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HOUSE BILL 1694

State of Washington 63rd Legislature 2013 Regular Session

By Representatives Kirby and Goodman

Read first time 02/06/13. Referred to Committee on Judiciary.

- 1 AN ACT Relating to establishing a residential schedule adjustment
- 2 for determinations of child support obligations; amending RCW
- 3 26.19.075, 26.09.170, and 26.19.050; and adding new sections to chapter
- 4 26.19 RCW.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 26.19.075 and 2009 c 84 s 4 are each amended to read 7 as follows:
- 8 (1) Reasons for deviation from the standard calculation include but 9 are not limited to the following:
- 10 (a) **Sources of income and tax planning.** The court may deviate from 11 the standard calculation after consideration of the following:
- 12 (i) Income of a new spouse or new domestic partner if the parent 13 who is married to the new spouse or in a partnership with a new
- domestic partner is asking for a deviation based on any other reason.
- 15 Income of a new spouse or new domestic partner is not, by itself, a
- 16 sufficient reason for deviation;
- 17 (ii) Income of other adults in the household if the parent who is
- 18 living with the other adult is asking for a deviation based on any

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- other reason. Income of the other adults in the household is not, by itself, a sufficient reason for deviation;
 - (iii) Child support actually received from other relationships;
 - (iv) Gifts;
- 5 (v) Prizes;

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- 6 (vi) Possession of wealth, including but not limited to savings, 7 investments, real estate holdings and business interests, vehicles, 8 boats, pensions, bank accounts, insurance plans, or other assets;
- 9 (vii) Extraordinary income of a child;
- 10 (viii) Tax planning considerations. A deviation for tax planning 11 may be granted only if the child would not receive a lesser economic 12 benefit due to the tax planning; or
- (ix) Income that has been excluded under RCW $26.19.071(4)((\frac{h}{h}))$ 14 (i) if the person earning that income asks for a deviation for any other reason.
 - (b) Nonrecurring income. The court may deviate from the standard calculation based on a finding that a particular source of income included in the calculation of the basic support obligation is not a recurring source of income. Depending on the circumstances, nonrecurring income may include overtime, contract-related benefits, bonuses, or income from second jobs. Deviations for nonrecurring income shall be based on a review of the nonrecurring income received in the previous two calendar years.
 - (c) **Debt and high expenses.** The court may deviate from the standard calculation after consideration of the following expenses:
 - (i) Extraordinary debt not voluntarily incurred;
 - (ii) A significant disparity in the living costs of the parents due to conditions beyond their control;
 - (iii) Special needs of disabled children;
- 30 (iv) Special medical, educational, or psychological needs of the 31 children; or
 - (v) Costs incurred or anticipated to be incurred by the parents in compliance with court-ordered reunification efforts under chapter 13.34 RCW or under a voluntary placement agreement with an agency supervising the child.
- (d) ((Residential schedule. The court may deviate from the standard calculation if the child spends a significant amount of time with the parent who is obligated to make a support transfer payment.

The court may not deviate on that basis if the deviation will result in insufficient funds in the household receiving the support to meet the basic needs of the child or if the child is receiving temporary assistance for needy families. When determining the amount of the deviation, the court shall consider evidence concerning the increased expenses to a parent making support transfer payments resulting from the significant amount of time spent with that parent and shall consider the decreased expenses, if any, to the party receiving the support resulting from the significant amount of time the child spends with the parent making the support transfer payment.

- (e))) Children from other relationships. The court may deviate from the standard calculation when either or both of the parents before the court have children from other relationships to whom the parent owes a duty of support.
- (i) The child support schedule shall be applied to the mother, father, and children of the family before the court to determine the presumptive amount of support.
- (ii) Children from other relationships shall not be counted in the number of children for purposes of determining the basic support obligation and the standard calculation.
- (iii) When considering a deviation from the standard calculation for children from other relationships, the court may consider only other children to whom the parent owes a duty of support. The court may consider court-ordered payments of child support for children from other relationships only to the extent that the support is actually paid.
- (iv) When the court has determined that either or both parents have children from other relationships, deviations under this section shall be based on consideration of the total circumstances of both households. All child support obligations paid, received, and owed for all children shall be disclosed and considered.
- (2) All income and resources of the parties before the court, new spouses or new domestic partners, and other adults in the households shall be disclosed and considered as provided in this section. The presumptive amount of support shall be determined according to the child support schedule. Unless specific reasons for deviation are set forth in the written findings of fact and are supported by the

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evidence, the court shall order each parent to pay the amount of support determined by using the standard calculation.

- (3) The court shall enter findings that specify reasons for any deviation or any denial of a party's request for any deviation from the standard calculation made by the court. The court shall not consider reasons for deviation until the court determines the standard calculation for each parent.
- 8 (4) When reasons exist for deviation, the court shall exercise 9 discretion in considering the extent to which the factors would affect 10 the support obligation.
- 11 (5) Agreement of the parties is not by itself adequate reason for 12 any deviations from the standard calculation.
- NEW SECTION. Sec. 2. A new section is added to chapter 26.19 RCW to read as follows:
- 15 (1) The court shall make an adjustment to the standard calculation 16 for a shared residential schedule subject to the provisions in this 17 section.
 - (2) An adjustment to the standard calculation based on the residential schedule may be made if there is a court order or findings made by an administrative law judge regarding the number of overnights the child or children spend with the obligor parent, and the number of overnights allocated to the obligor is equivalent to at least fourteen percent of annual overnights. The number of overnights in the court order or administrative law judge's findings must be used to calculate the residential adjustment. The findings made by an administrative law judge may be based upon a written agreement between the parents or upon sworn testimony provided by a party at the administrative hearing for child support.
 - (3) The residential schedule adjustment must be based on the table in section 3 of this act and the worksheet for calculating residential credit, and must be determined as follows:
 - (a) Using the residential time table in section 3 of this act, determine the appropriate figure in the TOTAL column for the number of overnights of the obligor parent, and multiply this figure by the basic child support obligation to determine the average monthly expenses incurred during parenting time.

(b) Using the residential time table in section 3 of this act, determine the appropriate figure in the DUPLICATED column based on the number of overnights of the obligor parent, and multiply this figure by the basic child support obligation to determine the average monthly duplicated expenses.

- (c) Determine the obligor parent's share of duplicated expenses by multiplying the obligor parent's percentage share of the combined monthly net income by the average monthly duplicated expenses calculated under (b) of this subsection.
- (d) Calculate the residential schedule adjustment by subtracting the obligor parent's share of duplicated expenses, as determined under(c) of this subsection, from the average monthly expenses during parenting time, as determined under (a) of this subsection.
- (e) The standard calculation must be adjusted by the amount of the residential schedule adjustment in (d) of this subsection.
- (4) An adjustment may not be made to the standard calculation based on the shared residential schedule if:
 - (a) The adjustment would result in insufficient funds in the household receiving the support transfer payment to meet the basic needs of the child;
 - (b) The obligee's net income before receiving the support transfer payment is at or below one hundred twenty-five percent of the federal poverty level guidelines for one person; or
 - (c) The child is receiving temporary assistance for needy families.
- (5) To help parties estimate the residential schedule adjustment, the division of child support shall, if feasible and within available resources, create a residential schedule adjustment calculator available online.
- NEW SECTION. Sec. 3. A new section is added to chapter 26.19 RCW to read as follows:

Residential time table. The TOTAL column represents the anticipated total out-of-pocket expenses expressed as a percentage of the basic child support obligation that will be incurred by the parent who will pay child support. The total expenses are the sum of transferred and duplicated expenses. The DUPLICATED column represents the duplicated expenses and reflects the assumption that when there is an equal sharing of residential time, fifty percent of the basic child

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support obligation will be duplicated. The number of annual overnights column will determine the particular fractions of TOTAL and DUPLICATED to be used in the residential time credit worksheet.

4	ANNUAL	OVERNIGHTS		
5	FROM	TO	TOTAL	DUPLICATED
6	1	51	0.000	0.000
7	52	55	0.062	0.011
8	56	60	0.070	0.014
9	61	65	0.080	0.020
10	66	70	0.093	0.028
11	71	75	0.108	0.038
12	76	80	0.127	0.052
13	81	85	0.150	0.070
14	86	90	0.178	0.093
15	91	95	0.211	0.122
16	96	100	0.250	0.156
17	101	105	0.294	0.195
18	106	110	0.341	0.237
19	111	115	0.388	0.280
20	116	120	0.434	0.321
21	121	125	0.476	0.358
22	126	130	0.513	0.390
23	131	135	0.544	0.417
24	136	140	0.570	0.438
25	141	145	0.591	0.454
26	146	150	0.609	0.467
27	151	155	0.623	0.476
28	156	160	0.634	0.483
29	161	165	0.644	0.488
30	166	170	0.652	0.491
31	171	175	0.660	0.494
32	176	180	0.666	0.495
33	181	183	0.675	0.500

34 **Sec. 4.** RCW 26.09.170 and 2010 c 279 s 1 are each amended to read as follows:

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(1) Except as otherwise provided in RCW 26.09.070(7), the provisions of any decree respecting maintenance or support may be modified: (a) Only as to installments accruing subsequent to the petition for modification or motion for adjustment except motions to compel court-ordered adjustments, which shall be effective as of the first date specified in the decree for implementing the adjustment; and, (b) except as otherwise provided in this section, only upon a showing of a substantial change of circumstances. The provisions as to property disposition may not be revoked or modified, unless the court finds the existence of conditions that justify the reopening of a judgment under the laws of this state.

- (2) Unless otherwise agreed in writing or expressly provided in the decree the obligation to pay future maintenance is terminated upon the death of either party or the remarriage of the party receiving maintenance or registration of a new domestic partnership of the party receiving maintenance.
- (3) Unless otherwise agreed in writing or expressly provided in the decree, provisions for the support of a child are terminated by emancipation of the child or by the death of the parent obligated to support the child.
- (4) Unless expressly provided by an order of the superior court or a court of comparable jurisdiction, provisions for the support of a child are terminated upon the marriage or registration of a domestic partnership to each other of parties to a paternity order, or upon the remarriage or registration of a domestic partnership to each other of parties to a decree of dissolution. The remaining provisions of the order, including provisions establishing paternity, remain in effect.
- (5)(a) A party to an order of child support may petition for a modification based upon a showing of substantially changed circumstances at any time.
- (b) An obligor's voluntary unemployment or voluntary underemployment, by itself, is not a substantial change of circumstances.
 - (6) An order of child support may be modified one year or more after it has been entered without a showing of substantially changed circumstances:
- 37 (a) If the order in practice works a severe economic hardship on 38 either party or the child;

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(b) If a party requests an adjustment in an order for child support which was based on guidelines which determined the amount of support according to the child's age, and the child is no longer in the age category on which the current support amount was based;

- (c) If a child is still in high school, upon a finding that there is a need to extend support beyond the eighteenth birthday to complete high school; ((or))
- (d) To add an automatic adjustment of support provision consistent with RCW 26.09.100; or
- (e) When any residential schedule adjustment that was made pursuant to section 2 of this act is no longer accurate because, for a period of at least six months, the child's residential time with the parents varies from that set out in the child support order granting the residential schedule adjustment, in an amount sufficient to change the transfer payment by at least fifty dollars per month.
- (7)(a) If twenty-four months have passed from the date of the entry of the order or the last adjustment or modification, whichever is later, the order may be adjusted without a showing of substantially changed circumstances based upon:
 - (i) Changes in the income of the parents; or
- 21 (ii) Changes in the economic table or standards in chapter 26.19 22 RCW.
 - (b) Either party may initiate the adjustment by filing a motion and child support worksheets.
 - (c) If the court adjusts or modifies a child support obligation pursuant to this subsection by more than thirty percent and the change would cause significant hardship, the court may implement the change in two equal increments, one at the time of the entry of the order and the second six months from the entry of the order. Twenty-four months must pass following the second change before a motion for another adjustment under this subsection may be filed.
 - (8)(a) The department of social and health services may file an action to modify or adjust an order of child support if public assistance money is being paid to or for the benefit of the child and the child support order is at least twenty-five percent above or below the appropriate child support amount set forth in the standard calculation as defined in RCW 26.19.011 and reasons for the deviation are not set forth in the findings of fact or order.

1 (b) The department of social and health services may file an action 2 to modify or adjust an order of child support in a nonassistance case 3 if:

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- (i) The child support order is at least twenty-five percent above or below the appropriate child support amount set forth in the standard calculation as defined in RCW 26.19.011;
- (ii) The department has determined the case meets the department's review criteria; and
- 9 (iii) A party to the order or another state or jurisdiction has 10 requested a review.
 - (c) The determination of twenty-five percent or more shall be based on the current income of the parties and the department shall not be required to show a substantial change of circumstances if the reasons for the deviations were not set forth in the findings of fact or order.
- 15 (9) The department of social and health services may file an action 16 to modify or adjust an order of child support under subsections (5) 17 through (7) of this section if:
 - (a) Public assistance money is being paid to or for the benefit of the child;
- 20 (b) A party to the order in a nonassistance case has requested a 21 review; or
- (c) Another state or jurisdiction has requested a modification of the order.
 - (10) If testimony other than affidavit is required in any proceeding under this section, a court of this state shall permit a party or witness to be deposed or to testify under penalty of perjury by telephone, audiovisual means, or other electronic means, unless good cause is shown.
- 29 **Sec. 5.** RCW 26.19.050 and 2005 c 282 s 37 are each amended to read 30 as follows:
 - (1) The administrative office of the courts shall develop and adopt worksheets and instructions to assist the parties and courts in establishing the appropriate child support level and apportionment of support. The administrative office of the courts shall develop and adopt a worksheet for calculating the residential schedule adjustment that is consistent with section 2 of this act. The administrative

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office of the courts shall attempt to the greatest extent possible to make the worksheets and instructions understandable by persons who are not represented by legal counsel.

- (2) The administrative office of the courts shall develop and adopt standards for the printing of worksheets and shall establish a process for certifying printed worksheets. The administrator may maintain a register of sources for approved worksheets.
- (3) The administrative office of the courts should explore methods to assist pro se parties and judges in the courtroom to calculate support payments through automated software, equipment, or personal assistance.

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