



June 15, 2023

The Honorable J B Pritzker  
Governor, State of Illinois  
207 State House  
Springfield, IL 62706

The Honorable Susana Mendoza  
Comptroller, State of Illinois  
325 West Adams  
Springfield, IL 62704

Ms. Raven DeVaughn  
Director, Department of Central Management Services  
702 Stratton Building  
401 S. Spring St.  
Springfield, IL 62706-4100

Re: Recertification of projected contributions to the Community College Health Insurance Security Fund for State Fiscal Year 2024

Dear Governor Pritzker, Comptroller Mendoza, and Ms. Forde:

As required by Section 6.10 of the State Employees Group Insurance Act of 1971, on October 20, 2022, the Board of Trustees of the State Universities Retirement System certified the projected contributions for State Fiscal Year 2024 to the Community College Health Insurance Security Fund.

Public Act 103-0008 modifies employee, employer, and State contributions to CIP, beginning July 1, 2023. The contribution rate for full-time employees increases to 0.75% of salary, the contribution rate for employers increases to 0.75% of salary for full-time employees, and the State contribution rate increases to match the full-time employee contributions to CIP. Beginning July 1, 2024, the Department of Central Management Services will determine the contribution rates, but such contribution rates cannot increase by more than 0.1% from the previous year. Beginning July 1, 2026, the contribution rates will be a percentage of salary determined by CMS but cannot exceed 105% of the percentage in the previous year.

Public Act 103-0008 further requires SURS, by June 30, 2023, to recalculate and recertify the FY 2024 State contribution to CIP based on the changes to the full-time employee contribution rates made by the legislation.

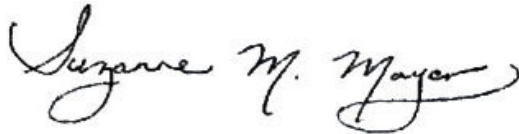
This amount is calculated by taking the annual projected payroll for all community college employees eligible to receive full-time benefits, as provided by the Illinois Community College Board, and multiplying the projected payroll by the new contribution rate of 0.75%. The Illinois Community College Board has advised the system that the projected payroll for State Fiscal Year 2024 is \$1,036,705,616.

Section 6.10 of the State Employees Group Insurance Act of 1971 requires that the certified amount be either decreased or increased by the amount that the actual active employee contributions either fell short of or exceeded the estimate used by the Board in making the certification the previous fiscal year. Below is a table reflecting this calculation.

<b>Fiscal Year</b>	<b>Actual Employee Contributions</b>	<b>Projected - Employee Contributions</b>	<b>Actual - Certified (Over) / Under</b>
2022	\$ 4,724,960	\$ 4,788,226	\$ (63,266)
Total (over)/under certified for 2022			(63,266)
Projected Contributions for Fiscal 2024			<u>7,775,292</u>
<b>Total Certified for Fiscal Year 2024:</b>			<b>\$ 7,712,026</b>
<b>(Projected + Total (over)/under certified for 2022)</b>			

Based on the increased rates under Public Act 103-0008, the recalculated and recertified State contribution to CIP for FY 2024 is \$7,712,026.

Sincerely,



Suzanne M. Mayer  
Executive Director

Encl. Certification

cc: The Honorable Don Harmon, President of the Senate  
The Honorable Emanuel Chris Welch, Speaker of the House of Representatives  
The Honorable John Curran, Senate Republican Leader  
The Honorable Tony McCombie, House Republican Leader  
Ms. Ginger Ostro, Executive Director, Illinois Board of Higher Education  
Dr. Brian Durham, Executive Director, Illinois Community College Board