D4, O4 4lr2039 CF 4lr2459

By: Senators Raskin, Benson, Brochin, Forehand, Getty, Jacobs, Kelley, King, Kittleman, Madaleno, McFadden, Montgomery, Muse, Rosapepe, Shank, and Stone

Introduced and read first time: January 31, 2014

Assigned to: Judicial Proceedings

## A BILL ENTITLED

1 AN ACT concerning

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## Family Law - Protecting the Resources of Children in State Custody

3 FOR the purpose of requiring the Department of Human Resources to serve in a 4 fiduciary capacity for children in its custody; requiring the Department, in any 5 action, service, or decision on behalf of a child in its custody, to protect and 6 serve the best interest of the child; prohibiting the Department from imposing a 7 debt obligation on a child in its custody or taking any other action that requires 8 the child to pay for the child's own care or custody; prohibiting the Department 9 from using certain resources, assets, and benefits of a child in its custody for 10 payment or reimbursement for the cost of care for the child; establishing certain 11 duties of the Department when the Department serves as the representative 12 payee for a child receiving certain benefits; requiring the Department to provide 13 certain notice to the child, through the child's attorney, of certain actions taken with respect to certain benefits for the child; providing for the construction of a 14 15 certain provision of this Act; providing for the application of this Act; and 16 generally relating to children in State custody.

17 BY adding to

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18 Article – Family Law

19 Section 5–527.1

20 Annotated Code of Maryland

(2012 Replacement Volume and 2013 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Family Law

- 1 **5–527.1.**
- 2 (A) THIS SECTION APPLIES TO CHILDREN COMMITTED TO THE CUSTODY 3 OF THE DEPARTMENT.
- 4 (B) (1) THE DEPARTMENT SHALL SERVE IN A FIDUCIARY CAPACITY 5 FOR CHILDREN IN ITS CUSTODY.
- 6 (2) As a fiduciary, in any action, service, or decision on 7 Behalf of a child, the Department shall protect and serve the best 8 Interest of the child.
- 9 (C) (1) THE DEPARTMENT MAY NOT IMPOSE A DEBT OBLIGATION ON A CHILD IN ITS CUSTODY OR TAKE ANY OTHER ACTION THAT REQUIRES THE CHILD TO PAY FOR THE CHILD'S OWN CARE OR CUSTODY.
- 12 (2) THIS SUBSECTION DOES NOT AFFECT:
- 13 (I) THE AUTHORITY OF A JUVENILE COURT TO ORDER THE
  14 PARENTS OF A CHILD TO PAY CHILD SUPPORT FOR THE CHILD UNDER §
  15 3–819(L) OF THE COURTS ARTICLE; OR
- 16 (II) THE AUTHORITY OF THE DEPARTMENT TO REQUEST
  17 AND RECEIVE FEDERAL FUNDING UNDER TITLE IV-E OF THE SOCIAL SECURITY
  18 ACT FOR THE COST OF PROVIDING CARE FOR A CHILD IN ITS CUSTODY.
- 19 (D) THE DEPARTMENT MAY NOT USE A CHILD'S RESOURCES, ASSETS, 20 AND BENEFITS, INCLUDING VETERANS ADMINISTRATION BENEFITS, 21 SUPPLEMENTAL SECURITY INCOME, OR SOCIAL SECURITY BENEFITS, 22 INSURANCE, CASH ASSETS, TRUST ACCOUNTS, OR EARNINGS FOR PAYMENT OR 23 REIMBURSEMENT FOR THE COST OF CARE FOR THE CHILD.
- 24 (E) CONSISTENT WITH FEDERAL LAW, WHEN THE DEPARTMENT SERVES
  25 AS THE REPRESENTATIVE PAYEE FOR A CHILD RECEIVING VETERANS
  26 ADMINISTRATION BENEFITS, SUPPLEMENTAL SECURITY INCOME, OR SOCIAL
  27 SECURITY BENEFITS, THE DEPARTMENT SHALL:
- 28 (1) USE OR CONSERVE THE BENEFITS IN THE CHILD'S BEST
  29 INTEREST, INCLUDING USING THE BENEFITS FOR SPECIALIZED SERVICES NOT
  30 OTHERWISE PROVIDED BY THE DEPARTMENT OR CONSERVING THE BENEFITS
  31 FOR THE CHILD'S REASONABLY FORESEEABLE FUTURE NEEDS; AND

1	(2) APPROPRIATELY MONITOR ANY FEDERAL ASSET OR
2	RESOURCE LIMITS FOR THE BENEFITS AND ENSURE THAT THE CHILD'S BEST
3	INTEREST IS SERVED BY USING OR CONSERVING THE BENEFITS IN A WAY THAT
4	AVOIDS VIOLATING ANY FEDERAL ASSET OR RESOURCE LIMITS THAT WOULD
5	AFFECT THE CHILD'S ELIGIBILITY TO RECEIVE THE BENEFITS, INCLUDING:

- 6 (I) USING THE BENEFITS FOR SPECIALIZED SERVICES NOT 7 OTHERWISE PROVIDED BY THE DEPARTMENT;
- 8 (II) APPLYING TO THE SOCIAL SECURITY ADMINISTRATION
  9 TO ESTABLISH A PROGRAM FOR ACHIEVING SELF SUPPORT (PASS) FOR A
  10 CHILD UNDER THE SOCIAL SECURITY ACT AND DETERMINING WHETHER IT IS IN
  11 THE BEST INTEREST OF THE CHILD TO CONSERVE SOME OR ALL OF THE
  12 BENEFITS IN THE PASS;
- (III) ESTABLISHING AN INDIVIDUAL DEVELOPMENT
  ACCOUNT (IDA) FOR THE CHILD AND CONSERVING THE CHILD'S BENEFITS IN
  THAT ACCOUNT IN A MANNER THAT APPROPRIATELY AVOIDS ANY FEDERAL
  ASSET OR RESOURCE LIMITS;
- 17 (IV) ESTABLISHING A SPECIAL NEEDS TRUST FOR THE CHILD 18 AND CONSERVING THE CHILD'S BENEFITS IN THE TRUST IN A MANNER THAT 19 APPROPRIATELY AVOIDS ANY FEDERAL ASSET OR RESOURCE LIMITS; AND
- 20 (V) APPLYING ANY OTHER EXCLUSIONS FROM FEDERAL 21 ASSET OR RESOURCE LIMITS AVAILABLE UNDER FEDERAL LAW AND USING OR 22 CONSERVING THE CHILD'S BENEFITS IN A MANNER THAT APPROPRIATELY 23 AVOIDS ANY FEDERAL ASSET OR RESOURCE LIMITS.
- 24 (F) (1) THE DEPARTMENT SHALL IMMEDIATELY NOTIFY THE CHILD, 25 THROUGH THE CHILD'S ATTORNEY, OF:
- (I) ANY APPLICATION FOR VETERANS ADMINISTRATION
  BENEFITS, SUPPLEMENTAL SECURITY INCOME, OR SOCIAL SECURITY
  BENEFITS MADE ON THE CHILD'S BEHALF OR ANY APPLICATION TO BECOME
  REPRESENTATIVE PAYEE FOR THOSE BENEFITS ON THE CHILD'S BEHALF;
- 30 (II) ANY DECISIONS OR COMMUNICATIONS FROM THE 31 VETERANS ADMINISTRATION OR THE SOCIAL SECURITY ADMINISTRATION 32 REGARDING AN APPLICATION FOR BENEFITS DESCRIBED UNDER ITEM (I) OF 33 THIS PARAGRAPH; AND

1		(III)	ANY	APPEAL	OR	<b>OTHER</b>	ACTION	REQUEST	ED I	BY '	THE
2	<b>DEPARTMENT</b>	REGARD	ING A	N APPLI	CATI	ON FOR	BENEFIT	S DESCRI	BED	UN:	DER
3	ITEM (I) OF THI	S PARAC	RAPI	н.							

- 4 (2) WHEN THE DEPARTMENT SERVES AS THE REPRESENTATIVE
  5 PAYEE OR OTHERWISE RECEIVES VETERANS ADMINISTRATION BENEFITS,
  6 SUPPLEMENTAL SECURITY INCOME, OR SOCIAL SECURITY BENEFITS ON THE
  7 CHILD'S BEHALF, THE DEPARTMENT SHALL PROVIDE NOTICE TO THE CHILD,
  8 THROUGH THE CHILD'S ATTORNEY, OF THE FOLLOWING BEFORE EACH
  9 JUVENILE COURT HEARING REGARDING THE CHILD:
- 10 (I) THE DATES AND THE AMOUNT OF BENEFIT FUNDS 11 RECEIVED ON THE CHILD'S BEHALF SINCE ANY PRIOR NOTIFICATION TO THE 12 CHILD'S ATTORNEY; AND
- 13 (II) INFORMATION REGARDING ALL OF THE CHILD'S ASSETS 14 AND RESOURCES, INCLUDING THE CHILD'S BENEFITS, INSURANCE, CASH 15 ASSETS, TRUST ACCOUNTS, EARNINGS, AND OTHER RESOURCES.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2014.