

## 101ST GENERAL ASSEMBLY

# State of Illinois

# 2019 and 2020

#### HB3567

by Rep. Melissa Conyears-Ervin

## SYNOPSIS AS INTRODUCED:

305 ILCS 5/9A-2a new 305 ILCS 5/9A-11

from Ch. 23, par. 9A-11

Amends the Illinois Public Aid Code. Provides that beginning in State fiscal year 2020, the specified income threshold shall be no less than 200% of the then-current federal poverty level for each family size. Effective July 1, 2019.

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FISCAL NOTE ACT MAY APPLY

A BILL FOR

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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 and by adding Section 9A-2a as follows:

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(305 ILCS 5/9A-2a new)

Sec. 9A-2a. Federal poverty level; definition. As used in
 this Article, "federal poverty level" means the poverty
 guidelines updated periodically in the Federal Register by the
 U.S. Department of Health and Human Services under the
 authority of 42 U.S.C. 9902(2).

12 (305 ILCS 5/9A-11) (from Ch. 23, par. 9A-11)

13 Sec. 9A-11. Child care.

(a) The General Assembly recognizes that families with 14 15 children need child care in order to work. Child care is 16 expensive and families with low incomes, including those who are transitioning from welfare to work, often struggle to pay 17 18 the costs of day care. The General Assembly understands the importance of helping low-income low income working families 19 20 become and remain self-sufficient. The General Assembly also 21 believes that it is the responsibility of families to share in the costs of child care. It is also the preference of the 22

General Assembly that all working poor families should be
 treated equally, regardless of their welfare status.

3 (b) To the extent resources permit, the Illinois Department 4 shall provide child care services to parents or other relatives 5 as defined by rule who are working or participating in 6 employment or Department approved education or training 7 programs. At a minimum, the Illinois Department shall cover the 8 following categories of families:

9 (1) recipients of TANF under Article IV participating 10 in work and training activities as specified in the 11 personal plan for employment and self-sufficiency;

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(2) families transitioning from TANF to work;

- 13 (3) families at risk of becoming recipients of TANF;
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(4) families with special needs as defined by rule;

15 (5) working families with very low incomes as defined 16 by rule;

17 (6) families that are not recipients of TANF and that 18 need child care assistance to participate in education and 19 training activities; and

(7) families with children under the age of 5 who have an open intact family services case with the Department of Children and Family Services. Any family that receives child care assistance in accordance with this paragraph shall remain eligible for child care assistance 6 months after the child's intact family services case is closed, regardless of whether the child's parents or other

relatives as defined by rule are working or participating 1 2 in Department approved employment or education or training 3 The Department of Human Services, programs. in consultation with the Department of Children and Family 4 5 Services, shall adopt rules to protect the privacy of families who are the subject of an open intact family 6 7 services case when such families enroll in child care 8 services. Additional rules shall be adopted to offer 9 children who have an open intact family services case the 10 opportunity to receive an Early Intervention screening and 11 other services that their families may be eligible for as 12 provided by the Department of Human Services.

13 The Department shall specify by rule the conditions of 14 eligibility, the application process, and the types, amounts, 15 and duration of services. Eligibility for child care benefits 16 and the amount of child care provided may vary based on family 17 size, income, and other factors as specified by rule.

A family's eligibility for child care services shall be 18 19 redetermined no sooner than 12 months following the initial 20 determination or most recent redetermination. During the 21 12-month periods, the family shall remain eligible for child 22 care services regardless of (i) a change in family income, 23 unless family income exceeds 85% of State median income, or 24 (ii) a temporary change in the ongoing status of the parents or 25 other relatives, as defined by rule, as working or attending a 26 job training or educational program.

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In determining income eligibility for child care benefits, 1 2 the Department annually, at the beginning of each fiscal year, 3 shall establish, by rule, one income threshold for each family size, in relation to percentage of State median income for a 4 5 family of that size, that makes families with incomes below the specified threshold eligible for assistance and families with 6 7 above the specified threshold ineligible incomes for 8 assistance. Through and including fiscal year 2007, the 9 specified threshold must be no less than 50% of the 10 then-current State median income for each family size. 11 Beginning in fiscal year 2008, the specified threshold must be 12 no less than 185% of the then-current federal poverty level for 13 each family size. Notwithstanding any other provision of law or administrative rule to the contrary, beginning in fiscal year 14 15 2019, the specified threshold for working families with very 16 low incomes as defined by rule must be no less than 185% of the 17 then-current federal poverty level for each family size. Beginning in State fiscal year 2020, the specified income 18 19 threshold shall be no less than 200% of the then-current 20 federal poverty level for 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.

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

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The Illinois Department is authorized to lower income 1 2 eligibility ceilings, raise parent co-payments, create waiting 3 lists, or take such other actions during a fiscal year as are necessary to ensure that child care benefits paid under this 4 5 Article do not exceed the amounts appropriated for those child care benefits. These changes may be accomplished by emergency 6 7 rule under Section 5-45 of the Illinois Administrative 8 Procedure Act, except that the limitation on the number of 9 emergency rules that may be adopted in a 24-month period shall 10 not apply.

The Illinois Department may contract with other State 11 12 agencies or child care organizations for the administration of 13 child care services.

(c) Payment shall be made for child care that otherwise 14 15 meets the requirements of this Section and applicable standards 16 of State and local law and regulation, including any 17 requirements the Illinois Department promulgates by rule in addition to the licensure requirements promulgated by the 18 19 Department of Children and Family Services and Fire Prevention 20 and Safety requirements promulgated by the Office of the State 21 Fire Marshal, and is provided in any of the following:

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(1) a child care center which is licensed or exempt 23 from licensure pursuant to Section 2.09 of the Child Care Act of 1969; 24

25 (2) a licensed child care home or home exempt from 26 licensing;

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(3) a licensed group child care home;

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

Solely for the purposes of coverage under the 6 (c-5)Illinois Public Labor Relations Act, child and day care home 7 8 providers, including licensed and license exempt, 9 participating in the Department's child care assistance 10 program shall be considered to be public employees and the State of Illinois shall be considered to be their employer as 11 12 of January 1, 2006 (the effective date of Public Act 94-320) 13 this amendatory Act of the 94th General Assembly, but not 14 before. The State shall engage in collective bargaining with an 15 exclusive representative of child and day care home providers 16 participating in the child care assistance program concerning 17 their terms and conditions of employment that are within the State's control. Nothing in this subsection shall be understood 18 to limit the right of families receiving services defined in 19 20 this Section to select child and day care home providers or supervise them within the limits of this Section. The State 21 22 shall not be considered to be the employer of child and day 23 care home providers for any purposes not specifically provided in Public Act 94-320 this amendatory Act of the 94th General 24 25 Assembly, including, but not limited to, purposes of vicarious 26 liability in tort and purposes of 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 <u>Public Act 94-320</u> this amendatory Act of the 94th General Assembly.

11 (d) The Illinois Department shall establish, by rule, a 12 co-payment scale that provides for cost sharing by families that receive child care services, including parents whose only 13 14 income is from assistance under this Code. The co-payment shall 15 be based on family income and family size and may be based on 16 other factors as appropriate. Co-payments may be waived for 17 families whose incomes are at or below the federal poverty level. 18

19 (d-5) The Illinois Department, in consultation with its 20 Child Care and Development Advisory Council, shall develop a 21 plan to revise the child care assistance program's co-payment 22 scale. The plan shall be completed no later than February 1, 23 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

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American family spend on other necessities of life;

2 (2) recommendations for revising the child care 3 co-payment scale to assure that families receiving child 4 care services from the Department are paying no more than 5 they can reasonably afford;

6 (3) recommendations for revising the child care 7 co-payment scale to provide at-risk children with complete 8 access to Preschool for All and Head Start; and

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

11 (e) (Blank).

12 (f) The Illinois Department shall, by rule, set rates to be 13 paid for the various types of child care. Child care may be 14 provided through one of the following methods:

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

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

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(3) (blank); or

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

(f-1) Within 30 days after <u>June 4, 2018 (the effective date</u> of <u>Public Act 100-587)</u> this amendatory Act of the 100th General Assembly, the Department of Human Services shall establish rates for child care providers that are no less than the rates - 9 - LRB101 11093 KTG 56306 b

1 in effect on January 1, 2018 increased by 4.26%.

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(f-5) (Blank).

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3 (g) Families eligible for assistance under this Section4 shall be given the following options:

5 (1) receiving a child care certificate issued by the 6 Department or a subcontractor of the Department that may be 7 used by the parents as payment for child care and 8 development services only; or

9 (2) if space is available, enrolling the child with a 10 child care provider that has a purchase of service contract 11 with the Department or a subcontractor of the Department 12 for the provision of child care and development services. 13 identify particular The Department may priority 14 populations for whom they may request special 15 consideration by a provider with purchase of service 16 contracts, provided that the providers shall be permitted 17 to maintain a balance of clients in terms of household incomes and families and children with special needs, as 18 19 defined by rule.

20 (Source: P.A. 100-387, eff. 8-25-17; 100-587, eff. 6-4-18; 21 100-860, eff. 2-14-19; 100-909, eff. 10-1-18; 100-916, eff. 22 8-17-18; revised 10-9-18.)

23 Section 99. Effective date. This Act takes effect July 1,24 2019.