Department of Legislative Services

Maryland General Assembly 1999 Session

FISCAL NOTE

Senate Bill 47 (Chairman, Judicial Proceedings Committee)

(Departmental - Human Resources)

Judicial Proceedings

Family Law - Support Payments - Deductions From Obligor's Earnings

This departmental bill alters the time period from 10 calendar days to 7 business days within which an employer is required to send child support payments deducted from earnings of an obligor. The bill takes effect July 1, 1999.

Fiscal Summary

State Effect: None. However, if the bill is not passed, penalties could be assessed against all or a portion of the federal share of child support enforcement program costs, representing a potentially significant loss of federal funds.

Local Effect: None.

Small Business Effect: The Department of Human Resources has determined that this bill has minimal or no impact on small business (attached). Legislative Services concurs with this assessment.

Fiscal Analysis

Background: This bill conforms State law to federal law (the Personal Responsibility and Work Opportunities Act of 1996).

State Expenditures: None. Most employers are already forwarding the child support within the 7-day time frame, including the State.

If the bill is not passed, the federal government could assess penalties against all or a portion

of the federal share (66%) of child support enforcement program costs. The federal share of child support enforcement program costs represents \$55 million in the proposed fiscal 2000 budget.

Information Source(s): Department of Human Resources; Department of Budget and Management; Office of the Comptroller; Caroline, Howard, and Montgomery Counties

Fiscal Note H	listory:	First Reader - January 12, 1999
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