## 101ST GENERAL ASSEMBLY

# State of Illinois

# 2019 and 2020

#### HB5188

by Rep. Lamont J. Robinson, Jr.

## SYNOPSIS AS INTRODUCED:

305 ILCS 5/9A-11

from Ch. 23, par. 9A-11

Amends the Illinois Public Aid Code. In provisions concerning the Department of Human Services' Child Care Assistance Program, requires the Department to increase the reimbursement rate for child care centers to 115% of the rate in effect on January 1, 2020. Effective July 1, 2020.

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FISCAL NOTE ACT MAY APPLY

A BILL FOR

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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 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 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 - LRB101 18883 KTG 68341 b

1 following categories of families:

2 (1) recipients of TANF under Article IV participating 3 work and training activities as specified in the in personal plan for employment and self-sufficiency; 4 5 (2) families transitioning from TANF to work; 6 (3) families at risk of becoming recipients of TANF; 7 (4) families with special needs as defined by rule; (5) working families with very low incomes as defined 8 9 by rule;

10 (6) families that are not recipients of TANF and that 11 need child care assistance to participate in education and 12 training activities; and

13 (7) families with children under the age of 5 who have 14 an open intact family services case with the Department of 15 Children and Family Services. Any family that receives 16 child care assistance in accordance with this paragraph 17 shall remain eligible for child care assistance 6 months after the child's intact family services case is closed, 18 19 regardless of whether the child's parents or other 20 relatives as defined by rule are working or participating 21 in Department approved employment or education or training 22 The Department of Human Services, programs. in 23 consultation with the Department of Children and Family 24 Services, shall adopt rules to protect the privacy of 25 families who are the subject of an open intact family services case when such families enroll in child care 26

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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.

6 The Department shall specify by rule the conditions of 7 eligibility, the application process, and the types, amounts, 8 and duration of services. Eligibility for child care benefits 9 and the amount of child care provided may vary based on family 10 size, income, and other factors as specified by rule.

11 A family's eligibility for child care services shall be 12 redetermined no sooner than 12 months following the initial 13 determination or most recent redetermination. During the 14 12-month periods, the family shall remain eligible for child 15 care services regardless of (i) a change in family income, 16 unless family income exceeds 85% of State median income, or 17 (ii) a temporary change in the ongoing status of the parents or other relatives, as defined by rule, as working or attending a 18 19 job training or educational program.

20 In determining income eligibility for child care benefits, 21 the Department annually, at the beginning of each fiscal year, 22 shall establish, by rule, one income threshold for each family 23 size, in relation to percentage of State median income for a family of that size, that makes families with incomes below the 24 25 specified threshold eligible for assistance and families with 26 incomes above the specified threshold ineligible for

assistance. Through and including fiscal year 2007, 1 the 2 specified threshold must be no 50% of less than the 3 then-current State median income for each family size. Beginning in fiscal year 2008, the specified threshold must be 4 5 no less than 185% of the then-current federal poverty level for each family size. Notwithstanding any other provision of law or 6 administrative rule to the contrary, beginning in fiscal year 7 8 2019, the specified threshold for working families with very 9 low incomes as defined by rule must be no less than 185% of the 10 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.

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

17 The Illinois Department is authorized to lower income eligibility ceilings, raise parent co-payments, create waiting 18 19 lists, or take such other actions during a fiscal year as are 20 necessary to ensure that child care benefits paid under this Article do not exceed the amounts appropriated for those child 21 22 care benefits. These changes may be accomplished by emergency 23 under Section 5-45 of the Illinois Administrative rule Procedure Act, except that the limitation on the number of 24 25 emergency rules that may be adopted in a 24-month period shall 26 not apply.

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1 The Illinois Department may contract with other State 2 agencies or child care organizations for the administration of 3 child care services.

(c) Payment shall be made for child care that otherwise 4 5 meets the requirements of this Section and applicable standards State and local law 6 of and regulation, including any 7 requirements the Illinois Department promulgates by rule in 8 addition to the licensure requirements promulgated by the 9 Department of Children and Family Services and Fire Prevention 10 and Safety requirements promulgated by the Office of the State 11 Fire Marshal, and is provided in any of the following:

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

15 (2) a licensed child care home or home exempt from 16 licensing;

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(3) a licensed group child care home;

18 (4) other types of child care, including child care
19 provided by relatives or persons living in the same home as
20 the child, as determined by the Illinois Department by
21 rule.

22 <u>Notwithstanding any other law or rule to the contrary, the</u>
23 <u>Department shall increase the reimbursement rate for child care</u>
24 <u>centers to 115% of the rate in effect on January 1, 2020.</u>

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

1 providers, including licensed and license exempt, 2 participating in the Department's child care assistance program shall be considered to be public employees and the 3 State of Illinois shall be considered to be their employer as 4 5 of January 1, 2006 (the effective date of Public Act 94-320), 6 but not before. The State shall engage in collective bargaining 7 with an exclusive representative of child and day care home 8 providers participating in the child care assistance program 9 concerning their terms and conditions of employment that are 10 within the State's control. Nothing in this subsection shall be 11 understood to limit the right of families receiving services 12 defined in this Section to select child and day care home 13 providers or supervise them within the limits of this Section. 14 The State shall not be considered to be the employer of child 15 and day care home providers for any purposes not specifically 16 provided in Public Act 94-320, 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 Public Act 94-320.

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

(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;

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

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

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

17 (f-5) (Blank).

18 (g) Families eligible for assistance under this Section 19 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

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for the provision of child care and development services. 1 2 may identify particular priority The Department 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.

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9 (Source: P.A. 100-387, eff. 8-25-17; 100-587, eff. 6-4-18;
100-860, eff. 2-14-19; 100-909, eff. 10-1-18; 100-916, eff.
11 8-17-18; 101-81, eff. 7-12-19.)

Section 99. Effective date. This Act takes effect July 1, 2020.