

## **100TH GENERAL ASSEMBLY**

# State of Illinois

# 2017 and 2018

#### HB2370

by Rep. Sonya M. Harper

## SYNOPSIS AS INTRODUCED:

305 ILCS 5/9A-11

from Ch. 23, par. 9A-11

Amends the Illinois Public Aid Code. Provides that notwithstanding any other provision of law or administrative rule to the contrary, beginning in fiscal year 2018, the specified threshold for working families 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

HB2370

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 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 13 importance of helping low income working families become and 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 17 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 - LRB100 09775 KTG 19945 b

1 following categories of families:

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

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(2) families transitioning from TANF to work;

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(3) families at risk of becoming recipients of TANF;

(4) families with special needs as defined by rule; and

8 (5) working families with very low incomes as defined
9 by rule.

10 The Department shall specify by rule the conditions of 11 eligibility, the application process, and the types, amounts, 12 and duration of services. Eligibility for child care benefits 13 and the amount of child care provided may vary based on family 14 size, income, and other factors as specified by rule.

15 In determining income eligibility for child care benefits, 16 the Department annually, at the beginning of each fiscal year, 17 shall establish, by rule, one income threshold for each family size, in relation to percentage of State median income for a 18 family of that size, that makes families with incomes below the 19 20 specified threshold eligible for assistance and families with 21 incomes above the specified threshold ineligible for 22 assistance. Through and including fiscal year 2007, the 23 specified threshold must be no less than 50% of the then-current State median income 24 for each family size. Beginning in fiscal year 2008, the specified threshold must be 25 26 no less than 185% of the then-current federal poverty level for

each family size. <u>Notwithstanding any other provision of law or</u> administrative rule to the contrary, beginning in fiscal year <u>2018</u>, the specified threshold for working families with very <u>1ow incomes as defined by rule must be no less than 185% of the</u> then-current federal poverty level for each family size.

6 In determining eligibility for assistance, the Department 7 shall not give preference to any category of recipients or give 8 preference to individuals based on their receipt of benefits 9 under this Code.

10 The Department shall allocate \$7,500,000 annually for a 11 test program for families who are income-eligible for child 12 care assistance, who are not recipients of TANF under Article 13 IV, and who need child care assistance to participate in 14 education and training activities. The Department shall 15 specify by rule the conditions of eligibility for this test 16 program.

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 standards 8 State and local law and regulation, including any of 9 requirements the Illinois Department promulgates by rule in 10 addition to the licensure requirements promulgated by the Department of Children and Family Services and Fire Prevention 11 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;

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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.

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 the effective date of this amendatory Act of the 94th 4 5 General Assembly, but not before. The State shall engage in collective bargaining with an exclusive representative of 6 child and day care home providers participating in the child 7 8 care assistance program concerning their terms and conditions 9 of employment that are within the State's control. Nothing in 10 this subsection shall be understood to limit the right of 11 families receiving services defined in this Section to select 12 child and day care home providers or supervise them within the 13 limits of this Section. The State shall not be considered to be the employer of child and day care home providers for any 14 15 purposes not specifically provided in this amendatory Act of 16 the 94th General Assembly, including but not limited to, 17 purposes of vicarious liability in tort and purposes of statutory retirement or health insurance benefits. Child and 18 day care home providers shall not be covered by the State 19 20 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) The Illinois Department shall establish, by rule, a 1 2 co-payment scale that provides for cost sharing by families 3 that receive child care services, including parents whose only income is from assistance under this Code. The co-payment shall 4 5 be based on family income and family size and may be based on other factors as appropriate. Co-payments may be waived for 6 7 families whose incomes are at or below the federal poverty 8 level.

9 (d-5) The Illinois Department, in consultation with its 10 Child Care and Development Advisory Council, shall develop a 11 plan to revise the child care assistance program's co-payment 12 scale. The plan shall be completed no later than February 1, 13 2008, and shall include:

14 (1) findings as to the percentage of income that the 15 average American family spends on child care and the 16 relative amounts that low-income families and the average 17 American family spend on other necessities of life;

18 (2) recommendations for revising the child care 19 co-payment scale to assure that families receiving child 20 care services from the Department are paying no more than 21 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;

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

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(3) (blank); or

11 (4) adopting such other arrangements as the Department12 determines appropriate.

13 (f-5) (Blank).

14 (g) Families eligible for assistance under this Section 15 shall be given the following options:

16 (1) receiving a child care certificate issued by the 17 Department or a subcontractor of the Department that may be 18 used by the parents as payment for child care and 19 development services only; or

20 (2) if space is available, enrolling the child with a child care provider that has a purchase of service contract 21 22 with the Department or a subcontractor of the Department 23 for the provision of child care and development services. identify particular 24 The Department may priority 25 populations they may request for whom special 26 consideration by a provider with purchase of service

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1	contracts, provided that t	he provid	lers shall b	e permitted
2	to maintain a balance of	clients	in terms of	f household
3	incomes and families and o	children v	with specia	l needs, as
4	defined by rule.			
5	(Source: P.A. 97-422, eff. 8-16-11.)			
6	Section 99. Effective dat	e. This	Act takes e	effect upon

7 becoming law.