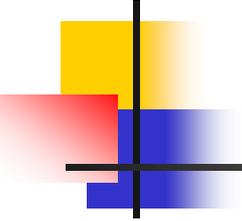


Child Support Business Relations Task Force



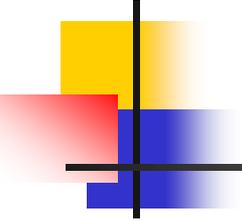


Legislative Purpose

TAB 1

HOUSE BILL NO. 1175

Section 18. Child Support Enforcement Task Force

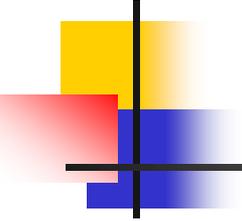


MEMBERSHIP

TAB 2

Paula Baumgartner
Bill Devlin
James Fleming
Harlan Fuglesten
Jim Goetz

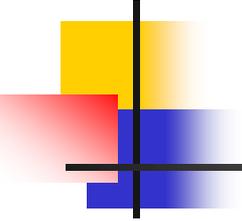
Dale Haake
Senator Judy Lee
Mike Rud
Mike Schwindt
Representative Robin Weisz



What's been happening – Program Background

TAB 3

The purpose of the
Child Support Enforcement program
is to enhance the well-being of children and reduce the demand on public treasuries by securing financial and medical support from legally responsible parents and encouraging positive relationships between children and their parents.



Caseload/Customer Base

TAB 3

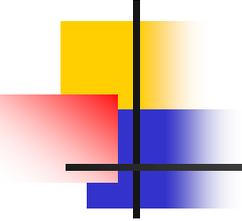
- The total IV-D caseload was at 42,108 in December 2008. The nonIV-D portion of the caseload added 9,971 more cases.
- These cases include about 66,000 children and 79,600 parents.
- Our caseload is distributed among the 54 states and territories plus a number of Indian tribes and foreign countries.

Child Support Business Relations Task Force

TAB 3

CONTINUUM OF SERVICES September 9, 2009

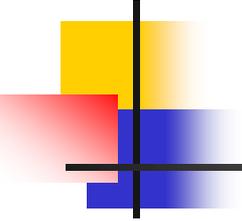
SERVICE	PROVIDER – TRIGGER POINTS – COMMENTS	SERVICE DELIVERY STATUS
	Establishment	
Application for IV-D services <ul style="list-style-type: none"> Either party may apply. 	Application available on Web site (childsupportnd.com). Paper application forms also available.	Mature
Referral for IV-D services <ul style="list-style-type: none"> Recipients of TANF, Medicaid, or Foster Care are referred. 	Referral in TANF or Medicaid case occurs through automated interface with assistance program. Referral in Foster Care case is a manual process.	Mature – automated TANF and Medicaid referrals. Under development – automated Foster Care referrals.
Paternity	Voluntary paternity acknowledgment (VPA) through hospitals/RCSEUs/Vital Records.	Mature/Mature/Mature
	Marital presumptions	Mature
	Genetic testing – judicial/administrative	Mature/Mature
	Adoption	Mature
	Court adjudication	Mature
	Termination of parental rights	Mature
Locate		
Federal Parent Locator Service (FPLS)	External FPLS (e.g., IRS, VA, DoD); National Directory of New Hires (NDNH – new hire, quarterly wage, unemployment insurance); Federal Case Registry (FCR); Multistate Financial Institution Data Match (MSFIDM); SSA State Verification and Exchange System (SVES).	Mature
State Parent Locator Service (SPLS)	National Law Enforcement Telecommunications System (NLETS); private sources such as Accurint, credit bureau, Westlaw; Job Service ND worker registration; Quick Locate.	Mature



Child Support Charts

TAB 3

- Comparative Annual Obligation Percentage (Percent of Cases with Court Orders)
- Child Support Receipts
- Child Support Collections Per Ordered Case
- Child Support Collections Per FTE
- Percent of Current Child Support Collected
- Percent of Cases Paying on Arrears
- Child Support – Principal and Interest



Arrears Registry

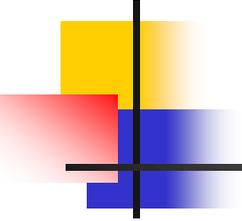
TAB 4

North Dakota Century Code

Section 50-09-02.7.

Child support arrears registry.

The state case registry maintained under section 50-09-02.4 must include a registry of any obligor who owes past-due support in an amount greater than two times the obligor's current or most recent monthly support obligation as defined in section 14-09-09.10 or two thousand dollars, whichever is less. As used in this chapter, "arrears registry" means the registry maintained under this section.



Child Support Business Relations Task Force

TAB 4

EMPLOYER OUTREACH

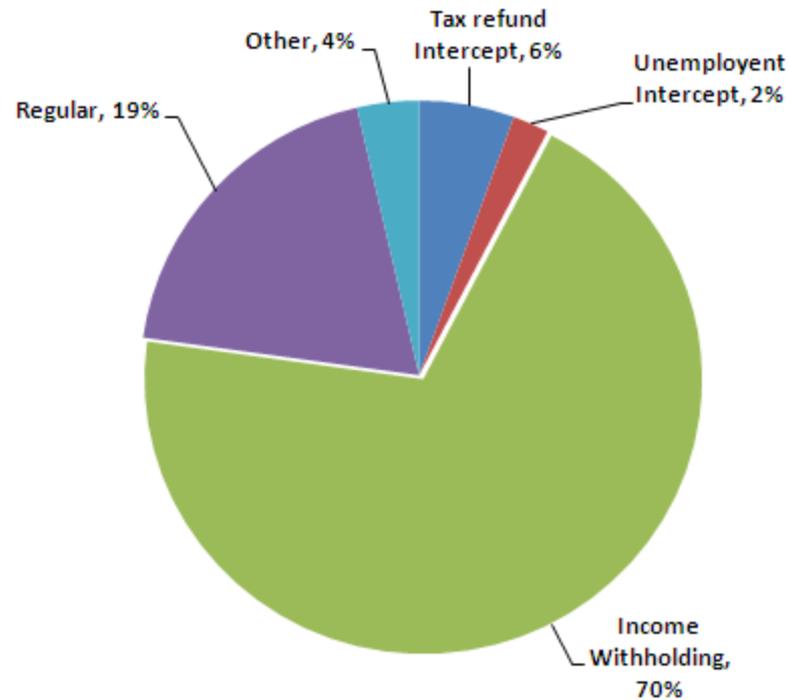
ENFORCEMENT AND OTHER TOOLS

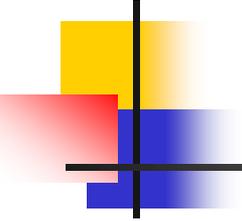
TAB 4

Tool	Trigger Points/Thresholds Notes	Current status	Applicability (i.e., usage)	Effectiveness	Comments, including how effectiveness could be improved
Administrative offset	Arrears are at least \$25 and 30 days delinquent.	Maturing	Limited applicability	Effective	
Amnesty		Open for discussion.	Will have limited applicability?	Unknown	
Arrears registry	Arrears are greater than \$2,000 or two times current or most recent monthly support obligation, whichever is less.	Mature	Wide applicability	Effective	Not a tool, per se. Provides a common starting point for other tools, such as administrative license suspension and child support liens. Plays a role in overall arrears management strategy since it allows for early intervention.
Automatic withdrawal from accounts (Autopay) (Quasi-Autopay)	Upon approval and agreement with the obligor (autopay) or upon request to the court if income withholding is inapplicable, ineffective, or insufficient (quasi-autopay).	Mature	Limited applicability	Effective	Autopay – Used in "good payer" cases. Would like to increase outreach efforts to raise awareness among obligors.
Bonds and securities	Upon request to the court if delinquency exists.	Mature	Limited applicability	Effective	
Bonds (Seizure in criminal cases)	Upon request to the court if delinquency exists.	Mature	Limited applicability	Effective	
Cell phone matches - locate	Preliminary arrangements made for match with Verizon.	Under development.	Will have wide applicability.	Unknown	

SOURCE OF COLLECTIONS FFY 2009

TAB 5



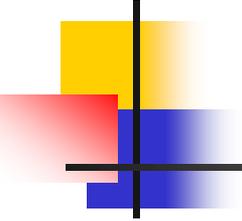


HUNTING LICENSE PERFORMANCE

TAB 5

2003 HUNTING LICENSE SUSPENSION PROJECT – A TALE OF 46 OBLIGORS

- 46 Original payment plans; 32 still in effect through November 2006 – 12 with zero arrears balances
- Collective payments in August 2003 - \$7,775
- Average increase in monthly collections from December 2003 through November 2006: 56.9% (\$12,200 per month)
- Total collections from December 2003 through November 2006: \$439,131
- Collective arrears balance: August 2003 - \$526,286; November 2006 - \$277,188
- Total change in arrears = **(\$249,098)**



Effectiveness of Tools

TAB 5

- Passport Denial - Lump Sum Collections
- Financial Institution Data Match (FIDM)
 - Freeze and Seize Collections
 - Multi-State Financial Institution Data Match
 - In-State Financial Institution Data Match
- License Suspensions
- Deduction Order Net Collections
- PRIDE – Quick Facts
- Incarceration – Warrants of Arrest with Jail Sentences

Where We Are Now

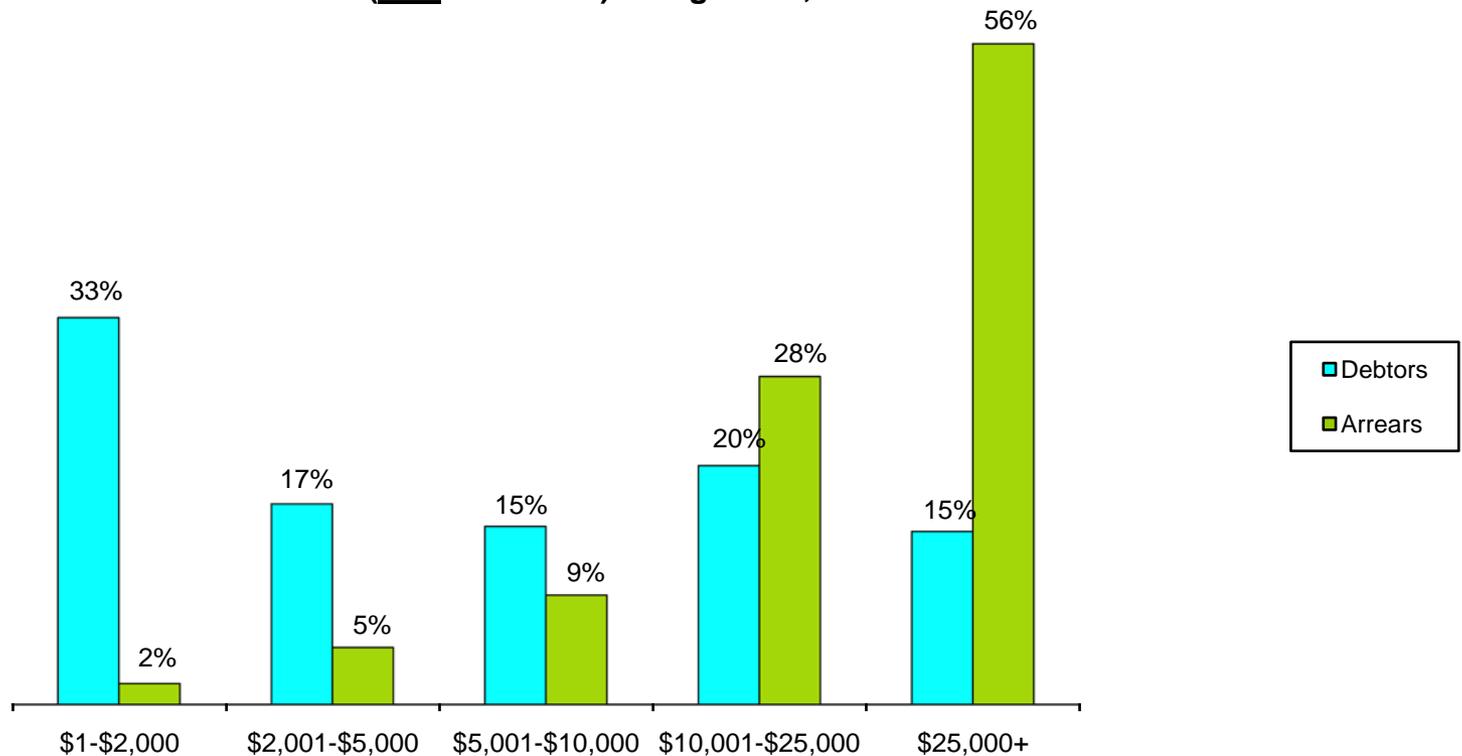
TAB 6

Files with Arrears (IV-D and NonIV-D)*				
Payment in Approximately Last 1 Month				
Balance	Never Payment	Payment Prior to 08/01/09 Only	Payment after 07/31/09	Percent of Payors in Last Month
Up to \$500	154	1,146	3,174	28.21%
\$501 - \$1,000	138	610	821	7.30%
\$1,001 - \$2,000	228	757	970	8.62%
\$2,001 - \$5,000	438	1,372	1,760	15.64%
\$5,001 - \$10,000	384	1,394	1,484	13.19%
\$10,001 - \$25,000	448	2,080	1,864	16.57%
\$25,001 - \$50,000	322	1,245	886	7.88%
\$50,001 - \$100,000	223	458	265	2.36%
More Than \$100,000	31	72	26	0.23%
Total	2,366	9,134	11,250	100.00%
Percent	10.40%	40.15%	49.45%	
Payment in Approximately Last 3 Months				
Balance	Never Payment	Payment Prior to 06/01/09 Only	Payment after 05/31/09	Percent of Payors in Last Month
Up to \$500	154	597	3,723	26.21%
\$501 - \$1,000	138	287	1,144	8.06%
\$1,001 - \$2,000	228	436	1,291	9.09%
\$2,001 - \$5,000	438	894	2,238	15.76%
\$5,001 - \$10,000	384	980	1,898	13.36%
\$10,001 - \$25,000	448	1,585	2,359	16.61%
\$25,001 - \$50,000	322	971	1,160	8.17%
\$50,001 - \$100,000	223	372	351	2.47%
More Than \$100,000	31	60	38	0.27%
Total	2,366	6,182	14,202	100.00%
Percent	10.40%	27.17%	62.43%	
Payment in Approximately Last 2 Years				
Balance	Never Payment	Payment Prior to 09/01/07 Only	Payment after 08/31/07	Percent of Payors in Last 2 Years
Up to \$500	154	379	3,941	22.18%
\$501 - \$1,000	138	94	1,337	7.53%
\$1,001 - \$2,000	228	132	1,595	8.98%
\$2,001 - \$5,000	438	247	2,885	16.24%
\$5,001 - \$10,000	384	359	2,519	14.18%
\$10,001 - \$25,000	448	695	3,249	18.29%
\$25,001 - \$50,000	322	483	1,648	9.28%
\$50,001 - \$100,000	223	192	531	2.99%
More Than \$100,000	31	36	62	0.35%
Total	2,366	2,617	17,767	100.00%
Percent	10.40%	11.50%	78.10%	
Note: This summary includes ALL arrears balance files, IV-D and nonIV-D, on FACSES (excludes negative and zero balances)				
Data Source: ES999510, run 08/29/2009				

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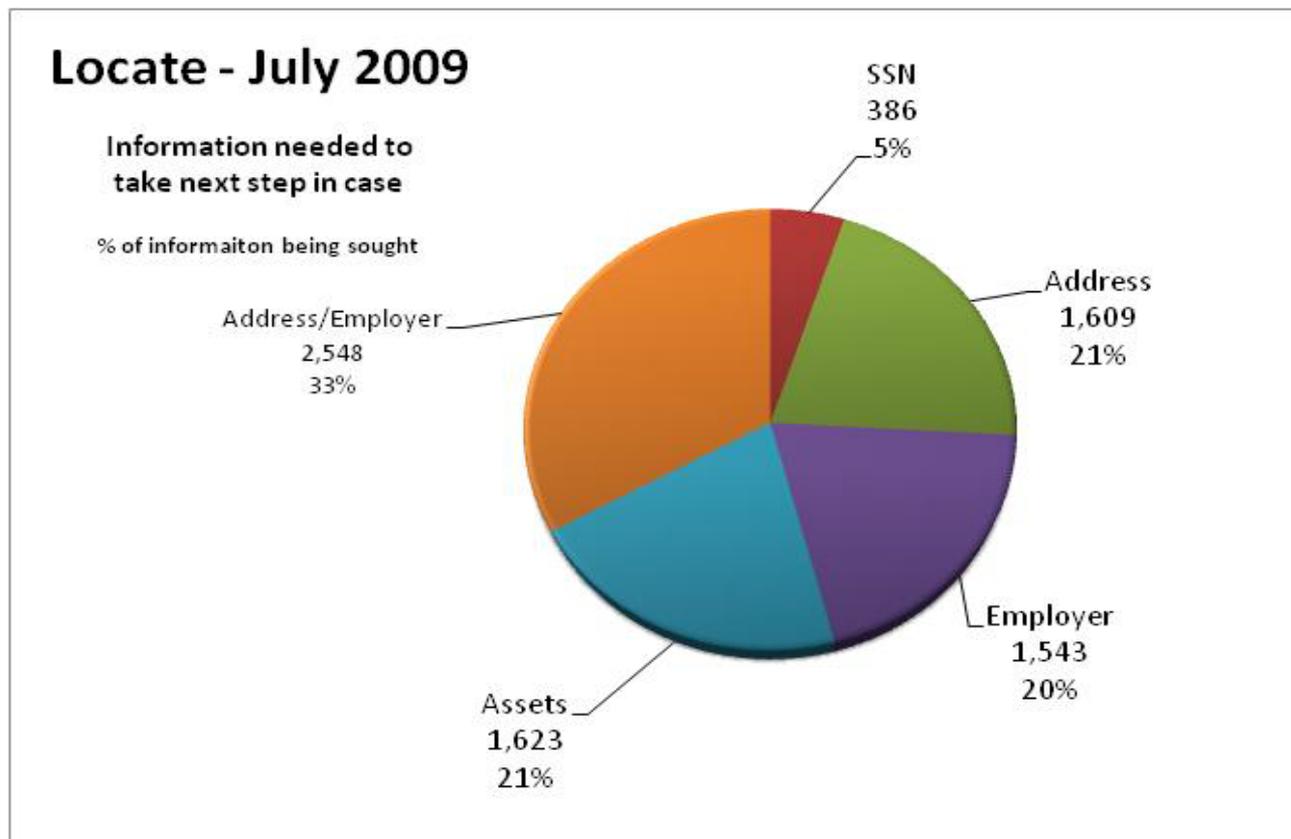
TAB 6

Distribution of Debtors and Arrears by Amount of Arrears Owed
(IV-D Civil Files) - August 29, 2009



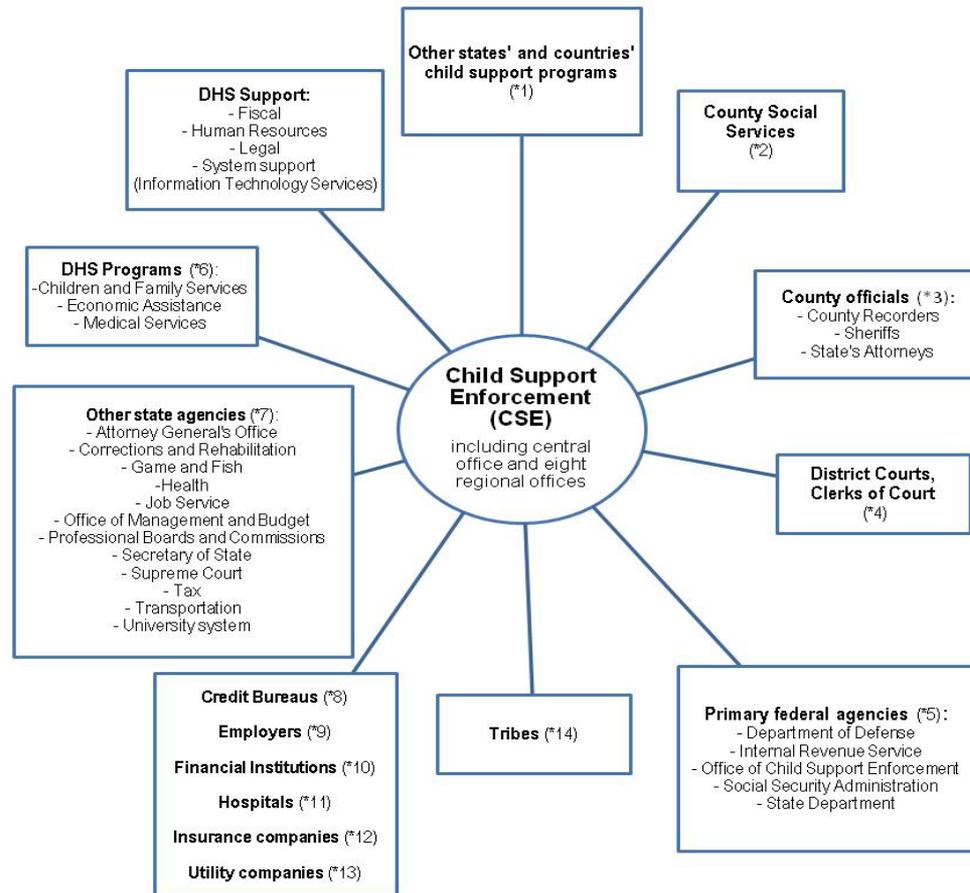
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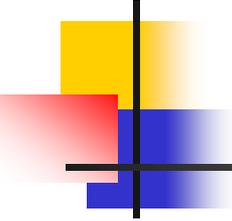
TAB 6



Child Support Business Relations Task Force

Tab #7

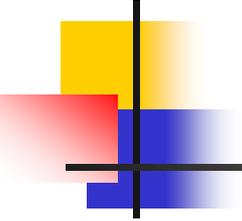




CURRENT ELECTRONIC DATA MATCH AND DATA TRANSFER

TAB 7

- New Hire Report
- SDU receipts by type
- Electronic payments by state
- High Intensity Enforcement Unit (HIEU) collections
- Participating insurance companies - OCSE



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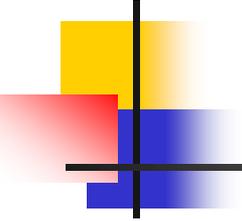
TAB 7

MULTI-STATE SURVEY

POTENTIAL INFORMATION SOURCES

TAB 8

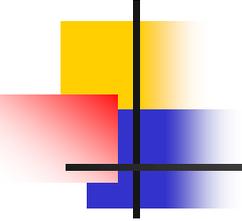
- 1099/Federal Parent Locator Service (FPLS)
- Financial Institution Data Match (FIDM)
- Insurance
- Public Utilities, including cable and cell phones
- Government (unclaimed property and lottery)



LIEN REGISTRY

TAB 9

- ND Lien Laws
- <http://www.dwd.state.wi.us/liendocketweb/>



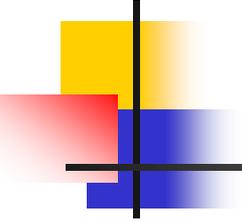
SOCIAL SECURITY AND DATA LIMITATIONS

TAB 10

PUBLICATION 1075

TAX INFORMATION SECURITY
GUIDELINES FOR FEDERAL, STATE
AND LOCAL AGENCIES AND ENTITIES

Safeguards for
Protecting Federal
Tax Returns and
Return Information



IMPENDING PROGRAMMATIC CHANGES

TAB 11

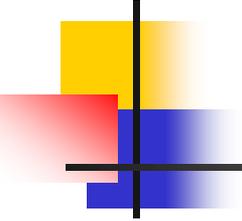
- Medical support
- Quadrennial Guidelines Review
- Judicial Process Committee Study

North Dakota Child Support Enforcement

TAB 12

OUR GOAL



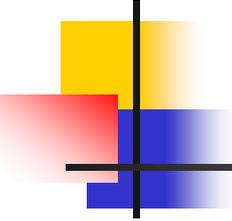


HOW DO WE MOVE FORWARD?

TAB 12

Suggestions for Future Steps in Focus Areas

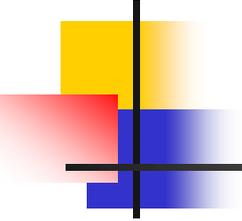
- Encourage voluntary participation in electronic data matches
- Feasibility and desirability of mandatory data matches or electronic exchanges
- Identification of potential sources of income and asset information
- Creation of lien registry
- Development of procedures for data matches that are secure and limited to the information needed



HOW DO WE GO ABOUT ACCOMPLISHING IT?

TAB 13

- ✓ Room for Improvement #1 – Cases with Orders
- ✓ Room for Improvement #2 – Current Support
 - ✓ Example of Success – Pennsylvania
- ✓ Room for Improvement #3 – Files with Arrears



SUGGESTED SUBJECT AREAS AND SUBGROUPS

TAB 13

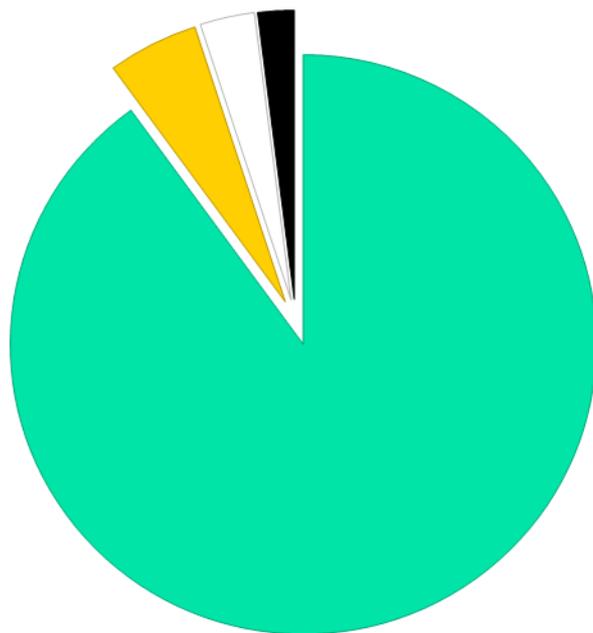
- Financial Community
- Insurance Community
- Public Utilities
- Employer – Business Community
- Lien Registry

PRIMARY BENEFICIARIES

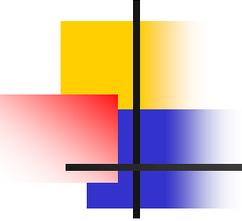


Collections

Where the money goes . . .



- Families 90%
- Other states 5%
- Retained by ND 3%
- Federal Reimbursement 2%



Contact Information . . .

Web site

- <http://www.childsupportnd.com>

Mike Schwindt, Director

- **Email:** mschwindt@nd.gov
- **Ph:** 701.328.3582

