GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1993

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HOUSE BILL 906

Short Title: Child Support for Children. (Public)

Sponsors: Representatives Ellis; Arnold, Balmer, Berry, Brawley, J. Brown, Church, Crawford, Culp, Cummings, Daughtry, Decker, Dickson, Dockham, Edwards, Esposito, Flaherty, Fussell, Gardner, Grady, Gray, Hayes, Hensley, Howard, Ives, Joye, Justus, Kuczmarski, Lemmond, McCombs, Miner, Mitchell, Moore, Nichols, J. Preston, Russell, Stewart, Weatherly, C. Wilson, P. Wilson, and Wood.

Referred to: Judiciary III.

April 13, 1993

A BILL TO BE ENTITLED

AN ACT TO PROVIDE THAT THE COST OF COLLECTING CHILD SUPPORT ARREARAGES THROUGH THE SETOFF DEBT COLLECTION ACT SHALL NOT BE DEDUCTED FROM THE ARREARAGES.

5 The General Assembly of North Carolina enacts:

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17 18 Section 1. G.S. 105A-13 reads as rewritten:

"§ 105A-13. Disposition of proceeds collected; collection assistance fees.

- (a) Upon effecting final setoffs, the Department shall periodically write checks to the respective claimant agencies for the net proceeds collected on their behalf.
- (b) Each year the Department shall <u>ealeulate determine</u> its actual cost of collection as a percentage of the immediately preceding year's collections under the <u>Setoff Debt Collection Act and under the Setoff Debt Collection Act for the immediately preceding year and shall calculate the percentage that cost represents of the <u>preceding year's collections excluding collections of child support arrearages under G.S.</u> 105A-2(1)d. The <u>Department shall</u> retain that percentage from the gross proceeds collected by the Department through setoff for the current fiscal <u>year year</u>, other than the gross proceeds collected of child support arrearages under G.S. 105A-2(1)d."</u>

Sec. 2. This act becomes effective July 1, 1993.