

99TH GENERAL ASSEMBLY State of Illinois 2015 and 2016 SB2952

Introduced 2/18/2016, by Sen. Heather A. Steans

SYNOPSIS AS INTRODUCED:

20 ILCS 1705/55.5 new 305 ILCS 5/5-5.4i new

Amends the Mental Health and Developmental Disabilities Administrative Act and the Illinois Public Aid Code. Provides that the Department of Human Services shall establish reimbursement rates which build toward livable wages for front line personnel in residential and day programs serving persons with intellectual and developmental disabilities, including but not limited to intermediate care facilities for persons with developmental disabilities, community integrated living arrangements, developmental training programs, employment, and other residential and day programs for persons with intellectual and developmental disabilities supported by State funds or funding under Title XIX of the federal Social Security Act. Provides that the Department shall increase rates and reimbursements so that direct support persons earn a base wage of not less than \$15 per hour and so that other front line personnel earn a commensurate wage. Defines "front line personnel". Effective immediately.

LRB099 18971 RLC 43360 b

FISCAL NOTE ACT MAY APPLY

AN ACT concerning care for persons with a developmental disabilities, which may be referred to as the Community Disability Living Wage Act.

WHEREAS, An estimated 27,000 children and adults with intellectual and developmental disabilities are supported in community-based settings in Illinois; direct support persons (DSPs), are trained paraprofessional staff that are engaged in activities of daily living and community support; these employees earn wages that place them and their families below the poverty level; and

WHEREAS, According to a recent industry salary survey, the average DSP wage in Illinois is \$9.35 per hour which is 25% below the U.S. Department of Health and Human Services poverty threshold of \$11.66 for a family of 4; this workforce is often compelled to work many overtime hours or hold down a second job to support their families; many have to fall back on public benefits such as Medicaid and food stamps, creating additional expenditures for State government; low wages are a consequence of the historically low reimbursement rates paid by the State of Illinois to community-based service providers; over the last 8 fiscal years, there has been no increase in State funding to these agencies; by contrast, the Consumer Price Index increased 14% over the same period; and

WHEREAS, The lack of adequate wages for employees who

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perform the challenging work of supporting persons with intellectual and developmental disabilities results in high employee turnover, which in turn negatively impacts the quality of services provided; higher wages are proven to reduce staff turnover, improving stability and quality of services while reducing employer training costs; and

WHEREAS, Rising wages in several other sectors now mean, despite strenuous efforts to recruit new workers, agencies are experiencing staff vacancy rates of up to 25%; excessive vacancies force employers to rely more on overtime, leading to staff burnout and driving up costs; this growing hiring crisis impedes the ability of community disability agencies to expand to accommodate persons newly approved for services as part of the Ligas Consent Decree; and

WHEREAS, The General Assembly finds that in order to reduce turnover, increase retention, fill vacancies, and ensure DSPs are adequately compensated for the critically important work they do, an increase in rates and reimbursements to community-based service providers to effectuate an increase in the hourly wage paid to DSPs is needed; and

WHEREAS, It is the purpose of this amendatory Act to increase the wages of DSPs in community disability agencies beyond the poverty level and to a level competitive with rival

- 1 employers, in an effort to improve the lives of DSPs and the
- lives of the vulnerable persons they support; therefore

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

- 5 Section 5. The Mental Health and Developmental
- 6 Disabilities Administrative Act is amended by adding Section
- 7 55.5 as follows:
- 8 (20 ILCS 1705/55.5 new)
- 9 Sec. 55.5. Increased wages for front line personnel. The
- 10 Department shall establish reimbursement rates which build
- 11 <u>toward livable wages for front line personnel in residential</u>
- 12 and day programs serving persons with intellectual and
- developmental disabilities under Section 54 of this Act,
- including, but not limited to, intermediate care facilities for
- 15 persons with developmental disabilities, community-integrated
- 16 living arrangements, developmental training programs,
- employment, and other residential and day programs for persons
- with intellectual and developmental disabilities supported by
- 19 State funds or funding under Title XIX of the federal Social
- 20 Security Act.
- 21 As used in this Section, "front line personnel" means
- 22 direct support persons, aides, front-line supervisors,
- 23 qualified intellectual disabilities professionals, nurses, and

- 1 <u>non-administrative support staff working in service settings</u>
- 2 outlined in this Section. The Department shall increase rates
- 3 and reimbursements so that direct support persons earn a base
- 4 wage of not less than \$15 per hour and so that other front line
- 5 personnel earn a commensurate wage.
- 6 Section 10. The Illinois Public Aid Code is amended by
- 7 adding Section 5-5.4i as follows:
- 8 (305 ILCS 5/5-5.4i new)
- 9 Sec. 5-5.4i. Increased wages for front line personnel. As
- 10 used in this Section, "front line personnel" means direct
- 11 support persons, aides, front-line supervisors, qualified
- 12 intellectual disabilities professionals, nurses, and
- 13 non-administrative support staff working in service settings
- 14 outlined in this Section.
- Under Section 5<u>5.5 of the Mental Health and Developmental</u>
- 16 Disabilities Administrative Act, the payment rate for all
- 17 facilities licensed by the Department of Public Health under
- 18 the ID/DD Community Care Act as intermediate care for the
- developmentally disabled facilities and under the MC/DD Act as
- 20 medically complex for the developmentally disabled facilities
- 21 shall be increased to fund rates and reimbursements so that
- 22 direct support persons earn a base wage of not less than \$15
- 23 per hour and so that other front line personnel earn a
- commensurate wage.

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