ASSEMBLY BILL NO. 644—COMMITTEE ON JUDICIARY

(ON BEHALF OF WELFARE DIVISION—CHILD SUPPORT ENFORCEMENT)

MARCH 22, 1999

Referred to Committee on Judiciary

SUMMARY—Makes various changes concerning recovery of support for children. (BDR 3-636)

FISCAL NOTE: Effect on Local Government: No. Effect on the State or on Industrial Insurance: No.

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EXPLANATION - Matter in bolded italics is new; matter between brackets [omitted material] is material to be omitted.

AN ACT relating to obligations for the support of children; revising provisions concerning the notice to withhold income sent to the employer of a person alleged to be liable for child support; providing that all payments made pursuant to an order for the assignment of income for the payment of child support be made to the welfare division of the department of human resources or its designated representative for appropriate disbursement; repealing a provision that requires a recipient of a payment of child support to provide notice of his receipt of such payment to certain persons; and providing other matters properly relating thereto.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- **Section 1.** NRS 31A.070 is hereby amended to read as follows:
- 2 31A.070 1. The enforcing authority shall mail, by [certified mail,
- return receipt requested,] first-class mail, a notice to withhold income to
- 4 an obligor's employer:
 - (a) If the provisions of subsection 2 of NRS 31A.025 apply,
- 6 immediately upon determining that the obligor is delinquent in the
- 7 payment of support; or
- (b) If the provisions of subsection 2 of NRS 31A.025 do not apply,
- 9 immediately upon the entry of the order of support.
 - 2. [The] If an employer of an obligor does not begin to withhold
- income from the obligor after receiving the notice to withhold income
- 12 that was mailed pursuant to subsection 1, the enforcing authority shall

mail, by certified mail, return receipt requested, another notice to withhold income to the employer.

- 3. A notice to withhold income may be issued electronically and must:
- (a) Contain the social security number of the obligor;

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- (b) Specify the amount to be withheld from the income of the obligor;
- (c) Specify the amount of the fee authorized in NRS 31A.090 for the employer;
- 8 (d) Describe the limitation for withholding income prescribed in NRS 9 31.295;
- 10 (e) Describe the prohibition against terminating the employment of an 11 obligor because of withholding and the penalties for wrongfully refusing to 12 withhold pursuant to the notice to withhold income;
 - (f) Specify that, pursuant to NRS 31A.160, the withholding of income to enforce an order of a court for child support has priority over other proceedings against the same money; and
 - (g) Explain the duties of an employer upon the receipt of the notice to withhold income.
 - **Sec. 2.** NRS 31A.095 is hereby amended to read as follows:
 - 31A.095 1. If an employer wrongfully refuses to withhold income as required pursuant to NRS 31A.025 to 31A.190, inclusive, *after receiving a notice to withhold income that was sent by certified mail pursuant to subsection 2 of NRS 31A.070*, or knowingly misrepresents the income of an employee, the enforcing authority may apply for and the court may issue an order directing the employer to appear and show cause why he should not be subject to the penalty prescribed in subsection 2 of NRS 31A.120.
 - 2. At the hearing on the order to show cause, the court, upon a finding that the employer wrongfully refused to withhold income as required or knowingly misrepresented an employee's income:
- 30 (a) May order the employer to comply with the requirements of NRS 31 A.025 to 31A.190, inclusive;
- 32 (b) May order the employer to provide accurate information concerning 33 the employee's income;
- 34 (c) May fine the employer pursuant to subsection 2 of NRS 31A.120; 35 and
- 36 (d) Shall require the employer to pay the amount the employer failed or refused to withhold from the obligor's income.
- Sec. 3. NRS 31A.270 is hereby amended to read as follows:
- 39 31A.270 NRS 31A.160 applies to all assignments of income pursuant to NRS 31A.250 to [31A.340,] 31A.330, inclusive. The assignment:
- 1. Must be calculated in accordance with NRS 31.295.

- 2. May include the amount of the current support due and a payment on the arrearages if previously ordered by a court of competent jurisdiction.

- **Sec. 4.** NRS 31A.280 is hereby amended to read as follows:
- 1. An order for an assignment issued pursuant to NRS 31A.280
- 31A.250 to [31A.340,] 31A.330, inclusive, operates as an assignment and is binding upon any existing or future employer of an obligor upon whom
- a copy of the order is served by certified mail, return receipt requested.
- The order may be modified or revoked at any time by the court.
- To enforce the obligation for support, the employer shall cooperate with and provide relevant information concerning the obligor's
- employment to the person entitled to the support or that person's legal
- representative. A disclosure made in good faith pursuant to this subsection 10
- does not give rise to any action for damages for the disclosure. 11

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- If the order for support is amended or modified, the person entitled 12 to the payment of support or that person's legal representative shall notify 13 the employer of the obligor to modify the amount to be withheld accordingly. 15
 - To reimburse the employer for his costs in making the payment pursuant to the assignment, he may deduct \$3 from the amount paid to the obligor each time he makes a payment.
 - 5. If an employer wrongfully refuses to honor an assignment or knowingly misrepresents the income of an employee, the court, upon request of the person entitled to the support or that person's legal representative, may enforce the assignment in the manner provided in NRS
- 31A.095 for the enforcement of the withholding of income. 23 Compliance by an employer with an order of assignment operates as 24
- a discharge of the employer's liability to the employee as to that portion of the employee's income affected. 26
 - **Sec. 5.** NRS 31A.300 is hereby amended to read as follows:
- 31A.300 In any proceeding where a court makes or has made an order 28 29 of assignment of income for the payment of the support of a child to a
- person, freceiving welfare payments for the maintenance of minor 30
- children, the court shall direct that payments made pursuant to the 31
- 32 assignment be made to the welfare division or its designated
- representative.] enforcing authority. The district attorney may appear in 33
- 34 any proceeding to enforce that order. *The enforcing authority shall*
- disburse the payments so received to the person to whom the assignment 35
- was made in the amount that the person is entitled to receive. 36
 - **Sec. 6.** NRS 31A.310 is hereby amended to read as follows:
- 38 31A.310 1. The person or other entity to whom support is ordered to
- be paid by assignment of income shall notify the court and the employer of
- the obligor, by any form of mail requiring a return receipt, of any change 40
- of address within a reasonable time after that change. 41
- 2. If the employer or the legal representative of the person entitled to 42
- the payment for support is unable to deliver payments as required pursuant

- to NRS 31A.250 to [31A.340,] 31A.330, inclusive, within 3 months
- 2 because of the failure of the person entitled to the support to notify the
- employer or his legal representative of a change of address, the employer
- 4 or legal representative shall not make any further payments pursuant to the
- 5 assignment and shall return all undeliverable payments to the employee.
- Sec. 7. NRS 31A.330 is hereby amended to read as follows:
- 31A.330 1. Money may be withheld for the support of a child
- 8 pursuant to NRS 31A.250 to [31A.340,] 31A.330, inclusive, from any 9 money due to:
- 10 (a) The obligor as a pension, an annuity, unemployment compensation, a benefit because of disability, retirement or other cause;
 - (b) The obligor as a return of contributions and interest; or
- (c) Some other person because of the death of the obligor,
- from the [state,] State of Nevada, a political subdivision of the [state] State
- of Nevada or an agency of either, a public trust, corporation or board or a system for retirement, disability or annuity established by a statute of this
- 2. When a certified copy of any order of assignment is served by
- certified mail, return receipt requested, on any entity described in subsection 1, other than the Federal Government, it must comply with any
- request for a return of employee contributions by an employee named in
- 22 the order by paying the contributions to the person entitled to the payment
- of support or that person's legal representative unless the entity has
- 24 received a certified copy of an order terminating the order of assignment.
- A court may not directly or indirectly condition the issuance, modification
- or termination of, or condition the terms or conditions of, any order for the
- 27 support of a child upon the issuance of such a request by an employee.
- Sec. 8. NRS 31A.340 is hereby repealed.

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Sec. 9. This act becomes effective on July 1, 1999.

TEXT OF REPEALED SECTION

31A.340 Notice of receipt of money assigned. Upon receipt of money paid pursuant to NRS 31A.250 to 31A.340, inclusive, the person entitled to the payment of support or that person's legal representative shall, within 10 days after such receipt, send written notice of that fact to the parties and the employer or agency withholding and transmitting the assignment.

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