HB5580 Engrossed

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 of child care. It is also the preference of the General 16 17 Assembly that all working poor families should be treated equally, regardless of their welfare status. 18

19 (b) <u>The</u> To the extent resources permit, the Illinois 20 Department shall provide child care services to parents or 21 other relatives as defined by rule who are working or 22 participating in employment or Department approved education 23 or training programs. At a minimum, the Illinois Department HB5580 Engrossed - 2 - LRB099 19770 KTG 44168 b

shall cover the following categories of families and children: 1 2 (1) recipients of TANF under Article IV participating in work and training activities as specified in the 3 personal plan for employment and self-sufficiency; 4 5 (2) families transitioning from TANF to work; (3) families at risk of becoming recipients of TANF; 6 7 (4) families with special needs as defined by rule; and 8 (5) working families with very low incomes as defined 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; 13 (7) children engaged in the State's child welfare 14 system; and 15 (8) homeless children. 16 The Department shall specify by rule the conditions of 17 eligibility, the application process, and the types, amounts, and duration of services. Eligibility for child care benefits 18 and the amount of child care provided may vary based on family 19 20 size, income, and other factors as specified by rule. In determining income eligibility for child care benefits, 21

the Department annually, at the beginning of each fiscal year, shall establish, by rule, one income threshold for each family size, in relation to percentage of State median income for a family of that size, that makes families with incomes below the specified threshold eligible for assistance and families with HB5580 Engrossed - 3 - LRB099 19770 KTG 44168 b

specified threshold ineligible 1 incomes above the for 2 assistance. Beginning in State fiscal year 2017, the specified threshold must be no less than 300% of the then current federal 3 poverty level for each family size. Through and including 4 5 fiscal year 2007, the specified threshold must be no less than 6 50% of the then current State median income for each family 7 size. Beginning in fiscal year 2008, the specified threshold must be no less than 185% of the then current federal poverty 8 9 level for each family size.

10 <u>The Department shall provide child care services to all</u> 11 <u>children who are eligible for assistance and are under age 13</u> 12 <u>or who are under age 19 and under court supervision or have</u> 13 <u>physical or mental incapacities as documented by a statement</u> 14 <u>from a local health provider or other health professional.</u>

15 In determining eligibility for assistance, the Department 16 shall not give preference to any category of recipients or give 17 preference to individuals based on their receipt of benefits 18 under this Code.

19 The Department shall allocate \$7,500,000 annually for a 20 test program for families who are income-eligible for child 21 care assistance, who are not recipients of TANF under Article 22 IV, and who need child care assistance to participate in 23 education and training activities. The Department shall 24 specify by rule the conditions of eligibility for this test 25 program.

Nothing in this Section shall be construed as conferring

26

HB5580 Engrossed - 4 - LRB099 19770 KTG 44168 b

1 entitlement status to eligible families.

2 The Illinois Department is authorized to lower income 3 eligibility ceilings, raise parent co-payments, create waiting lists, or take such other actions during a fiscal year as are 4 5 necessary to ensure that child care benefits paid under this Article do not exceed the amounts appropriated for those child 6 7 care benefits. These changes may be accomplished by emergency rule under Section 5-45 of the Illinois Administrative 8 9 Procedure Act, except that the limitation on the number of 10 emergency rules that may be adopted in a 24-month period shall 11 not apply.

12 The Illinois Department may contract with other State 13 agencies or child care organizations for the administration of 14 child care services.

(c) Payment shall be made for child care that otherwise 15 16 meets the requirements of this Section and applicable standards 17 and local law and regulation, including any of State requirements the Illinois Department promulgates by rule in 18 addition to the licensure requirements promulgated by the 19 20 Department of Children and Family Services and Fire Prevention 21 and Safety requirements promulgated by the Office of the State 22 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;

26

(2) a licensed child care home or home exempt from

HB5580 Engrossed

- 5 - LRB099 19770 KTG 44168 b

1 licensing;

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(3) a licensed group child care home;

3 (4) other types of child care, including child care
4 provided by relatives or persons living in the same home as
5 the child, as determined by the Illinois Department by
6 rule.

7 (c-5) Solely for the purposes of coverage under the Illinois Public Labor Relations Act, child and day care home 8 9 providers, including licensed and license exempt, 10 participating in the Department's child care assistance 11 program shall be considered to be public employees and the 12 State of Illinois shall be considered to be their employer as 13 of the effective date of this amendatory Act of the 94th 14 General Assembly, but not before. The State shall engage in 15 collective bargaining with an exclusive representative of 16 child and day care home providers participating in the child 17 care assistance program concerning their terms and conditions of employment that are within the State's control. Nothing in 18 this subsection shall be understood to limit the right of 19 20 families receiving services defined in this Section to select child and day care home providers or supervise them within the 21 22 limits of this Section. The State shall not be considered to be 23 the employer of child and day care home providers for any purposes not specifically provided in this amendatory Act of 24 25 the 94th General Assembly, including but not limited to, 26 purposes of vicarious liability in tort and purposes of

HB5580 Engrossed - 6 - LRB099 19770 KTG 44168 b

statutory retirement or health insurance benefits. Child and
 day care home providers shall not be covered by the State
 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.

10 (d) The Illinois Department shall establish, by rule, a 11 co-payment scale that provides for cost sharing by families 12 that receive child care services, including parents whose only 13 income is from assistance under this Code. The co-payment shall 14 be based on family income and family size and may be based on 15 other factors as appropriate. Co-payments may be waived for 16 families whose incomes are at or below the federal poverty 17 level.

18 (d-5) The Illinois Department, in consultation with its 19 Child Care and Development Advisory Council, shall develop a 20 plan to revise the child care assistance program's co-payment 21 scale. The plan shall be completed no later than February 1, 22 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;

HB5580 Engrossed

1 (2) recommendations for revising the child care 2 co-payment scale to assure that families receiving child 3 care services from the Department are paying no more than 4 they can reasonably afford;

5 (3) recommendations for revising the child care 6 co-payment scale to provide at-risk children with complete 7 access to Preschool for All and Head Start; and

8 (4) recommendations for changes in child care program
9 policies that affect the affordability of child care.

10 (e) (Blank).

(f) The Illinois Department shall, by rule, set rates to be paid for the various types of child care. Child care may be provided through one of the following methods:

14 (1) arranging the child care through eligible 15 providers by use of purchase of service contracts or 16 vouchers;

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

19

(3) (blank); or

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

22 (f-5) (Blank).

(g) Families eligible for assistance under this Sectionshall be given the following options:

(1) receiving a child care certificate issued by theDepartment or a subcontractor of the Department that may be

HB5580 Engrossed - 8 - LRB099 19770 KTG 44168 b

1 used by the parents as payment for child care and 2 development services only; or

(2) if space is available, enrolling the child with a 3 child care provider that has a purchase of service contract 4 5 with the Department or a subcontractor of the Department for the provision of child care and development services. 6 7 The Department may identify particular priority 8 populations for whom they may request special 9 consideration by a provider with purchase of service 10 contracts, provided that the providers shall be permitted 11 to maintain a balance of clients in terms of household 12 incomes and families and children with special needs, as 13 defined by rule.

14 (Source: P.A. 97-422, eff. 8-16-11.)

Section 99. Effective date. This Act takes effect July 1, 2016.