THE SENATE TWENTY-NINTH LEGISLATURE, 2018 STATE OF HAWAII

S.B. NO. ²⁷⁴⁹ S.D. 2

1

A BILL FOR AN ACT

RELATING TO CHILD SUPPORT GUIDELINES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. Section 571-52.5, Hawaii Revised Statutes, is 1 amended to read as follows: 2 3 "[4] §571-52.5[+] Guidelines to determine child support amounts. (a) When the court establishes or modifies the amount 4 5 of child support required to be paid by a parent, the court shall use the guidelines established under section 576D-7, 6 7 except when exceptional circumstances warrant departure. (b) Whenever the court imputes income, deviates from the 8 9 quidelines, or a child support order is issued by default, the order shall note the same, including the amount of income 10 imputed and the child support amount that would have been 11 required under the guidelines, in the order for income 12 13 withholding issued at the time that child support is ordered." SECTION 2. Section 576D-7, Hawaii Revised Statutes, is 14 amended to read as follows: 15 "§576D-7 Guidelines in establishing amount of child 16

17 support. (a) The family court, in consultation with the

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1 agency, shall establish guidelines to establish the amount of 2 child support when an order for support is sought or being modified under this chapter. The guidelines shall be based on 3 4 specific descriptive and numeric criteria and result in a 5 computation of the support obligation. 6 The guidelines [may] shall include consideration of the 7 following: 8 (1) All earnings, income, other evidence of ability to 9 pay, and resources of both parents; provided that earnings be the net amount, after deductions for 10 taxes, and social security. Overtime and cost of 11 12 living allowance may be deducted where appropriate; The earning potential, reasonable necessities, and 13 (2)14 borrowing capacity of both parents; 15 (3) The needs of the child for whom support is sought[+], 16 including health care needs through private or public 17 health care coverage and through cash medical support; The amount of public assistance which would be paid 18 [-(4)-19 for the child under the full standard of need as 20 established by the department;

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| 1 | (5)] | (4) The existence of other dependents of the obligor |
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| 2 | | parent; |
| 3 | [-(6)] | (5) [To foster incentives] <u>Incentives</u> for both |
| 4 | | parents to work; |
| 5 | [(7)] | (6) [To balance] <u>Balancing</u> the standard of living of |
| 6 | | both parents and child and avoid placing any below the |
| 7 | | poverty level whenever possible; |
| 8 | [(8)] | (7) [To avoid] Voiding extreme and inequitable |
| 9 | | changes in either parent's income depending on |
| 10 | | custody; and |
| 11 | [(9) | If any obligee parent (with a school age child or |
| 12 | | children in school), who is mentally and physically |
| 13 | | able to work, remains at home and does not work, |
| 14 | | thirty (or less) hours of weekly earnings at the |
| 15 | | minimum wage may be imputed to that parent's income.] |
| 16 | (8) | If imputation of income is authorized, the age of the |
| 17 | | child and the specific circumstances of both parents |
| 18 | | to the extent known, including such factors as assets, |
| 19 | | residence, employment and earnings history, job |
| 20 | | skills, educational attainment, literacy, age, health, |
| 21 | | criminal record and other employment barriers, record |



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| 1 | | of seeking work, the local job market, the |
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| 2 | | availability of employers willing to hire the parent, |
| 3 | | prevailing earnings level in the local community, and |
| 4 | | other relevant background factors in the case. |
| 5 | | Incarceration shall not be treated as voluntary |
| 6 | | unemployment in establishing or modifying an order of |
| 7 | | support. The factors listed above shall be considered |
| 8 | | if imputation of income is determined to be |
| 9 | | appropriate for incarcerated individuals. |
| 10 | (b) | The guidelines shall be: |
| 11 | (1) | Applied statewide; |
| 12 | (2) | [To] Established to simplify the calculations as much |
| 13 | | as practicable; |
| 14 | (3) | Applied to ensure, at a minimum, that the child for |
| 15 | | whom support is sought benefits from the income and |
| 16 | | resources of the obligor parent on an equitable basis |
| 17 | | in comparison with any other minor child of the |
| 18 | | obligor parent; |
| 19 | (4) | Established by October 1, 1986; and |
| 20 | (5) | Transmitted to the agency and all family court judges |
| 2 1 | | when available or updated, and shall be considered by |

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| 1 | | the judges in the establishment and modification of |
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| 2 | | each child support order. The most current guidelines |
| 3 | | shall be used to calculate the amount of the child |
| 4 | | support obligation. |
| 5 | (c) | The family court [, in consultation with the agency, |
| 6 | shall-upd | ate] shall convene a guidelines reviewing committee to |
| 7 | review an | d revise, if appropriate, the guidelines at least once |
| 8 | every fou | r years [-] in consultation with the agency. The review |
| 9 | shall: | |
| 10 | (1) | Consider economic data on the cost of raising |
| 11 | | children; labor market data such as unemployment |
| 12 | | rates, employment rates, hours worked, and earnings, |
| 13 | | by occupation and skill level for the state and local |
| 14 | | job markets; the impact of guidelines, policies, and |
| 15 | | amounts on custodial and noncustodial parents who have |
| 16 | | family incomes below two hundred per cent of the |
| 17 | | federal poverty level; and factors that influence |
| 18 | | employment rates among noncustodial parents and impact |
| 19 | | compliance with an order of support as provided by the |
| 20 | | agency; |



| 1 | (2) | Analyze case data, gathered through sampling or other |
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| 2 | | methods as provided by the agency, on the application |
| 3 | | of and deviations from the child support guidelines |
| 4 | | and the rates of default and imputed orders of support |
| 5 | | and orders that considered the basic subsistence needs |
| 6 | | of the parents and child, including orders determined |
| 7 | | using the minimum child support amount. The analysis |
| 8 | | shall also include a comparison of payments on child |
| 9 | | support orders by case characteristics as provided by |
| 10 | | the agency, including whether the order was entered by |
| 11 | | default, based on imputed income or based on |
| 12 | | consideration of the basic subsistence needs of the |
| 13 | | parents and child, including orders determined using |
| 14 | | the minimum child support amount; |
| 15 | (3) | Use the analysis of data as described in paragraph (2) |
| 16 | | to ensure that deviations from the guidelines are |
| 17 | | limited and that guideline amounts are appropriate; |
| 18 | | and |
| 19 | (4) | Provide a meaningful opportunity for input from the |
| 20 | | public, including low-income custodial and |
| 21 | | noncustodial parents and their representatives. |



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| 1 | All reports of the guidelines reviewing committee, the |
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| 2 | membership of the reviewing committee, the effective date of the |
| 3 | guidelines, the date of the next quadrennial review, and the |
| 4 | guidelines shall be published on the Internet and be made |
| 5 | accessible to the public by the family court. |
| 6 | (d) There shall be a rebuttable presumption, in any |
| 7 | judicial or administrative proceeding for the establishment and |
| 8 | modification of an order of support, that the amount of the |
| 9 | order that would result from the application of the child |
| 10 | support guidelines is the correct amount of child support to be |
| 11 | ordered. A written finding or specific finding on the record of |
| 12 | a judicial or administrative proceeding for the establishment or |
| 13 | modification of an order of support that the application of the |
| 14 | guidelines would be unjust or inappropriate in a particular case |
| 15 | shall be sufficient to rebut the presumption in that case; |
| 16 | provided that: |
| 17 | (1) The judicial or administrative tribunal considers the |
| 18 | best interest of the child; and |
| 19 | (2) The finding that rebuts the guidelines also states the |
| 20 | amount of support that would have been required under |

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1 the guidelines and includes a justification for the 2 variation from that amount. 3 $\left[\frac{d}{d}\right]$ (e) The establishment of the guidelines or the 4 adoption of any modifications made to the guidelines set forth 5 in this section may constitute a change in circumstances sufficient to permit review of the support order. A material 6 7 change of circumstances [will] shall be presumed if support as calculated pursuant to the guidelines is either ten per cent 8 9 greater or less than the support amount in the outstanding 10 [support] order[-] of support. [The most current guidelines shall be used to calculate the amount of the child support 11 12 obligation. 13 (e) The responsible or custodial parent [(f) Both parents 14 for which child support has previously been ordered shall have a 15 right to petition the family court or the [child support enforcement] agency not more than once every three years for 16 review and adjustment of the [child support] order of support 17 18 without having to show a change in circumstances. [The 19 responsible or custodial parent] Both parents shall not be 20 precluded from petitioning the family court or the [child support enforcement] agency for review and adjustment of the 21

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1 [child support] order of support more than once in any three-2 year period if the second or subsequent request is supported by proof of a substantial or material change of circumstances." 3 4 SECTION 3. There is appropriated out of the general 5 revenues of the State of Hawaii the sum of \$ or so much thereof as may be necessary for fiscal year 2018-2019 for 6 7 the purpose of collecting data to be considered in the quadrennial review pursuant to section 2 of this Act. 8 9 The sum appropriated shall be expended by the child support 10 enforcement agency for the purposes of this Act. 11 SECTION 4. Statutory material to be repealed is bracketed 12 and stricken. New statutory material is underscored. 13 SECTION 5. This Act shall take effect on July 1, 2035. 14



Report Title:

Child Support Guidelines; Guidelines Reviewing Committee; Public Involvement; Appropriation

Description:

Amends the child support guidelines requirements to provide for more opportunity for the public to be involved in the review of the guidelines and to require consideration of additional factors relating to the situation of the parents. Appropriates funds to the Child Support Enforcement Agency to facilitate the collection of data. Effective 7/1/2035. (SD2)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

