

## 100TH GENERAL ASSEMBLY State of Illinois 2017 and 2018 HB5622

by Rep. Robyn Gabel

## SYNOPSIS AS INTRODUCED:

20 ILCS 1705/55.5 new 305 ILCS 5/5-5.4j new

the Mental Health and Developmental Disabilities Administrative Act and the Illinois Public Aid Code. Provides that the Department of Human Services shall establish reimbursement rates that build toward livable wages for front-line personnel in residential and day programs and service coordination agencies serving persons with intellectual and developmental disabilities, including, but not limited to, intermediate care for the developmentally disabled facilities, medically complex for the developmentally disabled facilities, community-integrated living arrangements, community day services, employment, and other residential and day programs for persons with intellectual and developmental disabilities supported by State funds or funding under Title XIX of the federal Social Security Act. Provides that the Department shall increase rates and reimbursements so that by July 1, 2018 direct support persons earn a base wage of not less than \$13.50 per hour and so that other front-line personnel earn a commensurate wage, and by July 1, 2020, direct support persons earn a base wage of not less than \$15 per hour and so that other front-line personnel earn a commensurate wage. Defines "front-line personnel". Effective immediately.

LRB100 20858 SLF 36355 b

FISCAL NOTE ACT MAY APPLY AN ACT concerning care for persons with developmental disabilities, which may be referred to as the Community Disability Living Wage Act.

WHEREAS, An estimated 27,000 children and adults with intellectual and developmental disabilities are supported in community-based settings in Illinois; direct support persons (DSPs), are trained paraprofessional staff that are engaged in activities of daily living and community support; too many of these employees earn wages that place them and their families below the poverty level; and

WHEREAS, According to the most recent Illinois industry surveys, the average DSP wage in Illinois is \$10.59 per hour which is below the U.S. Department of Health and Human Services poverty threshold of \$12.07 for a family of 4 and one out of every four DSP jobs in provider agencies are going unfilled; low wages often compel DSPs to work many overtime hours or hold down a second job to support their families; research by the American Network of Community Options and Resources (ANCOR), inclusive of Illinois, reveals 56% of DSPs rely on public assistance to make ends meet, creating additional expenditures for State government; low wages are a consequence of the historically low reimbursement rates paid by the State of Illinois to community-based service providers; a 75 cent wage increase last year raised rates paid these agencies by 5% or less, the only increase in State funding in 10 years; the

1 Consumer Price Index increased 18% over the same period; and

WHEREAS, The lack of adequate wages for employees who perform the challenging work of supporting persons with intellectual and developmental disabilities results in high employee turnover, which in turn negatively impacts the quality of services provided, as described in the recent Chicago Tribune series; higher wages are proven to reduce staff turnover, improving stability and quality of services while reducing employer training costs; and

WHEREAS, Rising wages in several other sectors now mean, despite the 75 cent increase strenuous efforts to recruit new workers, agencies are experiencing staff vacancy rates of up to 40%; excessive vacancies force employers to rely more on overtime, leading to staff burnout and driving up costs; for the second year in a row the federal court monitor documented how this growing hiring crisis impedes the ability of community disability agencies to expand to accommodate persons newly approved for services as part of the Ligas Consent Decree; and

WHEREAS, The General Assembly finds that in order to reduce turnover, increase retention, fill vacancies, and ensure DSPs are adequately compensated for the critically important work they do, an increase in rates and reimbursements to community-based service providers to effectuate an increase in

- 1 the hourly wage paid to DSPs is needed; and
- 2 WHEREAS, It is the purpose of this amendatory Act to
- 3 increase the wages of DSPs in community disability agencies
- 4 beyond the poverty level and to a level competitive with rival
- 5 employers, in an effort to improve the lives of DSPs and the
- 6 lives of the vulnerable persons they support; therefore

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

- 9 Section 5. The Mental Health and Developmental
- 10 Disabilities Administrative Act is amended by adding Section
- 11 55.5 as follows:

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- 12 (20 ILCS 1705/55.5 new)
- Sec. 55.5. Increased wages for front-line personnel. As
- 14 <u>used in this Section</u>, "front-line personnel" means direct
- 15 support persons, aides, front-line supervisors, qualified
- 16 <u>intellectual</u> disabilities professionals, nurses, and
- 17 non-administrative support staff working in service settings
- 18 outlined in this Section. The Department shall establish
- 19 reimbursement rates that build toward livable wages for
- 20 front-line personnel in residential and day programs and
- 21 service coordination agencies serving persons with
- 22 intellectual and developmental disabilities under Section 54

- of this Act, including, but not limited to, intermediate care 1 for the developmentally disabled facilities, medically complex 2 3 for the developmentally disabled facilities, community-integrated living arrangements, community day 4 services, employment, and other residential and day programs 5 for persons with intellectual and developmental disabilities 6 7 supported by State funds or funding under Title XIX of the federal Social Security Act. The Department shall increase 8 9 rates and reimbursements so that by July 1, 2018 direct support 10 persons earn a base wage of not less than \$13.50 per hour and 11 so that other front-line personnel earn a commensurate wage, 12 and by July 1, 2020, direct support persons earn a base wage of not less than \$15 per hour and so that other front-line 13 14 personnel earn a commensurate wage.
- Section 10. The Illinois Public Aid Code is amended by adding Section 5-5.4j as follows:
- 17 (305 ILCS 5/5-5.4j new)
- Sec. 5-5.4j. Increased wages for front-line personnel. As

  used in this Section, "front-line personnel" means direct

  support persons, aides, front-line supervisors, qualified

  intellectual disabilities professionals, nurses, and

  non-administrative support staff working in service settings

  outlined in this Section. Under Section 55.5 of the Mental

  Health and Developmental Disabilities Administrative Act, the

- 1 payment rate for all facilities licensed by the Department of Public Health under the ID/DD Community Care Act as 2 intermediate care for the developmentally disabled facilities 3 and under the MC/DD Act as medically complex for the 4 5 developmentally disabled facilities shall be increased to fund 6 rates and reimbursements so that by July 1, 2018 direct support 7 persons earn a wage of not less than \$13.50 per hour and so that other front-line personnel earn a commensurate wage, and 8 9 by July 1, 2020, direct support persons earn a base wage of not 10 less than \$15 per hour and so that other front-line personnel 11 earn a commensurate wage.
- Section 99. Effective date. This Act takes effect upon becoming law.