## HOUSE BILL 837

## D3, D4

1lr1559

By: Delegates Smigiel, Cane, Carter, Cluster, Dumais, George, Haddaway-Riccio, Hough, K. Kelly, McConkey, McDermott, W. Miller, and Parrott

Introduced and read first time: February 11, 2011 Assigned to: Judiciary

Committee Report: Favorable House action: Adopted Read second time: March 15, 2011

CHAPTER \_\_\_\_\_

## 1 AN ACT concerning

## 2 Courts – Exemption from Execution – Exception for Child Support Arrearage

FOR the purpose of creating a certain exception to an exemption from execution on a judgment by establishing that a certain percentage of money payable in the event of sickness, accident, injury, or death of a person is subject to garnishment for payment of a child support arrearage; and generally relating to an exception to an exemption from execution for a child support arrearage.

- 8 BY repealing and reenacting, with amendments,
- 9 Article Courts and Judicial Proceedings
- 10 Section 11–504(b)(2)
- 11 Annotated Code of Maryland
- 12 (2006 Replacement Volume and 2010 Supplement)
- 13 BY adding to
- 14 Article Courts and Judicial Proceedings
- 15 Section 11–504(i)
- 16 Annotated Code of Maryland
- 17 (2006 Replacement Volume and 2010 Supplement)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 19 MARYLAND, That the Laws of Maryland read as follows:

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.



	2 HOUSE BILL 837
1	Article – Courts and Judicial Proceedings
2	11-504.
3	(b) The following items are exempt from execution on a judgment:
$     \begin{array}{c}       4 \\       5 \\       6 \\       7 \\       8 \\       9 \\       10 \\     \end{array} $	(2) [Money] EXCEPT AS PROVIDED IN SUBSECTION (I) OF THIS SECTION, 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 12 13	(I) TWENTY-FIVE PERCENT OF MONEY DESCRIBED IN SUBSECTION (B)(2) OF THIS SECTION IS SUBJECT TO GARNISHMENT FOR PAYMENT OF A CHILD SUPPORT ARREARAGE.
$\begin{array}{c} 14 \\ 15 \end{array}$	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2011.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.