By: Representative Holland

To: Judiciary A

## COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 1537

AN ACT TO AMEND SECTION 43-19-101, MISSISSIPPI CODE OF 1972, TO DEFINE REASONABLE MEDICAL INSURANCE AS A PERCENTAGE OF THE NONCUSTODIAL PARENT'S GROSS INCOME FOR CHILD SUPPORT PURPOSES; AND FOR RELATED PURPOSES.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

6 **SECTION 1.** Section 43-19-101, Mississippi Code of 1972, is

7 amended as follows:

8 43-19-101. (1) The following child support award guidelines

9 shall be a rebuttable presumption in all judicial or

10 administrative proceedings regarding the awarding or modifying of

11 child support awards in this state:

12	Number Of Children	Percentage Of Adjusted Gross Income
13	Due Support	That Should Be Awarded For Support
14	1	14%
15	2	20%
16	3	22%
17	4	24%
18	5 or more	26%

19 (2) The guidelines provided for in subsection (1) of this
20 section apply unless the judicial or administrative body awarding
21 or modifying the child support award makes a written finding or
22 specific finding on the record that the application of the
23 guidelines would be unjust or inappropriate in a particular case
24 as determined under the criteria specified in Section 43-19-103.

25 (3) The amount of "adjusted gross income" as that term is

26 used in subsection (1) of this section shall be calculated as

27 follows:

28 Determine gross income from all potential sources (a) 29 that may reasonably be expected to be available to the absent parent including, but not limited to, the following: wages and 30 31 salary income; income from self employment; income from 32 commissions; income from investments, including dividends, 33 interest income and income on any trust account or property; absent parent's portion of any joint income of both parents; 34 workers' compensation, disability, unemployment, annuity and 35 retirement benefits, including an individual retirement account 36 37 (IRA); any other payments made by any person, private entity, 38 federal or state government or any unit of local government; alimony; any income earned from an interest in or from inherited 39 40 property; any other form of earned income; and gross income shall exclude any monetary benefits derived from a second household, 41 such as income of the absent parent's current spouse; 42 43 (b) Subtract the following legally mandated deductions: 44 (i) Federal, state and local taxes. Contributions 45 to the payment of taxes over and beyond the actual liability for the taxable year shall not be considered a mandatory deduction; 46 47 (ii) Social security contributions; (iii) Retirement and disability contributions 48 49 except any voluntary retirement and disability contributions; 50 If the absent parent is subject to an existing court order for another child or children, subtract the amount of 51 52 that court-ordered support; If the absent parent is also the parent of another 53 54 child or other children residing with him, then the court may 55 subtract an amount that it deems appropriate to account for the 56 needs of said child or children; 57 Compute the total annual amount of adjusted gross (e) 58 income based on paragraphs (a) through (d), then divide this 59 amount by twelve (12) to obtain the monthly amount of adjusted

gross income.

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- Upon conclusion of the calculation of paragraphs (a) through
- 62 (e), multiply the monthly amount of adjusted gross income by the
- 63 appropriate percentage designated in subsection (1) to arrive at
- 64 the amount of the monthly child support award.
- 65 (4) In cases in which the adjusted gross income as defined
- in this section is more than Fifty Thousand Dollars (\$50,000.00)
- or less than Five Thousand Dollars (\$5,000.00), the court shall
- 68 make a written finding in the record as to whether or not the
- 69 application of the guidelines established in this section is
- 70 reasonable.
- 71 (5) The Department of Human Services shall review the
- 72 appropriateness of these guidelines beginning January 1, 1994, and
- 73 every four (4) years thereafter and report its findings to the
- 74 Legislature no later than the first day of the regular legislative
- 75 session of that year. The Legislature shall thereafter amend
- 76 these guidelines when it finds that amendment is necessary to
- 77 ensure that equitable support is being awarded in all cases
- 78 involving the support of minor children.
- 79 (6) All orders involving support of minor children, as a
- 80 matter of law, shall include reasonable medical support. Notice
- 81 to the noncustodial parent's employer that medical support has
- 82 been ordered shall be on a form as prescribed by the Department of
- 83 Human Services. <u>In any case in which the support of any child is</u>
- 84 involved, the court shall make the following findings either on
- 85 the record or in the judgment:
- 86 (a) The availability to all parties of health insurance
- 87 coverage for the child(ren);
- 88 (b) The cost of health insurance coverage to all
- 89 parties.
- 90 The court shall then make appropriate provisions in the
- 91 judgment for the provision of health insurance coverage for the
- 92 child(ren) in the manner that is in the best interests of the

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93 child(ren). If the court requires the custodial parent to obtain

94	the coverage then its cost shall be taken into account in
95	establishing the child support award. If the court determines
96	that health insurance coverage is not available to any party or
97	that it is not available to either party at a cost that is
98	reasonable as compared to the income of the parties, then the
99	court shall make specific findings as to such either on the record
100	or in the judgment. In that event, the court shall make
101	appropriate provisions in the judgment for the payment of medical
102	expenses of the child(ren) in the absence of health insurance
103	coverage.
104	SECTION 2. This act shall take effect and be in force from

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and after July 1, 2004.