

**PRIVATE COLLEGES AND UNIVERSITIES
CAPITAL DISTRIBUTION FORMULA**

Submitted for: Information.

Summary: This item provides an update to the Board about the Independent Colleges Capital (ICCAP) grant program and the distribution of proceeds from the sale of Build Illinois bonds pursuant to the Private Colleges and Universities Capital Distribution Formula (30 ILCS 769/Art. 25).

Action Requested: None.

STATE OF ILLINOIS
BOARD OF HIGHER EDUCATION

**PRIVATE COLLEGES AND UNIVERSITIES CAPITAL DISTRIBUTION
FORMULA**

This informational agenda item provides an update regarding the capital grant program for private non-profit institutions. The Illinois Board of Higher Education (IBHE) adopted the promise of regular updates when the Board authorized the Executive Director to administer the grant program in February 7, 2012.

Background

In 2009, pursuant to the Private Colleges and Universities Capital Distribution Formula Act, a new capital grant program for non-profit private colleges and universities was created. (30 ILCS 769/Art. 25) This program is known as the Independent Colleges Capital Program or ICCAP. An appropriation of \$300.0 million from the Build Illinois Fund was made as part of the Illinois Jobs Now capital program. The Build Illinois Fund is a depository for revenues collected from the sale of Build Illinois bonds.

IBHE has received the full amount of the appropriation for distribution to the eligible grantees based on the statutory formula. Allocations by grantee are shown in Table 1. Fifty-eight of the 63 grantees have pulled down their entire allocation.

The IBHE staff will continue to administer the grant program pursuant to the applicable statutes and administrative rules. It is anticipated that these activities will continue into fiscal year 2019 since the five-year grant period for the fourth distribution ends on July 12, 2019, and a subsequent additional distribution may be necessary if unexpended funds are available to be redistributed in fiscal year 2019.

Benefits of Program

Annually, more than 205,000 students in Illinois non-for-profit institutions of higher education are benefitting from this \$300 million program, based on the 2014 fall enrollment. Safety and health issues such as installing fire sprinklers in dormitories, installing doors for students with disabilities have been addressed, and installing code-entry doors and outside lighting for better security. Energy efficiency has been improved with the installation of new HVAC systems, weather proofing, insulation, and high efficiency windows. Classrooms have new and advanced smart technologies including high definition projectors, wireless microphones and speech reinforcement. State-of-the-art labs have been built for science, technology, engineering, and mathematics (or STEM) programs. Student services for veterans returning to the classroom have been enhanced with the creation of new centers and clinics. Maintenance projects that have long been neglected have been completed and students are on safe campuses in which they can study and learn.

Extending this capital program to public institutions would help even more students. “The Board’s fiscal year 2017 capital recommendations total is approximately \$1.3 billion to address capital needs, including a \$350 million capital renewal allocation. Too many public higher education facilities have exceeded their designed life expectancy and are in desperate need of replacement, repair, and maintenance, and updating to meet today’s safety, health, and technological standards. Without a state capital program since 2010, many institutions have relied on student user fees and other income funds to augment the lack of state funding for basic maintenance and repair projects. Inevitably these fees drive up the cost of a public college education for students.” (from the letter to Governor Rauner and Member of the Illinois General Assembly from Dr. James L. Applegate, December 14, 2015)

Table 1: Allocated Grant Awards by Base Grant, FTE Grant, and Total, by Institution

Institution Name	Final Fall 2008 FTE	Base Grant	FTE Grant	Estimated Distribution Total
Adler School of Prof. Psychology	422	\$ 1,000,000	\$ 384,315	\$ 1,384,315
Augustana College	2,629	2,000,000	2,394,226	4,394,226
Aurora University	3,404	2,000,000	3,100,017	5,100,017
<i>Benedictine University (see notes)</i>	3,938	2,752,475	3,586,330	6,338,805
Blackburn College	642	2,000,000	584,668	2,584,668
Bradley University	5,375	5,000,000	4,895,004	9,895,004
<i>Chicago School of Prof. Psych (see notes)</i>	-	76,101	-	76,101
Columbia College Chicago	11,059	5,000,000	10,071,414	15,071,414
Concordia University	2,477	2,000,000	2,255,800	4,255,800
DePaul University	20,251	5,000,000	18,442,553	23,442,553
Dominican University	2,378	2,000,000	2,165,641	4,165,641
East-West University	1,142	2,000,000	1,040,018	3,040,018
Elmhurst College	3,138	2,000,000	2,857,772	4,857,772
Eureka College	758	2,000,000	690,309	2,690,309
Greenville College	1,464	2,000,000	1,333,262	3,333,262
Hebrew Theological College	466	1,000,000	424,385	1,424,385
Illinois College	954	2,000,000	868,806	2,868,806
Illinois College of Optometry	1,029	2,000,000	937,109	2,937,109
Illinois Institute of Technology	6,466	5,000,000	5,888,576	10,888,576
Illinois Wesleyan University	2,288	2,000,000	2,083,678	4,083,678
John Marshall Law School, The	1,403	2,000,000	1,277,710	3,277,710
Judson University	842	2,000,000	766,808	2,766,808
Knox College	1,416	2,000,000	1,289,549	3,289,549
Lake Forest College	1,420	2,000,000	1,293,192	3,293,192
Lake Forest Graduate School of Mgmt.	305	1,000,000	277,763	1,277,763
Lakeview College of Nursing	249	1,000,000	226,764	1,226,764
Lewis University	4,439	5,000,000	4,042,590	9,042,590
Lincoln University	959	2,000,000	873,360	2,873,360
Loyola University of Chicago	13,836	5,000,000	12,600,423	17,600,423
Mac Comac College	115	200,000	104,730	304,730
MacMurray College	571	2,000,000	520,009	2,520,009
McKendree University	2,498	2,000,000	2,274,925	4,274,925
Methodist College	121	200,000	110,195	310,195
Midwestern University	3,126	2,000,000	2,846,843	4,846,843
Millikin University	2,349	2,000,000	2,139,231	4,139,231
Column A	103,929	\$ 79,228,576	\$ 94,647,975	\$ 173,876,551

Institution Name	Final Fall 2008 FTE	Base Grant	FTE Grant	Estimated Distribution Total
Monmouth College	1,410	\$ 2,000,000	\$ 1,284,085	\$ 3,284,085
Moody Bible Institute	507	2,000,000	461,724	2,461,724
Morrison Institute of Technology	138	200,000	125,676	325,676
National University of Health Sciences	1,012	2,000,000	921,627	2,921,627
National-Louis University	3,198	2,000,000	2,912,413	4,912,413
North Central College	2,563	2,000,000	2,334,120	4,334,120
North Park University	2,243	2,000,000	2,042,697	4,042,697
Northwestern University	18,265	5,000,000	16,633,906	21,633,906
Olivet Nazarene University	3,212	2,000,000	2,925,163	4,925,163
<i>Principia College (see notes)</i>	-	-	-	-
Quincy University	1,278	2,000,000	1,163,873	3,163,873
Robert Morris University-Illinois	4,638	5,000,000	4,223,819	9,223,819
Rockford University	1,123	2,000,000	1,022,714	3,022,714
Roosevelt University	5,141	5,000,000	4,681,900	9,681,900
Rosalind Franklin Univ, Med & Science	2,885	2,000,000	2,627,365	4,627,365
Rush University	1,427	2,000,000	1,299,567	3,299,567
School of the Art Inst. Chicago	2,917	2,000,000	2,656,507	4,656,507
Shimer College	88	200,000	80,141	280,141
Spertus College of Judaica	52	200,000	47,356	247,356
<i>Springfield College in IL (see notes)</i>	-	247,525	-	247,525
St. Anthony College of Nursing	177	200,000	161,194	361,194
St. Augustine College	791	2,000,000	720,362	2,720,362
St. Francis Medical Center, Nursing	334	1,000,000	304,173	1,304,173
St. Johns College	75	200,000	68,302	268,302
St. Xavier University	4,029	5,000,000	3,669,204	8,669,204
Trinity Christian College	1,242	2,000,000	1,131,087	3,131,087
Trinity College of Nursing & Health Sci	134	200,000	122,034	322,034
Trinity International University	981	2,000,000	893,395	2,893,395
University of Chicago	9,769	5,000,000	8,896,613	13,896,613
University of St. Francis	2,286	2,000,000	2,081,857	4,081,857
VanderCook College of Music	201	1,000,000	183,050	1,183,050
<i>Wheaton College (see notes)</i>	-	-	-	-
Column B	72,116	\$ 60,447,525	\$ 65,675,924	\$ 126,123,449
Column A	103,929	79,228,576	94,647,975	173,876,551
Total	176,045	\$ 139,676,101	\$ 160,323,899	\$ 300,000,000

Table 1: Allocated Grant Awards by Base Grant, FTE Grant, and Total, by Institution (notes)

Notes:

Benedictine University's FTE increased by 332 and the base grant increased \$752,477 when the University received the allocations for Springfield College in Illinois pursuant to Public Act 98-715.

The Chicago School of Professional Psychology refunded the unexpended funds for the base grant when no longer eligible for program.

Principia College is eligible but elected to not participate.

Springfield College of Illinois received a pro rata share of the base grant in the first distribution and the remainder was awarded to Benedictine University pursuant to Public Act 98-715.

Wheaton College is eligible but elected to not participate

