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## WEST VIRGINIA LEGISLATURE

FIRST REGULAR SESSION, 2011

HB 3/34

# ENROLLED

# House Bill No. 3134

(By Delegates Brown, Frazier, Moore, Miley, Poore and Fleischauer)

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Passed March 12, 2011

In Effect Ninety Days From Passage



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## ENROLLED

#### OFFICE A LEST MINGINIA SECRETARY OF STATE

## H.B.3134

(BY DELEGATES BROWN, FRAZIER, MOORE, MILEY, POORE AND FLEISCHAUER)

[Passed March 12, 2011; in effect ninety days from passage.]

AN ACT to amend and reenact §48-1-204, §48-1-244 and §48-1-302 of the Code of West Virginia, 1931, as amended; to amend and reenact §48-14-408 and §48-14-410 of said code; and to amend and reenact §48-24-106 of said code, all relating to child support enforcement; lowering the accrued interest rate; requiring employers provide information as to the issuance of a bonus to the Bureau for Child Support Enforcement; extending the time parties may agree to for payment of arrearages under a payment plan from twenty-four to sixty months; requiring certain employers to submit support withheld electronically; and making various technical corrections.

Be it enacted by the Legislature of West Virginia:

That §48-1-204, §48-1-244 and §48-1-302 of the Code of West Virginia, 1931, as amended, be amended and reenacted; that §48-14-408 and §48-14-410 of said code be amended and reenacted; and

that §48-24-106 of said code be amended and reenacted, all to read as follows:

#### **ARTICLE 1. GENERAL PROVISIONS; DEFINITIONS.**

#### §48-1-204. Arrearages or past due support defined.

"Arrearages" or "past due support" means the total of any 1 2 matured, unpaid installments of child support required to be 3 paid by an order entered or modified by a court of competent 4 jurisdiction, or by the order of a magistrate court of this state, 5 and shall stand, by operation of law, as a decretal judgment against the obligor owing such support. The amount of 6 7 unpaid support shall bear interest from the date it accrued, at 8 a rate of five percent per annum, and proportionately for a 9 greater or lesser sum, or for a longer or shorter time. Except as provided in rule 23 of rules of practice and procedure for 10 11 family law and as provided in section 1-302, a child support 12 order may not be retroactively modified so as to cancel or 13 alter accrued installments of support.

#### §48-1-244. Support defined.

"Support" means the payment of money, including
 interest:

(1) For a child or spouse, ordered by a court of competent
jurisdiction, whether the payment is ordered in an emergency,
temporary, permanent or modified order, the amount of
unpaid support shall bear simple interest from the date it
accrued, at a rate of five percent per annum, and
proportionately for a greater or lesser sum, or for a longer or
shorter time;

10 (2) To third parties on behalf of a child or spouse,11 including, but not limited to, payments to medical, dental or

educational providers, payments to insurers for health and
hospitalization insurance, payments of residential rent or
mortgage payments, payments on an automobile or payments
for day care; or

16 (3) For a mother, ordered by a court of competent
17 jurisdiction, for the necessary expenses incurred by or for the
18 mother in connection with her confinement or of other
19 expenses in connection with the pregnancy of the mother.

#### §48-1-302. Calculation of interest.

1 (a) Notwithstanding any other provisions of the code, if 2 an obligation to pay interest arises under this chapter, the rate 3 of interest is five percent per annum and proportionate 4 thereto for a greater or lesser sum, or for a longer or shorter 5 time. Interest awarded shall only be simple interest and 6 nothing in this section may be construed to permit awarding 7 of compound interest. Interest accrues only upon the 8 outstanding principal of such obligation.

9 (b) Notwithstanding any other provision of law, no court 10 may award or approve prejudgment interest in a domestic 11 relations action against a party unless the court finds, in 12 writing, that the party engaged in conduct that would violate subsection (b), Rule 11 of the West Virginia Rules of Civil 13 14 Procedure. If prejudgment interest is awarded, the court shall 15 calculate prejudgment interest from the date the offending 16 representation was presented to the court pursuant to 17 subsection (a) of this section.

(c) Upon written agreement by both parties, an obligor
may petition the court to enter an order conditionally
suspending the collection of all or part of the interest that has
accrued on past-due child support prior to the date of the
agreement: *Provided*, That said agreement shall also establish

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23 a reasonable payment plan which is calculated to fully 24 discharge all arrearages within sixty months. Upon 25 successful completion of the payment plan, the court shall 26 enter an order which permanently relieves the obligor of the 27 obligation to pay the accrued interest. If the obligor fails to 28 comply with the terms of the written agreement, then the 29 court shall enter an order which reinstates the accrued 30 interest.

31 (d) Amendments to this section enacted by the
32 Legislature during the 2006 regular session shall become
33 effective January 1, 2007.

#### ARTICLE 14. REMEDIES FOR THE ENFORCEMENT OF SUPPORT OBLIGATIONS.

1 §48-14-408. Determination of amounts to be withheld.

Notwithstanding any other provision of this code to the
contrary which provides for a limitation upon the amount
which may be withheld from earnings through legal process,
the amount of an obligor's aggregate disposable earnings for
any given workweek which may be withheld as support
payments is to be determined in accordance with the
provisions of this subsection, as follows:

9 (1) After ascertaining the status of the payment record of 10 the obligor under the terms of the support order, the payment 11 record shall be examined to determine whether any arrearage 12 is due for amounts which should have been paid prior to a 13 twelve-week period which ends with the workweek for which 14 withholding is sought to be enforced.

15 (2) Prior to January 1, 2001, when none of the
withholding is for amounts which came due prior to such
twelve-weck period, then:

(A) When the obligor is supporting another spouse or
dependent child other than the spouse or child for whom the
proposed withholding is being sought, the amount withheld
may not exceed fifty percent of the obligor's disposable
earnings for that week; and

(B) When the obligor is not supporting another spouse or
dependent child as described in paragraph (A) of this
subdivision, the amount withheld may not exceed sixty
percent of the obligor's disposable earnings for that week.

27 (3) Prior to January 1, 2001, when a part of the
28 withholding is for amounts which came due prior to such
29 twelve-week period, then:

30 (A) Where the obligor is supporting another spouse or
31 dependent child other than the spouse or child for whom the
32 proposed withholding is being sought, the amount withheld
33 may not exceed fifty-five percent of the obligor's disposable
34 earnings for that week; and

(B) Where the obligor is not supporting another spouse
or dependent child as described in paragraph (A) of this
subdivision, the amount withheld may not exceed sixty-five
percent of the obligor's disposable earnings for that week.

39 (4) Beginning January 1, 2001, when none of the
40 withholding is for amounts which came due prior to such
41 twelve-week period, then:

(A) When the obligor is supporting another spouse or
dependent child other than the spouse or child for whom the
proposed withholding is being sought, the amount withheld
may not exceed forty percent of the obligor's disposable
earnings for that week; and

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47 (B) When the obligor is not supporting another spouse or
48 dependent child as described in paragraph (A) of this
49 subdivision, the amount withheld may not exceed fifty
50 percent of the obligor's disposable earnings for that week.

51 (5) Beginning January 1, 2001, when a part of the 52 withholding is for amounts which came due prior to such 53 twelve-week period, then:

(A) When the obligor is supporting another spouse or
dependent child other than the spouse or child for whom the
proposed withholding is being sought, the amount withheld
may not exceed forty-five percent of the obligor's disposable
earnings for that week; and

(B) Where the obligor is not supporting another spouse
or dependent child as described in paragraph (A) of this
subdivision, the amount withheld may not exceed fifty-five
percent of the obligor's disposable earnings for that week.

63 (6) In addition to the percentage limitations set forth in 64 subdivisions (2) and (3) of this section, it shall be a further limitation that when the current month's obligation plus 65 66 arrearages are being withheld from salaries or wages in no 67 case shall the total amounts withheld for the current month's 68 obligation plus arrearage exceed the amounts withheld for the 69 current obligation by an amount greater than twenty-five 70 percent of the current monthly support obligation.

(7) The provisions of this section shall apply directly to
the withholding of disposable earnings of an obligor
regardless of whether the obligor is paid on a weekly,
biweekly, monthly or other basis.

(8) The Bureau for Child Support Enforcement has theauthority to prorate the current support obligation in

accordance with the pay cycle of the source of income. This
prorated current support obligation shall be known as the
"adjusted support obligation". The current support obligation
or the adjusted support obligation is the amount, if unpaid, on
which interest will be charged.

82 (9) When an obligor acts so as to purposefully minimize 83 his or her income and to thereby circumvent the provisions of 84 part 4 of this article which provide for withholding from 85 income of amounts payable as support, the amount to be 86 withheld as support payments may be based upon the 87 obligor's potential earnings rather than his or her actual 88 earnings, and such obligor may not rely upon the percentage 89 limitations set forth in this subsection which limit the amount 90 to be withheld from disposable earnings.

91 (10) Notwithstanding any other provision of this section,
92 the Bureau for Child Support Enforcement may withhold not
93 more than fifty percent of any earnings denominated as an
94 employment-related bonus to satisfy an outstanding child
95 support arrearage.

96 (A) Two weeks prior to issuing any bonus equal to or in
97 excess of \$100 to an employee or employees, an employer
98 shall notify the Bureau for Child Support Enforcement, in a
99 manner prescribed by the bureau, of the employee or
100 employees' name, address, social security number, date of
101 birth and amount of the bonus.

102 (B) If it is determined that an employee owes an 103 arrearage, an income withholding notice shall be issued 104 pursuant to chapter forty-cight, article fourteen, to the 105 employer.

#### §48-14-410. Sending amounts withheld to bureau; notice.

- 1 After implementation in accordance with the provisions
- 2 of section 14-409, a source of income shall send the amount
- 3 to be withheld from the obligor's income to the Bureau for
- 4 Child Support Enforcement and shall notify the Bureau for
- 5 Child Support Enforcement of the date of withholding, the
- 6 same date that the obligor is paid. If the source of income has
- 7 more than fifty employees, the source of income shall submit
- 8 the support withheld via electronic means in a manner
- 9 prescribed by the Bureau for Child Support Enforcement.

#### ARTICLE 24. ESTABLISHMENT OF PATERNITY.

# §48-24-106. Establishing paternity by acknowledgment of natural father.

- 1 A written, notarized acknowledgment executed pursuant
- 2 to the provisions of section ten, article five, chapter sixteen
- 3 of this code legally establishes the man as the father of the
- 4 child for all purposes and child support may be established in
- 5 accordance with the support guidelines set forth in article 13-
- 6 101, et seq.

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The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

VA IN Chairman, House Committee Chairman, Senate Committee

Originating in the House.

To take effect ninety days from passage.

Sugar h. Snor Clerk of the House of Delegates Clerk of the Senate Speaker of the House of Delegates the Senate this the The within , 2011. day of Embli Governor

#### PRESENTED TO THE GOVERNOR

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