

University of Illinois
Board of Trustees
Meeting

University Senates Conference Report

November 12, 2015

Danilo Erricolo

Finance, Budget, and Benefits Committee

Faculty Perspectives on the State Budget Standoff

USC Committee on Finance, Budget, and Benefits

Prof. Sally Jackson (Chair, UIUC)

Prof. Peter Boltuc (UIS)

Prof. Danilo Erricolo (UIC)

Prof. Harley Johnson (UIUC)

Prof. Kouros Mohammadian (UIC)

Prof. Terry Weech (UIUC)

Concern 1: Diversity and Equality of Opportunity



Students voicing support for MAP

Concern 1:
Diversity
and
Equality of
Opportunity



Concern 1:
Diversity
and
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Percentage of students supported by MAP grants,
overall and in selected demographics

	Urbana	Chicago	Springfield
All undergraduates	20%	48%	28%
Black	40%	50%	50%
Hispanic	48%	63%	44%

Concern 1:
Diversity
and
Equality of
Opportunity

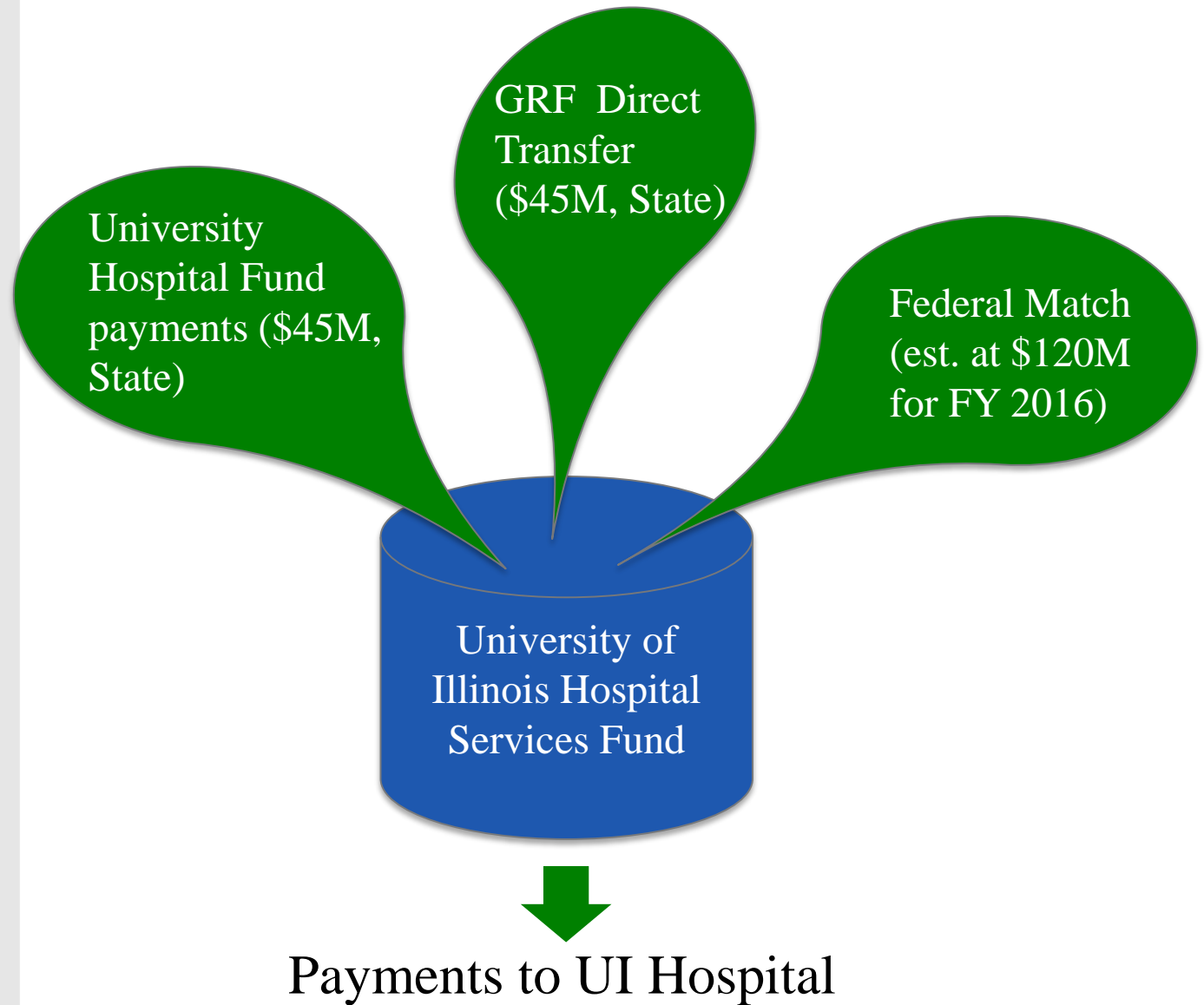
Consequences of Budget Standoff:

- Financial loss (\$30M already spent for MAP awardees enrolling in UI for Fall 2015)
- Disappearance of students from higher ed pipeline
- Diversity diminished on campuses

Concern 2: Health Care Services



Concern 2:
Health Care
Services



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Consequences of Budget Standoff:

1. Many UI Hospital (UIH) Medicaid claims (excluding those paid by managed care plans) are paid out of the hospital trust fund
2. **No state dollars have been put into the fund for FY16** (which also means no new federal matching dollars)
3. Hospital trust fund about to run out of \$\$ **When this occurs, UIH cannot be paid for services rendered.**

Concern 3: High-Impact Research Programs and Centers



Concern 3:
High-Impact
Research
Programs and
Centers

The Illinois Center for Transportation has:

- **\$30 Million** over 5 years in combined state and federal funding
- **50 ongoing projects** of direct relevance for statewide transportation safety and efficiency
- **100 researchers and students involved**, representing all three UI campuses

Concern 3:
High-Impact
Research
Programs and
Centers

ICT produces **directly actionable research** on:

- Optimized pavement materials that **save money** and **reduce carbon emissions**
- **Environmentally-friendly** rest areas
- **Cost-saving improvements** to public transit systems
- **Highway and bridge safety**

State investment of \$7.2M produced \$147M in value!

Overall Conclusions

The Budget Standoff

- has both direct **negative impact**
 - **No tuition payments** for thousands of students
 - **No appropriation** to Hospital Services Fund
 - **No way to secure funds** for high impact State-funded research
- and **negative multipliers**
 - **No federal match** on Medicaid
 - **No federal funds** dispersed through states

These impacts extend into the future

- **Permanent losses** for the higher ed student pipeline
- **Reduced diversity** among students for 4 years from restoration of funds
- **Reduced competitiveness** for research
- and many other similar harms

Thank you for your advocacy on
behalf of the University of Illinois