Unofficial Copy N2 SB 43/97 - JPR

## By: Senator Trotter

Introduced and read first time: January 28, 1998 Assigned to: Judicial Proceedings

## A BILL ENTITLED

1 AN ACT concerning

2

## **Child Support - Nonpayment - Consequences**

3 FOR the purpose of prohibiting parents who fail to pay child support for a certain

- 4 period from filing or receiving money from certain wrongful death actions;
- 5 prohibiting parents who fail to pay child support for a certain period from
- 6 receiving distributions from certain estates and certain insurance policies;
- 7 providing for the application of this Act; and generally relating to parents who
- 8 fail to pay child support.

9 BY repealing and reenacting, with amendments,

- 10 Article Courts and Judicial Proceedings
- 11 Section 3-904(a)
- 12 Annotated Code of Maryland
- 13 (1995 Replacement Volume and 1997 Supplement)
- 14 BY repealing and reenacting, with amendments,
- 15 Article Estates and Trusts
- 16 Section 3-104(b)
- 17 Annotated Code of Maryland
- 18 (1991 Replacement Volume and 1997 Supplement)
- 19 BY repealing and reenacting, with amendments,
- 20 Article Insurance
- 21 Section 16-211
- 22 Annotated Code of Maryland
- 23 (1997 Volume)
- 24 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 25 MARYLAND, That the Laws of Maryland read as follows:

2	SENATE BILL 196
1	Article - Courts and Judicial Proceedings
2	3-904.
	(a) (1) [An] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, AN action under this subtitle shall be for the benefit of the wife, husband, parent, and child of the deceased person.
8	(2) A PARENT OF A DECEASED MINOR MAY NOT BRING AN ACTION OR RECEIVE ANY PORTION OF A JUDGMENT OR SETTLEMENT UNDER THIS SUBTITLE IF THE PARENT IS MORE THAN 60 DAYS IN ARREARS OF CHILD SUPPORT OBLIGATIONS AT THE TIME OF THE MINOR'S DEATH.
10	Article - Estates and Trusts
11	3-104.
14	(b) (1) [It] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, IT shall be distributed to the surviving parents equally, or if only one parent survives, to the survivor; or if neither parent survives, to the issue of the parents, by representation.
	(2) A PARENT OF A DECEASED MINOR MAY NOT RECEIVE ANY PORTION OF THE MINOR'S ESTATE IF THE PARENT IS MORE THAN 60 DAYS IN ARREARS OF CHILD SUPPORT OBLIGATIONS AT THE TIME OF THE MINOR'S DEATH.
19	Article - Insurance
20	16-211.
23	(a) Each policy of life insurance shall contain a provision that when benefits become payable because of the death of the insured, settlement shall be made on receipt of proof of death and, at the insurer's option, on surrender of the policy, proof of the interest of the claimant, or both.
25 26	(b) The provision also shall state that benefits include the refund of premiums paid after the month in which death occurred.
29 30	(C) (1) EACH POLICY OF LIFE INSURANCE INSURING THE LIFE OF A MINOR SHALL CONTAIN A PROVISION THAT A PARENT OF A DECEASED MINOR MAY NOT RECEIVE ANY PORTION OF THE BENEFITS UNDER THE POLICY IF THE PARENT IS MORE THAN 60 DAYS IN ARREARS OF CHILD SUPPORT OBLIGATIONS AT THE TIME OF THE MINOR'S DEATH.
34	(2) EACH POLICY OF LIFE INSURANCE INSURING THE LIFE OF A MINOR ISSUED BEFORE OCTOBER 1, 1998, SHALL BE AMENDED TO COMPLY WITH THE REQUIREMENTS OF THIS SUBSECTION ON THE FIRST POLICY RENEWAL

34 REQUIREMENTS OF THIS SUBSECTION ON THE FIRST P35 ANNIVERSARY DATE ON OR AFTER OCTOBER 1, 1998.

2

## **SENATE BILL 196**

1 SECTION 2. AND BE IT FURTHER ENACTED, That the changes made to §

2 3-104(b) of the Estates and Trusts Article by Section 1 of this Act shall be construed

3 retroactively and shall be applied to and interpreted to affect distributions from any

4 estate of a minor that was opened on or after October 1, 1995, and has not been closed 5 as of the offseting data of this A at

5 as of the effective date of this Act.

6 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 7 October 1, 1998.