101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

HB2044

by Rep. Maurice A. West II

SYNOPSIS AS INTRODUCED:

305 ILCS 5/9A-11

from Ch. 23, par. 9A-11

Amends the Illinois Public Aid Code. Provides that beginning in State fiscal year 2020, the specified threshold must be no less than 300% of the then current federal poverty level for each family size (rather than through and including fiscal year 2007, the specified threshold must be no less than 50% of the then current State median income for each family size; and beginning in fiscal year 2008, the specified threshold must be no less than 185% of the then current federal poverty level for each family size). Effective immediately.

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FISCAL NOTE ACT MAY APPLY

A BILL FOR

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1 AN ACT concerning public aid.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

4 Section 5. The Illinois Public Aid Code is amended by 5 changing Section 9A-11 as follows:

6 (305 ILCS 5/9A-11) (from Ch. 23, par. 9A-11)

7 Sec. 9A-11. Child care.

(a) The General Assembly recognizes that families with 8 9 children need child care in order to work. Child care is expensive and families with low incomes, including those who 10 are transitioning from welfare to work, often struggle to pay 11 the costs of day care. The General Assembly understands the 12 importance of helping low-income low income working families 13 14 become and remain self-sufficient. The General Assembly also believes that it is the responsibility of families to share in 15 16 the costs of child care. It is also the preference of the 17 General Assembly that all working poor families should be treated equally, regardless of their welfare status. 18

(b) To the extent resources permit, the Illinois Department shall provide child care services to parents or other relatives as defined by rule who are working or participating in employment or Department approved education or training programs. At a minimum, the Illinois Department shall cover the - 2 - LRB101 08106 KTG 53171 b

1 following categories of families:

2 (1) recipients of TANF under Article IV participating 3 work and training activities as specified in the in personal plan for employment and self-sufficiency; 4 5 (2) families transitioning from TANF to work; 6 (3) families at risk of becoming recipients of TANF; 7 (4) families with special needs as defined by rule; (5) working families with very low incomes as defined 8 9 by rule;

10 (6) families that are not recipients of TANF and that 11 need child care assistance to participate in education and 12 training activities; and

13 (7) families with children under the age of 5 who have 14 an open intact family services case with the Department of 15 Children and Family Services. Any family that receives 16 child care assistance in accordance with this paragraph 17 shall remain eligible for child care assistance 6 months after the child's intact family services case is closed, 18 19 regardless of whether the child's parents or other 20 relatives as defined by rule are working or participating 21 in Department approved employment or education or training 22 The Department of Human Services, programs. in 23 consultation with the Department of Children and Family 24 Services, shall adopt rules to protect the privacy of 25 families who are the subject of an open intact family services case when such families enroll in child care 26

services. Additional rules shall be adopted to offer
 children who have an open intact family services case the
 opportunity to receive an Early Intervention screening and
 other services that their families may be eligible for as
 provided by the Department of Human Services.

6 The Department shall specify by rule the conditions of 7 eligibility, the application process, and the types, amounts, 8 and duration of services. Eligibility for child care benefits 9 and the amount of child care provided may vary based on family 10 size, income, and other factors as specified by rule.

11 A family's eligibility for child care services shall be 12 redetermined no sooner than 12 months following the initial determination or most recent redetermination. During the 13 14 12-month periods, the family shall remain eligible for child 15 care services regardless of (i) a change in family income, 16 unless family income exceeds 85% of State median income, or 17 (ii) a temporary change in the ongoing status of the parents or other relatives, as defined by rule, as working or attending a 18 19 job training or educational program.

20 In determining income eligibility for child care benefits, 21 the Department annually, at the beginning of each fiscal year, 22 shall establish, by rule, one income threshold for each family 23 size, in relation to percentage of State median income for a family of that size, that makes families with incomes below the 24 25 specified threshold eligible for assistance and families with 26 incomes above the specified threshold ineligible for

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assistance. Beginning in State fiscal year 2020, the specified 1 2 threshold must be no less than 300% of the then current federal poverty level for each family size. Through and including 3 fiscal year 2007, the specified threshold must be no less than 4 5 50% of the then current State median income for each family size. Beginning in fiscal year 2008, the specified threshold 6 must be no less than 185% of the then current federal poverty 7 8 level for each family size. Notwithstanding any other provision 9 of law or administrative rule to the contrary, beginning in 10 fiscal year 2019, the specified threshold for working families 11 with very low incomes as defined by rule must be no less than 12 185% of the then-current federal poverty level for each family 13 size.

In determining eligibility for assistance, the Department shall not give preference to any category of recipients or give preference to individuals based on their receipt of benefits under this Code.

18 Nothing in this Section shall be construed as conferring 19 entitlement status to eligible families.

The Illinois Department is authorized to lower income eligibility ceilings, raise parent co-payments, create waiting lists, or take such other actions during a fiscal year as are necessary to ensure that child care benefits paid under this Article do not exceed the amounts appropriated for those child care benefits. These changes may be accomplished by emergency rule under Section 5-45 of the Illinois Administrative Procedure Act, except that the limitation on the number of emergency rules that may be adopted in a 24-month period shall not apply.

4 The Illinois Department may contract with other State 5 agencies or child care organizations for the administration of 6 child care services.

7 (c) Payment shall be made for child care that otherwise 8 meets the requirements of this Section and applicable standards 9 State and local law and regulation, including any of 10 requirements the Illinois Department promulgates by rule in 11 addition to the licensure requirements promulgated by the 12 Department of Children and Family Services and Fire Prevention 13 and Safety requirements promulgated by the Office of the State 14 Fire Marshal, and is provided in any of the following:

(1) a child care center which is licensed or exempt
from licensure pursuant to Section 2.09 of the Child Care
Act of 1969;

18 (2) a licensed child care home or home exempt from19 licensing;

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(3) a licensed group child care home;

(4) other types of child care, including child care provided by relatives or persons living in the same home as the child, as determined by the Illinois Department by rule.

25 (c-5) Solely for the purposes of coverage under the
 26 Illinois Public Labor Relations Act, child and day care home

1 providers, including licensed and license exempt, 2 participating in the Department's child care assistance program shall be considered to be public employees and the 3 State of Illinois shall be considered to be their employer as 4 5 of January 1, 2006 (the effective date of Public Act 94-320) this amendatory Act of the 94th General Assembly, but not 6 7 before. The State shall engage in collective bargaining with an 8 exclusive representative of child and day care home providers 9 participating in the child care assistance program concerning 10 their terms and conditions of employment that are within the 11 State's control. Nothing in this subsection shall be understood 12 to limit the right of families receiving services defined in 13 this Section to select child and day care home providers or supervise them within the limits of this Section. The State 14 15 shall not be considered to be the employer of child and day 16 care home providers for any purposes not specifically provided 17 in Public Act 94-320 this amendatory Act of the 94th General Assembly, including, but not limited to, purposes of vicarious 18 liability in tort and purposes of statutory retirement or 19 20 health insurance benefits. Child and day care home providers 21 shall not be covered by the State Employees Group Insurance Act 22 of 1971.

In according child and day care home providers and their selected representative rights under the Illinois Public Labor Relations Act, the State intends that the State action exemption to application of federal and State antitrust laws be

1 fully available to the extent that their activities are 2 authorized by <u>Public Act 94-320</u> this amendatory Act of the 94th 3 <u>General Assembly</u>.

(d) The Illinois Department shall establish, by rule, a 4 5 co-payment scale that provides for cost sharing by families that receive child care services, including parents whose only 6 7 income is from assistance under this Code. The co-payment shall 8 be based on family income and family size and may be based on 9 other factors as appropriate. Co-payments may be waived for 10 families whose incomes are at or below the federal poverty 11 level.

12 (d-5) The Illinois Department, in consultation with its 13 Child Care and Development Advisory Council, shall develop a 14 plan to revise the child care assistance program's co-payment 15 scale. The plan shall be completed no later than February 1, 16 2008, and shall include:

(1) findings as to the percentage of income that the average American family spends on child care and the relative amounts that low-income families and the average American family spend on other necessities of life;

(2) recommendations for revising the child care co-payment scale to assure that families receiving child care services from the Department are paying no more than they can reasonably afford;

(3) recommendations for revising the child care
 co-payment scale to provide at-risk children with complete

access to Preschool for All and Head Start; and 1 2 (4) recommendations for changes in child care program 3 policies that affect the affordability of child care. (e) (Blank). 4 5 (f) The Illinois Department shall, by rule, set rates to be paid for the various types of child care. Child care may be 6 7 provided through one of the following methods: 8 arranging the child care through (1)eligible 9 providers by use of purchase of service contracts or 10 vouchers; 11 (2)arranging with other agencies and community 12 volunteer groups for non-reimbursed child care; 13 (3) (blank); or 14 (4) adopting such other arrangements as the Department 15 determines appropriate. 16 (f-1) Within 30 days after June 4, 2018 (the effective date 17 of Public Act 100-587) this amendatory Act of the 100th General Assembly, the Department of Human Services shall establish 18 19 rates for child care providers that are no less than the rates 20 in effect on January 1, 2018 increased by 4.26%. (f-5) (Blank). 21 22 (q) Families eligible for assistance under this Section 23 shall be given the following options: 24 (1) receiving a child care certificate issued by the 25 Department or a subcontractor of the Department that may be 26 used by the parents as payment for child care and

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1 development services only; or

2 (2) if space is available, enrolling the child with a 3 child care provider that has a purchase of service contract with the Department or a subcontractor of the Department 4 5 for the provision of child care and development services. 6 identify particular The Department may priority request 7 populations for whom they may special 8 consideration by a provider with purchase of service 9 contracts, provided that the providers shall be permitted to maintain a balance of clients in terms of household 10 11 incomes and families and children with special needs, as 12 defined by rule.

13 (Source: P.A. 100-387, eff. 8-25-17; 100-587, eff. 6-4-18; 14 100-860, eff. 2-14-19; 100-909, eff. 10-1-18; 100-916, eff. 15 8-17-18; revised 10-9-18.)

Section 99. Effective date. This Act takes effect upon becoming law.