HOUSE BILL 422

D3, D4 7lr1561 By: Delegates Simmons and Dumais Introduced and read first time: February 5, 2007 Assigned to: Judiciary Committee Report: Favorable with amendments House action: Adopted Read second time: March 13, 2007 CHAPTER 1 AN ACT concerning 2 Alimony and Child Support - Exemption from Execution on a Judgment 3 FOR the purpose of exempting money paid or payable for alimony or child support 4 obligations from execution on a judgment; exempting money paid or payable for 5 alimony from execution on a judgment to a certain extent; and generally relating to alimony and, child support, and exemptions from execution on a 6 7 judgment. 8 BY repealing and reenacting, with amendments, 9 Article - Courts and Judicial Proceedings 10 Section 11–504(b) Annotated Code of Maryland 11 (2006 Replacement Volume) 12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 13 14 MARYLAND, That the Laws of Maryland read as follows: 15 **Article - Courts and Judicial Proceedings** 16 11-504.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

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- (b) The following items are exempt from execution on a judgment:
- 2 (1) Wearing apparel, books, tools, instruments, or appliances, in an amount not to exceed \$5,000 in value necessary for the practice of any trade or profession except those kept for sale, lease, or barter.
 - (2) Money payable in the event of sickness, accident, injury, or death of any person, including compensation for loss of future earnings. This exemption includes but is not limited to money payable on account of judgments, arbitrations, compromises, insurance, benefits, compensation, and relief. Disability income benefits are not exempt if the judgment is for necessities contracted for after the disability is incurred.
- 11 (3) Professionally prescribed health aids for the debtor or any 12 dependent of the debtor.
- 13 (4) The debtor's interest, not to exceed \$1,000 in value, in household 14 furnishings, household goods, wearing apparel, appliances, books, animals kept as 15 pets, and other items that are held primarily for the personal, family, or household use 16 of the debtor or any dependent of the debtor.
- 17 (5) Cash or property of any kind equivalent in value to \$6,000 is 18 exempt, if within 30 days from the date of the attachment or the levy by the sheriff, 19 the debtor elects to exempt cash or selected items of property in an amount not to 20 exceed a cumulative value of \$6,000.
 - (6) MONEY PAYABLE OR PAID FOR ALIMONY OR <u>IN ACCORDANCE</u> WITH AN AGREEMENT OR COURT ORDER FOR CHILD SUPPORT OBLIGATIONS.
- 23 (7) MONEY PAYABLE OR PAID IN ACCORDANCE WITH AN
 24 AGREEMENT OR COURT ORDER FOR ALIMONY TO THE SAME EXTENT THAT
 25 WAGES ARE EXEMPT FROM ATTACHMENT UNDER § 15-601.1(B)(1)(II) OR (2)(I)
 26 OF THE COMMERCIAL LAW ARTICLE.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2007.