COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 0866-08

Bill No.: Truly Agreed To and Finally Passed SS for SCS for SB 141

Subject: Children and Minors; Family Law; Courts

<u>Type</u>: Original

Date: May 26, 2009

Bill Summary: The proposal modifies the law on the establishment of paternity.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2010	FY 2011	FY 2012	
Total Estimated Net Effect on				
General Revenue Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2010	FY 2011	FY 2012	
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2010	FY 2011	FY 2012	
Total Estimated Net Effect on All				
Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2010	FY 2011	FY 2012	
Total Estimated Net Effect on FTE	0	0	0	

- □ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- ☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2010	FY 2011	FY 2012	
Local Government	\$0	\$0	\$0	

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FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Health and Senior Services** assume the proposal would have no fiscal impact on their agency.

Officials from the **Office of the Attorney General** did not respond to Oversight's request for fiscal impact. However, in response to a previous version of the proposal (Perfected SS for SCS for SB 141, LR # 0866-08), officials assumed any potential costs arising from this proposal can be absorbed within existing resources.

Officials from the **Office of State Courts Administrator** assume the proposed legislation would have no fiscal impact on the courts.

Officials from the **Department of Social Services** – **Family Support Division (FSD)** stated the proposed legislation will allow the court to set aside a previous judgment of paternity and support and extinguish any existing child support arrearage when a properly completed genetic test shows that the party ordered to pay support is not the child's father.

Subsections 210.826.5 and 210.828.4 require that a notification form be attached to the petition when served in an action to determine the existence of the father and child relationship under sections 210.826 and 210.828. Attorneys representing the FSD pursuant to cooperative agreements would need to ensure compliance with this amendment by including the notice with the petition to determine paternity. FSD expects that this notice can be provided without any significant cost to the FSD.

Subsection 210.854.1 provides that the petition to set aside a judgment of paternity and support must be filed at any time prior to December 31, 2011. After that date, the petition must be filed within two years of the entry of the original judgment of paternity and support or within two years of the entry of the later judgment in the case of separate judgments of paternity and support. FSD shall be made a party to the action in cases where the child(ren) are receiving the FSD's child support services. This provision will require FSD be represented in such court actions. FSD would refer such cases to attorneys representing the division pursuant to cooperative agreements. FSD believes these actions can be handled by existing staff working under cooperative agreement with the FSD.

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<u>ASSUMPTION</u> (continued)

In actions where the court grants relief by setting aside a previous judgment of paternity and support, the FSD would be required to cease enforcement services on the case and begin action to again establish paternity for the child(ren) in question, assuming the custodial parent/custodian continues to receive the FSD's services. The division believes that these activities can be completed with existing staff.

Subdivision 210.854.4(2) provides that any existing child support arrearages shall be extinguished in cases where the court grants relief from the paternity judgment and support order. An undeterminable amount of past-due support assigned to the state for periods when children received public assistance would no longer be due the state in such actions.

Subsection 210.854.9 requires the FSD to track and annually report to the general assembly the number of cases known to the FSD in which a court, within the calendar year, set aside a previous judgment of paternity and support under 210.854.4. This tracking and reporting can be done with existing staff.

In summary, FSD officials assume the proposal would result in no fiscal impact to their department.

FISCAL IMPACT - State Government	FY 2010 (10 Mo.)	FY 2011	FY 2012
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2010 (10 Mo.)	FY 2011	FY 2012
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

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FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of the Attorney General Office of State Courts Administrator Department of Health and Senior Services Department of Social Services

Mickey Wilson, CPA

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Director May 26, 2009