Department of Legislative Services

Maryland General Assembly 2000 Session

FISCAL NOTE

Senate Bill 16 (Senator Baker)

Judicial Proceedings

Child Support - Paternity Proceedings

This bill requires a court to award child support from the child's date of birth in a paternity proceeding unless the court finds from the evidence that the amount of the award will produce an inequitable result. The bill does not apply to any paternity proceeding filed before October 1, 2000.

Fiscal Summary

State Effect: Potential special fund revenue increase to the extent that the bill's provisions lead to increased child support collections from Temporary Cash Assistance (TCA) recipients. The actual impact depends upon the amount of additional child support collected in paternity cases and whether the payments are made on behalf of TCA recipients. Expenditures would not be affected.

Local Effect: None.

Small Business Effect: None.

Analysis

Current Law: Unless the court finds from the evidence that the amount of the award will produce an inequitable result, the court shall award child support effective from the filing of the plea that requests child support for either an initial pleading requesting child support pendente lite, or for an initial pleading filed by a child support agency that requests child support. Maryland law does not specifically address the onset of child support payments in a paternity proceeding.

State Fiscal Effect: State special fund revenues could increase to the extent that the bill's provisions lead to increased child support collections. The actual impact depends upon the

amount of additional child support actually collected in those paternity cases where the support payments are made toward TCA recipients. This legislation potentially increases State revenue from support payments for TCA recipients because payments in a paternity proceeding are to be calculated from the date of the child's birth, not from the date of the pleading as in other child support cases.

Information was not readily available on the amount of support collected for TCA recipients from those involved in paternity cases. Collections on behalf of TCA recipients, however, totaled approximately \$23 million in fiscal 1999, or approximately 6% of the \$374 million total child support collections statewide. TCA recipients must assign their support rights to the State and federal government as partial reimbursement for TCA payments made in support of the children. As a result, TCA child support collections are distributed 50% to the State and 50% to the federal government.

Additional Information

Prior Introductions: A substantially similar bill was introduced as HB 605 in 1998, but was withdrawn after a hearing.

Cross File: None.

Information Source(s): Department of Human Resources, Judiciary (Administrative Office of the Courts), Department of Legislative Services

Fiscal Note History: First Reader - January 18, 2000

nncsjr

Analysis by: Louise Hanson Direct Inquiries to:
John Rixey, Coordinating Analyst
(410) 946-5510
(301) 970-5510