By: Goodman H.B. No. 2588

Substitute the following for H.B. No. 2588:

By: Morrison C.S.H.B. No. 2588

A BILL TO BE ENTITLED

1 AN ACT

2 relating to certain fees and costs that may be collected by the

- 3 Title IV-D agency.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. The heading to Section 231.103, Family Code, is
- 6 amended to read as follows:
- 7 Sec. 231.103. APPLICATION AND SERVICE FEES [FEE].
- 8 SECTION 2. Section 231.103, Family Code, is amended by
- 9 amending Subsection (a) and adding Subsections (d)-(h) to read as
- 10 follows:
- 11 (a) The Title IV-D agency may:
- 12 <u>(1)</u> charge a reasonable application fee;
- 13 (2) charge a \$25 annual service fee; and
- 14 (3) to the extent permitted by federal law, recover
- 15 costs for the services provided in a Title IV-D case.
- 16 (d) The Title IV-D agency may only charge an annual service
- fee in a Title IV-D case if the recipient of Title IV-D services has
- 18 never received public assistance under Part A of Title IV of the
- 19 federal Social Security Act (42 U.S.C. Section 601 et seq.) and the
- 20 recipient receives more than \$500 in support payments in a year.
- 21 The annual service fee may only be deducted from support payments
- 22 <u>that exceed \$500 annually.</u>
- (e) The Title IV-D agency may impose and collect a fee as
- 24 authorized by federal law for each request for parent locator

- 1 services under Section 231.101(a).
- 2 (f) The state disbursement unit established and operated by
- 3 the Title IV-D agency under Chapter 234 may collect a monthly
- 4 service fee of \$3 deducted from support payments in a case for which
- 5 the Title IV-D agency is not providing services.
- 6 (g) The Title IV-D agency by rule shall establish procedures
- 7 for the imposition of fees and recovery of costs authorized under
- 8 this section.
- 9 (h) The attorney general child support application and
- service fee account is an account in the general revenue fund in the
- 11 state treasury. The account consists of all fees and costs
- 12 collected under this section. The Title IV-D agency may only use
- 13 the money in the account for agency program expenditures.
- SECTION 3. Section 234.008, Family Code, is amended by
- 15 amending Subsection (a) and adding Subsection (c) to read as
- 16 follows:
- 17 (a) Except as provided by Subsection (c), not [Not] later
- 18 than the second business day after the date the state disbursement
- 19 unit receives a child support payment, the state disbursement unit
- 20 shall distribute the payment to the Title IV-D agency or the
- 21 obligee.
- (c) In a case in which a service fee is authorized under
- 23 <u>Section 231.103(d)</u>, the state disbursement unit shall deduct the
- 24 amount of the fee from the support payment before the payment is
- 25 disbursed to the obligee.
- SECTION 4. (a) This Act takes effect September 1, 2003.
- 27 (b) The Title IV-D agency may not collect the \$25 annual

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- 1 service fee authorized by Section 231.103, Family Code, as amended
- 2 by this Act, before January 1, 2004.
- 3 (c) The change in law made by this Act does not by itself
- 4 constitute a material and substantial change of circumstances under
- 5 Section 156.401, Family Code, sufficient to warrant modification of
- 6 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.