- 1 AMENDMENT TO HOUSE BILL 2157
- 2 AMENDMENT NO. \_\_\_\_. Amend House Bill 2157 by replacing
- 3 everything after the enacting clause with the following:
- 4 "Section 1. Short title. This Act may be cited as the
- 5 Welfare to Work Act.
- 6 Section 5. Legislative findings; purpose. The General
- 7 Assembly hereby finds that:
- 8 (a) Poverty and welfare dependence are widespread
- 9 throughout the State of Illinois. Almost 1,500,000 of its
- 10 citizens are dependent on the State's public assistance
- 11 programs for their most basic needs; and over 40,000 families
- 12 rely on cash assistance from the State for all or part of
- their subsistence needs.
- 14 (b) Poverty and unemployment diminish individual
- 15 self-esteem, can undermine family stability, and affect
- 16 family formation, community security and cohesion.
- 17 (c) Under the new federal welfare law, the Personal
- 18 Responsibility and Work Opportunity Reconciliation Act of
- 19 1996, cash assistance benefits will be limited to 60 months,
- 20 and over 100,000 adult heads of households in the Illinois
- 21 welfare caseload must be employed by the year 2002 or they
- 22 and their children will be destitute.

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- 1 (d) Voluntary efforts by the private sector to employ 2 welfare recipients are laudable and are to be commended, but 3 the State must also take direct responsibility to ensure that
- 4 welfare recipients are hired in jobs that will allow them to
- 5 leave the welfare rolls altogether.
- 6 (e) The State spends billions of dollars each year to
  7 improve its economy and infrastructure, and to deliver
  8 services to the people of the State, all of which also serves
  9 to provide jobs for its citizens.
- The State can accomplish the objectives of relieving 10 11 welfare dependency and ensuring economic self-sufficiency as well as the objectives related to carrying out necessary 12 13 governmental operations at the same time, and with significant savings in State outlays in cash assistance and 14 15 supportive service dollars.
  - (g) Poverty and welfare dependency can be alleviated by targeting some of the resources of the State and making jobs available to the welfare poor, specifically by bringing qualified poor persons into the State workforce and into the workforces that are generated through State contracts, without causing the displacement of existing workers.
    - (h) Some State jobs that are newly created or that are open through attrition and some jobs created under State contracts, can be filled by qualified welfare recipients without compromising the integrity of the hiring process, contractor profits, collective bargaining agreements, timely completion of projects, or the health and safety of Illinois workers.
- 29 (i) To the extent that these jobs are filled by welfare 30 recipients, the State accomplishes 4 important governmental 31 objectives simultaneously: (1) the alleviation of welfare 32 dependency, ensuring of economic self-sufficiency, and 33 lifting of individuals and families out of poverty, (2) the 34 stabilization of families and communities that are hardest

- 1 hit by persistent poverty and unemployment, (3) the
- 2 accomplishment of the essential work of the State which must
- 3 be performed through these jobs, and (4) the reduction of
- 4 State outlays for cash assistance and services for the poor.
- 5 (j) The State's immediate, direct and significant
- 6 interest in relieving welfare dependency and the employment
- 7 of the poor in jobs generated through the expenditure of
- 8 State funds constitutes the basis of this Act.
- 9 Section 10. Definitions. As used in this Act:
- "Aid recipient" means:

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- (a) a person financially eligible to receive cash assistance under the Temporary Assistance for Needy Families program, the Transitional Assistance program, or any other cash assistance program administered by the Department of Human Services financed in whole or in part by the State;
  - (b) a person financially eligible for cash assistance under Article VI of the Public Aid Code, whether receiving assistance or not; an Earnfare participant; and an unemployed person or employed person who is earning less than the poverty level in wages and who is also married to the parent of a child receiving cash assistance or the legally adjudicated father of a child receiving cash assistance; and
  - (c) a person who, within the previous 60 months, has been found eligible and placed for training or employment under the United States Department of Housing and Urban Development's Section 3 program, or under any other local, state, or federal government program that creates training or hiring preferences or priorities for low income persons, and who was, at the time of entry into such program an "aid recipient" as defined under paragraph (a) or (b) of this definition.

- 1 "Contracts for personal services" has the same meaning as
- 2 under Section 14 of the State Finance Act.
- 3 "Covered contract" means a contract, aid, or grant
- 4 between the State and any other entity or entities, whether
- 5 private, public, or not-for-profit, regardless of the purpose
- of the contract, aid, or grant, and means contracts, aid, and
- 7 grants between those entities and their contractors and
- 8 subcontractors, but only if the contract or grant is payable
- 9 by the State in an amount in excess of \$250,000 or a
- 10 subcontract is for an amount in excess of \$100,000.
- 11 Recipients of contracts, aid, and grants may not divide
- 12 contracts or spread out the work to be undertaken for
- 13 purposes of avoiding having a covered contract.
- "Covered employee" means a person who is found eligible
- 15 for employment and hired under this Act.
- 16 "Covered employer" means an employer in receipt of a
- 17 "covered contract" payment and thus subject to the
- 18 requirements of this Act with respect to a "covered
- 19 contract".
- 20 "Covered position" means a State-funded position of
- 21 employment, whether civil service or under contract for
- 22 personal services, that the Department of Human Services has
- 23 not found exempt under Section 25 of this Act.
- "Department" means the Department of Human Services.
- 25 "Qualified aid recipient" means an "aid recipient" who
- 26 meets each of the qualifications, including education,
- training, and experience, if any, that have been established
- 28 by the employer for the position.
- 29 "State agencies" means all State departments (whether
- 30 code or otherwise), boards, commissions, authorities,
- 31 councils, officers, bureaus, units, colleges and
- 32 universities, and executive, legislative and judicial
- 33 agencies.

- 1 Section 15. Disclosure of potential covered positions.
- 2 Simultaneously with posting its positions or putting a
- 3 position out for hire by contract, each State agency shall
- 4 provide the Department of Employment Security with a copy of
- 5 a job announcement specifying the job description and
- 6 qualifications of each position that is newly created, is
- 7 open, or is otherwise posted for hire or for hire under
- 8 contract. This requirement does not apply when the position
- 9 is one that is subject to recall by a laid-off employee or
- 10 employees.
- 11 Section 20. Duties of the Department of Employment
- 12 Security.
- 13 (a) The Department of Employment Security shall place
- these positions on the Illinois Skills Match System.
- 15 (b) If the position is permanently exempted, the State
- 16 agency need not provide the Department of Employment Security
- 17 with position announcements for that position in the future.
- 18 However, if an exemption of any position is revoked, from the
- 19 point of that revocation forward, the State agency again
- 20 shall provide the Department of Employment Security with
- 21 announcements of that position.
- 22 (d) If the position is temporarily exempted, the
- 23 provisions of this Act do not apply to the position, but the
- 24 State agency must provide announcements to the Department of
- 25 Employment Security of future openings of that position.
- 26 (e) If the position is not determined by the State
- 27 agency to be exempted, it is a covered position under this
- 28 Act.
- 29 Section 30. Eligibility determinations. Upon the
- 30 request of a person who believes that he or she is an aid
- 31 recipient within the meaning of this Act or the request of a
- 32 State agency or covered employer on behalf of such a person,

- 1 the Department shall make the determination of whether the
- 2 person is an aid recipient within the meaning of this Act and
- 3 shall provide the necessary written proof of aid recipient
- 4 status to the aid recipient and to any other person,
- 5 including the party making request on behalf of the aid
- 6 recipient, if the aid recipient authorizes it in writing.
- 7 Section 35. Recruitment, screening, and referrals to
- 8 training and for jobs under this Act.

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- (a) In order to facilitate a steady stream of potentially qualified aid recipients into positions available
- 11 under this Act, the Department of Human Services shall:
  - (1) register all TANF recipients in the Illinois
    Skills Match System and work with public, private, and
    not-for-profit job training programs and certified joint
    apprenticeship training programs to develop and make use
    of training programs to facilitate channeling aid
    recipients into such training programs that correspond
    with, and will qualify them for, open covered positions
    and positions under covered contracts;
    - (2) coordinate the recruitment, screening, and referrals for placement of aid recipients in education and training programs that correspond with the job qualifications and requirements of covered positions and positions under covered contracts;
    - (3) coordinate the recruitment, screening, and referrals of potentially qualified aid recipients to employers for open covered positions and positions under covered contracts;
- 29 (b) The Department shall maintain an equal balance in 30 its referrals of potentially qualified aid recipients to 31 training programs, to employers for covered positions, and to 32 positions under covered contracts as identified on the 33 Illinois Match System as appropriate as between those who

- 1 qualify under paragraph (a) of the definition of "aid
- 2 recipient" in Section 10 of this Act.
- 3 (c) The duties of the Department specified in this
- 4 Section may be carried out, in whole or in part, under
- 5 contracts entered into by the Department with units of local
- 6 government or by not-for-profit community based
- 7 organizations.
- 8 Section 40. Hiring without referrals authorized. Any
- 9 aid recipient who believes he or she is a qualified aid
- 10 recipient may apply, through the Illinois Skills Match System
- and without a referral by the Department, for jobs under this
- 12 Act. For any covered position, whether previously determined
- 13 by the Department to be a covered position or not, if the
- 14 Illinois Skills Match System finds the applicant to be a
- 15 qualified aid recipient, the applicant shall be provided the
- 16 preference this Act affords. For any position under a covered
- 17 contract, the employer may count, under the requirements
- 18 imposed under this Act, any aid recipient hired, whether
- 19 referred by the Department or not, as an employee meeting the
- 20 requirements during the life of the contract.
- 21 Section 45. Hiring requirements relative to covered
- 22 positions.
- 23 (a) Verification that an applicant for a position is an
- 24 aid recipient shall be made by the State agency, if
- 25 necessary, by copying for its records the applicant's public
- 26 aid card or such other proof of aid recipient status as has
- 27 been provided to the aid recipient or employer by the
- 28 Department of Human Services.
- 29 (b) The State agency shall provide qualified aid
- 30 recipients with a hiring preference in accordance with the
- 31 requirements for civil service positions under Section 8b.7-1
- 32 of the Personnel Code, and for personal service contract

- 2 Code.
- 3 (c) The minimum qualifications for hire, wages, days per
- 4 week, hours per day, shifts of employment, and terms and
- 5 conditions of employment of a qualified aid recipient who is
- 6 hired under this Act shall be the same as for other members
- 7 of the employer's workforce doing the same or similar work
- 8 and shall be subject to the same State and federal laws.
- 9 (d) Nothing in this Act prevents a State agency from
- 10 counting a person hired under this Act, who is also a
- 11 protected female or minority, toward that employer's
- 12 affirmative action obligations that may otherwise be imposed.
- 13 (e) Nothing in this Act diminishes the full authority
- 14 and prerogative of State agencies to determine independently
- 15 an aid recipient's qualifications and to make independently
- 16 all hiring decisions, based on merit, under this Act.
- 17 Section 50. Contract requirements. Each covered
- 18 contract shall contain provisions incorporating all of the
- 19 following requirements:
- 20 (a) Not less than 5% of the hours worked under positions
- 21 that are paid under a covered contract shall be worked by
- 22 qualified aid recipients.
- 23 (b) In order to facilitate compliance with this Act, a
- 24 covered employer may notify the Department of Employment
- 25 Security of jobs that are opening under the covered contract
- 26 for which aid recipients may be qualified in order to receive
- 27 referrals of aid recipients through the Illinois Skills Match
- 28 System.
- 29 (c) The covered employer shall verify that an applicant
- 30 for a position is an aid recipient, and shall maintain a
- 31 record of the aid recipient's status by copying for its
- 32 records the applicant's public aid card or such other proof
- of aid recipient status as has been provided to the recipient

1 or employer by the Department of Human Services.

- 2 (d) The covered employer shall make the determination of whether an aid recipient who applies for the position is a 3 4 qualified aid recipient. Nothing in this Act implies a 5 diminution of the full authority and prerogative of covered 6 employers to determine independently an aid recipient's 7 qualifications and to make independently all hiring decisions 8 under this Act. No State agency may require an employer to 9 hire an aid recipient who is not qualified for the position for which the aid recipient is applying. 10
- 11 (e) The number of covered employees in a workforce shall be calculated as follows: the number of total hours worked 12 under the contract are the "worker hours". The number of 13 hours that covered employees have worked under the contract 14 15 are the "covered employee hours". The "covered 16 hours" shall be divided by the "worker hours" and the product shall be no less than 0.05 during the life of the contract. 17 18 If the covered contract includes positions that are otherwise 19 reported to the State and federal government only by daily or weekly full time equivalency, then those positions shall be 20 2.1 calculated by dividing the full-time equivalent of 22 covered employees in those positions by the total full-time 23 equivalent for those positions. An employer may sponsor a covered worker in an apprenticeship training program or other 24 25 education or training program, in which case the employer may 26 count the number of hours or days in off-site training or 27 classroom instruction toward the requirements of this Section. 28
- A covered employer who is unable to hire at least 5% 30 of its workforce from qualified aid recipients under a shall certify to the Department of 31 covered contract 32 Employment Security the circumstances which made meeting the 33 requirements of this Act impossible. Permitted circumstances may include the high percentage of professional, high

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2 the need to recall out of work employees who are receiving unemployment compensation through the covered employer, or 3 4 other circumstances outside of the control of the covered 5 employer. If a covered employer has not met the percentage б hire requirements under this Act, and did not notify the 7 Department of jobs that have become available under covered contract, and jobs existed under that contract for 8 9 potentially qualified aid recipients, the covered employer shall be deemed to have been able to hire the requisite 10

percentage of aid recipients under this Act, and failed to do

skilled, or journey level workers needed under the contract,

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- (g) At the request of the covered employer to the Department of Employment Security, the requirements of hiring covered employees under this Section may be waived, in advance, by the Department, in whole or in part, in accordance with rules established by the Department, if enough qualified aid recipients are not referred or cannot be hired due to circumstances set forth in subsection (5). To receive this waiver, the covered employer must request the waiver before hiring under the covered contract, and must include in its request for the waiver, job descriptions for each of the positions that are subject to hire under the covered contract, and the number of people estimated to be hired for each such job.
- 26 (h) The minimum qualifications for hire, and the wages,
  27 days per week, hours per day, shifts of employment, and terms
  28 and conditions of employment, of a covered employee shall be
  29 the same as for other members of the employer's workforce
  30 doing the same or similar work and shall be subject to the
  31 same State and federal laws.
- 32 (i) Covered employees shall abide by all health and 33 safety rules and laws imposed on a covered employer's 34 workforce.

- 1 (j) This Act does not require covered employers to 2 provide any additional or separate training or apprenticeship
- 3 programs for aid recipients that the employer would not
- 4 otherwise provide to other workers in the same or similar
- 5 jobs at the same or similar level of experience.
- 6 (k) Nothing in this Act prevents a covered employer from
- 7 counting a covered employee, who is also a protected female
- 8 or minority, toward the employer's affirmative action
- 9 obligations that may otherwise be imposed.
- 10 Section 55. Duties of the Department of Employment Security. The Department of Employment Security shall ensure 11 that covered employers comply with the provisions of this Act 12 and shall work with the Department of Human Services and 13 Social Services Advisory Council in promulgating rules for 14 15 implementation and governance and to effectuate the purposes including contractor 16 this Act, compliance. 17 promulgating compliance rules, the Illinois Department of 18 Employment Security shall create provisions that assure that will be good faith attempts at negotiation and 19 there 20 conciliation, and the affording of the protections of due 21 process of law before any sanctions against a contractor are 22 imposed.
- 23 Section 60. Compliance and Reporting.
- 24 (a) The Department of Human Services, the Department of
  25 Employment Security, and the General Assembly are jointly
  26 empowered to ensure and monitor covered employer and State
  27 agency compliance with the provisions of this Act.
- 28 (b) The Department of Employment Security shall annually
  29 prepare a report to the Department of Human Services and the
  30 General Assembly demonstrating its hiring under this Act from
  31 the Illinois Skills Match System. The report shall be
  32 submitted to the Department of Human Services and the

- 1 minority and majority leaders of the House of Representatives
- 2 and the Senate no later than January 31 of each year. The
- 3 report shall set forth, for the previous calendar year, the
- 4 total number of positions filled by the State agency, the
- 5 number of positions not exempted and thus found to be covered
- 6 positions by the Department, and the number of positions
- 7 filled by aid recipients produced from the Illinois Skills
- 8 Match System.
- 9 (c) The report shall be subject to public inspection,
- 10 review, and copying.
- 11 (d) Each covered contractor shall annually prepare a
- 12 single duplicated report that documents its hiring practices
- under this Act that shall be submitted both to the Department
- of Employment Security and the Department of Human Services.
- 15 The report shall be submitted no later than January 31 of
- 16 each year. The report shall set forth, for the previous
- 17 calendar year, for each covered contract, the calculations of
- 18 total worker hours and covered employee hours and the
- 19 percentage of covered employee hours, and such other data and
- information as may be required by rule.
- 21 (e) The Department of Employment Security shall collate
- 22 the contractor reports and shall submit a report to the
- 23 minority and majority leaders of both chambers of the General
- 24 Assembly no later than the first day of March of each year,
- 25 with the total worker hours, the total covered employee
- 26 hours, and the percentage of hours of work by covered
- 27 employees. The Department of Human Services shall set forth
- the number of aid recipients who have closed their aid cases
- 29 or had their aid reduced as a result of positions obtained
- 30 under this Act, and shall set forth such other data and cost
- 31 savings as it deems appropriate.
- 32 (f) The Department's summary reports shall be subject to
- 33 public inspection, review and copying.

- 1 Section 905. The Personnel Code is amended by adding
- 2 Section 8b.7-1 as follows:
- 3 (20 ILCS 415/8b.7-1 new)
- 4 Sec. 8b.7-1. Qualified aid recipient preference. For the
- 5 granting of preferences to "qualified aid recipients" within
- 6 the meaning of the Welfare to Work Act. The preference shall
- 7 <u>be given only after the application and provision of veterans</u>
- 8 preferences under Section 8b.7, unless the applicant is
- 9 <u>subject to preferences under both veterans and qualified aid</u>
- 10 recipient designations, in which case those persons shall
- 11 take precedence. When qualified aid recipients are on
- 12 <u>eligible lists on the basis of category rankings such as</u>
- 13 <u>superior</u>, <u>excellent</u>, <u>well-qualified</u>, <u>and qualified</u>, <u>they</u>
- shall be preferred over nonveterans who are not qualified aid
- 15 <u>recipients in the same category. Notwithstanding Section</u>
- 16 8b.5, when a list is prepared by numerical rankings, and a
- 17 qualified aid recipient is one of the top 3 candidates on the
- 18 <u>basis</u> of the numerical ranking, the qualified aid recipient
- shall be appointed, unless one or two of the other candidates
- is a qualified veteran.
- 21 Section 910. The Illinois Procurement Code is amended by
- 22 adding Section 45-70 as follows:
- 23 (30 ILCS 500/45-70 new)
- 24 <u>Sec. 45-70. Contracts for personal services; qualified</u>
- 25 <u>aid recipients. All contracts for personal services, as</u>
- 26 <u>defined under Section 14 of the State Finance Act, shall be</u>
- 27 <u>subject to the preference of "qualified aid recipients"</u>
- 28 <u>within the meaning of the Welfare to Work Act, over others</u>
- 29 who are similarly qualified.
- 30 Section 999. Effective date. This Act takes effect upon

1 becoming law.".