

## ***Performance Funding Overview***

The Illinois Board of Higher Education Act (as amended by P.A. 97-320) is required to devise a system for allocating State resources to public institutions of higher education based upon performance in achieving State goals related to student success and certificate and degree completion. Under the Act, performance metrics shall reward performance of institutions in advancing the success of students who are academically or financially at-risk, first generation students, low-income students, or students traditionally underrepresented in higher education. The metrics shall also recognize and account for the differentiated missions of institutions of higher education, focus on the fundamental goal of increasing completion, recognize the unique and broad mission of public community colleges, and maintain the quality of degrees, certificates, courses, and programs.

The current Public University Performance Funding Model, approved by the Board, was refined after work involving a steering committee was tasked with strengthening the existing performance measures and sub-categories to the extent possible or finding replacement measures that capture the principles of the performance funding Act. The performance funding model for public universities identifies performance measures or metrics that are linked directly to the goals of the *Illinois Public Agenda*. The IBHE is responsible for collecting the data on the following performance measures:

- Bachelor's degrees awarded
- Master's degrees awarded
- Doctoral and Professional degrees awarded
- Undergraduate degrees per 100 FTE
- Research and public service expenditures
- Graduation Rates 150% of Time
- Persistence (24 Credit Hours Completed in One Year)
- Cost per Credit Hour
- Cost per Completion

The model is devised to adapt to Illinois' changing financial climate each year. The metrics are meant to indicate the status of each of the schools at the present time, which then allows them to adjust their practices in order to improve in certain areas moving forward. The model takes into account the diversity of each university's student population as opposed to awarding funding based solely on academic criteria. These sub-populations are: Pell Eligible, Adult Age 25 and Older, African American, Hispanic, and STEM and Healthcare.

When analyzing the performance funding model for public universities, it is important to note the following:

- All steps are identical at each university.

- The model accounts for each institution's unique mission by adding weight to each measure.
- Each institution's performance point calculation is independent.
- The performance point calculation for each institution will change each year based on annually updated 3-year average data.
- The funding allocation is competitive.
- Funds are distributed on a pro rata basis according to each institution's performance point calculation.
- The FY 17 allocation approved by IBHE for the public universities is the same level as recommended in the FY 16 budget which reflects a 0.5 percent reallocation of appropriation levels recommended to be redistributed to public universities.

The performance funding model for community colleges is based on decidedly different criteria than that for public universities. The Illinois Community College Board (ICCB) was responsible for developing this model based on the following selected performance measures:

- Degree and certificate completion
- Degree and certificate completion of at-risk students
- Transfer to a four-year institution
- Remedial and adult education advancement
- Momentum points
- Transfer to a community college

The Fiscal Year 2017 allocation to community colleges based on this performance funding model is \$360,000.

## **FY 16 Performance Based funding, 0.5% or \$6,147,300**

FY 2016 PBF Allocation with 0.5% Performance Funding Set-Aside								
(\$ in thousands)	Performance Funding				FY2015		FY2015 - FY 2016	
	FY2015	FY2016 Model			Appropriation	FY2015 - FY 2016		
	Appropriation	Set Aside*	Performance Funds	Net Change	0.5% Set-Aside	\$ Change	% Change	
<b>Public Universities</b>	\$ <b>1,229,438.5</b>	\$ <b>6,147.2</b>	\$ <b>6,147.2</b>	\$ <b>0.0</b>	\$ <b>1,229,438.5</b>	\$ <b>(0.0)</b>	<b>(0.00)</b> %	
Chicago State University	37,166.6	185.8	143.8	-42.0	37,124.6	(42.0)	(0.11)	
Eastern Illinois University	43,964.8	219.8	243.2	23.4	43,988.2	23.4	0.05	
Governors State	24,615.9	123.1	166.3	43.2	24,659.1	43.2	0.18	
Illinois State University	73,889.2	369.4	349.2	-20.3	73,868.9	(20.3)	(0.03)	
Northeastern Illinois University	37,748.1	188.7	234.4	45.7	37,793.8	45.7	0.12	
Northern Illinois University	93,189.5	465.9	431.6	-34.4	93,155.1	(34.4)	(0.04)	
Western Illinois University	52,629.3	263.1	264.5	1.4	52,630.7	1.4	0.00	
<b>Southern Illinois University</b> **	<b>204,151.8</b>	<b>1,020.8</b>	<b>891.3</b>	<b>-129.5</b>	<b>204,022.3</b>	<b>(129.5)</b>	<b>(0.06)</b>	
Carbondale	145,503.0	724.6	618.4	-106.2	145,396.8	(106.2)	(0.07)	
Edwardsville	58,648.8	296.2	272.9	-23.2	58,625.6	(23.2)	(0.04)	
<b>University of Illinois</b> ***	<b>662,083.3</b>	<b>3,310.4</b>	<b>3,422.8</b>	<b>112.4</b>	<b>662,195.7</b>	<b>112.4</b>	<b>0.02</b>	
Chicago	306,363.0	1,531.8	1,500.1	-31.7	306,331.3	(31.7)	(0.01)	
Springfield	23,622.1	118.1	118.4	0.3	23,622.4	0.3	0.00	
Urbana/Champaign	332,098.2	1,660.5	1,804.3	143.8	332,242.0	143.8	0.04	

\* FY2016 Set Aside is based on a 0.5% reallocation of the final FY2015 budget level.  
\*\* SIU Administration is allocated on a pro-rated basis to each campus, SIU School of Medicine is included with the Carbondale Campus.  
\*\*\* UI Administration is allocated on a pro-rated basis to each campus.

## **FY 17 Performance Based funding, 0.5% or \$6,147,300**

FY 2017 PBF Allocation with 0.5% Performance Funding Set-Aside						
(\$ in thousands)	Performance Funding				FY2017	
	FY2015	FY2017 Model			Appropriation	
	Appropriation	Set Aside*	Performance Funds	Net Change	0.5% Set-Aside	
<b>Public Universities</b>	\$ <b>1,229,438.5</b>	\$ <b>6,147.2</b>	\$ <b>6,147.3</b>	\$ <b>0.1</b>	\$ <b>1,229,438.6</b>	
Chicago State University	37,166.6	185.8	137.1	-48.7	37,117.9	
Eastern Illinois University	43,964.8	219.8	240.4	20.6	43,985.4	
Governors State	24,615.9	123.1	167.8	44.7	24,660.6	
Illinois State University	73,889.2	369.4	350.7	-18.7	73,870.5	
Northeastern Illinois University	37,748.1	188.7	249.4	60.7	37,808.8	
Northern Illinois University	93,189.5	465.9	377.2	-88.7	93,100.8	
Western Illinois University	52,629.3	263.1	262.1	-1.0	52,628.3	
<b>Southern Illinois University</b> **	<b>204,151.8</b>	<b>1,020.8</b>	<b>886.3</b>	<b>-134.5</b>	<b>204,017.3</b>	
Carbondale	145,503.0	724.6	610.7	-113.9	145,389.1	
Edwardsville	58,648.8	296.2	275.6	-20.6	58,628.2	
<b>University of Illinois</b> ***	<b>662,083.3</b>	<b>3,310.4</b>	<b>3,476.3</b>	<b>165.9</b>	<b>662,249.2</b>	
Chicago	306,363.0	1,531.8	1,525.1	-6.7	306,356.3	
Springfield	23,622.1	118.1	118.6	0.5	23,622.6	
Urbana/Champaign	332,098.2	1,660.5	1,832.6	172.1	332,270.3	

\* FY2017 Set Aside is based on a 0.5% reallocation of the final FY2015 budget level.  
\*\* SIU Administration is allocated on a pro-rated basis to each campus, SIU School of Medicine is included with the Carbondale Campus.  
\*\*\* UI Administration is allocated on a pro-rated basis to each campus.