

1 AN ACT in relation to health.

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

4 Section 5. The Community Services Act is amended by  
5 changing Section 4 as follows:

6 (405 ILCS 30/4) (from Ch. 91 1/2, par. 904)

7 Sec. 4. Financing for Community Services. The Department  
8 of Human Services is authorized to provide financial  
9 assistance to eligible private service providers,  
10 corporations, local government entities or voluntary  
11 associations for the provision of services to persons with  
12 mental illness, persons with a developmental disability and  
13 alcohol and drug dependent persons living in the community  
14 for the purpose of achieving the goals of this Act.

15 The Department shall utilize the following funding  
16 mechanisms for community services:

17 (1) Purchase of Care Contracts: services purchased  
18 on a predetermined fee per unit of service basis from  
19 private providers or governmental entities. Fee per  
20 service rates are set by an established formula which  
21 covers some portion of personnel, supplies, and other  
22 allowable costs, and which makes some allowance for  
23 geographic variations in costs as well as for additional  
24 program components.

25 (2) Grants: sums of money which the Department  
26 grants to private providers or governmental entities  
27 pursuant to the grant recipient's agreement to provide  
28 certain services, as defined by departmental grant  
29 guidelines, to an approximate number of service  
30 recipients. Grant levels are set through consideration of  
31 personnel, supply and other allowable costs, as well as

1 other funds available to the program.

2 (3) Other Funding Arrangements: funding mechanisms  
3 may be established on a pilot basis in order to examine  
4 the feasibility of alternative financing arrangements for  
5 the provision of community services.

6 The Department shall strive to establish and maintain an  
7 equitable system of payment which encourages providers to  
8 improve their clients' capabilities for independence and  
9 reduces their reliance on community or State-operated  
10 services. The annual appropriation to the Department of  
11 Human Services to fund community services shall include an  
12 increase over the appropriation for the previous fiscal year  
13 that reflects any increase in the Implicit Price Deflator  
14 for State and Local Government Purchases as determined by the  
15 United States Department of Commerce for the 12-month  
16 calendar year immediately preceding the fiscal year in which  
17 the increase is to be applied. The increase shall be applied  
18 to appropriations beginning July 1, 2003 for the State  
19 fiscal year 2004 and continued each year thereafter.

20 In accepting Department funds, providers shall recognize  
21 their responsibility to be accountable to the Department and  
22 the State for the delivery of services which are consistent  
23 with the philosophies and goals of this Act and the rules and  
24 regulations promulgated under it.

25 (Source: P.A. 88-380; 89-507, eff. 7-1-97.)

26 Section 99. Effective date. This Act takes effect upon  
27 becoming law.