## 2006 SESSION

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## **HOUSE BILL NO. 731**

AMENDMENT IN THE NATURE OF A SUBSTITUTE

(Proposed by the House Committee for Courts of Justice

on January 27, 2006)

(Patron Prior to Substitute—Delegate McQuigg)

- A BILL to amend and reenact §§ 20-108.1 and 20-108.2 of the Code of Virginia, relating to child support guidelines; factors used in determining child support.
- Be it enacted by the General Assembly of Virginia:
- 1. That §§ 20-108.1 and 20-108.2 of the Code of Virginia are amended and reenacted as follows:
  - § 20-108.1. Determination of child or spousal support.

11 A. In any proceeding on the issue of determining spousal support, the court shall consider all evidence presented relevant to any issues joined in that proceeding. The court's decision shall be 12 rendered based upon the evidence relevant to each individual case. 13

14 B. In any proceeding on the issue of determining child support under this title or Title 16.1 or Title 15 63.2, the court shall consider all evidence presented relevant to any issues joined in that proceeding. The court's decision in any such proceeding shall be rendered upon the evidence relevant to each individual 16 case. However, there shall be a rebuttable presumption in any judicial or administrative proceeding for 17 child support, including cases involving split custody or shared custody, that the amount of the award 18 which would result from the application of the guidelines set out in § 20-108.2 is the correct amount of 19 20 child support to be awarded. Liability for support shall be determined retroactively for the period measured from the date that the proceeding was commenced by the filing of an action with any court 21 provided the complainant exercised due diligence in the service of the respondent or, if earlier, the date 22 23 an order of the Department of Social Services entered pursuant to Title 63.2 and directing payment of 24 support was delivered to the sheriff or process server for service on the obligor.

In order to rebut the presumption, the court shall make written findings in the order, which findings 25 may be incorporated by reference, that the application of such guidelines would be unjust or 26 inappropriate in a particular case. The finding that rebuts the guidelines shall state the amount of support 27 that would have been required under the guidelines, shall give a justification of why the order varies 28 29 from the guidelines, and shall be determined by relevant evidence pertaining to the following factors 30 affecting the obligation, the ability of each party to provide child support, and the best interests of the 31 child: 32

- 1. Actual monetary support for other family members or former family members;
- 2. Arrangements regarding custody of the children, *including the cost of visitation travel*;

34 3. Imputed income to a party who is voluntarily unemployed or voluntarily under-employed; 35 provided that income may not be imputed to the custodial parent when a child is not in school, child care services are not available and the cost of such child care services are not included in the 36 37 computation and provided further, that any consideration of imputed income based on a change in a 38 party's employment shall be evaluated with consideration of the good faith and reasonableness of 39 employment decisions made by the party; 40

4. Debts of either party arising during the marriage for the benefit of the child;

5. Debts incurred for production of income;

42 65. Direct payments ordered by the court for health care coverage maintaining life insurance coverage pursuant to subsection D, education expenses, or other court-ordered direct payments for the 43 44 benefit of the child and costs related to the provision of health care coverage pursuant to subdivision 7 of <u>§ 20-60.3</u>: 45

7. Extraordinary capital gains such as capital gains resulting from the sale of the marital abode;

47 8. Age, physical and mental condition of the child or children, including unreimbursed medical or **48** dental expenses, and child care expenses 6. Any special needs of a child resulting from any physical, 49 emotional, or medical condition;

97. Independent financial resources, if any, of the child or children;

108. Standard of living for the family child or children established during the marriage;

52 449. Earning capacity, obligations and needs, and financial resources, and special needs of each 53 parent;

54 12. Education and training of the parties and the ability and opportunity of the parties to secure such 55 education and training; 56

13. Contributions, monetary and nonmonetary, of each party to the well-being of the family;

57 1410. Provisions made with regard to the marital property under § 20-107.3, where said property 58 earns income or has an income-earning potential;

59 1511. Tax consequences to the parties regarding including claims for exemptions, child tax credit, HB731H1

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60 and child care credit for dependent children and child care expenses;

61 1612. A written agreement, *stipulation, consent order, or decree* between the parties which includes the amount of child support;

63 17. A pendente lite decree, which includes the amount of child support, agreed to by both parties or
 64 by counsel for the parties; and

65 1813. Such other factors, including tax consequences to each party, as are necessary to consider the equities for the parents and children.

67 C. In any proceeding under this title or Title 16.1 or Title 63.2 on the issue of determining child
68 support, the court shall have the authority to order a party to provide health care coverage, as defined in
69 § 63.2-1900, for dependent children if reasonable under all the circumstances and health care coverage
70 for a spouse or former spouse.

D. In any proceeding under this title, Title 16.1 or Title 63.2 on the issue of determining child support, the court shall have the authority to order a party to (i) maintain any existing life insurance policy on the life of either party provided the party so ordered has the right to designate a beneficiary and (ii) designate a child or children of the parties as the beneficiary of all or a portion of such life insurance for so long as the party so ordered has a statutory obligation to pay child support for the child or children.

E. Except when the parties have otherwise agreed, in any proceeding under this title, Title 16.1 or
Title 63.2 on the issue of determining child support, the court shall have the authority to and may, in its discretion, order one party to execute all appropriate tax forms or waivers to grant to the other party the right to take the income tax dependency exemption for any tax year or future years, for any child or children of the parties for federal and state income tax purposes.

82 § 20-108.2. Guideline for determination of child support; quadrennial review by Child Support
83 Guidelines Review Panel; executive summary.

84 A. There shall be a rebuttable presumption in any judicial or administrative proceeding for child 85 support under this title or Title 16.1 or 63.2, including cases involving split custody or shared custody, that the amount of the award which would result from the application of the guidelines set forth in this 86 87 section is the correct amount of child support to be awarded. In order to rebut the presumption, the court shall make written findings in the order as set out in § 20-108.1, which findings may be 88 89 incorporated by reference, that the application of the guidelines would be unjust or inappropriate in a 90 particular case as determined by relevant evidence pertaining to the factors set out in §§ 20-107.2 and 91 20-108.1. The Department of Social Services shall set child support at the amount resulting from 92 computations using the guidelines set out in this section pursuant to the authority granted to it in Chapter 19 (§ 63.2-1900 et seq.) of Title 63.2 and subject to the provisions of § 63.2-1918. 93

94 B. For purposes of application of the guideline, a basic child support obligation shall be computed using the schedule set out below. For combined monthly gross income amounts falling between amounts 95 96 shown in the schedule, basic child support obligation amounts shall be extrapolated. However, unless 97 one of the following exemptions applies where the sole custody child support obligation as computed pursuant to subdivision G 1 is less than \$65 per month, there shall be a presumptive minimum child 98 99 support obligation of \$65 per month payable by the payor parent. Exemptions from this presumptive minimum monthly child support obligation shall include: parents unable to pay child support because 100 they lack sufficient assets from which to pay child support and who, in addition, are institutionalized in 101 102 a psychiatric facility; are imprisoned with no chance of parole; are medically verified to be totally and permanently disabled with no evidence of potential for paying child support, including recipients of 103 Supplemental Security Income (SSI); or are otherwise involuntarily unable to produce income. "Number 104 of children" means the number of children for whom the parents share joint legal responsibility and for 105 106 whom support is being sought.

## **107** SCHEDULE OF MONTHLY BASIC CHILD SUPPORT OBLIGATIONS

108 COMBINED

109	MONTHLY						
110	GROSS	ONE	TWO	THREE	FOUR	FIVE	SIX
111	INCOME	CHILD	CHILDREN	CHILDREN	CHILDREN	CHILDREN	CHILDREN
112	0-599	65	65	65	65	65	65
113	600	110	111	113	114	115	116
114	650	138	140	142	143	145	146
115	700	153	169	170	172	174	176
116	750	160	197	199	202	204	206
117	800	168	226	228	231	233	236
118	850	175	254	257	260	263	266
119	900	182	281	286	289	292	295
120	950	189	292	315	318	322	325

121	1000	196	304	344	348	351	355
122	1050	203	315	373	377	381	385
123	1100	210	326	402	406	410	415
124	1150	217	337	422	435	440	445
125	1200	225	348	436	465	470	475
126	1250	232	360	451	497	502	507
127	1300	241	373	467	526	536	542
128	1350	249	386	483	545	570	576
129	1400	257	398	499	563	605	611
130	1450	265	411	515	581	633	645
131	1500	274	426	533	602	656	680
132	1550	282	436	547	617	672	714
133	1600	289	447	560	632	689	737
134	1650	295	458	573	647	705	754
135	1700	302	468	587	662	721	772
136	1750	309	479	600	676	738	789
137	1800	315	488	612	690	752	805
138	1850	321	497	623	702	766	819
139	1900	326	506	634	714	779	834
140	1950	332	514	645	727	793	848
141	2000	338	523	655	739	806	862
142	2050	343	532	666	751	819	877
143	2100	349	540	677	763	833	891
144	2150	355	549	688	776	846	905
145	2200	360	558	699	788	860	920
146	2250	366	567	710	800	873	934
147	2300	371	575	721	812	886	948
148 149	2350	377	584	732	825	900	963
149	2400 2450	383 388	593 601	743 754	837 849	913 927	977 991
150	2450	300 394	610	765	849	940	1006
151	2550	394	619	705	874	954	1000
152	2600	405	627	787	886	967	1020
155	2650	410	635	797	897	979	1048
155	2700	415	643	806	908	991	1060
156	2750	420	651	816	919	1003	1073
157	2800	425	658	826	930	1015	1085
158	2850	430	667	836	941	1027	1098
159	2900	435	675	846	953	1039	1112
160	2950	440	683	856	964	1052	1125
161	3000	445	691	866	975	1064	1138
162	3050	450	699	876	987	1076	1152
163	3100	456	707	886	998	1089	1165
164	3150	461	715	896	1010	1101	1178
165	3200	466	723	906	1021	1114	1191
166	3250	471	732	917	1032	1126	1205
167	3300	476	740	927	1044	1139	1218
168	3350	481	748	937	1055	1151	1231
169	3400	486	756	947	1067	1164	1245
170	3450	492	764	957	1078	1176	1258
171	3500	497	772	967	1089	1189	1271
172	3550	502	780	977	1101	1201	1285
173	3600	507	788	987	1112	1213	1298
174 175	3650	512	797	997	1124	1226	1311
175	3700	518	806	1009	1137	1240	1326
176	3750	524	815	1020	1150	1254	1342

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177	3800	530	824	1032	1163	1268	1357
178	3850	536	834	1043	1176	1283	1372
179	3900	542	843	1055	1189	1297	1387
180	3950	547	852	1066	1202	1311	1402
181	4000	553	861	1078	1214	1325	1417
182	4050	559	871	1089	1227	1339	1432
183	4100	565	880	1101	1240	1353	1448
184	4150	571	889	1112	1253	1367	1463
185	4200	577	898	1124	1266	1382	1478
186	4250	583	907	1135	1279	1396	1493
187	4300	589	917	1147	1292	1410	1508
188	4350	594	926	1158	1305	1424	1523
189	4400	600	935	1170	1318	1438	1538
190 101	4450	606	944	1181	1331	1452	1553
191 192	4500	612	954	1193	1344	1467	1569
192 193	4550 4600	618 624	963 972	1204 1216	1357 1370	1481 1495	1584 1599
193 194	4600 4650	630	972 981	1218	1383	1495	1614
194	4050	635	989	1237	1395	1522	1614
195	4750	641	997	1247	1406	1534	1641
197	4800	646	1005	1257	1417	1546	1654
198	4850	651	1013	1267	1428	1558	1667
199	4900	656	1021	1277	1439	1570	1679
200	4950	661	1028	1286	1450	1582	1692
201	5000	666	1036	1295	1460	1593	1704
202	5050	671	1043	1305	1471	1605	1716
203	5100	675	1051	1314	1481	1616	1728
204	5150	680	1058	1323	1492	1628	1741
205	5200	685	1066	1333	1502	1640	1753
206 207	5250	690	1073	1342	1513	1651	1765
207	5300 5350	695 700	1081 1088	1351 1361	1524 1534	1663 1674	1778 1790
208	5400	705	1096	1370	1545	1686	1802
210	5450	710	1103	1379	1555	1697	1815
211	5500	714	1111	1389	1566	1709	1827
212	5550	719	1118	1398	1576	1720	1839
213	5600	724	1126	1407	1587	1732	1851
214	5650	729	1133	1417	1598	1743	1864
215	5700	734	1141	1426	1608	1755	1876
216	5750	739	1148	1435	1619	1766	1888
217	5800	744	1156	1445	1629	1778	1901
218 219	5850	749	1163	1454	1640	1790	1913
219	5900 5950	753 758	1171 1178	1463 1473	1650 1661	1801 1813	1925 1937
220	6000	763	1178	1482	1672	1824	1957
222	6050	768	1193	1491	1682	1836	1962
223	6100	773	1201	1501	1693	1847	1974
224	6150	778	1208	1510	1703	1859	1987
225	6200	783	1216	1519	1714	1870	1999
226	6250	788	1223	1529	1724	1882	2011
227	6300	792	1231	1538	1735	1893	2023
228	6350	797	1238	1547	1745	1905	2036
229	6400	802	1246	1557	1756	1916	2048
230	6450	807	1253	1566	1767	1928	2060
231 232	6500	812 816	1261	1575	1777	1940 1940	2073
232 233	6550 6600	816 820	1267 1272	1583 1590	1786 1794	1949 1957	2083 2092
433	0000	020		TJAO	1/94	ן כגד /	2092

234	6650	823	1277	1597	1801	1965	2100
235	6700	827	1283	1604	1809	1974	2109
236	6750	830	1288	1610	1817	1982	2118
237	6800	834	1293	1617	1824	1990	2127
238	6850	837	1299	1624	1832	1999	2136
239	6900	841	1304	1631	1839	2007	2145
240	6950	845	1309	1637	1847	2016	2154
241	7000	848	1315	1644	1855	2024	2163
242	7050	852	1320	1651	1862	2032	2172
243	7100	855	1325	1658	1870	2041	2181
244	7150	859	1331	1665	1878	2049	2190
245	7200	862	1336	1671	1885	2057	2199
246	7250	866	1341	1678	1893	2066	2207
247	7300	870	1347	1685	1900	2074	2216
248	7350	873	1352	1692	1908	2082	2225
249	7400	877	1358	1698	1916	2091	2234
250	7450	880	1363	1705	1923	2099	2243
251	7500	884	1368	1712	1931	2108	2252
252	7550	887	1374	1719	1938	2116	2261
253	7600	891	1379	1725	1946	2124	2270
254	7650	895	1384	1732	1954	2133	2279
255	7700	898	1390	1739	1961	2141	2288
256	7750	902	1395	1746	1969	2149	2297
257	7800	905	1400	1753	1977	2158	2305
258	7850	908	1405	1758	1983	2164	2313
259	7900	910	1409	1764	1989	2171	2320
260	7950	913	1414	1770	1995	2178	2328
261	8000	916	1418	1776	2001	2185	2335
262	8050	918	1423	1781	2007	2192	2343
263	8100	921	1428	1787	2014	2198	2350
264	8150	924	1432	1793	2020	2205	2357
265	8200	927	1437	1799	2026	2212	2365
266	8250	929	1441	1804	2032	2219	2372
267	8300	932	1446	1810	2038	2226	2380
268	8350	935	1450	1816	2045	2232	2387
269	8400	937	1455	1822	2051	2239	2395
270	8450	940	1459	1827	2057	2246	2402
271	8500	943	1464	1833	2063	2253	2410
272	8550	945	1468	1839	2069	2260	2417
273	8600	948	1473	1845	2076	2266	2425
274	8650	951	1478	1850	2082	2273	2432
275	8700	954	1482	1856	2088	2280	2440
276	8750	956	1487	1862	2094	2287	2447
277	8800	959	1491	1868	2100	2294	2455
278	8850	962	1496	1873	2107	2300	2462
279 289	8900	964	1500	1879	2113	2307	2470
280 281	8950	967	1505	1885	2119	2314	2477
281 282	9000	970	1509	1891	2125	2321	2484
282 283	9050	973 075	1514	1896	2131	2328	2492
283 284	9100 9150	975	1517 1521	1901	2137	2334	2498
284 285	9150	977	1521	1905	2141	2339	2503
285 286	9200	979 982	1524 1527	1909	2146	2344	2509
280 287	9250 9300	982 984	1527 1531	1914 1918	2151 2156	2349 2354	2514 2520
287	9300 9350	984 986	1531	1918	2156 2160	2354 2359	2520 2525
288 289	9350 9400	986 988	1534	1922	2160	2359	2525 2531
207	5400	200	1001	TAR	ZIOD	2000	2001

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290	9450	990	1541	1930	2170	2370	2536	
291	9500	993	1544	1935	2175	2375	2541	
292	9550	995	1547	1939	2179	2380	2547	
293	9600	997	1551	1943	2184	2385	2552	
294	9650	999	1554	1947	2189	2390	2558	
295	9700	1001	1557	1951	2194	2396	2563	
296	9750	1003	1561	1956	2198	2401	2569	
297	9800	1006	1564	1960	2203	2406	2574	
298	9850	1008	1567	1964	2208	2411	2580	
299	9900	1010	1571	1968	2213	2416	2585	
300	9950	1012	1574	1972	2218	2421	2590	
301	10000	1014	1577	1977	2222	2427	2596	
302			ne between \$10			amount of c	hild support f	or
303			centages of gross		e \$10,000:			
304	ONE	TWO	THREE	FOUR	FIVE	SIX		
305	CHILD	CHILDREN	CHILDREN	CHILDREN	CHILDREN	CHILDREN		
306	_ 3.1%	5.1%	6.8%	7.8%	8.8%	9.5%		
307			ne between \$20			amount of c	hild support f	or
308		• •	centages of gross					
309	ONE	TWO	THREE	FOUR	FIVE	SIX		
310	CHILD	CHILDREN	CHILDREN	CHILDREN	CHILDREN	CHILDREN		
311	2%	3.5%	5%	6%	6.9%	7.8%	¢70.000 ( )	1
312			ne over \$50,00		nount of child	support for	\$50,000 to t	he
313	• •	0 0	s income above			0.137		
314	ONE	TWO	THREE	FOUR	FIVE	SIX		

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314	ONE	.T.WO	THREE	FOUR	F.TAF.	SIX
315	CHILD	CHILDREN	CHILDREN	CHILDREN	CHILDREN	CHILDREN
316	1%	2%	3%	4%	5%	6%

317 C. For purposes of this section, "gross income" means all income from all sources, and shall include, 318 but not be limited to, income from salaries, wages, commissions, royalties, bonuses, dividends, severance 319 pay, pensions, interest, trust income, annuities, capital gains, social security benefits except as listed 320 below, workers' compensation benefits, unemployment insurance benefits, disability insurance benefits, 321 veterans' benefits, spousal support, rental income, gifts, prizes or awards.

322 If a parent's gross income includes disability insurance benefits, it shall also include any amounts 323 paid to or for the child who is the subject of the order and derived by the child from the parent's entitlement to disability insurance benefits. To the extent that such derivative benefits are included in a 324 325 parent's gross income, that parent shall be entitled to a credit against his or her ongoing basic child 326 support obligation for any such amounts, and, if the amount of the credit exceeds the parent's basic child 327 support obligations, the credit may be used to reduce arrearages.

Gross income shall be subject to deduction of reasonable business expenses for persons with income 328 329 from self-employment, a partnership, or a closely held business. "Gross income" shall not include:

- 330 1. Benefits from public assistance and social services programs as defined in § 63.2-100; 331
  - 2. Federal supplemental security income benefits;
    - 3. Child support received; or

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333 4. Income received by the payor from secondary employment income not previously included in 334 "gross income," where the payor obtained the income to discharge a child support arrearage established 335 by a court or administrative order and the payor is paying the arrearage pursuant to the order. "Secondary employment income" includes but is not limited to income from an additional job, from 336 self-employment, or from overtime employment. The cessation of such secondary income upon the 337 338 payment of the arrearage shall not be the basis for a material change in circumstances upon which a 339 modification of child support may be based-; or

340 5. Any one-time, or very infrequent, receipt of money or value that is not expected to be repeated, 341 as, for example, a capital gain, inheritance, gift, prize, or award.

342 For purposes of this subsection: (i) spousal support received shall be included in gross income and 343 spousal support paid shall be deducted from gross income when paid pursuant to an order or written 344 agreement and (ii) one-half of any self-employment tax paid shall be deducted from gross income.

345 Where there is an existing court or administrative order or written agreement relating to the child or 346 children of a party to the proceeding, who are not the child or children who are the subject of the 347 present proceeding, then there is a presumption that there shall be deducted from the gross income of 348 the party subject to such order or written agreement, the amount that the party is actually paying for the 349 support of a child or children pursuant to such order or agreement.

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350 Where a party to the proceeding has a natural or adopted child or children in the party's household 351 or primary physical custody, and the child or children are not the subject of the present proceeding, 352 there is a presumption that there shall be deducted from the gross income of that party the amount as 353 shown on the Schedule of Monthly Basic Child Support Obligations contained in subsection B that 354 represents that party's support obligation based solely on that party's income as being the total income 355 available for the natural or adopted child or children in the party's household or primary physical 356 custody, who are not the subject of the present proceeding. Provided, however, that the existence of a party's financial responsibility for such a child or children shall not of itself constitute a material change 357 358 in circumstances for modifying a previous order of child support in any modification proceeding. Any 359 adjustment to gross income under this subsection shall not create or reduce a support obligation to an 360 amount which seriously impairs the custodial parent's ability to maintain minimal adequate housing and 361 provide other basic necessities for the child, as determined by the court.

362 In cases in which retroactive liability for support is being determined, the court or administrative 363 agency may use the gross monthly income of the parties averaged over the period of retroactivity.

364 D. Except for good cause shown or the agreement of the parties, in addition to any other child 365 support obligations established pursuant to this section, any child support order shall provide that the 366 parents pay in proportion to their gross incomes, as used for calculating the monthly support obligation, any reasonable and necessary unreimbursed medical or dental expenses that are in excess of \$250 for 367 368 any calendar year for each child who is the subject of the obligation. The method of payment of those 369 expenses shall be contained in the support order. Each parent shall pay his respective share of expenses 370 as those expenses are incurred. Any amount paid under this subsection shall not be adjusted by, nor 371 added to, the child support calculated in accordance with subsection G. For the purposes of this section, 372 medical or dental expenses shall include but not be limited to eyeglasses, prescription medication, prosthetics, orthodontics, and mental health or developmental disabilities services, including but not 373 374 limited to services provided by a social worker, psychologist, psychiatrist, counselor, or therapist.

E. Any costs for healthcare coverage as defined in § 63.2-1900 and dental care coverage, when
actually being paid by a parent, to the extent such costs are directly allocable to the child or children,
and which are the extra costs of covering the child or children beyond whatever coverage the parent
providing the coverage would otherwise have, shall be added to the basic child support obligation.

379 F. Any child-care costs incurred on behalf of the child or children due to employment of the 380 custodial parent shall be added to the basic child support obligation. Child-care costs shall not exceed 381 the amount required to provide quality care from a licensed source. When requested by the noncustodial 382 parent, the court may require the custodial parent to present documentation to verify the costs incurred 383 for child care under this subsection. Where appropriate, the court shall consider the willingness and 384 availability of the noncustodial parent to provide child care personally in determining whether child-care 385 costs are necessary or excessive. Upon the request of either party, and upon a showing of the tax 386 savings a party derives from child-care cost deductions or credits, the court shall factor actual tax 387 consequences into its calculation of the child-care costs to be added to the basic child support obligation. 388 G. 1. Sole custody support. The sole custody total monthly child support obligation shall be 389 established by adding (i) the monthly basic child support obligation, as determined from the schedule 390 contained in subsection B, (ii) costs for health care coverage to the extent allowable by subsection E, 391 and (iii) work-related child-care costs and taking into consideration all the factors set forth in subsection 392 B of § 20-108.1. The total monthly child support obligation shall be divided between the parents in the 393 same proportion as their monthly gross incomes bear to their monthly combined gross income. The 394 monthly obligation of each parent shall be computed by multiplying each parent's percentage of the 395 parents' monthly combined gross income by the total monthly child support obligation.

However, the monthly obligation of the noncustodial parent shall be reduced by the cost for health care coverage to the extent allowable by subsection E when paid directly by the noncustodial parent.
Unreimbursed medical and dental expenses shall be calculated and allocated in accordance with subsection D.

2. Split custody support. In cases involving split custody, the amount of child support to be paid
shall be the difference between the amounts owed by each parent as a noncustodial parent, computed in
accordance with subdivision 1, with the noncustodial parent owing the larger amount paying the
difference to the other parent. Unreimbursed medical and dental expenses shall be calculated and
allocated in accordance with subsection D.

For the purpose of this section and § 20-108.1, split custody shall be limited to those situations where each parent has physical custody of a child or children born of the parents, born of either parent and adopted by the other parent or adopted by both parents. For the purposes of calculating a child support obligation where split custody exists, a separate family unit exists for each parent, and child support for that family unit shall be calculated upon the number of children in that family unit who are born of the parents, born of either parent and adopted by the other parent or adopted by both parents. 411 Where split custody exists, a parent is a custodial parent to the children in that parent's family unit and 412 is a noncustodial parent to the children in the other parent's family unit.

**413** 3. Shared custody support.

(a) Where a party has custody or visitation of a child or children for more than 90 days of the year,
as such days are defined in subdivision G 3 (c), a shared custody child support amount based on the
ratio in which the parents share the custody and visitation of any child or children shall be calculated in
accordance with this subdivision. The presumptive support to be paid shall be the shared custody
support amount, unless a party affirmatively shows that the sole custody support amount calculated as
provided in subdivision G 1 is less than the shared custody support amount. If so, the lesser amount
shall be the support to be paid. For the purposes of this subsection, the following shall apply:

(i) Income share. "Income share" means a parent's percentage of the combined monthly gross income of both parents. The income share of a parent is that parent's gross income divided by the combined gross incomes of the parties.

424 (ii) Custody share. "Custody share" means the number of days that a parent has physical custody, 425 whether by sole custody, joint legal or joint residential custody, or visitation, of a shared child per year 426 divided by the number of days in the year. The actual or anticipated "custody share" of the parent who 427 has or will have fewer days of physical custody shall be calculated for a one-year period. The "custody share" of the other parent shall be presumed to be the number of days in the year less the number of 428 429 days calculated as the first parent's "custody share." For purposes of this calculation, the year may begin 430 on such date as is determined in the discretion of the court, and the day may begin at such time as is 431 determined in the discretion of the court. For purposes of this calculation, a day shall be as defined in 432 subdivision G 3 (c).

(iii) Shared support need. "Shared support need" means the presumptive guideline amount of needed
support for the shared child or children calculated pursuant to subsection B of this section, for the
combined gross income of the parties and the number of shared children, multiplied by 1.4.

436 (iv) Sole custody support. "Sole custody support" means the support amount determined in437 accordance with subdivision G 1.

438 (b) Support to be paid. The shared support need of the shared child or children shall be calculated 439 pursuant to subdivision G 3 (a) (iii). This amount shall then be multiplied by the other parent's custody 440 share. To that sum for each parent shall be added the other parent's cost of health care coverage to the 441 extent allowable by subsection E, plus the other parent's work-related child-care costs to the extent allowable by subsection F. This total for each parent shall be multiplied by that parent's income share. 442 443 The support amounts thereby calculated that each parent owes the other shall be subtracted one from the 444 other and the difference shall be the shared custody support one parent owes to the other, with the payor 445 parent being the one whose shared support is the larger. Unreimbursed medical and dental expenses 446 shall be calculated and allocated in accordance with subsection D.

(c) Definition of a day. For the purposes of this section, "day" means a period of 24 hours; however,
where the parent who has the fewer number of overnight periods during the year has an overnight
period with a child, but has physical custody of the shared child for less than 24 hours during such
overnight period, there is a presumption that each parent shall be allocated one-half of a day of custody
for that period.

(d) Minimum standards. Any calculation under this subdivision shall not create or reduce a support
obligation to an amount which seriously impairs the custodial parent's ability to maintain minimal
adequate housing and provide other basic necessities for the child. If the gross income of either party is
equal to or less than 150 percent of the federal poverty level promulgated by the U.S. Department of
Health and Human Services from time to time, then the shared custody support calculated pursuant to
this subsection shall not be the presumptively correct support and the court may consider whether the
sole custody support or the shared custody support is more just and appropriate.

(e) Support modification. When there has been an award of child support based on the shared
custody formula and one parent consistently fails to exercise custody or visitation in accordance with the
parent's custody share upon which the award was based, there shall be a rebuttable presumption that the
support award should be modified.

(f) In the event that the shared custody support calculation indicates that the net support is to be paid
to the parent who would not be the parent receiving support pursuant to the sole custody calculation,
then the shared support shall be deemed to be the lesser support.

H. The Secretary of Health and Human Resources shall ensure that the guideline set out in this
section is reviewed by October 31, 2001, and every four years thereafter, by the Child Support
Guidelines Review Panel, consisting of 15 members comprised of four legislative members and 11
nonlegislative citizen members. Members shall be appointed as follows: three members of the House
Committee for Courts of Justice, upon the recommendation of the chairman of such committee, to be
appointed by the Speaker of the House of Delegates in accordance with the principles of proportional
representation contained in the Rules of the House of Delegates; one member of the Senate Committee

473 for Courts of Justice, upon the recommendation of the chairman of such committee, to be appointed by **474** the Senate Committee on Rules; and one representative of a juvenile and domestic relations district 475 court, one representative of a circuit court, one representative of the Department of Social Services' 476 Division of Child Support Enforcement, three members of the Virginia State Bar, two custodial parents, 477 two noncustodial parents, and one child advocate, upon the recommendation of the Secretary of Health 478 and Human Resources, to be appointed by the Governor. The Panel shall determine the adequacy of the 479 guideline for the determination of appropriate awards for the support of children by considering current 480 research and data on the cost of and expenditures necessary for rearing children, and any other resources 481 it deems relevant to such review. The Panel shall report its findings to the General Assembly as 482 provided in the procedures of the Division of Legislative Automated Systems for the processing of 483 legislative documents and reports before the General Assembly next convenes following such review.

Legislative members shall serve terms coincident with their terms of office. Nonlegislative citizen
members shall serve at the pleasure of the Governor. All members may be reappointed. Appointments to
fill vacancies, other than by expiration of a term, shall be made for the unexpired terms. Vacancies shall
be filled in the same manner as the original appointments.

488 Legislative members shall receive such compensation as provided in § 30-19.12, and nonlegislative
489 citizen members shall receive such compensation for the performance of their duties as provided in
490 § 2.2-2813. All members shall be reimbursed for all reasonable and necessary expenses incurred in the
491 performance of their duties as provided in §§ 2.2-2813 and 2.2-2825. Funding for the costs of
492 compensation and expenses of the members shall be provided by the Department of Social Services.

**493** The Department of Social Services shall provide staff support to the Panel. All agencies of the **494** Commonwealth shall provide assistance to the Panel, upon request.

495 The chairman of the Panel shall submit to the Governor and the General Assembly a quadrennial 496 executive summary of the interim activity and work of the Panel no later than the first day of 2006 497 regular session of the General Assembly and every four years thereafter. The executive summary shall 498 be submitted as provided in the procedures of the Division of Legislative Automated Systems for the 499 processing of legislative documents and reports and shall be posted on the General Assembly's website.

500 Notwithstanding any other provision of law, any amendments to this section shall not be retroactive 501 to a date before the effective date of the amendment, and shall not be the basis for a material change in 502 circumstances upon which a modification of child support may be based.