## 98TH GENERAL ASSEMBLY

# State of Illinois

# 2013 and 2014

#### HB6283

by Rep. La Shawn K. Ford

## SYNOPSIS AS INTRODUCED:

| 305 ILCS 5/10-1   | from Ch. 23, par. 10-1    |
|-------------------|---------------------------|
| 735 ILCS 5/12-109 | from Ch. 110, par. 12-109 |

Amends the Illinois Public Aid Code and the Code of Civil Procedure. Provides that upon the assignment to the Department of Healthcare and Family Services of the right to collect a child support obligation, additional interest on the amount of the obligation owed to the State shall cease to accrue.

LRB098 21781 HEP 60635 b

FISCAL NOTE ACT MAY APPLY

A BILL FOR

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1 AN ACT concerning public aid.

# 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The Illinois Public Aid Code is amended by 5 changing Section 10-1 as follows:

6 (305 ILCS 5/10-1) (from Ch. 23, par. 10-1)

Sec. 10-1. Declaration of Public Policy - Persons Eligible 7 8 for Child Support Enforcement Services \_ Fees for 9 Non-Applicants and Non-Recipients.) It is the intent of this Code that the financial aid and social welfare services herein 10 provided supplement rather than supplant the primary and 11 continuing obligation of the family unit for self-support to 12 13 the fullest extent permitted by the resources available to it. 14 This primary and continuing obligation applies whether the family unit of parents and children or of husband and wife 15 16 remains intact and resides in a common household or whether the 17 unit has been broken by absence of one or more members of the unit. The obligation of the family unit is particularly 18 19 applicable when a member is in necessitous circumstances and 20 lacks the means of a livelihood compatible with health and 21 well-being.

It is the purpose of this Article to provide for locating an absent parent or spouse, for determining his financial circumstances, and for enforcing his legal obligation of support, if he is able to furnish support, in whole or in part. The Department of Healthcare and Family Services shall give priority to establishing, enforcing and collecting the current support obligation, and then to past due support owed to the family unit, except with respect to collections effected through the intercept programs provided for in this Article.

The child support enforcement services provided hereunder 8 9 shall be furnished dependents of an absent parent or spouse who 10 are applicants for or recipients of financial aid under this Code. It is not, however, a condition of eligibility for 11 12 financial aid that there be no responsible relatives who are 13 reasonably able to provide support. Nor, except as provided in Sections 4-1.7 and 10-8, shall the existence of such relatives 14 15 or their payment of support contributions disqualify a needy 16 person for financial aid.

17 By accepting financial aid under this Code, a spouse or a parent or other person having custody of a child shall be 18 deemed to have made assignment to the Illinois Department for 19 20 aid under Articles III, IV, V and VII or to a local governmental unit for aid under Article VI of any and all 21 22 rights, title, and interest in any support obligation, 23 including statutory interest thereon, up to the amount of financial aid provided. The rights to support assigned to the 24 25 Department of Healthcare and Family Services (formerly 26 Illinois Department of Public Aid) or local governmental unit 1 shall constitute an obligation owed the State or local 2 governmental unit by the person who is responsible for 3 providing the support, and shall be collectible under all 4 applicable processes. <u>Upon the assignment to the Department of</u> 5 <u>Healthcare and Family Services of rights to support, additional</u> 6 <u>interest on the amount of the obligation owed to the State</u> 7 <u>shall cease to accrue.</u>

8 The Department of Healthcare and Family Services shall also 9 furnish the child support enforcement services established 10 under this Article in behalf of persons who are not applicants 11 for or recipients of financial aid under this Code in 12 accordance with the requirements of Title IV, Part D of the 13 Social Security Act. The Department may establish a schedule of 14 reasonable fees, to be paid for the services provided and may 15 deduct a collection fee, not to exceed 10% of the amount collected, from such collection. The Department of Healthcare 16 17 and Family Services shall cause to be published and distributed publications reasonably calculated to inform the public that 18 individuals who are not recipients of or applicants for public 19 20 aid under this Code are eligible for the child support enforcement services under this Article X. Such publications 21 22 shall set forth an explanation, in plain language, that the 23 child support enforcement services program is independent of 24 any public aid program under the Code and that the receiving of 25 child support enforcement services in no way implies that the 26 person receiving such services is receiving public aid.

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- 4 - LRB098 21781 HEP 60635 b HB6283 (Source: P.A. 94-90, eff. 1-1-06; 95-331, eff. 8-21-07.) 1 2 Section 10. The Code of Civil Procedure is amended by 3 changing Section 12-109 as follows: (735 ILCS 5/12-109) (from Ch. 110, par. 12-109) 4 Sec. 12-109. Interest on judgments. 5 6 (a) Every judgment except those arising by operation of law 7 from child support orders shall bear interest thereon as 8 provided in Section 2-1303. 9 (b) Except as provided in subsection (c) of this Section, 10 every Every judgment arising by operation of law from a child 11 order shall bear interest as provided support in this subsection. The interest on judgments arising by operation of 12 13 law from child support orders shall be calculated by applying 14 one-twelfth of the current statutory interest rate as provided 15 in Section 2-1303 to the unpaid child support balance as of the 16 end of each calendar month. The unpaid child support balance at the end of the month is the total amount of child support 17 ordered, excluding the child support that was due for that 18 month to the extent that it was not paid in that month and 19 20 including judgments for retroactive child support, less all 21 payments received and applied as set forth in this subsection. 22 The accrued interest shall not be included in the unpaid child 23 support balance when calculating interest at the end of the 24 month. The unpaid child support balance as of the end of each

month shall be determined by calculating the current monthly 1 2 child support obligation and applying all payments received for 3 that month, except federal income tax refund intercepts, first to the current monthly child support obligation and then 4 5 applying any payments in excess of the current monthly child support obligation to the unpaid child support balance owed 6 7 from previous months. The current monthly child support 8 obligation shall be determined from the document that 9 established the support obligation. Federal income tax refund 10 intercepts and any payments in excess of the current monthly 11 child support obligation shall be applied to the unpaid child 12 support balance. Any payments in excess of the current monthly 13 child support obligation and the unpaid child support balance 14 shall be applied to the accrued interest on the unpaid child 15 support balance. Interest on child support obligations may be 16 collected by any means available under State law for the 17 collection of child support judgments.

18 (c) Upon the assignment to the Department of Healthcare and 19 Family Services, under Section 10-1 of the Illinois Public Aid 20 Code, of the right to collect a child support obligation, 21 additional interest on the amount of the obligation owed to the 22 State shall cease to accrue.

23 (Source: P.A. 98-563, eff. 8-27-13.)