## **1996 SESSION**

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## **HOUSE BILL NO. 1401**

AMENDMENT IN THE NATURE OF A SUBSTITUTE

(Proposed by the House Committee on Health, Welfare and Institutions

on February 8, 1996)

(Patron Prior to Substitute—Delegate McDonnell)

- A BILL to amend and reenact § 63.1-274.10 of the Code of Virginia and to amend the Code of Virginia by adding a section numbered 63.1-249.1, relating to child support enforcement. Be it enacted by the General Assembly of Virginia:
- 9 1. That § 63.1-274.10 of the Code of Virginia is amended and reenacted and that the Code of 10 Virginia is amended by adding a section numbered 63.1-249.1 as follows: 11
  - § 63.1-249.1. Child support enforcement; private contracts.

A. Pursuant to the authority granted in § 63.1-249, child support enforcement fieldwork 12 13 administrative functions in the Commonwealth may be performed by private entities. The Department shall supervise the administration of the child support enforcement program, let and monitor all 14 15 contracts with private entities and ensure compliance with applicable state and federal laws and 16 regulations, The Department may also enter into contracts with private collection agencies and other 17 entities to effect the collection of child support arrearages. Contracts entered into pursuant to this section shall be in accordance with the applicable laws and regulations governing public entities 18 pursuant to the Public Procurement Act (§11-35 et seq.). Any contract to perform child support 19 20 enforcement field work administrative functions entered into by the Department shall contain a provision 21 that the entity to whom the contract is awarded shall give employment preference to qualified persons whose employment with the Division of Child Support Enforcement is terminated as a result of the 22 23 privatization of child support enforcement functions. Notwithstanding any other provision of law, when 24 hiring to fill vacant positions within the Department, preference shall be given to qualified persons who 25 are unable to obtain employment with an entity who is awarded a contract to perform child support enforcement field work administrative functions pursuant to this section and whose employment with the 26 27 Division of Child Support Enforcement is terminated as a result of the privatization of child support 28 enforcement functions.

29 B. The State Board shall establish guidelines to implement the Department's responsibilities under 30 this section. Such guidelines shall specify procedures by which child support enforcement funding mechanisms authorized by state and federal law are allocated to fund central office and privatized child 31 32 support enforcement functions.

33 C. The Attorney General shall provide and supervise legal services to the Division of Child Support 34 Enforcement in child support enforcement cases to establish, obligate, enforce and collect child support. 35 In addition to other methods of providing legal services as may be authorized by law, the Attorney 36 General may contract with private attorneys to provide such services as special counsel pursuant to 37 § 2.1-122 or to conduct pilot programs to evaluate the costs and benefits of the privatization of such 38 legal services. The compensation for such special and private counsel shall be paid out of funds received by the Division of Child Support Enforcement as provided by state and federal law and such 39 40 reasonable attorneys fees as may be recovered. The Attorney General may also use collection agencies 41 as may be necessary and cost-effective to pursue fully the recovery of all costs and fees authorized by 42 § 63.1-274.10 in proceedings to enforce child support obligations.

43 D. By July 1, 1997, the Department shall submit a written report to the Governor and General 44 Assembly with a detailed summary and evaluation of pilot privatization of child support enforcement 45 programs. 46

§ 63.1-274.10. Reimbursement of attorney's fees and certain costs.

47 The Department shall have the authority to assess and recover from the absent responsible parent in **48** proceedings to enforce child support obligations against the absent responsible parent, reasonable 49 attorney's fees in an amount not to exceed the amount allowed court-appointed counsel in the district 50 courts pursuant to subdivision 1 of  $\frac{9}{19.2-163}$ . The Department shall also have the authority to assess 51 and recover costs in such cases. However, the Department shall not be entitled to recover attorney's fees or costs in any case in which the absent responsible parent prevails. 52

53 The Department shall have the authority to assess and recover the actual costs of blood testing 54 against the absent responsible parent. The blood testing costs shall be set at the rate charged the 55 Department by the provider of blood testing services.

The Department shall have the authority to assess and recover the actual costs of intercept programs 56 57 from the responsible parent. The intercept programs' costs shall be set at the rate actually charged the 58 Department.

59 The fees and costs that may be recovered pursuant to this section may be collected using any HB1401H1

60 mechanism provided by this chapter.