REPRINT

SUBSTITUTE FOR

HOUSE BILL NO. 4824

(As passed the House, September 30, 1999)

A bill to amend 1985 PA 216, entitled "Interstate income withholding act," by amending sections 3, 5, and 10 (MCL 552.673, 552.675, and 552.680), section 3 as amended by 1996 PA 11 and section 5 as amended by 1990 PA 354, and by adding section 10a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 3. As used in this act:

2 (a) "Agency" means the court or entity in any other

3 ANOTHER jurisdiction with functions similar to those assigned in 4 this act to the office of the friend of the court and the office 5 of child support relative to the issuance and enforcement of sup-6 port orders.

7 (b) "Child" means <u>any</u> A child, whether above or below the
8 age of majority, with respect to whom a support order exists.

03889'99 (H-1) R-1

GWH

House Bill No. 4824

(c) "Court" means the circuit court of this state and, when
 the context requires, the court or entity of another jurisdiction
 with functions similar to those assigned in this act to the cir cuit court of this state relative to the issuance and enforcement
 of support orders.

2

6 (d) "Income" means income as defined in section 2 of the
7 support and parenting time enforcement act, being section
8 552.602 of the Michigan Compiled Laws MCL 552.602.

9 (e) "Income derived in this jurisdiction" means <u>any</u>
10 income, the source of income of which is subject to the jurisdic11 tion of this state for the purpose of imposing and enforcing
12 income withholding under the support and parenting time enforce13 ment act.

14 (f) "Jurisdiction" means <u>any</u> A state or political subdivi-15 sion, territory, or possession of the United States; the District 16 of Columbia; or the Commonwealth of Puerto Rico.

17 (g) "Obligee" means <u>any</u> A person or entity that is enti-18 tled to receive support under a support order, and includes an 19 entity of another jurisdiction to which a person has assigned his 20 or her right to support.

(h) "Obligor" means <u>any</u> A person required to make payments
under the terms of a support order for a child, spouse, or former
spouse.

(i) "Office of child support" means the entity - created
25 ESTABLISHED in section 2 of the office of child support act, - Act
26 No. 174 of the Public Acts of 1971, being section 400.232 of the
27 Michigan Compiled Laws 1971 PA 174, MCL 400.232.

03889'99 (H-1)

House Bill No. 4824

(j) "Office of the friend of the court" means the entity
 AN OFFICE created in section 3 of the friend of the court act,
 Act No. 294 of the Public Acts of 1982, being section 552.503 of
 the Michigan Compiled Laws 1982 PA 294, MCL 552.503.

3

5 (k) "Order of income withholding" means order of income
6 withholding as defined in section 2 of the support and parenting
7 time enforcement act, MCL 552.602, or the equivalent document
8 issued in another jurisdiction.

9 (1) "Source of income" means source of income as defined in
10 section 2 of the support and parenting time enforcement act, MCL
11 552.602.

12 (M) "STATE DISBURSEMENT UNIT" OR "SDU" MEANS THE ENTITY
13 ESTABLISHED IN SECTION 6 OF THE OFFICE OF CHILD SUPPORT ACT, 1971
14 PA 174, MCL 400.236.

15 (N) (m) "Support and parenting time enforcement act" means 16 Act No. 295 of the Public Acts of 1982, being sections 552.601 17 to 552.650 of the Michigan Compiled Laws 1982 PA 295, MCL 18 552.601 TO 552.650.

19 (0) (n) "Support order" means any AN order or judgment 20 for the support, or for the payment of arrearages on the support, 21 of a child, spouse, or former spouse issued by a court or agency 22 of another jurisdiction, whether interlocutory or final, whether 23 or not prospectively or retroactively modifiable, whether inci-24 dental to a proceeding for divorce, separate maintenance, pater-25 nity, guardianship, or equivalent proceeding, or otherwise.

26 Sec. 5. On behalf of <u>any</u> A client for whom the office of
27 the friend of the court is already providing services, or on

03889'99 (H-1)

House Bill No. 4824

1 application of a resident of this state, an obligee or obligor of 2 a support order issued by this state --- or an entity to whom the 3 obligee has assigned support rights, OR the office of the friend 4 of the court in the county where the support order was entered 5 or, if there is no such order, in the county where the obligee or 6 obligor resides, shall promptly request the agency of another 7 jurisdiction in which the obligor of a support order derives 8 income to enter the order for the purpose of obtaining income 9 withholding against that income. The office of the friend of the 10 court shall compile and transmit promptly to the agency of the 11 other jurisdiction all documentation required to enter a support 12 order for this purpose and shall file the documentation with the 13 clerk of the court. The office of the friend of the court also 14 shall transmit immediately to the agency of the other jurisdic-15 tion a certified copy of any subsequent modifications of the sup-16 port order. If the office of the friend of the court receives 17 notice that the obligor is contesting income withholding in 18 another jurisdiction, it shall immediately notify the individual 19 obligee of the date, time, and place of the hearings and of the 20 obligee's right to attend. The office of the friend of the court 21 shall - receive, record, disburse, and monitor payments made pur-22 suant to an order of income withholding.

4

Sec. 10. (1) An order of income withholding under this act shall direct payment to be made to the office of the friend of the court OR THE STATE DISBURSEMENT UNIT, AS APPROPRIATE. The office of the friend of the court OR SDU shall promptly transmit payments received pursuant to an order of income withholding

03889'99 (H-1)

House Bill No. 4824

1 based on a support order of another jurisdiction entered under 2 this act to the agency or person designated in section **3** 6(2)(e)(*iii*).

5

(2) A support order entered pursuant to section 6 does not 4 **5** nullify and is not nullified by a support order entered by the 6 court in this state pursuant to any other ANOTHER law or a sup-7 port order entered by a court of <u>any other</u> ANOTHER state. Ιf 8 more than 1 support order is in effect for the support of 1 9 person by the same obligor, then -any- amounts collected by 10 income withholding and credited against an amount owing for a 11 particular time period under any 1 order shall be credited 12 against amounts owing for the same time period under all such 13 orders.

SEC. 10A. THE DEPARTMENT, THE SDU, AND EACH OFFICE OF THE 14 15 FRIEND OF THE COURT SHALL COOPERATE IN THE TRANSITION TO THE CEN-16 TRALIZED RECEIPT AND DISBURSEMENT OF SUPPORT AND FEES. AN OFFICE 17 OF THE FRIEND OF THE COURT SHALL CONTINUE TO RECEIVE AND DISBURSE 18 SUPPORT AND FEES THROUGH THE TRANSITION, BASED ON THE SCHEDULE 19 DEVELOPED AS REQUIRED BY SECTION 6 OF THE OFFICE OF CHILD SUPPORT 20 ACT, 1971 PA 174, MCL 400.236, AND MODIFICATIONS TO THAT SCHEDULE 21 AS THE DEPARTMENT CONSIDERS NECESSARY.

Enacting section 1. This amendatory act does not take 22 23 effect unless House Bill No. 4816 of the 90th Legislature is 24 enacted into law.

03889'99 (H-1) Final page.

GWH