103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

HB4936

Introduced 2/7/2024, by Rep. Nabeela Syed

SYNOPSIS AS INTRODUCED:

305 ILCS 5/9A-11

from Ch. 23, par. 9A-11

Amends the Illinois Public Aid Code. Expands the categories of families and individuals eligible for child care assistance to include: early childhood assistants or aides, qualified assistants, early childhood teachers, and school-age workers who work at least 20 hours per week and meet income eligibility and other requirements. Provides that notwithstanding any other provision of law or administrative rule to the contrary, beginning in State fiscal year 2025, the specified income threshold for families with a household member who is an early childhood assistant or aide, qualified assistant, early childhood teacher, or school-age worker shall be no less than 300% of the then-current federal poverty level for each family size. Effective July 1, 2024.

LRB103 38544 KTG 68680 b

HB4936

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 all families with 8 9 children need child care in order to work. Child care is expensive and families with limited access to economic 10 11 resources, including those who are transitioning from welfare 12 to work, often struggle to pay the costs of day care. Further, 13 for many child care professionals paying for child care can be 14 the difference between staying in the field or leaving the field to take care of their own children. The General Assembly 15 16 recognizes that recruiting and retaining a high-quality child 17 care workforce is a significant factor in sustaining a racially and ethnically diverse early childhood system and 18 19 reducing racial disparities in health and education outcomes. 20 The General Assembly understands the importance of helping 21 working families with limited access to economic resources become and remain self-sufficient. The General Assembly also 22 believes that it is the responsibility of families to share in 23

the costs of child care. It is also the preference of the General Assembly that all working families with limited access to economic resources should be treated equally, regardless of their welfare status.

5 (b) То the extent resources permit, the Illinois Department shall provide child care services to parents or 6 other relatives as defined by rule who are working or 7 8 participating in employment or Department approved education 9 or training programs or are otherwise employed as provided in 10 this subsection. At a minimum, the Illinois Department shall 11 cover the following categories of families and individuals:

12 (1) recipients of TANF under Article IV participating 13 in work and training activities as specified in the 14 personal plan for employment and self-sufficiency;

15 (2) families transitioning from TANF to work;
16 (3) families at risk of becoming recipients of TANF;
17 (4) families with special needs as defined by rule;

18 (5) working families with very low incomes as defined19 by rule;

20 (6) families that are not recipients of TANF and that 21 need child care assistance to participate in education and 22 training activities;

(7) youth in care, as defined in Section 4d of the
 Children and Family Services Act, who are parents,
 regardless of income or whether they are working or
 participating in Department-approved employment or

education or training programs. Any family that receives 1 2 child care assistance in accordance with this paragraph 3 shall receive one additional 12-month child care eligibility period after the parenting youth in care's 4 5 case with the Department of Children and Family Services is closed, regardless of income or whether the parenting 6 7 is working or youth in care participating in 8 Department-approved employment or education or training 9 programs;

10 (8) families receiving Extended Family Support Program 11 services from the Department of Children and Family 12 Services, regardless of income or whether they are working 13 or participating in Department-approved employment or 14 education or training programs; and

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

families who are the subject of an open intact family services case when such families enroll in child care 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; -

8 (10) early childhood assistants or aides or qualified 9 assistants, as described in 89 Ill. Adm. Code 406.10, 10 407.150, and 408.50, who: (i) have verified employment at 11 a day care center, day care home, or group day care home, 12 as defined in Sections 2.09, 2.18, and 2.20 of the Child Care Act of 1969, including a license-exempt center with a 13 14 current exemption verification from the Department of 15 Children and Family Services; (ii) are the parents or 16 guardians of the children in need of care; and (iii) meet the income eligibility requirements for child care 17 benefits. Child care employees applying for benefits under 18 19 this paragraph must work at least 20 hours per week; and

20 (11) early childhood teachers and school-age workers,
 21 as described in 89 Ill. Adm. Code 407.140, who: (i) have
 22 verified employment at a day care center, day care home,
 23 or group day care home, as defined in Sections 2.09, 2.18,
 24 and 2.20 of the Child Care Act of 1969, including a
 25 license-exempt center with a current exemption
 26 verification from the Department of Children and Family

- 5 - LRB103 38544 KTG 68680 b

Services; (ii) are the parents or guardians of the
 children in need of care; and (iii) meet the income
 eligibility requirements for child care benefits. Child
 care employees applying for benefits under this paragraph
 must work at least 20 hours per week.

Beginning October 1, 2023, and every October 1 thereafter, 6 7 the Department of Children and Family Services shall report to 8 the General Assembly on the number of children who received 9 child care via vouchers paid for by the Department of Children 10 and Family Services during the preceding fiscal year. The 11 report shall include the ages of children who received child 12 care, the type of child care they received, and the number of 13 months they received child care.

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

19 The Department shall update the Child Care Assistance 20 Program Eligibility Calculator posted on its website to 21 include a question on whether a family is applying for child 22 care assistance for the first time or is applying for a 23 redetermination of eligibility.

A family's eligibility for child care services shall be redetermined no sooner than 12 months following the initial determination or most recent redetermination. During the 1 12-month periods, the family shall remain eligible for child 2 care services regardless of (i) a change in family income, 3 unless family income exceeds 85% of State median income, or 4 (ii) a temporary change in the ongoing status of the parents or 5 other relatives, as defined by rule, as working or attending a 6 job training or educational program.

7 In determining income eligibility for child care benefits, 8 the Department annually, at the beginning of each fiscal year, 9 shall establish, by rule, one income threshold for each family 10 size, in relation to percentage of State median income for a 11 family of that size, that makes families with incomes below 12 the specified threshold eligible for assistance and families with incomes above the specified threshold ineligible for 13 14 assistance. Through and including fiscal year 2007, the 15 specified threshold must be no less than 50% of the 16 then-current State median income for each family size. 17 Beginning in fiscal year 2008, the specified threshold must be no less than 185% of the then-current federal poverty level 18 for each family size. Notwithstanding any other provision of 19 law or administrative rule to the contrary, beginning in 20 fiscal year 2019, the specified threshold for working families 21 22 with very low incomes as defined by rule must be no less than 23 185% of the then-current federal poverty level for each family 24 size. Notwithstanding any other provision of law or 25 administrative rule to the contrary, beginning in State fiscal 26 year 2022 through State fiscal year 2023, the specified income

- 7 - LRB103 38544 KTG 68680 b

threshold shall be no less than 200% of the then-current 1 2 federal poverty level for each family size. Beginning in State 3 fiscal year 2024, the specified income threshold shall be no less than 225% of the then-current federal poverty level for 4 5 each family size. Notwithstanding any other provision of law or administrative rule to the contrary, beginning in State 6 fiscal year 2025, the specified income threshold for families 7 8 with a household member who is an early childhood assistant or 9 aide, qualified assistant, early childhood teacher, or 10 school-age worker as described in paragraphs (10) and (11), 11 shall be no less than 300% of the then-current federal poverty 12 level for each family size.

HB4936

13 In determining eligibility for assistance, the Department 14 shall not give preference to any category of recipients or 15 give preference to individuals based on their receipt of 16 benefits under this Code.

Nothing in this Section shall be construed as conferringentitlement status to eligible families.

19 The Illinois Department is authorized to lower income 20 eligibility ceilings, raise parent co-payments, create waiting 21 lists, or take such other actions during a fiscal year as are 22 necessary to ensure that child care benefits paid under this 23 Article do not exceed the amounts appropriated for those child care benefits. These changes may be accomplished by emergency 24 25 rule under Section 5-45 of the Illinois Administrative 26 Procedure Act, except that the limitation on the number of

1 emergency rules that may be adopted in a 24-month period shall
2 not apply.

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

(c) Payment shall be made for child care that otherwise 6 7 meets the requirements of this Section and applicable 8 standards of State and local law and regulation, including any 9 requirements the Illinois Department promulgates by rule in 10 addition to the licensure requirements promulgated by the 11 Department of Children and Family Services and Fire Prevention 12 and Safety requirements promulgated by the Office of the State 13 Fire Marshal, and is provided in any of the following:

14 (1) a child care center which is licensed or exempt 15 from licensure pursuant to Section 2.09 of the Child Care 16 Act of 1969;

17 (2) a licensed child care home or home exempt from18 licensing;

19

(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.

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

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

26

(d) The Illinois Department shall establish, by rule, a

1 co-payment scale that provides for cost sharing by families 2 that receive child care services, including parents whose only 3 income is from assistance under this Code. The co-payment 4 shall be based on family income and family size and may be 5 based on other factors as appropriate. Co-payments may be 6 waived for families whose incomes are at or below the federal 7 poverty level.

8 (d-5) The Illinois Department, in consultation with its 9 Child Care and Development Advisory Council, shall develop a 10 plan to revise the child care assistance program's co-payment 11 scale. The plan shall be completed no later than February 1, 12 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;

17 (2) recommendations for revising the child care 18 co-payment scale to assure that families receiving child 19 care services from the Department are paying no more than 20 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

(4) recommendations for changes in child care program
policies that affect the affordability of child care.
(e) (Blank).

HB4936 - 11 - LRB103 38544 KTG 68680 b

(f) The Illinois Department shall, by rule, set rates to
 be paid for the various types of child care. Child care may be
 provided through one of the following methods:

4 (1) arranging the child care through eligible 5 providers by use of purchase of service contracts or 6 vouchers;

7 (2) arranging with other agencies and community
8 volunteer groups for non-reimbursed child care;

9

(3) (blank); or

10 (4) adopting such other arrangements as the Department11 determines appropriate.

12 (f-1) Within 30 days after June 4, 2018 (the effective 13 date of Public Act 100-587), the Department of Human Services 14 shall establish rates for child care providers that are no 15 less than the rates in effect on January 1, 2018 increased by 16 4.26%.

17 (f-5) (Blank).

18 (g) Families eligible for assistance under this Section19 shall be given the following options:

(1) receiving a child care certificate issued by the
Department or a subcontractor of the Department that may
be used by the parents as payment for child care and
development services only; or

(2) if space is available, enrolling the child with a
 child care provider that has a purchase of service
 contract with the Department or a subcontractor of the

- 12 - LRB103 38544 KTG 68680 b

Department for the provision of child care and development 1 2 services. The Department may identify particular priority 3 populations for whom they may request special 4 consideration by a provider with purchase of service 5 contracts, provided that the providers shall be permitted to maintain a balance of clients in terms of household 6 7 incomes and families and children with special needs, as 8 defined by rule.

HB4936

9 (Source: P.A. 102-491, eff. 8-20-21; 102-813, eff. 5-13-22;
10 102-926, eff. 5-27-22; 103-8, eff. 6-7-23.)

Section 99. Effective date. This Act takes effect July 1,
 2024.