THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

S.B. NO. 1070

JAN 2 0 2023

## A BILL FOR AN ACT

RELATING TO PAYMENTS OF SUPPORT.

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

1 SECTION 1. Section 571-52, Hawaii Revised Statutes, is 2 amended by amending subsection (e) to read as follows: 3 "(e) As used in this section: "Employer" includes the United States government, the 4 State, any political subdivision thereof, and any person who is 5 6 or shall become obligated to the obligor for payment of income. 7 "Income" includes salaries, wages, including tips or 8 gratuities paid directly to an individual by a customer of the 9 employer and reported or declared to the employer to the extent allowed under relevant federal law, earnings, workers' 10 11 compensation, disability benefits, commissions, independent 12 contractor income, and any other entitlement to money including 13 moneys payable as a pension, annuity, retirement, disability, 14 death, or other benefit, or as a return of contributions and 15 interest from the United States government, the State, or other political subdivision thereof, or from any retirement, 16

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disability, or annuity system established by any of [them] the 1 2 subdivisions pursuant to statute." SECTION 2. Section 571-52.2, Hawaii Revised Statutes, is 3 4 amended by amending subsection (n) to read as follows: 5 "(n) Notwithstanding any other provision of law, for 6 purposes of this section, the term "income" shall include, 7 without limitation, salaries, wages, including tips or 8 gratuities paid directly to an individual by a customer of the 9 employer and reported or declared to the employer to the extent 10 allowed under relevant federal law, earnings, workers' 11 compensation, unemployment compensation, disability benefits, 12 commissions, independent contractor income, and any other 13 entitlement to money including moneys payable as a pension [or 14 as an], annuity [or], retirement [or], disability [or], death, 15 or other benefit, or as a return of contributions and interest 16 [thereon] from the United States government, [or from] the 17 State, or other political subdivision thereof, or from any 18 retirement, disability, or annuity system established by any of 19 [them] the subdivisions pursuant to statute.

20 The term "employer", as used in this section, includes the
21 United States government, the State, any political subdivision

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1 thereof, and any person who is or shall become obligated to the 2 obligor for payment of income." SECTION 3. Section 576D-7, Hawaii Revised Statutes, is 3 4 amended by amending subsection (a) to read as follows: The family court, in consultation with the agency, 5 "(a) shall establish guidelines to establish the amount of child 6 7 support when an order for support is sought or being modified 8 under this chapter. The guidelines shall be based on specific 9 descriptive and numeric criteria and result in a computation of 10 the support obligation. 11 The quidelines may include consideration of the following: 12 (1)All earnings, income, including tips or gratuities 13 paid directly to an individual by a customer of the employer and reported or declared to the employer to 14 the extent allowed under relevant federal law, and 15 16 resources of both parents; provided that earnings be the net amount, after deductions for taxes, and social 17 18 security. Overtime and cost of living allowance may 19 be deducted where appropriate; 20 (2) The earning potential, reasonable necessities, and borrowing capacity of both parents; 21



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1	(3)	The needs of the child for whom support is sought;
2	(4)	The amount of public assistance [ <del>which</del> ] <u>that</u> would be
3		paid for the child under the full standard of need as
4		established by the department;
5	(5)	The existence of other dependents of the obligor
6		parent;
7	(6)	To foster incentives for both parents to work;
8	(7)	To balance the standard of living of both parents and
9		child and avoid placing any below the poverty level
10		whenever possible;
11	(8)	To avoid extreme and inequitable changes in either
12		parent's income depending on custody; and
13	(9)	If any obligee parent [ <del>(with</del> ] <u>who has</u> a school age
14		child or children in school[ <del>), who</del> ] is mentally and
15		physically able to work $[\tau]$ but remains at home and
16		does not work, thirty [ <del>(or less)</del> ] <u>or fewer</u> hours of
17		weekly earnings at the minimum wage may be imputed to
18		[that] the parent's income."
19	SECT	ION 4. Section 576E-16, Hawaii Revised Statutes, is
20	amended by amending subsection (f) to read as follows:	

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1 "(f) Notwithstanding any other provision of law, for the 2 purposes of this section, the term "income" shall include, 3 without limitation, salaries, wages, including tips or 4 gratuities paid directly to an individual by a customer of the employer and reported or declared to the employer to the extent 5 6 allowed under relevant federal law, earnings, workers' 7 compensation, unemployment compensation, disability benefits, 8 commissions, independent contractor income, and any other 9 entitlement to money including moneys payable as a pension [or 10 as an], annuity [or], retirement [or], disability [or], death, 11 or other benefit, or as a return of contributions and interest 12 [thereon] from the United States government, [or from] the State 13 or political subdivision thereof, or from any retirement, 14 disability, or annuity system established by any of [them] the 15 subdivisions pursuant to statute." 16

16 SECTION 5. This Act does not affect rights and duties that 17 matured, penalties that were incurred, and proceedings that were 18 begun before its effective date.

19 SECTION 6. Statutory material to be repealed is bracketed20 and stricken. New statutory material is underscored.

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1 SECTION 7. This Act shall take effect on July 1, 2023.

INTRODUCED BY: COLLAC Seul-Class



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### Report Title:

Child Support; Spousal Support; Assignments; Income Withholding; Tips

### Description:

Amends the definition of "income" to include tips or gratuities for the purposes of determining child and spousal support amounts, assignments, and withholdings.

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

