Minutes

Child Support Schedule Workgroup

Subcommittee: Economic Table

Thursday, April 6th, 1:00-2:30

To access the meeting online and to register: Economic Table Webinar Registration | Miro Board

Attendance

Members Appearing:

Anneliese Vance-Sherman	Gaston Shelton (Tui)	Amy Roark
Sharon Redmond	Kimberly Loges	Facilitator: Janina Oestreich
James Clark (Jim)	Janelle Wilson	Note taker: Jana Ekstrom

Public Attendees: None

Agenda Details

- 1. Welcome, Introduction and Housekeeping (1:02pm-1:11pm)
 - a. Ice Breaker Provide one word to describe how you're showing up today
 - b. Overview of 3/24/2023 meeting minutes
 - i. Minutes are posted for review in Dropbox, so if anyone has anything to add/edit please let workgroup staff know

c. Timeline

- i. Next workgroup meeting
 - Suggested back to Friday mornings and on 4/21/23, however conflicting schedules for some members. Agreed on next meeting for afternoon of Thursday 4/20/2023



2. Overview of Research Findings (1:12pm-2:12pm)

- a. Janina has provided the resources available for review on the Miro Board
 - i. Overview/research documents that Sharon will be reviewing
 - ii. A collection of laws from other state
- b. Overview of Economic Table Models

- i. Income Shares Model
 - Perception of what it would cost to raise a child in an intact (both parents) family
 - Child should receive same proportionate share that child would have received if parents lived together
 - Both parents have a financial responsibility to support child
 - As of 2020, 41 states use this model
- ii. Percentage of Income Model
 - Uses only the obligor's (paying parent) income
 - Four states (Alaska, Mississippi, Wisconsin and Nevada) use a flat rate percent model
 a. No variance based on how much money the obligor makes
 - Two states use a variable percentage model
 - a. Higher or lower income, amount of money may vary based on a percentage
- iii. Melson Formula
 - A less used model, as only three states (Hawaii, Delaware and District of Columbia) use this model
 - Similar to Income Shares Model
 - Policy statements around figures that are computed
 - a. Parents entitled to sufficient income based on their basic needs
 - Once the NCP's basic needs are met, the remainder of the money should be allocated towards supporting the child and the child should benefit from NCP's higher standard of living

c. History of the Economic Table

- i. In the 1980's, counties in Washington each had their own way of calculating the child support
 - The government put a federal mandate in place that required Washington have one universal way of calculating for the state
- ii. The economic table was created in the 1980's
 - The Child Support Schedule Workgroup met to review the table
 - More recent workgroup looked at the earlier years table
 - The current economic table does not give health care expenses credit, but the previous table did
 - Residential credit is something that has been carried over, even though not instructed in child support schedule
 - In 1991 eliminated automatic credit for children, instead turned it into a deviation around the residential credit/credit for children
 - The 2005 workgroup asked for accounting and created a child support summary report
 - The 2007 workgroup suggested the economic table limit of \$12k, then indicated for net income less than \$1k support no less than \$50 per month per child. Added language not to exceed 45% and increased to \$50 per month per child
 - There was a big change in focus in recommendations to legislation in 2011. That workgroup spent a great deal of time evaluating the economic table, but they had difficulty explaining the reasoning behind the numbers used in the existing table. That workgroup had the prior tables & brought in individuals who had created prior economic table(s) to help with the explanation.
 - Betson Rothbarth Model Presentation
 - a. Economic table got adopted in 2019, even though it took eight years
 - b. Most people would expect a lower income level, regardless of the income levels, needs might not be met. Current and future support may not be sufficient to what the child's needs are
 - c. Higher level income, will all the needs be met and will the income no longer be needed for the parents?

- d. If this workgroup creates an economic table and legislation asks how it works, the workgroup will need to be able to explain and give an analysis of the created/proposed table
- e. Started with including a medical expense allowance- \$250
- f. Did another iteration based on table we have now
- g. Prior economic table had age categories up to 11 and 12-18. Based on age, had different amounts to pay
- h. Based on this table 'a child is a child' is the same amount
- iii. Group Discussion
 - Previous workgroups seemed to focus on 'child is a child.' More straight forward and less variance or more complex
 - Based on previous tables, it would be beneficial to expand beyond \$12,000
 - a. When one parent makes net income of \$8,000 by themselves, they are getting a break on their end each month because the economic table maxes out at \$12,000 and if it is expanded, families that are above that would be able to get that adjusted based on the higher amount
 - i. In a historical premise shows that children should benefit from resources of both parents, but \$12,000 doesn't seem adequate now
 - ii. From a different perspective, sees that \$12,000 is a break for over the top child support orders when families have combined net monthly income over \$12,000 because of imputed income, this helps limit the crushing impact of a child support order they aren't able to pay
 - Could possibly do something similar to tax brackets, where once you make a certain amount, you are placed in a different bracket
 - Cost of living differences taken into consideration?
 - a. Level of complexity, may decrease value of it (i.e. a person moves to a different county in a month and all of the counties calculations may not be readily be available, which could be a challenge for parent's completing worksheets on their own)
 - b. A parent works remotely and moves to a specific county for their benefit
 - c. If the group is trying to streamline this process, a geographic differentiation would present a huge challenge

3. Charter/Scope Review (2:13pm-2:25pm)

a. Overview of Scope

- i. What is 'Out of Scope'
 - Are most members okay with the income shares model and can we move this out of scope?
 - Question: Is the model follows federal guidelines that Washington is supposed to follow? Answer: yes
 - Members all in agreeance that this can be moved out of scope
- ii. What is 'In Scope'
 - Expanding the economic table upwards past \$12,000 and finding a more reasonable starting point
 - Policy and implementation plan recommendations
 - Rounding up, making it clearer in a footnote/instruction or ranges for the combined monthly net income (CMNI)
 - a. Current economic table has set dollar amounts \$1,000, \$2,000, etc., but could put brackets like \$1,000-\$1999, \$2,000-\$2,999, etc.

4. Other Research (2:26pm-2:29pm)

- a. Is there any more research that needs to be completed before subcommittee can start planning for scope?
 - i. A subcommittee to develop the expansion of the economic table and finding a more reasonable starting point
 - Kimberly would be happy to help
 - Will check with Anneliese
 - Amy would be willing to help with the lower income portion

5. Tasks and Next Steps (2:30pm)

a. Will work towards creating a subcommittee to develop the expansion and finding a more reasonable starting point for the the economic table, to follow up at the next subcommittee meeting on 4/20/23 so this group can determine a definitive scope

Meeting Adjourned at 2:31pm