



Illinois Board of Higher Education

J. B. Pritzker, Governor – Pranav Kothari, Chair

MEMORANDUM

TO: Public University Presidents and Chancellors

FROM: Ginger Ostro, Executive Director

DATE: March 1, 2024

RE: Public University Tuition Statement Act

The Board of Higher Education is required by the Public University Tuition Statement Act, 110 ILCS 63/10, to determine annually the average resident tuition subsidy from the State of Illinois for each undergraduate resident student and to provide such calculation to each public university. The statute outlines the formula to be used to calculate such subsidy. Attached are two tables, the first (Table 1) summarizing the individual costs included in the average costs and the tuition subsidy, and the second (Table 2) providing the supporting calculations.

Each public university is required by the Act to include as part of its undergraduate student tuition bills or other statement of tuition charges, or as a separate attachment to the bill or charge, the following statement:

For fiscal year 2023, the General Assembly and the Governor authorized the aggregate amount of \$1.22 billion to be appropriated from the General Revenue Fund and the Education Assistance Fund for operation of the State's public universities. Each resident undergraduate full-time public university student received an average tuition subsidy of **\$5,263** from the State of Illinois, which was applied to offset the full cost of instruction.

This statement should be included in the upcoming billing cycle for each university. Should you have any questions or need additional information, please contact Jerry Lazzara at lazzara@ibhe.org

Thank you.

cc: Vice Presidents for Business and Finance
Public University Budget Officers

Table 1

ILLINOIS PUBLIC UNIVERSITIES
FISCAL YEAR 2023 FULL UNDERGRADUATE INSTRUCTIONAL COSTS PER FTE STUDENT
WEIGHTED AVERAGE TUITION AND STATE UNDERGRADUATE TUITION SUBSIDY

Direct support per student from state appropriations and university income funds as determined by the FY2023 Board of Higher Education Cost Study.	\$ 12,724
Allocation of expenditures from state appropriations and university income funds excluded from the FY2023 Board of Higher Education Cost Study.	2,428
Estimated state support for retirement contributions.	1,049
Estimated state support for group health, life and dental insurance.	712
Estimated debt service on higher education facilities. (The allocation for undergraduate instruction is based on estimated undergraduate costs as a percent of total costs.)	322
Undergraduate Full Instructional Cost Per FTE Student	<u>\$ 17,235</u>
Weighted Average Public Universities Undergraduate Tuition	<u>\$ 11,972</u>
Net State of Illinois Undergraduate Average Tuition Subsidy	<u>\$ 5,263</u>

Table 2

ILLINOIS PUBLIC UNIVERSITIES
FISCAL YEAR 2023 UNDERGRADUATE INSTRUCTIONAL COSTS

		Total Cost	Weighted Average Tuition	General Funds Subsidy
<u>Direct Support per Student</u>				
Total Instructional Costs*				
Lower Division	444,993,104			
Upper Division	1,066,857,730			
Total		\$ 1,511,850,834		
Instructional Credit Hours*				
Lower Division	1,302,360			
Upper Division	2,262,157			
Total			<u>3,564,517</u>	
Undergraduate Cost Per Credit Hour		424.14		
Direct Undergraduate Cost Per FTE (30 SCHs)		<u>\$ 12,724</u>	<u>\$ 11,972</u>	<u>\$ 752</u>
<u>Additional Support Per Student</u>				
<u>Undergraduate Instructional Costs Excluded from the Cost Study*</u>				
Total Allocated Costs	288,515,739			
Instructional Credit Hours	3,564,517			
Cost per FTE (30 SCHs)		2,428		2,428
<u>Retirement (12.53% of Personal Services Costs)</u>				
FY2023 Personal Services Expenditures	2,242,957			
FY2023 Total Expenditures	3,409,313.0			
Personal Services Percentage	65.8%	8,372	1,049	1,049
<u>Group Insurance</u>				
FY2022 IPEDS Faculty Salaries	900,997,132			
*FY2022 Institutional Survey of Medical, Dental, Group Life Benefits as a Percent of Salaries	76,775,031			
	8.5%	8,372	712	712
<u>Debt Service</u>				
Higher Education Bond Issues Under GO Bond Act	3,205,320,003			
Total Bond Issues Under GO Bond Act	#####			
Higher Education Percentage	29.0%			
General Fund Transfers for Section 3	302,526,677			
**Higher Education Share of General Funds Debt Service	87,732,736			
Public Universities Undergraduate Expenditures	1,511,850,834			
***Public Universities FY2023 Higher Education General Funds and UIF Appropriations	3,467,425,255			
Public Universities Undergraduate Percentage	43.6%			
Public Universities Undergraduate Share of Debt Service	38,251,473			
General Funds Debt Service Per FTE		322		322
<u>Total Support Per Public University Undergraduate Student</u>		<u>\$ 17,235</u>	<u>\$ 11,972</u>	<u>\$ 5,263</u>

*Estimation due to actual data not yet readily available

**According to GOMB, General Funds Transfers for debt service on bonds issued under GO Bond Act Section 3 does not include transfers to pay debt service on bonds that refunded bonds that were issued pursuant to Section 3 of the GO Bond Act. Higher Education Share of General Funds Debt Service does not include transfers made to pay debt service on refunding bonds that refunded bonds that were issued pursuant to authorization in section 3e of the General Obligation Bond Act, which authorizes bond proceeds to be used for higher education projects.

***The reported number only includes Public University General Funds and UIF Appropriations. It no longer includes community college appropriations.