House File 2332 - Reprinted

HOUSE FILE \_\_\_\_\_ BY COMMITTEE ON HUMAN RESOURCES

(SUCCESSOR TO HSB 585)

 Passed House, Date
 Passed Senate, Date

 Vote:
 Ayes

 Approved
 Vote:

## A BILL FOR

An Act relating to child support, including processing and
 disbursement of support payments, modification of support
 based upon permanency orders of the juvenile court, income
 withholding and information sharing under the child support
 recovery program and providing for applicability and
 retroactive applicability.
 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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 Section 1. Section 252B.9, subsection 1, Code Supplement
 2005, is amended by adding the following new paragraph:
 <u>NEW PARAGRAPH</u>. j. Notwithstanding any provision of law 1 1 1 1 4 making this information confidential, data provided to the 5 department by an insurance carrier under section 505.25 shall 6 also be provided to the unit. Provision of data to the unit 7 under this paragraph shall not require an agreement or 1 1 1 1 8 modification of an agreement between the department and an 1 9 insurance carrier, but the provisions of this section 1 10 applicable to information received by the unit shall apply to 1 11 the data received pursuant to section 505.25 in lieu of any 1 12 confidentiality, privacy, disclosure, use, or other provisions 1 13 of an agreement between the department and an insurance 1 14 carrier. 1 15 Sec. 2. Section 252B.15, Code 2005, is amended by adding 1 17 <u>NEW SUBSECTION</u>. 3. Chapter 556 shall not apply to 1 18 payments received by the collection services center. 1 19 Sec. 3. <u>NEW SECTION</u>. 252D.16A INCOME WITHHOLDING ORDER 1 20 == CHILD SUPPORT RECOVERY UNIT. 1 21 If support payments are ordered under this chapter, chapter 1 21 If support payments are ordered under this chapter, chapter 1 22 232, 234, 252A, 252C, 252E, 252F, 252H, 598, 600B, or any 1 23 other applicable chapter, or under a comparable statute of a 1 24 foreign jurisdiction, and if income withholding relative to 1 25 such support payments is allowed under this chapter, the child 1 26 support recovery unit may enter an ex parte order notifying 1 27 the person whose income is to be withheld of the procedure to 1 28 file a motion to quash the order for income withholding, and 29 ordering the withholding of sums to be deducted from the 29 ordering the withholding of sums to be deducted from the 30 delinquent person's income as defined in section 252D.16 1 1 1 31 sufficient to pay the support obligation and requiring the 32 payment of such sums to the collection services center. The 33 child support recovery unit shall include the amount of any 1 1 34 delinquency and the amount to be withheld in the notice 1 1 35 provided to the obligor pursuant to section 252D.17A. Notice 2 1 of income withholding shall be provided to the obligor and to 2 2 the payor of income pursuant to sections 252D.17 and 252D.17A. 2 Sec. 4. Section 252D.17, subsection 8, Code 2005, is 3 4 amended to read as follows: 5 8. If the payor knowingly fails to withhold income or to 2 2 5 2 6 pay the amounts withheld to the collection services center or 2 7 the clerk of court in accordance with the provisions of the 8 order, the notice of the order, or the notification of payors 9 of income provisions established in section 252B.13A, the 2 2 2 10 payor commits a simple misdemeanor for a first offense and is 2 11 liable for the accumulated amount which should have been 2 12 withheld, together with costs, interest, and reasonable 2 13 attorney fees related to the collection of the amounts due 2 14 from the payor. For each subsequent offense prescribed under

this subsection, the payor commits a serious misdemeanor and 16 is liable for the accumulated amount which should have been 2 17 withheld, together with costs, interest, and reasonable 18 attorney fees related to the collection of the amounts due 19 from the payor. 2 20 Sec. 5. Section 252D.18, Code 2005, is amended by adding 2 21 the following new subsection: 2 22 NEW SUBSECTION. 1A. The child support recovery unit may 2 23 modify an amount specified in an income withholding order or 2 24 notice of income withholding by providing notice to the payor 2 25 of income and the obligor pursuant to sections 252D.17 and 2 26 252D.17A. 2 27 Sec. 6. Section 505.25, Code Supplement 2005, is amended 2 28 to read as follows: 2 505.25 INFORMATION PROVIDED TO MEDICAL ASSISTANCE AND 2.9 30 HAWK=I PROGRAMS AND THE CHILD SUPPORT RECOVERY UNIT. 2 2 A carrier, as defined in section 514C.13, shall enter into 31 2 32 a health insurance data match program with the department of 33 human services for the sole purpose of comparing the names of 2 2 34 the carrier's insureds with the names of recipients of the 35 medical assistance program under chapter 249A, individuals 2 under the purview of the child support recovery unit pursuant 3 2 to chapter 252B, or enrollees of the hawk=i program under 3 3 chapter <u>252B</u>, or enforces of the nawk-1 program under
3 chapter 514I.
4 Sec. 7. Section 598.21C, subsection 1, paragraph k, Code
5 Supplement 2005, is amended to read as follows:
6 k. Entry of a dispositional <u>or permanency</u> order in
7 juvenile court pursuant to chapter 232 placing custody or 3 3 3 3 3 8 physical care of a child with a party who is obligated to pay 3 9 support for a child. <u>Any filing fees or court costs for a</u> 10 modification filed or ordered pursuant to this paragraph are 3 3 11 waived. 3 3 12 Sec. 8. APPLICABILITY. The section of this Act amending 3 13 section 598.21C applies to permanency orders entered by the 3 14 juvenile court on or after July 1, 2006. Sec. 9. RETROACTIVE APPLICABILITY == AMENDING RULES. 3 15 The 3 16 sections of this Act creating section 252D.16A and amending 3 17 section 252D.18 are retroactively applicable to support orders 3 18 and income withholding orders entered or pending before July 3 19 1, 2006. Until the department of human services amends rules 3 20 pursuant to chapter 17A to conform to those sections of this 3 21 Act, any existing rule regarding an amount to be withheld or 3 22 an amount of a delinquency in an income withholding order 23 shall be interpreted to also mean that the unit may specify 24 such an amount in a notice of income withholding in lieu of an 3 3 3 25 income withholding order. Any existing rule providing a right 3 26 to contest a new or modified income withholding order through 27 the unit shall be interpreted to also mean a right to contest 28 each notice of income withholding which specifies a new or 3 3 3 29 modified total amount to withhold. 3 30 HF 2332 3 31 pf:nh/es/25