

SB 511 -1 STAFF MEASURE SUMMARY

Senate Committee On Judiciary

Prepared By: Channa Newell, Counsel

Meeting Dates: 2/22

WHAT THE MEASURE DOES:

Creates accounts receivable designation for overpayment of child support when Department of Justice transmits moneys received from or on behalf of an obligor to another person or entity.

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

-1 Replaces measure. Clarifies that overpayments can be made to any person or entity, including but not limited to obligor. Specifies that if person or entity does not timely object to determination of overpayment, then amount becomes liquidated debt and creates account receivable. Provides accounts receivable are delinquent if person or entity fails to make full payment within 90 days of liquidation or without payment as required by payment plan. Includes dishonored or reversed checks from any entity or person paying on behalf of obligor as account receivable.

BACKGROUND:

The Division of Child Support is a division within the Oregon Department of Justice. It is responsible for processing over \$1 million dollars each day in medical and child support of children. The Division assists in establishing paternity, parent location, determination of child support amounts, and collections on child support payments. The Division may collect spousal support when spousal support is part of a child support order.

Senate Bill 511 creates a process for accounts receivable for moneys paid out in error.