## 98TH GENERAL ASSEMBLY

## State of Illinois

# 2013 and 2014

#### SB1656

Introduced 2/13/2013, by Sen. Heather A. Steans

### SYNOPSIS AS INTRODUCED:

305 ILCS 5/9A-11

from Ch. 23, par. 9A-11

Amends the Illinois Public Aid Code. In a Section concerning child care for TANF recipients, makes a technical change in provisions for payment for child care by the Department of Human Services.

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AN ACT concerning public aid.

# 2 Be it enacted by the People of the State of Illinois, 3 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 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

(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 - LRB098 09401 KTG 39542 b

1 following categories of families:

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

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(2) families transitioning from TANF to work;

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(3) families at risk of becoming recipients of TANF;

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

8 (5) working families with very low incomes as defined9 by rule.

10 The Department shall specify by rule the conditions of 11 eligibility, the application process, and the types, amounts, 12 and duration of services. Eligibility for child care benefits 13 and the amount of child care provided may vary based on family 14 size, income, and other factors as specified by rule.

15 In determining income eligibility for child care benefits, 16 the Department annually, at the beginning of each fiscal year, 17 shall establish, by rule, one income threshold for each family size, in relation to percentage of State median income for a 18 family of that size, that makes families with incomes below the 19 20 specified threshold eligible for assistance and families with 21 incomes above the specified threshold ineligible for 22 assistance. Through and including fiscal year 2007, the 23 specified threshold must be no less than 50% of the then-current State median income 24 for each family size. 25 Beginning in fiscal year 2008, the specified threshold must be 26 no less than 185% of the then-current federal poverty level for

1 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.

6 The Department shall allocate \$7,500,000 annually for a 7 test program for families who are income-eligible for child 8 care assistance, who are not recipients of TANF under Article 9 IV, and who need child care assistance to participate in 10 education and training activities. The Department shall 11 specify by rule the conditions of eligibility for this test 12 program.

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

15 The Illinois Department is authorized to lower income 16 eligibility ceilings, raise parent co-payments, create waiting 17 lists, or take such other actions during a fiscal year as are necessary to ensure that child care benefits paid under this 18 19 Article do not exceed the amounts appropriated for those child 20 care benefits. These changes may be accomplished by emergency rule under Section 5-45 of the Illinois Administrative 21 22 Procedure Act, except that the limitation on the number of 23 emergency rules that may be adopted in a 24-month period shall 24 not apply.

The Illinois Department may contract with other State agencies or child care organizations for the administration of

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1 child care services.

2 (c) Payment shall be made for child care that otherwise 3 meets the requirements of this Section and applicable standards State and local law and regulation, including any 4 of requirements the Illinois Department promulgates by rule in 5 addition to the licensure requirements promulgated by the 6 7 Department of Children and Family Services and Fire Prevention 8 and Safety requirements promulgated by the Office of the State 9 Fire Marshal and is provided in any of the following:

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(1) a child care center which is licensed or exemptfrom licensure pursuant to Section 2.09 of the Child CareAct of 1969;

13 (2) a licensed child care home or home exempt from14 licensing;

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(3) a licensed group child care home;

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

20 Solely for the purposes of coverage under the (c-5)Illinois Public Labor Relations Act, child and day care home 21 22 providers, including licensed and license exempt, 23 Department's child care assistance participating in the 24 program shall be considered to be public employees and the State of Illinois shall be considered to be their employer as 25 26 of the effective date of this amendatory Act of the 94th

General Assembly, but not before. The State shall engage in 1 2 collective bargaining with an exclusive representative of child and day care home providers participating in the child 3 care assistance program concerning their terms and conditions 4 5 of employment that are within the State's control. Nothing in 6 this subsection shall be understood to limit the right of 7 families receiving services defined in this Section to select 8 child and day care home providers or supervise them within the 9 limits of this Section. The State shall not be considered to be 10 the employer of child and day care home providers for any 11 purposes not specifically provided in this amendatory Act of 12 the 94th General Assembly, including but not limited to, 13 purposes of vicarious liability in tort and purposes of statutory retirement or health insurance benefits. Child and 14 day care home providers shall not be covered by the State 15 16 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.

(d) The Illinois Department shall establish, by rule, a co-payment scale that provides for cost sharing by families that receive child care services, including parents whose only income is from assistance under this Code. The co-payment shall

be based on family income and family size and may be based on other factors as appropriate. Co-payments may be waived for families whose incomes are at or below the federal poverty level.

5 (d-5) The Illinois Department, in consultation with its 6 Child Care and Development Advisory Council, shall develop a 7 plan to revise the child care assistance program's co-payment 8 scale. The plan shall be completed no later than February 1, 9 2008, and shall include:

10 (1) findings as to the percentage of income that the 11 average American family spends on child care and the 12 relative amounts that low-income families and the average 13 American family spend on other necessities of life;

14 (2) recommendations for revising the child care 15 co-payment scale to assure that families receiving child 16 care services from the Department are paying no more than 17 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

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

23 (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:

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1 (1) arranging the child care through eligible 2 providers by use of purchase of service contracts or 3 vouchers;

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

(3) (blank); or

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

9 (f-5) (Blank).

10 (g) Families eligible for assistance under this Section11 shall be given the following options:

12 (1) receiving a child care certificate issued by the 13 Department or a subcontractor of the Department that may be 14 used by the parents as payment for child care and 15 development services only; or

16 (2) if space is available, enrolling the child with a 17 child care provider that has a purchase of service contract with the Department or a subcontractor of the Department 18 19 for the provision of child care and development services. 20 Department The may identify particular priority 21 populations for whom they may request special 22 consideration by a provider with purchase of service 23 contracts, provided that the providers shall be permitted to maintain a balance of clients in terms of household 24 25 incomes and families and children with special needs, as 26 defined by rule.

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