LRB9205764LDpr

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AN ACT in relation to child care.

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

Section 5. The Illinois Public Aid Code is amended by
changing Section 9A-11 as follows:

6 (305 ILCS 5/9A-11) (from Ch. 23, par. 9A-11)

7 Sec. 9A-11. Child Care.

8 (a) The General Assembly recognizes that families with children need child care in order to work. Child care is 9 expensive and families with low incomes, including those who 10 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 remain self-sufficient. The General Assembly also believes 14 that it is the responsibility of families to share in the 15 costs of child care. 16 It is also the preference of the General Assembly that all working poor families should be 17 18 treated equally, regardless of their welfare status.

19 (b) То the extent resources permit, the Illinois 20 Department shall provide child care services to parents or other relatives as defined by rule who are working or 21 22 participating in employment or Department approved education or training programs. At a minimum, the Illinois Department 23 shall cover the following categories of families: 24

Article 25 (1) recipients of TANF under IV work and training activities as 26 participating in 27 specified in the personal plan for employment and self-sufficiency; 28

29 (2) families transitioning from TANF to work;
30 (3) families at risk of becoming recipients of
31 TANF;

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(4) families with special needs as defined by rule; and

3 (5) working families with very low incomes as 4 defined by rule.

The Department shall specify by rule the conditions of 5 eligibility, the application process, and the types, amounts, 6 7 and duration of services. Eligibility for child care benefits and the amount of child care provided may vary based 8 on family size, income, and other factors as specified by 9 rule. In determining income eligibility for child care 10 11 benefits, the Department annually at the beginning of the fiscal year shall establish, by rule, one income threshold 12 13 for each family size, in relation to percentage of State median income for a family of that size, which shall be no 14 15 less than 55% of the then-current State median income for such families, that makes families with incomes below the 16 specified threshold eligible for assistance and families with 17 incomes above the specified threshold ineligible 18 for 19 assistance. In determining eligibility for assistance, the Department shall not give preference to any category of 20 21 recipients or give preference to individuals based on their 22 receipt of benefits under this Code. The Department shall 23 allocate \$7,500,000 annually for a test program for families who are income-eligible for child care assistance, who are 24 25 not recipients of TANF under Article IV, and who need child care assistance to participate in education and training 26 27 activities. The Department shall specify by rule the conditions of eligibility for this test program. It--is--the 28 29 intent-of-the-General-Assembly-that,-for-fiscal-year-1998,-to 30 the--extent--resources-permit,-the-Department-shall-establish an-income-eligibility-threshold-of-50%-of--the--State--median 31 income ---- Notwithstanding -- the -income -level - at -which - families 32 33 become-eligible-to-receive-child-care-assistance,-any-family

34 that--is--already--receiving--child--care--assistance--on-the

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1 effective-date-of-this-amendatory-Act-of--1997--shall--remain 2 eligible--for--assistance--for--fiscal-year-1998. Nothing in this Section shall be construed as conferring entitlement 3 4 status to eligible families. The Illinois Department is authorized to lower income eligibility ceilings, raise parent 5 co-payments, create waiting lists, or take such other actions 6 7 during a fiscal year as are necessary to ensure that child 8 care benefits paid under this Article do not exceed the 9 amounts appropriated for those child care benefits. These changes may be accomplished by emergency rule under Section 10 11 5-45 of the Illinois Administrative Procedure Act, except 12 that the limitation on the number of emergency rules that may 13 be adopted in a 24-month period shall not apply. The Illinois Department may contract with other State agencies or 14 15 child care organizations for the administration of child care 16 services.

(c) Payment shall be made for child care that otherwise 17 the requirements of this Section and applicable 18 meets standards of State and local law and regulation, including 19 any requirements the Illinois Department promulgates by rule 20 21 in addition to the licensure requirements promulgated by the 22 Department of Children and Family Services and Fire 23 Prevention and Safety requirements promulgated by the Office of the State Fire Marshal and is provided in any of the 24 25 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;

29 (2) a licensed child care home or home exempt from30 licensing;

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(3) a licensed group child care home;

32 (4) other types of child care, including child care
33 provided by relatives or persons living in the same home
34 as the child, as determined by the Illinois Department by

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rule. (d) The Illinois Department shall, by rule, require co-payments for child care services by any parent, including parents whose only income is from assistance under this Code. The co-payment shall be assessed based on a sliding scale based on family income, family size, and the number of children in care. <u>Co-payments shall not be increased due</u> <u>solely to a fiscal year 2002 change in the methodology for</u> <u>counting family income.</u> (e) The Illinois Department shall conduct a market rate

(e) The Illinois Department shall conduct a market rate
survey based on the cost of care and other relevant factors
which shall be completed by July 1, 1998.

(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:

16 (1) arranging the child care through eligible 17 providers by use of purchase of service contracts or 18 vouchers;

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

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(3) (blank); or

22 (4) adopting such other arrangements as the23 Department determines appropriate.

24 (g) Families eligible for assistance under this Section25 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

30 (2) if space is available, enrolling the child with
31 a child care provider that has a purchase of service
32 contract with the Department or a subcontractor of the
33 Department for the provision of child care and
34 development services. The Department may identify

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particular priority populations for whom they may request special consideration by a provider with purchase of service contracts, provided that the providers shall be permitted to maintain a balance of clients in terms of household incomes and families and children with special needs, as defined by rule.

7 (Source: P.A. 90-17, eff. 7-1-97; 91-509, eff. 1-1-00.)

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