MAINE STATE LEGISLATURE

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116th MAINE LEGISLATURE

FIRST REGULAR SESSION-1993

Legislative Document

No. 835

S.P. 271

In Senate, March 9, 1993

An Act to Enhance Collection of Child Support.

Reference to the Committee on Judiciary suggested and ordered printed.

JOY J. O'BRIEN Secretary of the Senate

Presented by Senator CAREY of Kennebec. (BY REQUEST).

Be it enacted by the People of the State of Maine as follo
--

Sec. 1. 19 MRSA §504-A, sub-§1, as enacted by PL 1985, c. 652,
4 §34, is amended to read:

- 1. Order to withhold; commissioner may serve. The commissioner may direct any person by order to withhold property, including wages, which is due or belonging to the responsible parent when the responsible parent has failed to make payments 10 under a support order and the amount in arrears is at least equal to the support payable for one month. The commissioner shall 12 direct by order the employer of a responsible parent to withhold wages of the responsible parent whenever the responsible parent's 14 child support obligations are in arrears by \$500 or more. commissioner shall serve the order on the person directed to 16 withhold.
 - Sec. 2. 19 MRSA §§512-B, 512-C and 512-D are enacted to read:

§512-B. Annual publication of child support debts

Once each year the department shall publish in each of the State's daily newspapers a list of persons who owe child support debts that have been liquidated by judicial or administrative action. The list must include the names of the persons who owe the debts and the amounts owed.

§512-C. Referral of debt to debt collection agencies

Whenever the department is due a debt of \$25 or more under section 495, it may refer the debt to a debt collection agency.

The department may provide to the debt collection agency any information that assists the agency to collect the debt.

§512-D. Fund established

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36 1. Creation of fund. There is established the Child Support Debt Loan Fund, which must be used to provide 38 low-interest loans to qualified borrowers in order to pay child support debts that have been liquidated by judicial or 40 administrative action. A loan approved from the fund must be paid directly to the person who is owed the child support debt. 42 The fund must be deposited with, maintained and administered by 44 the Finance Authority of Maine and may contain appropriations provided for that purpose, interest accrued on the fund balance, federal funds received to be applied to the fund and funds 46 received in repayment of loans. The fund is a nonlapsing revolving fund. All money in the fund must be continuously 48 applied to carry out the purposes of this section.

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2	<u>maintaining, servicing and administering the Child Support Debt</u>
	Loan Fund may be paid out of the fund.
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. 6	STATEMENT OF FACT
8	This bill enhances child support collection efforts in the following ways.
10	1 It was the Description of Human Countries to end on
12	 It requires the Department of Human Services to order wage withholding whenever a person owes \$500 or more in child support.
14	2. It requires the Department of Human Services to publish
16	annually in the State's daily newspapers a list of persons who owe child support debts and the amounts owed.
18	3. It allows the Department of Human Services to refer
20	child support debts of \$25 or more to debt collection agencies.
22	4. It establishes a low-interest loan fund for people who owe child support debts to pay their obligations.
24	one child support desets to pay their obligations.

2. Administrative expenses. Costs and expenses of