426,208
<i>General Funds</i>	251,482	225,738	274,997	257,881	317,776
<i>Other State Funds</i>	1,419,584	1,116,021	2,046,489	1,837,400	2,096,545
<i>Federal Funds</i>	13,756	7,787	13,713	11,918	11,887
Executive Agencies					
Department of Aging	398,114	381,332	417,112	397,112	447,983
General Funds	293,994	286,673	340,957	320,957	365,497
Other State Funds	38,050	37,916	10,036	10,036	10,036
Federal Funds	66,070	56,743	66,119	66,119	72,450
Department of Agriculture	102,530	93,007	96,018	88,660	101,108
General Funds	45,274	42,815	40,891	40,836	44,670
Other State Funds	47,360	43,763	45,433	40,388	46,338
Federal Funds	9,896	6,429	9,694	7,436	10,100
Department of Central Management					
Services	726,508	518,679	838,737	748,965	1,047,989
General Funds	143,112	135,746	114,645	114,418	95,741
Other State Funds	583,396	382,933	724,092	634,547	952,248
Federal Funds	0	0	0	0	0
Department of Children and Family					
Services	1,357,283	1,267,871	1,290,467	1,280,318	1,289,710
General Funds	818,814	794,865	781,176	781,176	810,117
Other State Funds	520,586	459,987	490,923	480,774	461,225
Federal Funds	17,883	13,019	18,368	18,368	18,368
Department of Commerce and					
Economic Opportunity	912,582	457,399	847,559	443,571	687,797
General Funds	52,739	47,922	57,580	54,272	80,847
Other State Funds	235,320	122,639	167,019	112,614	139,607
Federal Funds	624,523	286,838	622,960	276,685	467,343
Department of Natural Resources	204,450	174,200	191,104	181,740	193,699
General Funds	108,381	93,770	93,903	93,796	86,251
Other State Funds	88,056	74,581	89,430	80,333	99,787
Federal Funds	8,013	5,849	7,771	7,611	7,661
Department of Corrections	1,403,735	1,243,225	1,371,495	1,285,208	1,273,520
General Funds	1,256,626	1,170,046	1,207,966	1,189,264	1,162,879
Other State Funds	147,109	73,179	163,529	95,944	110,641
Federal Funds	0	0	0	0	0
Department of Employment Security	309,500	227,571	303,704	295,704	283,065
General Funds	16,773	16,437	20,769	20,769	19,730
Other State Funds	2,018	1,937	1,917	1,917	1,917
Federal Funds	290,709	209,197	281,018	273,018	261,418

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Executive Agencies (cont'd)					
Department of Financial and Professional Regulation	99,147	84,543	91,682	89,686	92,011
General Funds	0	0	1,310	1,310	0
Other State Funds	98,447	84,137	89,772	87,965	91,211
Federal Funds	700	406	600	411	800
Department of Human Rights	9,281	8,345	9,731	9,530	9,073
General Funds	6,816	6,551	7,184	7,001	6,583
Other State Funds	0	0	0	0	0
Federal Funds	2,465	1,794	2,547	2,529	2,490
Department of Human Services	5,020,251	4,616,089	5,194,115	5,100,079	5,247,441
General Funds	3,696,002	3,580,204	3,819,769	3,749,733	3,842,431
Other State Funds	413,493	350,339	412,403	412,403	420,772
Federal Funds	910,756	685,546	961,943	937,943	984,238
Department of Labor	6,124	5,707	6,011	6,011	5,792
General Funds	5,978	5,566	5,853	5,855	5,634
Other State Funds	146	141	158	156	158
Federal Funds	0	0	0	0	0
Department of Military Affairs	41,975	28,617	37,450	37,321	40,380
General Funds	15,149	12,687	12,581	12,581	12,524
Other State Funds	9,000	1,508	6,461	6,332	6,461
Federal Funds	17,826	14,422	18,408	18,408	21,395
Department of Healthcare and Family Services	11,114,565	10,608,631	11,903,212	10,572,574	12,255,826
General Funds	5,704,193	5,689,757	6,041,847	5,031,648	6,385,153
Other State Funds	4,947,367	4,668,408	5,398,446	5,288,609	5,507,710
Federal Funds	463,005	250,466	462,919	252,317	362,963
Department of Healthcare and Family Services	2,626,690	2,455,037	2,735,223	2,689,297	2,930,916
Group Insurance					
General Funds	890,143	890,085	885,560	885,560	1,025,359
Other State Funds	1,736,547	1,564,952	1,849,663	1,803,737	1,905,557
Federal Funds	0	0	0	0	0
Department of Public Health	350,859	270,871	358,909	313,677	369,332
General Funds	117,921	108,244	124,038	122,746	132,765
Other State Funds	64,664	39,755	65,977	43,296	62,919
Federal Funds	168,274	122,872	168,894	147,635	173,648
Department of Revenue	1,032,494	899,537	971,442	935,445	998,150
General Funds	153,749	140,245	133,241	132,962	133,579
Other State Funds	878,745	759,292	838,201	802,483	864,571
Federal Funds	0	0	0	0	0
Department of State Police	369,583	317,070	351,521	325,871	362,799
General Funds	201,819	180,008	173,241	173,241	177,217
Other State Funds	141,064	129,184	148,868	135,732	152,182
Federal Funds	26,700	7,878	29,412	16,898	33,400

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Executive Agencies (cont'd)					
Department of Transportation	1,909,822	1,628,036	2,002,916	1,731,222	2,091,472
General Funds	60,970	56,033	56,763	53,756	110,131
Other State Funds	1,834,216	1,571,324	1,931,565	1,666,858	1,967,981
Federal Funds	14,636	679	14,588	10,608	13,360
Department of Veterans' Affairs	79,753	74,372	83,402	80,784	82,105
General Funds	38,457	36,127	41,290	41,060	45,522
Other State Funds	40,505	37,636	40,971	38,598	35,375
Federal Funds	791	609	1,141	1,126	1,208
Illinois Arts Council	18,569	17,931	19,606	19,567	20,574
General Funds	17,894	17,291	18,865	18,826	19,799
Other State Funds	0	0	0	0	0
Federal Funds	675	640	741	741	775
Governor's Office of Management and Budget	279,227	273,306	274,087	274,022	278,805
General Funds	3,304	2,809	3,164	3,101	2,882
Other State Funds	275,923	270,497	270,923	270,921	275,923
Federal Funds	0	0	0	0	0
Office of Executive Inspector General	4,126	2,177	5,738	5,738	7,080
General Funds	4,126	2,177	5,738	5,738	7,080
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Executive Ethics Commission	0	0	650	301	385
General Funds	0	0	650	301	385
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Capital Development Board	13,495	12,086	13,972	13,094	12,508
General Funds	0	0	0	0	0
Other State Funds	13,495	12,086	13,972	13,094	12,508
Federal Funds	0	0	0	0	0
Civil Service Commission	418	397	392	379	370
General Funds	418	397	392	379	370
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Illinois Commerce Commission	50,116	100,424	127,279	123,298	121,054
General Funds	408	0	392	0	0
Other State Funds	49,708	100,424	126,887	123,298	121,054
Federal Funds	0	0	0	0	0
Drycleaner Environmental Response Trust Fund Council	6,595	3,439	8,000	7,229	7,600
General Funds	0	0	0	0	0
Other State Funds	6,595	3,439	8,000	7,229	7,600
Federal Funds	0	0	0	0	0

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Executive Agencies (cont'd)					
Illinois Deaf and Hard of Hearing					
Commission	624	475	651	589	628
General Funds	624	475	651	589	628
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Comprehensive Health Insurance					
Plan	0	0	0	0	7,000
General Funds	0	0	0	0	7,000
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
East St. Louis Financial Advisory					
Authority	254	201	243	243	220
General Funds	254	201	243	243	220
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Environmental Protection Agency					
	344,921	223,648	335,779	272,753	329,285
General Funds	2,797	2,704	796	795	1,196
Other State Funds	286,588	183,257	274,732	224,434	270,179
Federal Funds	55,536	37,687	60,251	47,524	57,910
Illinois Guardianship and Advocacy					
Commission	8,511	7,856	8,241	8,241	8,258
General Funds	8,319	7,752	8,053	8,053	8,070
Other State Funds	192	104	188	188	188
Federal Funds	0	0	0	0	0
Illinois Historic Preservation Agency					
	20,283	16,002	24,719	23,722	29,191
General Funds	13,671	12,746	13,487	13,461	13,172
Other State Funds	6,612	3,256	11,232	10,261	16,019
Federal Funds	0	0	0	0	0
Human Rights Commission					
	1,389	1,194	1,440	1,381	1,381
General Funds	1,389	1,194	1,440	1,381	1,281
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	100
Illinois Criminal Justice Information					
Authority	134,671	63,314	132,845	84,178	123,277
General Funds	5,385	4,615	4,398	4,216	3,318
Other State Funds	29,047	11,906	28,208	16,294	22,980
Federal Funds	100,239	46,793	100,239	63,668	96,979
Illinois Educational Labor Relations					
Board	1,469	1,348	1,459	1,451	1,400
General Funds	1,469	1,348	1,459	1,451	1,400
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Executive Agencies (cont'd)					
Illinois Sports Facility Authority	34,741	33,000	36,131	36,131	37,599
General Funds	0	0	0	0	0
Other State Funds	34,741	33,000	36,131	36,131	37,599
Federal Funds	0	0	0	0	0
Illinois Council on Developmental Disabilities	4,196	2,887	4,174	4,077	4,122
General Funds	0	0	0	0	0
Other State Funds	0	0	0	0	0
Federal Funds	4,196	2,887	4,174	4,077	4,122
Illinois Violence Prevention Authority	5,266	5,042	5,773	5,713	4,972
General Funds	3,290	3,198	3,172	3,121	3,014
Other State Funds	1,976	1,844	2,601	2,592	1,958
Federal Funds	0	0	0	0	0
Illinois Finance Authority	212	117	240	240	0
General Funds	212	117	240	240	0
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Procurement Policy Board	0	0	262	262	262
General Funds	0	0	262	262	262
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Illinois Workers' Compensation Commission	13,746	12,748	16,320	15,994	19,109
General Funds	4,023	3,566	0	0	0
Other State Funds	9,723	9,182	16,320	15,994	19,109
Federal Funds	0	0	0	0	0
Illinois Law Enforcement Training and Standards Board	14,909	12,140	13,688	13,414	14,048
General Funds	0	0	0	0	0
Other State Funds	14,909	12,140	13,688	13,414	14,048
Federal Funds	0	0	0	0	0
Illinois Medical District Commission	500	495	192	192	192
General Funds	500	495	192	192	192
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Metropolitan Pier and Exposition Authority	124,605	124,366	128,581	128,581	133,569
General Funds	0	0	0	0	0
Other State Funds	124,605	124,366	128,581	128,581	133,569
Federal Funds	0	0	0	0	0

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Executive Agencies (cont'd)					
Prisoner Review Board	1,486	1,312	1,343	1,325	1,336
General Funds	1,486	1,312	1,343	1,325	1,336
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Property Tax Appeal Board	2,080	1,727	2,316	2,156	2,156
General Funds	2,080	1,727	2,316	2,156	2,156
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Southwestern Illinois Development Authority	697	697	2,065	2,065	3,004
General Funds	697	697	2,065	2,065	3,004
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Illinois Emergency Management Agency	398,064	58,361	481,036	190,933	646,357
General Funds	7,899	4,981	5,476	5,421	5,263
Other State Funds	29,496	23,471	28,026	24,615	26,125
Federal Funds	360,669	29,909	447,534	160,897	614,969
State Employees Retirement System	9,961	742	280,227	280,227	220
General Funds	121	116	65,933	65,933	220
Other State Funds	9,840	626	214,294	214,294	0
Federal Funds	0	0	0	0	0
Illinois Labor Relations Board	1,630	1,574	1,924	1,764	1,934
General Funds	1,630	1,574	1,924	1,764	1,934
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Illinois State Police Merit Board	930	856	772	772	910
General Funds	930	856	772	772	910
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Office of the State Fire Marshal	16,289	13,239	18,806	17,845	22,639
General Funds	0	0	0	0	0
Other State Funds	16,103	13,125	18,506	17,545	22,381
Federal Funds	186	114	300	300	258
Upper Illinois River Valley Development Authority	356	356	513	513	571
General Funds	356	356	513	513	571
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Executive Agencies Total	29,589,582	26,353,596	31,051,274	28,151,165	31,652,184
General Funds	13,710,192	13,366,485	14,104,500	12,975,239	14,628,293
Other State Funds	12,735,642	11,206,334	13,667,153	12,861,607	13,817,936
Federal Funds	3,143,748	1,780,777	3,279,621	2,314,319	3,205,955

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Elementary and Secondary Education					
State Board of Education	7,595,567	7,067,292	8,060,520	7,590,294	8,327,481
General Funds	5,444,419	5,409,208	5,809,338	5,770,082	6,132,890
Other State Funds	77,342	21,801	31,842	23,045	41,466
Federal Funds	2,073,806	1,636,283	2,219,340	1,797,167	2,153,125
Teachers' Retirement System	1,097,311	1,097,311	1,041,387	1,041,387	675,162
General Funds	1,049,951	1,049,951	1,041,387	1,041,387	675,162
Other State Funds	47,360	47,360	0	0	0
Federal Funds	0	0	0	0	0
Elementary and Secondary Education Total					
Education Total	8,692,878	8,164,603	9,101,907	8,631,681	9,002,643
General Funds	6,494,370	6,459,159	6,850,725	6,811,469	6,808,052
Other State Funds	124,702	69,161	31,842	23,045	41,466
Federal Funds	2,073,806	1,636,283	2,219,340	1,797,167	2,153,125
Higher Education					
Board of Higher Education	69,076	59,258	48,919	46,719	50,008
General Funds	49,766	48,452	43,419	43,419	44,508
Other State Funds	4,500	4,410	0	0	0
Federal Funds	14,810	6,396	5,500	3,300	5,500
Chicago State University	40,451	39,624	38,845	38,845	38,660
General Funds	40,451	39,624	38,845	38,845	38,660
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Eastern Illinois University	47,612	46,692	47,612	47,610	47,612
General Funds	47,610	46,692	47,610	47,610	47,610
Other State Funds	2	0	2	0	2
Federal Funds	0	0	0	0	0
Governors State University	24,180	23,710	24,280	24,280	25,986
General Funds	24,180	23,710	24,280	24,280	25,986
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Northeastern Illinois University	39,078	38,300	39,228	39,228	39,248
General Funds	39,078	38,300	39,228	39,228	39,248
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Western Illinois University	56,101	55,018	56,393	56,393	56,401
General Funds	56,091	55,008	56,391	56,391	56,391
Other State Funds	10	10	2	2	10
Federal Funds	0	0	0	0	0
Illinois State University	80,482	78,904	80,452	80,452	80,452
General Funds	80,452	78,904	80,452	80,452	80,452
Other State Funds	30	0	0	0	0
Federal Funds	0	0	0	0	0

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Higher Education (cont'd)					
Northern Illinois University	101,809	99,844	102,285	102,285	102,985
General Funds	101,799	99,834	102,275	102,275	102,975
Other State Funds	10	10	10	10	10
Federal Funds	0	0	0	0	0
Southern Illinois University	217,204	213,467	217,429	217,429	217,654
General Funds	217,204	213,467	217,429	217,429	217,654
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
University of Illinois	699,469	687,131	700,446	700,446	700,150
General Funds	696,911	684,644	698,451	698,451	697,901
Other State Funds	2,558	2,487	1,995	1,995	2,249
Federal Funds	0	0	0	0	0
Illinois Community College Board	415,139	387,942	415,326	395,933	417,992
General Funds	339,722	339,229	345,677	345,677	347,193
Other State Funds	74,532	48,616	68,874	50,099	70,024
Federal Funds	885	97	775	157	775
Illinois Student Assistance Commission	707,717	551,635	651,043	555,508	654,743
General Funds	398,955	387,699	392,251	392,251	390,300
Other State Funds	530	197	1,445	1,100	570
Federal Funds	308,232	163,739	257,347	162,157	263,873
Illinois Mathematics and Science Academy	16,409	15,057	17,883	17,883	19,373
General Funds	14,359	14,085	15,833	15,833	16,323
Other State Funds	2,050	972	2,050	2,050	3,050
Federal Funds	0	0	0	0	0
State Universities Retirement System	314,841	231,332	294,464	294,464	170,034
General Funds	299,181	225,161	71,834	71,834	90,034
Other State Funds	15,660	6,171	222,630	222,630	80,000
Federal Funds	0	0	0	0	0
State Universities Civil Service Merit Board	1,254	1,115	1,254	1,254	1,254
General Funds	1,254	1,115	1,254	1,254	1,254
Other State Funds	0	0	0	0	0
Federal Funds	0	0	0	0	0
Higher Education Total	2,830,822	2,529,029	2,735,859	2,618,729	2,622,552
General Funds	2,407,013	2,295,924	2,175,229	2,175,229	2,196,489
Other State Funds	99,882	62,873	297,008	277,886	155,915
Federal Funds	323,927	170,232	263,622	165,614	270,148

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Revolving Funds					
Revolving Funds	-1,981,738	-1,706,696	-2,182,520	-2,126,783	-2,507,935
General Funds	0	0	0	0	0
Other State Funds	-1,981,738	-1,706,696	-2,182,520	-2,126,783	-2,507,935
Federal Funds	0	0	0	0	0
Total Before Cost Savings Initiatives					
Total Before Cost Savings Initiatives	41,335,369	37,143,050	43,572,343	39,912,612	43,682,800
General Funds	23,335,377	22,769,123	23,864,924	22,679,288	24,390,021
Other State Funds	12,441,158	10,777,261	13,926,259	12,939,442	13,647,568
Federal Funds	5,558,834	3,596,666	5,781,160	4,293,882	5,645,211
Cost Savings Initiatives					
Tobacco Settlement Reserve	-8,700	-8,700	0	0	0
General Funds	0	0	0	0	0
Other State Funds	-8,700	-8,700	0	0	0
Federal Funds	0	0	0	0	0
Procurement Initiative	-91,300	-109,000	-91,000	-47,205	-13,442
General Funds	-12,782	-15,260	-31,592	-5,862	-1,314
Other State Funds	-78,518	-93,740	-59,408	-41,343	-12,128
Federal Funds	0	0	0	0	0
Information Technology Initiative	-23,500	-35,000	-35,600	-54,750	-26,048
General Funds	-12,300	-18,319	-12,359	-33,500	-15,198
Other State Funds	-11,200	-16,681	-23,241	-21,250	-10,850
Federal Funds	0	0	0	0	0
Veohcal Freeze and Reduction Initiative	-8,473	-4,000	0	0	0
General Funds	-5,380	-2,540	0	0	0
Other State Funds	-3,093	-1,460	0	0	0
Federal Funds	0	0	0	0	0
Functional Consolidation Initiative	-26,000	-17,200	-39,000	-22,800	-42,600
General Funds	-12,770	-8,448	-13,539	-11,500	-9,600
Other State Funds	-13,230	-8,752	-25,461	-11,300	-33,000
Federal Funds	0	0	0	0	0
Merit Compensation Initiative	-42,600	-42,600	0	0	0
General Funds	-26,400	-26,400	0	0	0
Other State Funds	-16,200	-16,200	0	0	0
Federal Funds	0	0	0	0	0
Worker's Compensation Initiative	0	0	-4,200	-2,658	0
General Funds	0	0	-1,458	-1,458	0
Other State Funds	0	0	-2,742	-1,200	0
Federal Funds	0	0	0	0	0

APPROPRIATIONS BY AGENCY					
Agency (\$ thousands)	Fiscal Year 2004		Fiscal Year 2005		Fiscal Year 2006
	Enacted Appropriation	Actual Expenditure	Enacted Appr. W/ Supp.	Estimated Expenditure	Enacted Appropriation
Cost Savings Initiatives (cont'd)					
Communication Initiative	0	0	-1,500	-405	0
General Funds	0	0	-521	-225	0
Other State Funds	0	0	-979	-180	0
Federal Funds	0	0	0	0	0
Targeted Headcount Reduction Initiative	0	0	-40,000	0	-26,368
General Funds	0	0	-26,667	0	-18,457
Other State Funds	0	0	-13,333	0	-7,911
Federal Funds	0	0	0	0	0
Cost Savings Operating Initiatives					
Totals	-200,573	-216,500	-211,300	-127,818	-108,458
General Funds	-69,632	-70,967	-86,136	-52,545	-44,569
Other State Funds	-130,941	-145,533	-125,164	-75,273	-63,889
Federal Funds	0	0	0	0	0
<hr style="border-top: 1px dashed black;"/>					
GRAND TOTAL	41,134,796	36,926,550	43,361,043	39,784,794	43,574,342
General Funds	23,265,745	22,698,156	23,778,788	22,626,743	24,345,452
Other State Funds	12,310,217	10,631,728	13,801,095	12,864,169	13,583,679
Federal Funds	5,558,834	3,596,666	5,781,160	4,293,882	5,645,211

SUMMARY OF FY 2006 BUDGET IMPLEMENTATION BILLS

- P.A. 94-0091 - (SB 0661) STATE FINANCE BUDGET IMPLEMENTATION
- P.A. 94-0069 - (SB 1815) EDUCATION BUDGET IMPLEMENTATION
- P.A. 94-0048 - (HB 1197) HUMAN SERVICES BUDGET IMPLEMENTATION



P.A. 94-0091 - (SB 0661)
STATE FINANCE BUDGET IMPLEMENTATION

Statutory Reference	Description of Change	Reason
20 ILCS 2705/2705-	Allows DOT to publish a multi-year program other than 5 years.	The next MYP is for 6 years and present law requires 5 years.
30 ILCS 105/6z-32	Decrease the transfer to the Conservation 2000 Projects Fund from GRF from \$14 million to \$11 million for FY 06.	This would allow DNR to provide grants to soil and water conservation districts pursuant to their appropriation (the appropriation was \$7 million in FY 05).
30 ILCS 105/6z-64	Workers' Compensation Revolving Fund: technical billing cleanups and provide for interfund cash transfers to fund worker's comp.	Worker's comp will not be direct billed, but operated as Statewide Cost Allocation Plan Section I activities in FY 06.
30 ILCS 105/8.3	Continue funding for Secretary of State from Road Fund at FY 05 levels, and increase State Police funding permitted from Road Fund (raise Road Fund "cap").	Lifts Road Fund "Anti-diversion" caps for FY 06. Recommended ISP budget includes Road Fund approp. request above their current FY 05 cap.
30 ILCS 105/8k	Include list of funds to terminate and transfer remaining balances to GRF. NOTE: This method only works for funds that have no current revenue source.	Funds that can be eliminated because inactive. Current list of approx. 20 funds.
30 ILCS 105/8g	GRF transfer of \$1.2M to the Violence Prevention Fund.	Revenue source required so IVPA can award grants from the fund, as provided in the FY 06 budget.
30 ILCS 105/8g	Transfer of \$9.0M from GRF to the (Abraham Lincoln) Presidential Library and Museum Operating Fund.	GRF transfer in is the revenue source for the ALPLM fund.
30 ILCS 105/8g	Allow up to \$80M in short-term cash transfers from GRF to the Tobacco Settlement Recovery Fund. Monies transferred from GRF are re-transferred to TSRF before the end of the fiscal year.	Tobacco Settlement receipts do not arrive until April of each year. This allows ongoing spending from the fund.
30 ILCS 105/8g	Transfer \$6,803,600 from GRF to the Securities Audit Enforcement Fund.	Returns funds transferred in FY 04 from the Securities Audit Enforcement Fund to GRF.
30 ILCS 105/15a	Contractual Services: Specifically authorize agencies to pay for CMS-consolidated facilities management, communication, IT and professional services through contractual services approps.	There are concerns about agencies paying CMS billings from contractual services approps without specific authorization.
20 ILCS 505/22.2	Consolidate the DCFS Training Fund into the DCFS Children's Services Fund.	The source of revenue for both funds is the same (federal funds). They were initially segregated to ensure that money would be spent on training. Consolidating the funds will free up excess amounts from the Training Fund or spending on other children's services. There will

		be no impact on training expenditures, because the appropriation is the same.
35 ILCS 5/901	Set to 9.75% the share of personal income taxes and 20% corporate income taxes deposited into the Income Tax Refund Fund, to reflect actual cash needs into the fund.	Avoids automatic adjustment that would divert more revenues from GRF than needed.
20 ILCS 2705/2705-305	Paratransit fix	This year's IDOT budget contains \$54 million grant for paratransit services; IDOT needs statutory authority to make the grant.
30 ILCS 105/8.12	Ends mandatory appropriation from the State Pension Fund to the retirement systems	This change is necessary to expedite payments to the retirement systems to increase their funding.
30 ILCS 105/8.44	Various transfers from other State funds to total \$161 m	
30 ILCS 105/8h	Exempts Supreme Court funds from the administrative chargeback.	Exempt the following Court funds from the administrative chargeback: the Foreign Language Interpreter Fund, the Lawyers' Assistance Program Fund, the Supreme Court Special State Projects Fund; and the Supreme Court Federal Projects Fund.
20 405/405-315; 30 ILCS 105/6z-65; 30 ILCS 105/8.33	Facilities Management: technical billing cleanups, and abolish the Special Events Revolving Fund and transfer the remaining balance to Facilities Management Revolving Fund.	Agencies will be paying facilities management billings through appropriations, not estimated fund transfers in FY 06. CMS proposes consolidating the small SERF into the much larger FMRF.
Various Sections	Allow transfers from all of DFPR's funds to the Professions Indirect Cost Fund, not only from funds that came from DPR upon the agency's creation.	This would allow DFPR to allocate administrative costs across all its funds. Currently, DFPR cannot make transfers to the Professions Indirect Cost Fund from funds that were housed at the former DOI, DFI, or OBRE.
725 ILCS 185/33 730 ILCS 110/15 730 ILCS 110/15.1 HA #2	Extends the Supreme Court's use of the Mandatory Arbitration Fund to FY 06	Allows the Courts to use the Mandatory Arbitration Fund for pretrial services, expenses of the Probation Department, and for the salaries of probation officers and court services personnel.
20 ILCS 405/405-20; 20 ILCS 405/405-270; 30 ILCS 105/6z-40	IT consolidation issues: authorize Communications Revolving Fund to finance public information and non-telecom-related communications functions, and technical billing cleanups.	CMS has consolidated public information and other communications services that are not strictly telecom, and certain IT functions that are not strictly EDP; there has been concerns about agencies paying such costs from lines other than EDP and telecommunications services. These changes will allow agencies to reimburse CMS for such services through contractual lines, as provided in the FY 06 budget.
30 ILCS 105/8h 420 ILCS 20/13	Exempt the Low-Level Radioactive Waste Facility Development and Operation Fund from the administrative chargeback; extend the holiday of additional annual fees through the end of FY 06.	Allows the extension of a moratorium preventing IEMA from assessing fees.
20 ILCS 605/605-707	Allows the Comptroller to expend	This would allow the Comptroller to effectuate its

230 ILCS 5/28	appropriations from the International Tourism Fund and the Agricultural Premium Fund for grants and expenses of the Illinois Global Partnership.	responsibilities for funding the Illinois Global Partnership (created by HB 4053).
20 405/405-293; 30 ILCS 105/6z-63	Professional Services Fund: Technical billing cleanups; provide for interfund cash transfers to fund consolidated internal audit, legal, and other professional services; and authorize CMS to provide professional services to ISBE and Tollway.	Professional services will not be direct billed, but operated as Statewide Cost Allocation Plan Section I activities in FY 06. Internal Audits has reached agreements to serve non-Governor offices, and needs specific authorization to proceed.
105 ILCS 55/20; 320 ILCS 55/30; 320 ILCS 55/35	School district insurance program: allow school district payments received for participation in the school employee prescription drug benefit program to be deposited not into GRF, but into the Prescription Drug Purchasing Fund, an existing fund renamed from the Senior Citizens and Disabled Persons Prescription Drug Discount Program Fund.	Keeps the recently enacted school benefits program off GRF. The existing purpose of the renamed fund, for the Rx Discount Card Program, remains intact.
30 ILCS 105/8g	Transfer of \$5 million from the Communications Revolving Fund to the Hospital Services Prevention Fund.	This funds HB 2509, which creates the Hospital Basic Services Preservation Fund to collateralize basic services loans from financial institutions for capital projects necessary to maintain certain basic services required for the operation of essential community hospital providers that may not otherwise be able to meet the standards of the financial institution.

P.A. 94-0069 - (SB 1815)
EDUCATION BUDGET IMPLEMENTATION

Statutory Reference	Description of Change	Reason
105 ILCS 5/2-3.127a	SBE Special Purpose Trust Fund	Creates the SBE Special Purpose Trust Fund for purposes of receiving grants, donations and awards. Monies will be used for special projects as dictated by the terms of the grant, award or donation. Examples of uses include spending monies transferred from IEMA and spending funds awarded by the Bill and Melinda Gates Foundation. These funds will typically fund individual projects.
105 ILCS 5/2-3.131	Transitional Assistance Payments	Standard language annually placed in a BIMP bill since the creation of the transitional assistance payments for those districts that would otherwise receive lower funding compared to their FY 05 distribution.
105 ILCS 5/14-8.01	IDEA state set-aside	Will alter the caps placed on the portion of IDEA funding that may be expended as state set-aside. The previous line for \$1,429,300 for Critical Special Need projects may be funded by this change. The funds utilized in FY 06 are going unspent in FY 05 and this change will not result in a decrease for any providers. It will allow the State to fund projects such as centers serving autistic children, previously funded by other excess IDEA funds.
105 ILCS 5/18-8.05	Increase in the Foundation Level from \$4,964 to \$5,164	The foundation level is specifically stated in statute. This changes the FY 06 foundation level to \$5,164, which is a \$200 increase.
105 ILCS 5/18-8.05	Postponement of Poverty phase-out.	This alters for another year the phase-out of the hold harmless poverty payment. It works to direct ISBE to expend the \$12M budgeted for poverty payments to those entities per the original formula.
105 ILCS 5/2-3.64	Increased testing requirements in the area of writing; 3 year phase-in	Provides that the State Board of Education shall test (1) all pupils enrolled in the 5 th and 8 th grades in writing during the 2006-2007 school year; (2) all pupils enrolled in the 5 th , 6 th , and 8 th grades in writing during the 2007-2008 school year; and (3) all pupils enrolled in the 3 rd , 5 th , 6 th , and 8 th grades in writing during the 2008-2009 school year and each school year thereafter. Provides that the Prairie State Achievement Examination shall measure student performance in writing beginning with 2006-2007 school year.

P.A. 94-0048 - (HB 1197)
HUMAN SERVICES BUDGET IMPLEMENTATION

Statutory Reference	Description of Change	Reason
305 ILCS 5/5-5.4	Freeze Medicaid nursing home reimbursement rates – affects both geriatric facilities (DPA) and LTC-DD (DHS).	Avoids inflationary increases that would automatically occur.
5 ILCS 100/5-45	Emergency rulemaking authority.	Allow immediate implementation of BIMP-related rules; needed for Medicaid rate adjustments.
20 ILCS 105/4.02	Permit the allocation between administrative cost and employee wages for the Homemaker rate (aging and DHS) to be switched from a statutory formula to administrative rule.	Changes the current practice of providers receiving additional administrative rate increases when Homemaker direct hourly wage increases.
215 ILCS 106/30	Apply KidCare premium and copayment provisions to the FamilyCare program, and adds two more tiers of premiums: additional \$5/month each for a fourth and fifth enrolled family member.	Largely codifies current practice; the premium schedule was established prior to the creation of FamilyCare, when parents of KidCare enrollees first became eligible.
305 ILCS 5/12-4.35	Technical cleanups for Medicaid/ KidCare services to non-citizens.	Codifies current practice. Current language refers to “specific appropriation for this purpose.” However, this has always been funded through the regular Medicaid appropriation line, rather than a special appropriation. Therefore, change will codify current practice.
320 ILCS 40/10 320 ILCS 40/15	Technical cleanups for Medicaid services to certain elderly persons under the Program for All-inclusive Care for the Elderly (PACE).	Eliminates obsolete references to age requirements and federal waivers. This program coordinates Medicare and Medicaid funding, particularly for persons who move between hospital and nursing home care. This was previously a demonstration program, but the feds recently changed it to a “normal” service and removed the requirement that the program serve only persons age 65+. The clean-up removes references to a waiver and removes the references to age 65 to be consistent with federal law on this program.
305 ILCS 5/5-5.12	Modify existing “soft cap” language to permit new “soft cap” proposal—3 brand-name prescription drugs per month for adults (not children) enrolled in Medicaid – additional brand-name scripts would be subject to prior approval. Clients will continue to have access to medically necessary drugs.	Reduces Medicaid liability by \$27M , savings assumed as part of the Governor’s FY 06 budget.
305 ILCS 5/5-11	Requires DPA (now the Dept. of Health Care and Family Services) to contract with private HMOs and	The agency currently has the authority to contract with private health care organizations to supply designated medical services to eligible

	managed care community networks that took effect August 1, 2003.	persons, including health maintenance organizations that have been certified as being in compliance with applicable standards. This change requires the Department to renegotiate existing contracts with health maintenance organizations (HMOs) and managed care community networks that took effect August 1, 2003, so as to produce \$70 million savings to the Medicaid program (net of any increases to the fee-for-service program for FY 2006).
--	--	---

GLOSSARY & DESCRIPTION OF FUNDS

- Glossary
- Description of Funds



GLOSSARY

Activity Measure -information or data used to count the delivery of state services; for instance, the number of people served and the number of cases closed.

All Funds -every fund appropriated to or spent by an agency.

Annualize -to provide full year funding in the next fiscal year when a program is started or a person is hired part way through the current fiscal year.

Appropriation -spending authority from a specific fund given by the General Assembly and approved by the Governor for a specific amount, purpose and time period.

Assessments -a levy imposed for a specific purpose, typically the medical assessment program under which the Department of Public Aid levies a fee on long-term care and other providers to help fund Medicaid liability.

Attrition -a natural reduction in caseload or staff; for example, from retirement or resignation.

Available Fund Balance -the total amount of money in a fund at a particular point in time, typically at the beginning of a month or the year.

Basis of Accounting -the method of accounting used to track and report state revenues and expenditures; for example, cash, budgetary or accrual.

Bond Fund -a fund that receives proceeds from the sale of bonds to be used for capital projects.

Bond Rating -an assessment of the credit risk with respect to a specific bond issue.

Bond Retirement and Interest Fund -a fund used to repay principal and interest on bonds or other debt obligations, typically spent pursuant to a continuing and irrevocable appropriation.

Budgetary Balance -available cash balance on June 30, minus lapse period spending for the fiscal year just ended.

Build Illinois -a state economic development and public infrastructure program begun in 1986 and primarily funded by dedicated state sales tax revenue bonds.

Capital -buildings, structures, equipment and land. Acquisition, development, construction and improvement of capital are typically funded through bond funds.

Case Management -monitoring and oversight of the delivery of services, which may include coordination of all services to a client.

Caseload -the number of clients being served at a point in time, sometimes used in the context of clients per staff.

Cash Flow -the amount of cash available for use during a period of time, calculated by subtracting spending from the sum of the receipts and the beginning balance.

Census -population measure, typically of clients in a facility or program.

Certificate of Participation -similar to bonds or other debt instruments, a security issued by the state or a third party that gives the holder a share of the stream of annual appropriated lease payments made by the state.

Client -a person or family receiving services, typically from a human service agency.

Commodities -line item for consumable items used in connection with current agency operations; for instance, household, medical or office supplies; food for those in institutions; coal, bottled and natural gas; and equipment costing less than \$100.

Common School Fund -one of four funds that comprise the state general funds. It is used to fund Elementary and Secondary Education. If revenues to the fund from the lottery, bingo, public utility, cigarette and sales taxes and from investment income, among others, are insufficient to make monthly general state aid payments, the Common School Fund receives automatic transfers from the General Revenue Fund.

Consent Decree -an agreement between both parties in a lawsuit that binds them and determines their rights and obligations. While made under sanction of the court, it does not bind the court, and it is not a judicial sentence.

Continuing Appropriation -statutory authority for the Comptroller and Treasurer to spend funds in the event the legislature fails to appropriate or appropriates an insufficient amount for a specified purpose. Examples of continuing appropriations are for debt service on state bonds or payments to the state retirement systems.

Contractual Services -line item for services provided by a non-state employee or vendor including, utilities; medical services for those in institutions; professional, technical or artistic consulting; and property and equipment rental.

Debt Service -payment of principal, interest and other obligations associated with the retirement of debt.

Dedicated Funds -revenues assessed and collected for a specific state program.

Divisions -organizational units within agencies designated as such for programmatic or administrative convenience.

Education Assistance Fund -one of four funds that comprise the state general funds. It is used to fund Elementary, Secondary and Higher Education. It receives 7.3 percent of the state income tax net of refunds, as well as wagering taxes paid to the state by riverboat casinos.

Electronic Data Processing -line item for lease or purchase of computer or other data processing equipment and related services including supplies, services and personnel.

Employee Retirement Contributions Paid by State (Pension Pick-Up) -line item for payment of an employee's required contribution to the State Employees' Retirement System, which an agency has chosen or contracted to make on behalf of the employee.

Entitlement -program benefits that must be provided in a timely fashion to those who meet eligibility criteria and that may not be taken away without due process.

Equipment -line item for non-consumable items of tangible personal property used in connection with current agency operations; for instance office furniture, vehicles or machinery, and scientific or other major instruments and apparatus.

Executive Branch -distinguished from the legislative and judicial branches of state government, it is charged with the detail of carrying out and effectuating the law through the day-to-day operations and activities of state government. The Governor, as chief executive officer of the state, is responsible for the operation and administration of state agencies.

Executive Order -a decree or mandate issued by the Governor for the purpose of interpreting or implementing a provision of the law. Executive orders often are used to reorganize and assign functions

among executive agencies, create advisory and special commissions and boards or direct state agencies regarding policy.

Expenditure -state spending. Agencies submit vouchers to the Comptroller's Office, which prepares a state check (warrant) and maintains accounting records. Warrants are presented to the Treasurer, who maintains and invests state funds.

Federal Aid -funding provided by the federal government.

Fiscal Year -Illinois state government's fiscal year is July 1 through June 30. This is the period during which obligations are incurred, encumbrances are made and appropriations are expended. The federal government's fiscal year is October 1 through September 30.

Full Faith and Credit -a pledge or promise to repay general obligation debt; typically includes all of an issuer's taxing powers.

Full- Time Equivalent -a calculated measure of full-time employment for comparison purposes, in which each full-time employee works 37.5 hours per week for 52 weeks per year.

Fund -an account established to hold money for specific programs, activities or objectives.

General Funds -(usually lower-case) refers to the following group of funds, inclusively: the General Revenue Fund, the Education Assistance Fund, the Common School Fund, and the General Revenue - Common School Special Account Fund.

General Obligation Bonds -bonds issued for capital purposes as direct legal obligations secured by general tax revenues and guaranteed by the full faith and credit of the state.

General Revenue -Common School Special Account Fund -one of four funds that comprise the state general funds. It is used for accounting purposes to receive 25 percent of state sales tax and subsequently transfer these moneys to the Common School Fund.

General Revenue Fund -the largest of four funds that comprise the state general funds. It receives the majority of undedicated tax revenues, mostly income and sales taxes, for use generally to operate and administer state programs.

General State Aid -an unrestricted formula-driven grant that comprises the largest portion of state assistance to local school districts. The amount of funds a district receives depends on its financial need measured by three factors: its average daily attendance, its equalized assessed valuation of property and its local tax measured by its statutory tax rate.

Grant -an award or contribution to be used either for a specific or a general purpose, typically with no repayment provision.

Group Insurance -line item for life and health insurance program for all state employees, retirees and their dependents.

Headcount -a statement of the number of employees for some period of time, typically either the actual number of staff working or a calculated full-time equivalent.

Highway Fund -a fund that receives special dedicated revenues related to transportation; for example, the motor fuel tax or federal highway trust funds, to be used to support the construction and maintenance of transportation facilities and activities.

Hiring Lag -the- savings in personal services and benefits associated with the time period between an employee leaving the job and a replacement being hired.

Illinois FIRST -a \$12 billion, multi-year public works initiative begun in 1999 and funded by a combination of local, state and federal resources.

Income Tax Surcharge -a temporary increase of 0.5 percent in the state personal income tax and 0.8 percent in the corporate income tax established in July 1989 to fund education, local governments and property tax relief. Subsequently, in July 1991, one-half of the surcharge was made permanent and dedicated to education. The remaining one-half was made permanent in July 1993.

Infant Mortality -measure of infant deaths during the first year of life per 1000 live births.

Judicial Branch -distinguished from the legislative and executive branches of state government, it is charged with interpreting and applying laws.

Lapse -the portion of an appropriation that is not spent during the authorized period, typically the fiscal year, including the lapse period.

Lapse Period -the two-month period following the fiscal year (July 1 to August 31) when agencies can liquidate liabilities incurred before the end of that fiscal year (June 30). Public Act 89-511, effective in fiscal year 1997, reduced the lapse period from three months to two months.

Lapse Period Spending -spending that occurs during the lapse period from the previous year's appropriation.

Legislative Branch -distinguished from the judicial and executive branches of state government, it is charged with making and enacting the law, including appropriations.

Legislative Transfer -reallocation of appropriation amounts among line items by the General Assembly during the fiscal year. Distinguished from a two- percent transfer, which may be accomplished by the executive branch without participation of the legislative branch.

Line Item -specific purpose of an appropriation; for instance, personal services, retirement, printing or travel.

Liquidate -to settle or pay a debt or to convert assets into cash.

Local Government Distributive Fund -receives 1/10 of the income tax proceeds to the general funds, via a transfer, for distribution to units of local government based on population. Funds may be used for any purpose.

Lump Sum -appropriation line for a general program purpose without specific line items identified.

Managed Care -the process of coordinating and controlling all services provided to a client to assure efficient and effective results.

Mandate -a law or regulation that generally should be followed, whether or not funding is provided. The State Mandates Act permits certain regulations and laws to be ignored if funding is not provided.

Match -contribution to program required to receive a program grant, may be either money, "hard match", or services, "soft match".

Medicaid -public assistance financed jointly by the state and federal governments to provide medical care for individuals who meet certain eligibility criteria.

Moral Obligation -a duty that is not binding or enforceable by law, typically debt service on bonds issued by others that the state agrees to consider funding if the issuer is unable to pay. There is no legal guarantee the state will make such payments.

Other Funds -all state and federal funds except the four general funds.

Other Operations -administrative non-grant expenses of state agencies except salaries and payments for fringe benefits; for example, contractual services, travel, printing and telecommunications.

Per Diem -by the day. An amount of so much for each day.

Performance Measure -information or data used to determine the quality and outcomes of state services; for instance, the number of people who receive jobs following job counseling and employment services or the number of people who remain off drugs following treatment services.

Personal Services -line item for salary payments to employees. Phase-In -staged expenditure pattern, such as initiating a program, hiring employees or opening an institution over time (see Annualize).

Pilot Program -tentative model for future full scale development, typically a program operated in a limited area or targeted to a limited population to analyze its effectiveness before expanding its scope.

Position Title -name and description of a job.

Printing -line item for contractual services, materials and supplies used to produce and print information; for example, letterhead stationery, annual reports and forms.

Program Area -major organizational categories of state government, including education, human services, public safety, environment and business regulations, economic development and infrastructure and government services.

Reappropriation -an unspent appropriation that continues into the next fiscal year, typically for a capital or other multi-year project or liability.

Recommended -Governor's budget requests presented to the General Assembly for its approval.

Refunding Bonds -bonds issued to refinance other outstanding bonds, which generally were originally issued at higher interest rates.

Refunds -line item for return of funds to the rightful owner, typically return of overpaid taxes or fees.

Repair and Maintenance -line item for upkeep, restoration and improvement of equipment and facilities in connection with current agency operations.

Reserve -portion of appropriation intentionally set aside and not spent, either to increase lapse or as a contingency for increased liabilities in other line items.

Resources -all assets available for use by agencies, whether appropriated or not.

Retirement -line item for employer's share of contributions to the state retirement system.

Revenues -receipts from taxes, fees, assessments, grants and other payments used to fund programs.

Revolving Fund -receives intergovernmental payments charged for providing central operational services, such as computer, purchasing, state garage and telecommunications.

Road Fund -receives motor fuel tax and other transportation-related revenues for use to operate the Department of Transportation, Illinois State Police and the Secretary of State's Office and to build and maintain roads, bridges and other transportation facilities.

Social Security -line item for employer's share of contributions to the Federal Insurance Contributions Act (FICA) tax.

Special State Funds -all state funds except the general funds, bond-financed funds, debt service funds and state trust funds.

State Agency -government organization created by statute to administer and implement particular legislation.

Statute -a law enacted by the General Assembly and approved by the Governor.

Substitute Care -a program to place children away from their families in foster homes or residential facilities.

Supplemental Appropriation -additional spending authority given by the General Assembly during the fiscal year, following passage of the initial budget.

Transfer -reallocation of resources, typically movement of money from one fund to another or shift of appropriation authority among line items by the legislative or the executive branch.

Trust Fund -receives revenues assessed and collected for a specific state program.

Two Percent Transfer -reallocation of appropriation amounts by the Governor during the fiscal year. Limited to two percent of an agency's appropriation by fund for specific operations lines. Distinguished from a legislative transfer, which requires approval by the legislative branch.

VOIDS -checks (warrants) that are not cashed.

Voucher -document requesting payment submitted to the Comptroller, who then writes and issues a warrant.

Warrant - check issued by the Comptroller to a third party who cashes it with the Treasurer.

Zero Coupon Bonds -bonds without interest coupons for semi-annual payment. Interest accrues over the life of the bond and is paid on maturity along with the principal.

DESCRIPTION OF FUNDS

There are approximately 650 funds in the Illinois accounting system. These funds are separated into two categories --Appropriated and Non-Appropriated Funds.

The Appropriated Funds category is further broken into eight fund groups: General, Highway, Special State, Bond Financed, Debt Service, Federal Trust, Revolving and State Trust Funds. The Non- Appropriated Funds category is composed primarily of Federal and State Trust Funds, and includes a few Special State Funds.

General Funds receive the major portion of tax revenues and pay for the regular operating and administrative expenses of most state agencies. Components of the general funds are the General Revenue Fund, the Education Assistance Fund, the Common School Fund and the General Revenue-Common School Special Account Fund.

Highway Funds receive and distribute special assessments related to transportation, such as the motor fuel tax, and support the construction and maintenance of transportation facilities and activities of the state.

University Funds receive revenues such as fees, tuition and excess income from auxiliary enterprises at state universities and colleges, including related foundations and associations. Prior to fiscal year 1998, the General Assembly appropriated these funds for the support, operation and improvement of state-supported institutions of higher education. Starting in fiscal year 1998, the university funds became locally held funds and, together with other funds administered by the universities, are not subject to appropriation.

Special State Funds are designated in Section 5 of the Finance Act as special funds in the State Treasury and not elsewhere classified. They represent a segregation of accounts restricted to the revenues and expenditures of a specific source.

Bond Financed Funds receive and administer the proceeds of various state bond issues.

Debt Service Funds account for the resources obtained and accumulated to pay interest and principal on debt obligations.

Federal Trust Funds are established pursuant to grants and contracts between state agencies and the federal government. The funds are administered for specific purposes established by the terms of the grants and contracts.

Revolving Funds finance the operations of state agencies that render services to other state agencies on a cost reimbursement basis. Appropriation of these funds is dependent upon intra-governmental service requirements and appropriations of other state agencies.

State Trust Funds are established by statute or under statutory authority for specific purposes.

Other Trust Funds receive and account for resources for subsequent disbursement to a designated recipient. Escrow funds are an example of an Other Trust Fund.

BACKGROUND

The Commission on Government Forecasting and Accountability (CGFA), a bipartisan, joint legislative commission, provides the General Assembly with information relevant to the Illinois economy, taxes and other sources of revenue and debt obligations of the State. The Commission's specific responsibilities include:

- 1) Preparation of annual revenue estimates with periodic updates;
- 2) Analysis of the fiscal impact of revenue bills;
- 3) Preparation of "State Debt Impact Notes" on legislation which would appropriate bond funds or increase bond authorization;
- 4) Periodic assessment of capital facility plans;
- 5) Annual estimates of public pension funding requirements and preparation of pension impact notes;
- 6) Annual estimates of the liabilities of the State's group health insurance program and approval of contract renewals promulgated by the Department of Central Management Services;
- 7) Administration of the State Facility Closure Act.

The Commission also has a mandate to report to the General Assembly ". . . on economic trends in relation to long-range planning and budgeting; and to study and make such recommendations as it deems appropriate on local and regional economic and fiscal policies and on federal fiscal policy as it may affect Illinois. . . ." This results in several reports on various economic issues throughout the year.

The Commission publishes several reports each year. In addition to a Monthly Briefing, the Commission publishes the "Revenue Estimate and Economic Outlook" which describes and projects economic conditions and their impact on State revenues. The "Illinois Bond Watcher" report examines the State's debt position as well as other issues directly related to conditions in the financial markets. The "Financial Conditions of the Illinois Public Retirement Systems" provides an overview of the funding condition of the State's retirement systems. Also published are an Annual Fiscal Year Budget Summary; Report on the Liabilities of the State Employees' Group Insurance Program; and Report of the Cost and Savings of the State Employees' Early Retirement Incentive Program. The Commission also publishes each year special topic reports that have or could have an impact on the economic well being of Illinois. All reports are available on the Commission's website.

These reports are available from:

Commission on Government Forecasting and Accountability
703 Stratton Office Building
Springfield, Illinois 62706
(217) 782-5320
(217) 782-3513 (FAX)

http://www.legis.state.il.us/commission/ecfisc/ecfisc_home.html