By: Dutton H.B. No. 4213

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the accrual of interest on overdue child support.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Sections 157.265(a), (b), and (c), Family Code,
- 5 are amended to read as follows:
- 6 (a) Interest accrues on the portion of delinquent child
- 7 support that is greater than the amount of the monthly periodic
- 8 support obligation at the rate of $\underline{\text{three}}$ [$\underline{\text{six}}$] percent simple
- 9 interest per year from the date the support is delinquent until the
- 10 date the support is paid or the arrearages are confirmed and reduced
- 11 to money judgment.
- 12 (b) Interest accrues on child support arrearages that have
- 13 been confirmed and reduced to money judgment as provided in this
- 14 subchapter at the rate of three [six] percent simple interest per
- 15 year from the date the order is rendered until the date the judgment
- 16 is paid.
- 17 (c) Interest accrues on a money judgment for retroactive or
- 18 lump-sum child support at the annual rate of $\underline{\text{three}}$ [$\underline{\text{six}}$] percent
- 19 simple interest from the date the order is rendered until the
- 20 judgment is paid.
- 21 SECTION 2. Sections 157.265(d), (e), and (f), Family Code,
- 22 are repealed.
- SECTION 3. (a) Section 157.265(a), Family Code, as amended
- 24 by this Act, applies to a child support payment that becomes due on

- 1 or after January 1, 2026.
- 2 (b) Child support arrearages in existence on January 1,
- 3 2026, that were not confirmed and reduced to a money judgment on or
- 4 before that date accrue interest as follows:
- 5 (1) before January 1, 2002, the arrearages are subject
- 6 to the interest rate that applied to the arrearages before that
- 7 date;
- 8 (2) on or after January 1, 2002, but before January 1,
- 9 2026, the arrearages are subject to the interest rate that applied
- 10 to the arrearages immediately before the effective date of this
- 11 Act; and
- 12 (3) on or after January 1, 2026, the cumulative total
- 13 of arrearages and interest accumulated on the arrearages described
- 14 by Subdivisions (1) and (2) of this subsection is subject to Section
- 15 157.265(a), Family Code, as amended by this Act.
- 16 (c) Sections 157.265(b) and (c), Family Code, as amended by
- 17 this Act, apply only to a money judgment for child support rendered
- 18 on or after January 1, 2026. A money judgment rendered before that
- 19 date is governed by the law in effect on the date the judgment was
- 20 rendered, and the former law is continued in effect for that
- 21 purpose.
- 22 SECTION 4. This Act takes effect September 1, 2025.