95TH GENERAL ASSEMBLY

State of Illinois

2007 and 2008

HB4515

by Rep. Elga L. Jefferies

SYNOPSIS AS INTRODUCED:

305 ILCS 5/4-2	from Ch.	23,	par.	4-2
305 ILCS 5/12-4.11	from Ch.	23,	par.	12-4.11

Amends the Illinois Public Aid Code. Provides that beginning July 1, 2008, the Department of Human Services shall increase TANF grant amounts in effect on June 30, 2008 by 15%. Effective immediately.

LRB095 16768 DRJ 42804 b

FISCAL NOTE ACT MAY APPLY

A BILL FOR

HB4515

1 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 Sections 4-2 and 12-4.11 as follows:

6 (305 ILCS 5/4-2) (from Ch. 23, par. 4-2)

7 Sec. 4-2. Amount of aid.

The amount and nature of financial aid shall be 8 (a) 9 determined in accordance with the grant amounts, rules and regulations of the Illinois Department. Due regard shall be 10 given to the self-sufficiency requirements of the family and to 11 the income, money contributions and other support and resources 12 13 available, from whatever source. However, the amount and nature 14 of any financial aid is not affected by the payment of any grant under the "Senior Citizens and Disabled Persons Property 15 16 Tax Relief and Pharmaceutical Assistance Act" or anv 17 distributions or items of income described under subparagraph (X) of paragraph (2) of subsection (a) of Section 203 of the 18 Illinois Income Tax Act. The aid shall be sufficient, when 19 added to all other income, money contributions and support to 20 21 provide the family with a grant in the amount established by 22 Department regulation.

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Beginning July 1, 2008, the Department of Human Services

1 <u>shall increase TANF grant amounts in effect on June 30, 2008 by</u>
2 15%.

(b) The Illinois Department may conduct special projects, 3 which may be known as Grant Diversion Projects, under which 4 5 recipients of financial aid under this Article are placed in 6 jobs and their grants are diverted to the employer who in turn 7 makes payments to the recipients in the form of salary or other 8 employment benefits. The Illinois Department shall by rule 9 specify the terms and conditions of such Grant Diversion 10 Projects. Such projects shall take into consideration and be 11 coordinated with the programs administered under the Illinois 12 Emergency Employment Development Act.

(c) The amount and nature of the financial aid for a child requiring care outside his own home shall be determined in accordance with the rules and regulations of the Illinois Department, with due regard to the needs and requirements of the child in the foster home or institution in which he has been placed.

(d) If the Department establishes grants for family units 19 20 consisting exclusively of a pregnant woman with no dependent child or including her husband if living with her, the grant 21 22 amount for such a unit shall be equal to the grant amount for 23 an assistance unit consisting of one adult, or 2 persons if the husband is included. Other than as herein described, an unborn 24 25 child shall not be counted in determining the size of an 26 assistance unit or for calculating grants.

Payments for basic maintenance requirements of a child or children and the relative with whom the child or children are living shall be prescribed, by rule, by the Illinois Department.

Grants under this Article shall not be supplemented byGeneral Assistance provided under Article VI.

7 (e) Grants shall be paid to the parent or other person with 8 whom the child or children are living, except for such amount 9 as is paid in behalf of the child or his parent or other 10 relative to other persons or agencies pursuant to this Code or 11 the rules and regulations of the Illinois Department.

12 (f) Subject to subsection (f-5), an assistance unit, 13 receiving financial aid under this Article or temporarily ineligible to receive aid under this Article under a penalty 14 15 imposed by the Illinois Department for failure to comply with 16 the eligibility requirements or that voluntarily requests 17 termination of financial assistance under this Article and becomes subsequently eligible for assistance within 9 months, 18 19 shall not receive any increase in the amount of aid solely on 20 account of the birth of a child; except that an increase is not prohibited when the birth is (i) of a child of a pregnant woman 21 22 who became eligible for aid under this Article during the 23 pregnancy, or (ii) of a child born within 10 months after the date of implementation of this subsection, or (iii) of a child 24 25 conceived after a family became ineligible for assistance due 26 to income or marriage and at least 3 months of ineligibility

expired before any reapplication for assistance. This subsection does not, however, prevent a unit from receiving a general increase in the amount of aid that is provided to all recipients of aid under this Article.

5 The Illinois Department is authorized to transfer funds, 6 and shall use any budgetary savings attributable to not increasing the grants due to the births of additional children, 7 8 to supplement existing funding for employment and training 9 services for recipients of aid under this Article IV. The 10 Illinois Department shall target, to the extent the 11 supplemental funding allows, employment and training services 12 to the families who do not receive a grant increase after the 13 birth of a child. In addition, the Illinois Department shall 14 provide, to the extent the supplemental funding allows, such families with up to 24 months of transitional child care 15 16 pursuant to Illinois Department rules. All remaining 17 supplemental funds shall be used for employment and training 18 services or transitional child care support.

In making the transfers authorized by this subsection, the 19 20 shall first determine, pursuant Illinois Department to 21 regulations adopted by the Illinois Department for this 22 purpose, the amount of savings attributable to not increasing 23 the grants due to the births of additional children. Transfers may be made from General Revenue Fund appropriations for 24 25 distributive purposes authorized by Article IV of this Code 26 only to General Revenue Fund appropriations for employability

development services including operating and administrative costs and related distributive purposes under Article IXA of this Code. The Director, with the approval of the Governor, shall certify the amount and affected line item appropriations to the State Comptroller.

Nothing in this subsection shall be construed to prohibit the Illinois Department from using funds under this Article IV to provide assistance in the form of vouchers that may be used to pay for goods and services deemed by the Illinois Department, by rule, as suitable for the care of the child such as diapers, clothing, school supplies, and cribs.

12 (f-5) Subsection (f) shall not apply to affect the monthly 13 assistance amount of any family as a result of the birth of a child on or after January 1, 2004. As resources permit after 14 15 January 1, 2004, the Department may cease applying subsection 16 (f) to limit assistance to families receiving assistance under 17 this Article on January 1, 2004, with respect to children born prior to that date. In any event, subsection (f) shall be 18 19 completely inoperative on and after July 1, 2007.

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(g) (Blank).

(h) Notwithstanding any other provision of this Code, the Illinois Department is authorized to reduce payment levels used to determine cash grants under this Article after December 31 of any fiscal year if the Illinois Department determines that the caseload upon which the appropriations for the current fiscal year are based have increased by more than 5% and the

appropriation is not sufficient to ensure that cash benefits 1 under this Article do not exceed the amounts appropriated for 2 3 those cash benefits. Reductions in payment levels may be accomplished by emergency rule under Section 5-45 of 4 the 5 Illinois Administrative Procedure Act, except that the limitation on the number of emergency rules that may be adopted 6 7 in a 24-month period shall not apply and the provisions of Sections 5-115 and 5-125 of the Illinois Administrative 8 9 Procedure Act shall not apply. Increases in payment levels 10 shall be accomplished only in accordance with Section 5-40 of 11 the Illinois Administrative Procedure Act. Before any rule to 12 increase payment levels promulgated under this Section shall become effective, a joint resolution approving the rule must be 13 adopted by a roll call vote by a majority of the members 14 15 elected to each chamber of the General Assembly.

16 (Source: P.A. 92-111, eff. 1-1-02; 93-598, eff. 8-26-03.)

17 (305 ILCS 5/12-4.11) (from Ch. 23, par. 12-4.11)

Sec. 12-4.11. Grant amounts. The Department, with due regard for and subject to budgetary limitations, shall establish grant amounts for each of the programs, by regulation. The grant amounts may vary by program, size of assistance unit and geographic area.

Aid payments shall not be reduced except: (1) for changes in the cost of items included in the grant amounts, or (2) for changes in the expenses of the recipient, or (3) for changes in

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grant amount.

Beginning July 1, 2008, the Department of Human Services
shall increase TANF grant amounts in effect on June 30, 2008 by
<u>15%.</u>

In fixing standards to govern payments or reimbursements 7 8 for funeral and burial expenses, the Department shall establish 9 a minimum allowable amount of not less than \$1,000 for 10 Department payment of funeral services and not less than \$500 11 for Department payment of burial or cremation services. On 12 January 1, 2006, July 1, 2006, and July 1, 2007, the Department 13 shall increase the minimum reimbursement amount for funeral and 14 burial expenses under this Section by a percentage equal to the 15 percentage increase in the Consumer Price Index for All Urban 16 Consumers, if any, during the 12 months immediately preceding 17 that January 1 or July 1. In establishing the minimum allowable amount, the Department shall take into account the services 18 19 essential to a dignified, low-cost (i) funeral and (ii) burial 20 or cremation, including reasonable amounts that mav be necessary for burial space and cemetery charges, and any 21 22 applicable taxes or other required governmental fees or 23 charges. If no person has agreed to pay the total cost of the funeral and (ii) burial or cremation charges, the 24 (i) 25 Department shall pay the vendor the actual costs of the (i) 26 funeral and (ii) burial or cremation, or the minimum allowable

amount for each service as established by the Department, 1 2 whichever is less, provided that the Department reduces its 3 payments by the amount available from the following sources: decedent's assets and available resources and 4 the the 5 anticipated amounts of any death benefits available to the 6 decedent's estate, and amounts paid and arranged to be paid by 7 the decedent's legally responsible relatives. A legally 8 responsible relative is expected to pay (i) funeral and (ii) 9 burial or cremation expenses unless financially unable to do 10 so.

11 Nothing contained in this Section or in any other Section 12 of this Code shall be construed to prohibit the Illinois 13 Department (1) from consolidating existing standards on the basis of any standards which are or were in effect on, or 14 subsequent to July 1, 1969, or (2) from employing any 15 16 consolidated standards in determining need for public aid and 17 the amount of money payment or grant for individual recipients or recipient families. 18

19 (Source: P.A. 94-669, eff. 8-23-05.)

20 Section 99. Effective date. This Act takes effect upon 21 becoming law.