101ST GENERAL ASSEMBLY

State of Illinois

2019 and 2020

SB3531

Introduced 2/14/2020, by Sen. Sara Feigenholtz

SYNOPSIS AS INTRODUCED:

20 ILCS 505/5g new

Amends the Children and Family Services Act. Provides that beginning in State Fiscal Year 2021, and for every State fiscal year thereafter, the Department of Children and Family Services shall implement the rate reimbursement methodology outlined in a specified provision of the Illinois Administrative Code when calculating and determining the payment rates for private agencies that contract with the Department to provide any specified services, including, but not limited to: (i) residential services; (ii) specialized, adolescent, treatment, or other non-traditional or Home-of-Relative foster care services; and (iii) intact family services. Provides that the payment rates calculated and determined, as provided in the amendatory Act, shall include an amount equal to any increase in the general inflation as determined by the consumer price index and shall be subject to appropriations. Effective immediately.

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FISCAL NOTE ACT MAY APPLY

A BILL FOR

SB3531

1

AN ACT concerning children.

2 WHEREAS, The Department of Children and Family Services' 3 stated mission is to protect children who are reported to be abused or neglected and to increase their families' capacity to 4 safely care for them; provide for the well-being of children in 5 6 their care; provide appropriate, permanent families as quickly 7 as possible for those children who cannot safely return home; 8 support early intervention and child abuse prevention activities and work in partnerships with communities to fulfill 9 10 this mission; and

11 WHEREAS, Community-based agencies provide care and 12 services for more than 80% of children involved with the child 13 welfare system on behalf of the State of Illinois, which has a 14 moral, legal, and financial responsibility to provide them with 15 the best possible care; and

16 WHEREAS, The Department of Children and Family Services 17 contracts with community-based agencies to provide services 18 for, but not limited to, children and youth in foster care, 19 intact families, and congregate care settings, at an 20 established fixed rate which should include all costs 21 associated with the delivery of those services; and

22 WHEREAS, The community-based agencies that provide these 23 vital services continually face rising operational and SB3531 – 2 – LRB101 18739 KTG 68194 b

personnel costs such as competitive employee wages, increasing insurance premiums, employee benefits, occupancy, utilities, training costs, and travel costs, yet the rates provided to the community-based agencies are not adjusted for these costs-of-doing-business expenses; and

6 WHEREAS, It is the obligation of the General Assembly to 7 promote the health, safety, and well-being of children, youth, 8 and families in the care of the Department of Children and 9 Family Services; and

10 WHEREAS, Investing in community-based agencies will help 11 the General Assembly meet its obligation and improve outcomes 12 for all families to reach their full potential and to ensure a 13 stronger and more equitable future for the children, youth, and 14 families in the care of the Department of Children and Family 15 Services; and

16 WHEREAS, It is imperative that the General Assembly 17 establish a standardized annual process that includes adjustments for the cost of doing business, as measured by the 18 19 Consumer Price Index, and for evaluating and setting the rates 20 for child welfare services to ensure sufficient resources to 21 obtain the appropriate outcomes for children, youth, and 22 families involved in the Illinois child welfare system; 23 therefore

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

3 Section 5. The Children and Family Services Act is amended
4 by adding Section 5g as follows:

5 (20 ILCS 505/5g new)

6 <u>Sec. 5q. Payment rate increases for reimbursable services.</u> 7 <u>(a) As used in this Section, "consumer price index" means</u> 8 <u>the index published by the Bureau of Labor Statistics of the</u> 9 <u>United States Department of Labor that measures the consumer</u> 10 <u>price index of all items less medical care in Midwest urban</u> 11 areas, for all urban consumers, not seasonally adjusted.

(b) Beginning in State Fiscal Year 2021, and for every 12 13 State fiscal year thereafter, the Department shall implement the rate reimbursement methodology outlined in 89 Ill. Adm. 14 15 Code 356.50(f) when calculating and determining the payment 16 rates for private agencies that contract with the Department to 17 provide any of the services enumerated in 89 Ill. Adm. Code 356.50(f) and in paragraph (1) of this subsection. Payment 18 rates calculated and determined as provided in this Section 19 20 shall include an amount equal to any increase in the general 21 inflation as determined by the consumer price index. The contractual and grant services under this Section to which the 22

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1	rate methodology shall apply include the following:
2	(1) Residential services, including child care
3	institution, group home care, independent living services,
4	or transitional living services.
5	(2) Specialized, adolescent, treatment, or other
6	non-traditional or Home-of-Relative foster care.
7	(3) Traditional or Home-of-Relative foster care.
8	(4) Intact Family Services.
9	(5) Teen Parenting Services.
10	(c) The payment rates calculated and determined as provided
11	in this Section shall be subject to appropriations.
12	Section 99. Effective date. This Act takes effect upon

13 becoming law.