By: Goodman

H.B. No. 2588

A BILL TO BE ENTITLED 1 AN ACT 2 relating to certain fees and costs that may be collected and to certain attorney's fees and costs that may be imposed in relation to 3 certain child support matters. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 SECTION 1. Section 157.167, Family Code, is amended by 6 amending Subsection (b) and adding Subsection (d) to read as 7 8 follows: Except as provided by Subsection (d), for [For] good 9 (b) cause shown, the court may waive the requirement that the 10 respondent pay attorney's fees and costs if the court states the 11 12 reasons supporting that finding. 13 (d) If the court finds that the respondent is in contempt of 14 court for failure or refusal to pay child support and that the respondent owes \$20,000 or more in child support arrearages, the 15 court may not waive the requirement that the respondent pay 16 attorney's fees and costs unless the court also finds that the 17 respondent: 18 (1) is involuntarily unemployed or is disabled; and 19 (2) lacks the financial resources to pay the 20 21 attorney's fees and costs. 22 SECTION 2. The heading to Section 231.103, Family Code, is 23 amended to read as follows: Sec. 231.103. APPLICATION AND SERVICE FEES [FEE]. 24

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SECTION 3. Section 231.103, Family Code, is amended by amending Subsection (a) and adding Subsections (d)-(h) to read as follows:

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- (a) The Title IV-D agency may:
- 5 <u>(1)</u> charge a reasonable application fee;
- 6 (2) charge a \$25 annual service fee; and

7 (3) to the extent permitted by federal law, recover
8 costs for the services provided <u>in a Title IV-D case</u>.

9 <u>(d) The Title IV-D agency may only charge an annual service</u> 10 <u>fee in a Title IV-D case if the recipient of Title IV-D services has</u> 11 <u>never received public assistance under Part A of Title IV of the</u> 12 <u>federal Social Security Act (42 U.S.C. Section 601 et seq.) and the</u> 13 <u>recipient receives more than \$500 in support payments in a year.</u> 14 <u>The annual service fee may only be deducted from support payments</u> 15 <u>that exceed \$500 annually.</u>

16 (e) The Title IV-D agency may impose and collect a fee as 17 authorized by federal law for each request for parent locator 18 services under Section 231.101(a).

19 (f) The state disbursement unit established and operated by 20 the Title IV-D agency under Chapter 234 may collect a monthly 21 service fee of \$3 deducted from support payments in a case for which 22 the Title IV-D agency is not providing services.

23 (g) The Title IV-D agency by rule shall establish procedures
24 for the imposition of fees and recovery of costs authorized under
25 this section.

26 (h) The attorney general child support application and 27 service fee account is an account in the general revenue fund in the

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state treasury. The account consists of all fees and costs 1 2 collected under this section. The Title IV-D agency may only use the money in the account for agency program expenditures. 3 4 SECTION 4. Section 234.008, Family Code, is amended by 5 amending Subsection (a) and adding Subsection (c) to read as 6 follows: Except as provided by Subsection (c), not [Not] later 7 (a) 8 than the second business day after the date the state disbursement 9 unit receives a child support payment, the state disbursement unit 10 shall distribute the payment to the Title IV-D agency or the obligee. 11 12 (c) In a case in which a service fee is authorized under Section 231.103(d), the state disbursement unit shall deduct the 13 14 amount of the fee from the support payment before the payment is 15 disbursed to the obligee.

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SECTION 5. (a) This Act takes effect September 1, 2003.

(b) The Title IV-D agency may not collect the \$25 annual service fee authorized by Section 231.103, Family Code, as amended by this Act, before January 1, 2004.

(c) The change in law made by this Act does not by itself constitute a material and substantial change of circumstances under Section 156.401, Family Code, sufficient to warrant modification of a court order or a portion of a decree that provides for the support of a child rendered before the effective date of this Act.

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