

99TH GENERAL ASSEMBLY State of Illinois 2015 and 2016 HB4347

by Rep. Jehan A. Gordon-Booth

SYNOPSIS AS INTRODUCED:

305 ILCS 5/9A-11

from Ch. 23, par. 9A-11

Amends the Illinois Public Aid Code. Provides that the Department of Human Services shall provide specified child care services (rather than providing those services to the extent resources permit). Adds, to the categories of families to which the Department shall provide child care services, families that are income-eligible for child care assistance, are not recipients of TANF, and need child care assistance to participate in education and training activities. Provides that the eligibility requirements for child care assistance services shall be no more restrictive than the eligibility requirements in effect on June 30, 2015. Provides that the Department shall not condition eligibility for child care assistance services upon cooperation in establishing paternity of a child or cooperation with child support collection or enforcement. Provides that, until the Department establishes a new co-payment scale by rule, co-payments shall be equal to those in effect on June 30, 2015. Provides that co-payments for child care services may not be increased more than once every 6 months and may not be increased at a rate that exceeds the percentage increase in the Consumer Price Index for all Urban Consumers during the prior calendar year or 5%, whichever is less. Provides that the Department may not adopt emergency rules relating to certain child care assistance services. Deletes language regarding: an income threshold for FY2007; a test program for certain families to participate in education and training activities; development of a plan to revise the child care assistance program's co-payment scale by February 1, 2008; authorization to lower income eligibility ceilings or other actions to ensure that child care benefits do not exceed the amounts appropriated for those benefits. Makes other changes. Effective immediately.

LRB099 15627 KTG 39919 b

FISCAL NOTE ACT MAY APPLY

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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)

equally, regardless of their welfare status.

- 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 10 expensive and families with low incomes, including those who 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 working families become and 13 14 remain self-sufficient. The General Assembly also believes that it is the responsibility of families to share in the costs 15 16 of child care. It is also the preference of the General
 - (b) The 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

Assembly that all working poor families should be treated

1	shall	cover	the	following	categories	of	families:
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- 2 (1) recipients of TANF under Article IV participating 3 in work and training activities as specified in the 4 personal plan for employment and self-sufficiency;
 - (2) families transitioning from TANF to work;
 - (3) families at risk of becoming recipients of TANF;
 - (4) families with special needs as defined by rule; and
 - (5) working families with very low incomes as defined by rule; and $\overline{\cdot}$
 - (6) families that are income-eligible for child care assistance, are not recipients of TANF under Article IV, and need child care assistance to participate in education and training activities.

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.

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

 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.
 - 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.
 - Notwithstanding any other provision of law or administrative rule to the contrary, the eligibility requirements for child care assistance services provided under this Article shall be no more restrictive than the eligibility requirements in effect on June 30, 2015.
 - Notwithstanding any other provision of law or administrative rule to the contrary, the Department shall not condition eligibility for child care assistance provided under this Article upon cooperation in establishing paternity of a child or cooperation with child support collection or enforcement for a child. The Department may provide information about the availability of assistance from the Department of Healthcare and Family Services Division of Child Support Services to all applicants for child care assistance.
 - The Department shall allocate \$7,500,000 annually for a test program for families who are income-eligible for child care assistance, who are not recipients of TANF under Article

1 IV, and who need child care assistance to participate in
2 education and training activities. The Department shall
3 specify by rule the conditions of eligibility for this test
4 program.

Nothing in this Section shall be construed as conferring 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.

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

(c) Payment shall be made for child care that otherwise meets the requirements of this Section and applicable standards of State and local law and regulation, including any requirements the Illinois Department promulgates by rule in addition to the licensure requirements promulgated by the Department of Children and Family Services and Fire Prevention and Safety requirements promulgated by the Office of the State

- 1 Fire Marshal and is provided in any of the following:
- 2 (1) a child care center which is licensed or exempt
- 3 from licensure pursuant to Section 2.09 of the Child Care
- 4 Act of 1969;
- 5 (2) a licensed child care home or home exempt from
- 6 licensing;
 - (3) a licensed group child care home;
- 8 (4) other types of child care, including child care
- 9 provided by relatives or persons living in the same home as
- 10 the child, as determined by the Illinois Department by
- 11 rule.

- 12 (c-5) Solely for the purposes of coverage under the
- 13 Illinois Public Labor Relations Act, child and day care home
- 14 providers, including licensed and license exempt,
- 15 participating in the Department's child care assistance
- 16 program shall be considered to be public employees and the
- 17 State of Illinois shall be considered to be their employer as
- of the effective date of this amendatory Act of the 94th
- 19 General Assembly, but not before. The State shall engage in
- 20 collective bargaining with an exclusive representative of
- 21 child and day care home providers participating in the child
- 22 care assistance program concerning their terms and conditions
- of employment that are within the State's control. Nothing in
- this subsection shall be understood to limit the right of
- 25 families receiving services defined in this Section to select
- 26 child and day care home providers or supervise them within the

limits of this Section. The State shall not be considered to be the employer of child and day care home providers for any purposes not specifically provided in this amendatory Act of the 94th General Assembly, including but not limited to, purposes of vicarious liability in tort and purposes of statutory retirement or health insurance benefits. Child and day care home providers shall not be covered by the 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 this amendatory Act of the 94th General Assembly.

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

Notwithstanding any other provision of law or administrative rule to the contrary, beginning on the effective date of this amendatory Act of the 99th General Assembly and until the Department establishes a new co-payment scale by

- rule, co-payments shall be equal to those in effect on June 30, 2015.
 - Co-payments for child care services may not be increased more than once every 6 months and may not be increased at a rate that exceeds the percentage increase in the Consumer Price Index for all Urban Consumers during the prior calendar year or 5%, whichever is less. Co-payments shall not exceed 10% of family income.
 - (d-5) (Blank). The Illinois Department, in consultation with its Child Care and Development Advisory Council, shall develop a plan to revise the child care assistance program's co-payment scale. The plan shall be completed no later than February 1, 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
 - (4) recommendations for changes in child care program policies that affect the affordability of child care.

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- 1 (e) (Blank).
- 2 (f) The Illinois Department shall, by rule, set rates to be 3 paid for the various types of child care. Child care may be 4 provided through one of the following methods:
- 5 (1) arranging the child care through eligible 6 providers by use of purchase of service contracts or 7 vouchers;
 - (2) arranging with other agencies and community volunteer groups for non-reimbursed child care;
 - (3) (blank); or
- 11 (4) adopting such other arrangements as the Department 12 determines appropriate.
- 13 (f-5) (Blank).
- 14 (g) Families eligible for assistance under this Section 15 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 Department for the provision of child care and development services. The Department may identify particular priority populations for whom they may request special consideration by a provider with purchase of service

- contracts, provided that the providers shall be permitted to maintain a balance of clients in terms of household incomes and families and children with special needs, as defined by rule.
- (h) Notwithstanding any other provision of law to the contrary, the Department may not adopt emergency rules relating to child care assistance services provided under this Article.
- 8 (Source: P.A. 97-422, eff. 8-16-11.)
- 9 Section 99. Effective date. This Act takes effect upon 10 becoming law.