By: Shaheen H.B. No. 4612

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the collecting of wages for child support payments.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 Section 1. Section 234.101, Family Code, is amended to read
- 5 as follows:
- 6 Sec. 234.101. DEFINITIONS. In this subchapter:
- 7 (1) "Employee" means an individual who is an employee
- 8 within the meaning of Chapter 24 of the Internal Revenue Code of
- 9 1986 (26 U.S.C. Section 3401(c)) or an independent contractor as
- 10 defined by the Internal Revenue Service. The term does not include
- 11 an employee of a state agency performing intelligence or
- 12 counterintelligence functions if the head of the agency has
- 13 determined that reporting employee information under this
- 14 subchapter could endanger the safety of the employee or compromise
- 15 an ongoing investigation or intelligence activity.
- 16 (2) "Employer" has the meaning given that term by
- 17 Section 3401(d) of the Internal Revenue Code of 1986 (26 U.S.C.
- 18 Section 3401(d)) and includes a governmental entity and a labor
- 19 organization, as that term is identified in Section 2(5) of the
- 20 National Labor Relations Act (29 U.S.C. Section 152(5)), including
- 21 an entity, also known as a "hiring hall," used by the labor
- 22 organization and an employer to carry out requirements of an
- 23 agreement between the organization and an employer described in
- 24 Section 8(f)(3) of that Act (29 U.S.C. Section 158(f)(3)).

- 1 (3) "Newly hired employee" means an employee who:
- 2 (A) has not been previously employed by the
- 3 employer; or
- 4 (B) was previously employed by the employer but
- 5 has been separated from that employment for at least 60 consecutive
- 6 days.
- 7 (c) Licenses Transportation Network Companies as defined
- 8 by Section 2402 of the Occupation Code,
- 9 (d) Other technology platforms used for deliveries, short
- 10 term rentals using technology platforms for transactions.
- 11 Section 2. Section 234.105, Family Code, is amended to read
- 12 as follows:
- Sec. 234.105. CIVIL PENALTY. (a) In addition to any other
- 14 remedy provided by law, an employer who knowingly violates a
- 15 procedure adopted under Section 234.104 for reporting employee
- 16 information may be liable for a civil penalty as permitted by
- 17 Section 453A(d) of the federal Social Security Act (42 U.S.C.
- 18 Section 653a).
- 19 (b) The amount of the civil penalty may not exceed:
- 20 (1) \$25 for each occurrence in which an employer fails
- 21 to report an employee; or
- 22 (2) \$500 for each occurrence in which the conduct
- 23 described by Subdivision (1) is the result of a conspiracy between
- 24 the employer and an employee to not supply a required report or to
- 25 submit a false or incomplete report.
- 26 (c) The attorney general may sue to collect the civil
- 27 penalty. A penalty collected under this section shall be deposited

- 1 in a special fund in the state treasury.
- 2 (d) Licenses Transportation Network Companies as defined by
- 3 Section 2402 of the Occupation Code,
- 4 (e) Other technology platforms used for deliveries, short
- 5 term rentals using technology platforms for transactions.
- 6 Section 3. Section 158.210, Family Code, is amended to read
- 7 as follows:
- 8 Sec. 158.210. FINE FOR NONCOMPLIANCE. (a) In addition to
- 9 the civil remedies provided by this subchapter or any other remedy
- 10 provided by law, an employer who knowingly violates the provisions
- 11 of this chapter may be subject to a fine not to exceed \$200 for each
- 12 occurrence in which the employer fails to:
- 13 (1) withhold income for child support as instructed in
- 14 an order or writ issued under this chapter; or
- 15 (2) remit withheld income within the time required by
- 16 Section $\underline{158.203}$ to the payee identified in the order or writ or to
- 17 the state disbursement unit.
- 18 (b) A fine recovered under this section shall be paid to the
- 19 county in which the obligee resides and shall be used by the county
- 20 to improve child support services.
- 21 (c) Licenses Transportation Network Companies as defined by
- 22 Section 2402 of the Occupation Code,
- 23 (d) Other technology platforms used for deliveries, short
- 24 term rentals using technology platforms for transactions.
- 25 Section 4. Section 158.214, Family Code, is amended to read
- 26 as follows:
- Sec. 158.214. WITHHOLDING FROM SEVERANCE PAY. (a) In this

- 1 section, "severance pay" means income paid on termination of
- 2 employment in addition to the employee's usual earnings from the
- 3 employer at the time of termination.
- 4 (b) An employer receiving an order or writ of withholding
- 5 under this chapter shall withhold from any severance pay owed an
- 6 obligor an amount equal to the amount the employer would have
- 7 withheld under the order or writ if the severance pay had been paid
- 8 as the obligor's usual earnings as a current employee.
- 9 (c) The total amount that may be withheld under this section
- 10 is subject to the maximum amount allowed to be withheld under
- 11 Section 158.009.
- 12 Section 5. Section 101.011, Family Code, is amended to read
- 13 as follows:
- Sec. 101.011. EARNINGS. "Earnings" means a payment to or
- 15 due an individual, regardless of source and how denominated. The
- 16 term includes a periodic or lump-sum payment for:
- 17 (1) wages, salary, compensation received as an
- 18 independent contractor, overtime pay, severance pay, commission,
- 19 bonus, and interest income;
- 20 (2) payments made under a pension, an annuity,
- 21 workers' compensation, and a disability or retirement program;
- 22 (3) unemployment benefits,
- 23 (4) <u>Licenses Transportation Network Companies as</u>
- 24 defined by Section 2402 of the Occupation Code,
- 25 (5) Other technology platforms used for deliveries,
- 26 short term rentals using technology platforms for transactions.
- 27 SECTION 6. This Act takes effect immediately if it receives a

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- 1 vote of two-thirds of all the members elected to each house, as
- 2 provided by Section 39, Article III, Texas Constitution. If this
- 3 Act does not receive the vote necessary for immediate effect, this
- 4 Act takes effect September 1, 2019.