

Department of Child Support Services



FINANCIAL MANAGEMENT

Goal

To introduce Financial Management concepts and terminology in order to secure and distribute payment of support in the most efficient, cost-effective manner

The background of the slide is a light gray color with a faint, semi-transparent image of several US dollar bills scattered across it. The bills are in various orientations and denominations, including \$50 and \$100 bills. A thick, solid blue horizontal line runs across the middle of the slide, positioned above the main bullet points.

Philosophy

- **Self-Sufficiency**
- **Family First**

Child Support Program Orientation

Financial Management

- **Collection**
- **Allocation**
- **Distribution**
- **Disbursement**

Child Support Program Orientation

Case Aid Status

- **Never Assistance**
- **Current Assistance**
- **Former Assistance**

Never Assistance Case

**Title IV-D case that has never
received public assistance under
Title IV-A or Title IV-E**

Current Assistance Case

**Title IV-D case that is
currently receiving public
assistance under Title IV-A
or Title IV-E**

Former Assistance Case

**Title IV-D case that has received
Title IV-A or Title IV-E
assistance in the past**

Mixed Aid Status Cases

A Title IV-D case in which one or more of the children in the case has a different public assistance status

Multiple Cases

- Noncustodial parent is paying support for more than one family
- Current support is allocated to all children with orders

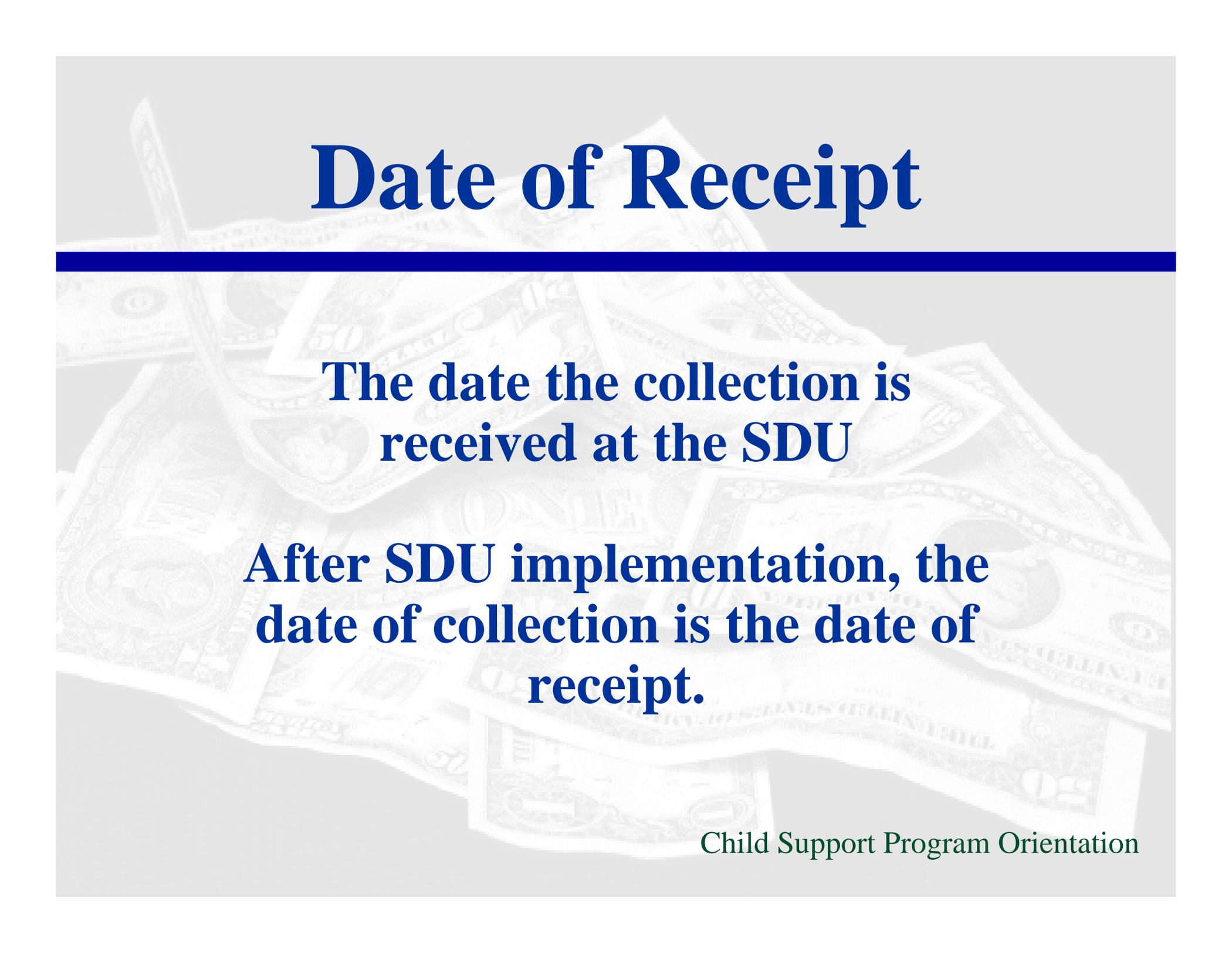
Support Types

- **Child Support/Family Support**
- **Medical Support**
- **Spousal Support**

Date of Collection

Before the SDU, the date of collection determined the date the payment was applied to the NCP's IV-D case(s)

Date of Receipt

The background of the slide features a collection of US dollar bills, including \$50 and \$100 denominations, scattered across the surface. The bills are slightly faded and overlaid with a light gray background. A thick blue horizontal line is positioned below the title.

The date the collection is received at the SDU

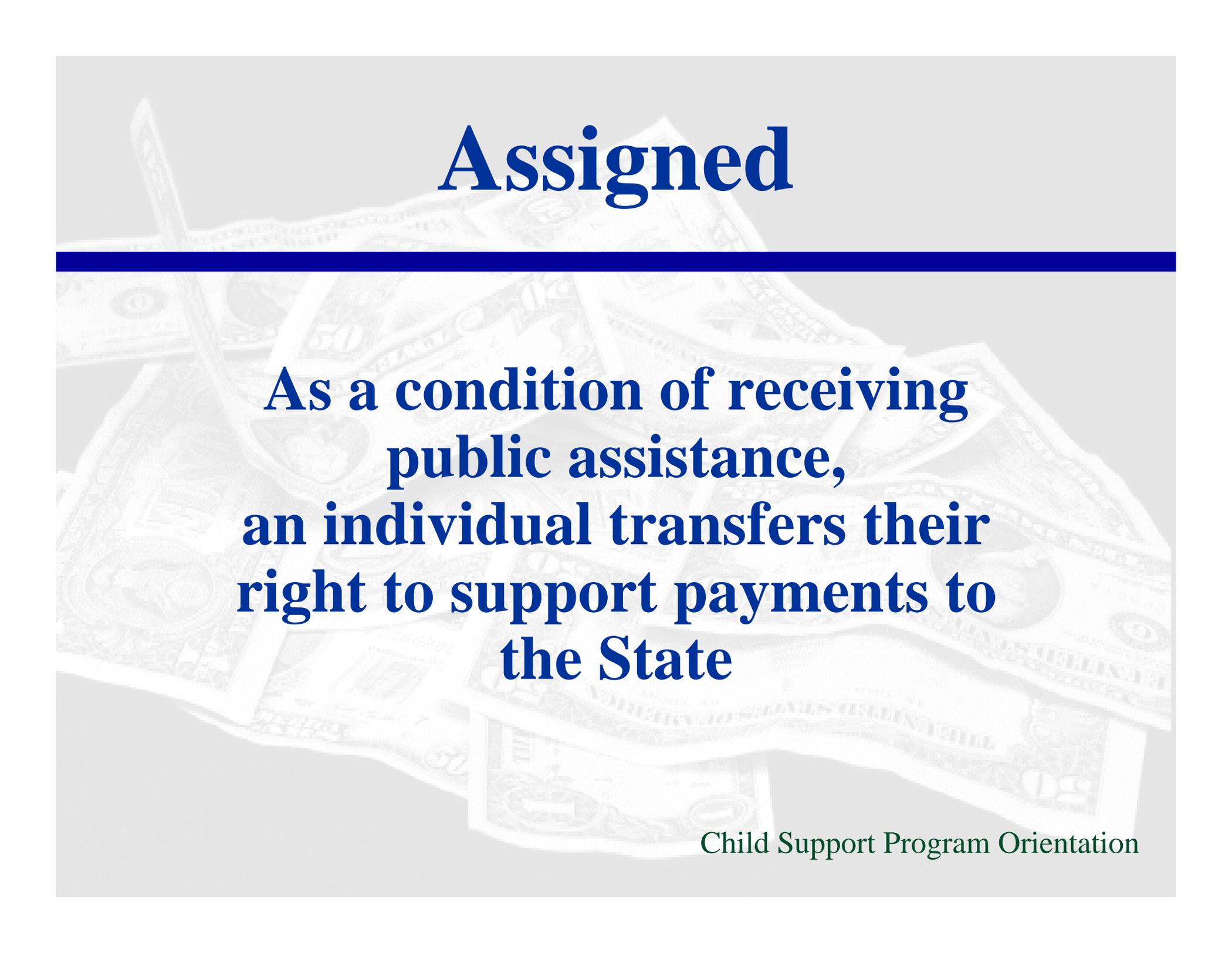
After SDU implementation, the date of collection is the date of receipt.

Payment Application Hierarchy

- **Current Support**
- **Arrears Interest**
- **Arrears Principal**
- **Fees and Costs**

Child Support Program Orientation

Assigned

The background of the slide features a collection of US dollar bills, including \$50 and \$100 denominations, scattered across the surface. The bills are rendered in a light, semi-transparent style, allowing the text to be clearly visible. A solid blue horizontal line is positioned below the main title.

**As a condition of receiving
public assistance,
an individual transfers their
right to support payments to
the State**

Arrearage Types

- **Never Assigned**
- **Permanently Assigned**
- **Temporarily Assigned**
- **Conditionally Assigned**
- **Unassigned During Assistance**
- **Unassigned Pre-Assistance**

Never Assigned

- Arrearages that have never been assigned to the State
- Collections applied to Never Assigned arrearages are disbursed to the family

Permanently Assigned

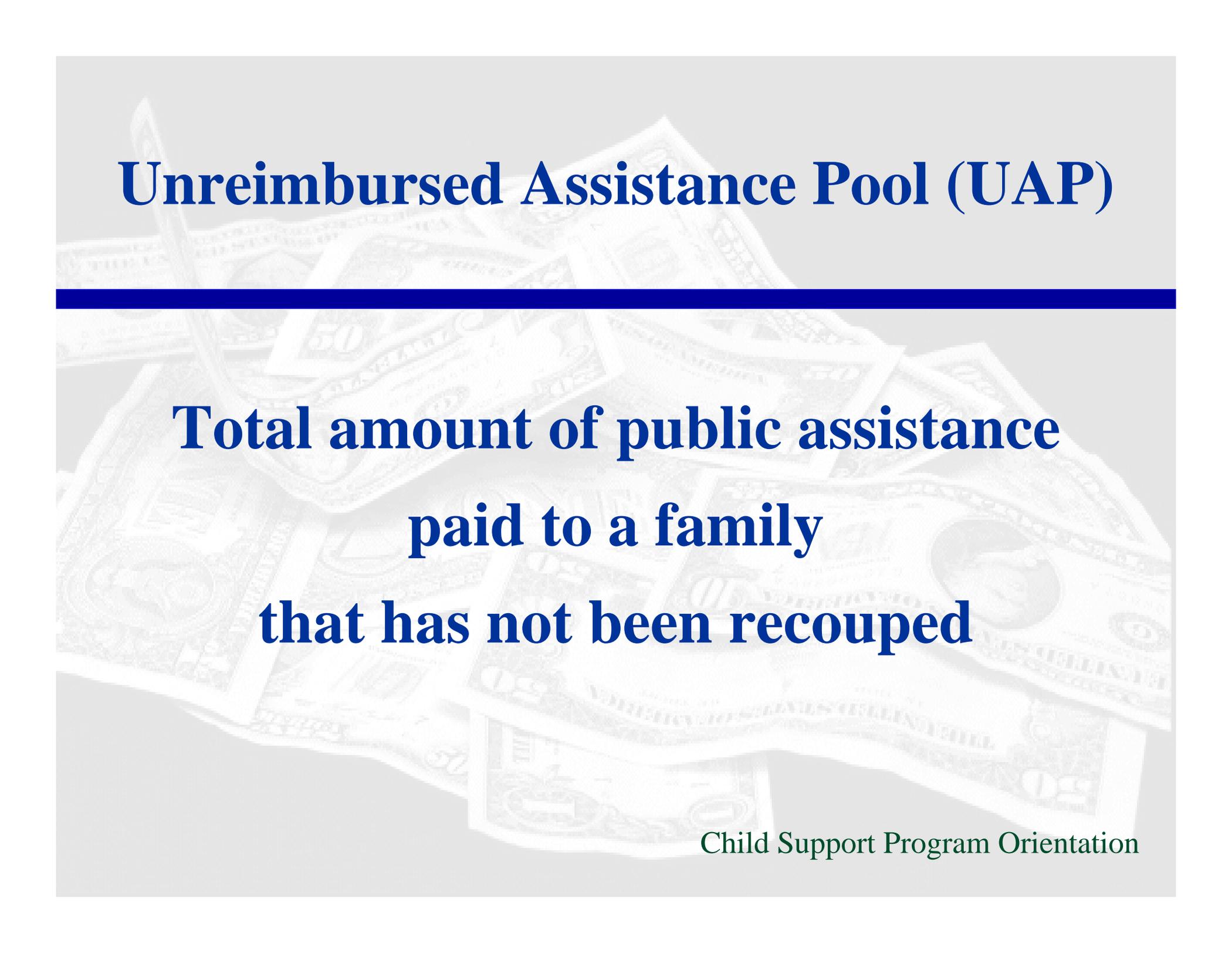
- Arrearages that accrue while a family is receiving public assistance
- Collections applied to Permanently Assigned arrearages are retained for recoupment of public assistance

Temporarily Assigned

- Arrearages that accrued before public assistance was active are Pre-Assistance arrearages
- When a family is granted assistance, on or after 10/1/98, the Pre-Assistance arrearages become Temporarily Assigned arrearages
- Collections applied to Temporarily Assigned arrearages are retained for recoupment of public assistance

Conditionally Assigned

- Temporarily Assigned arrearages become Conditionally Assigned when public assistance discontinues
- Payment source determines the disbursement for Conditionally Assigned arrearages

The background of the slide features a collection of US dollar bills, including \$50 and \$100 bills, scattered across the surface. The bills are slightly faded and overlaid with a semi-transparent grey layer. A thick, solid blue horizontal bar is positioned below the title text.

Unreimbursed Assistance Pool (UAP)

**Total amount of public assistance
paid to a family
that has not been recouped**

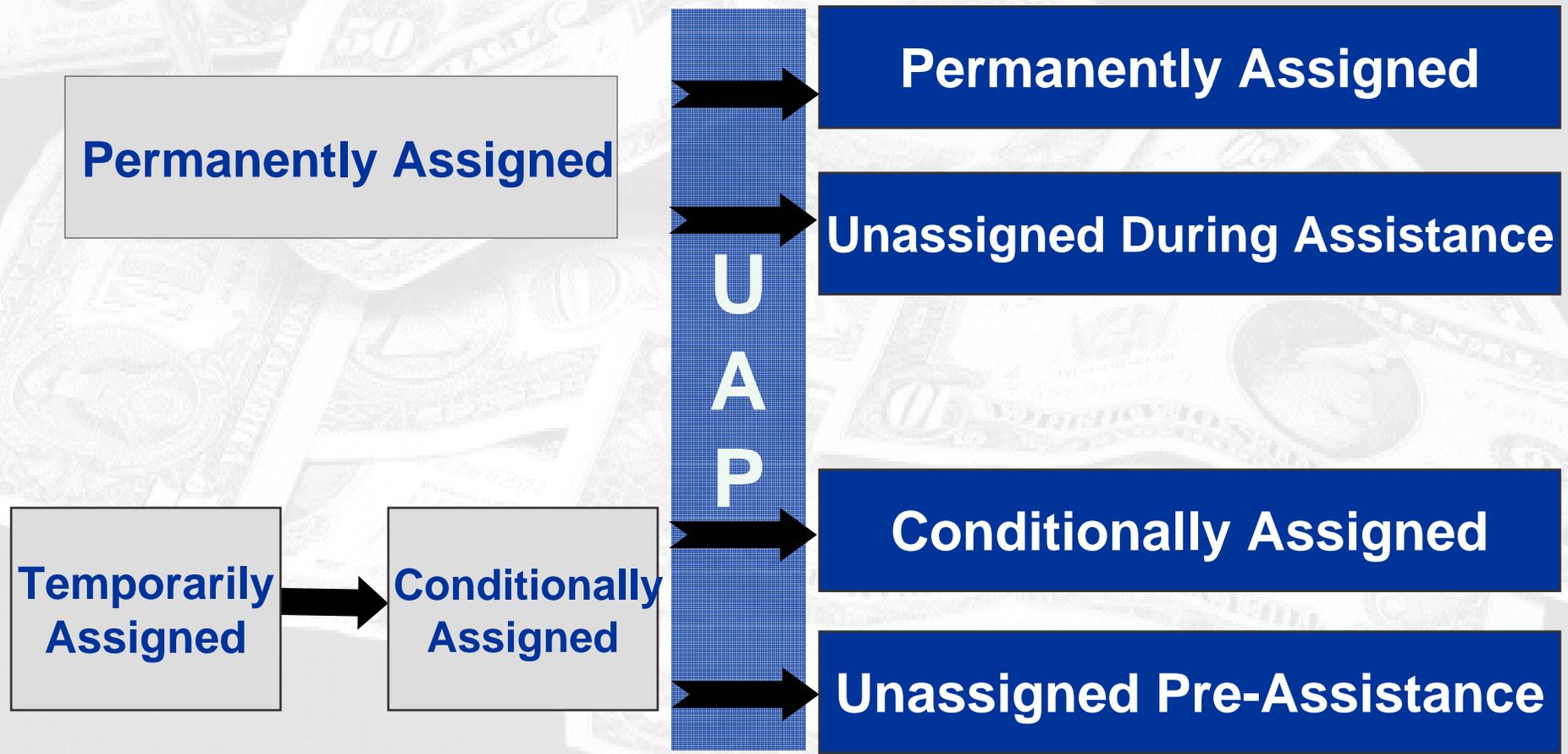
Unassigned Pre-Assistance

- Conditionally Assigned arrearages that exceed the total UAP become **Unassigned Pre-Assistance** arrearages
- Calculated when public assistance is discontinued
- Collections are disbursed to the family

Unassigned During Assistance

- Permanently Assigned arrearages that exceed the total UAP become **Unassigned During Assistance** arrearages
- Calculated when public assistance is discontinued
- Collections are disbursed to the family

Changes in Arrearage Types



Disregard

- Up to the first \$50 of a current support collection
- UAP is reduced by the amount of the disregard
- Must be issued within two business days of receipt

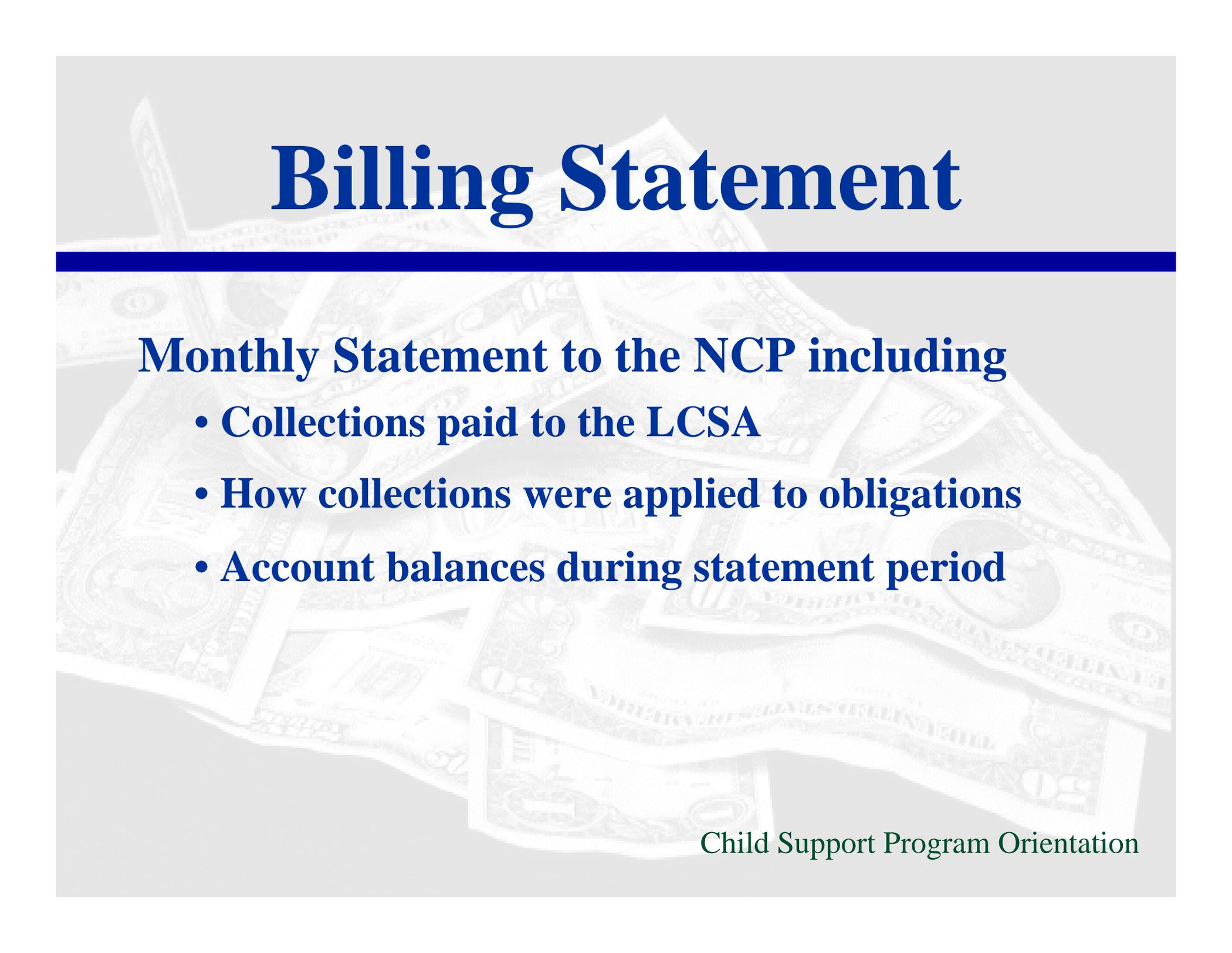
Excess

- Amount of assigned support paid that exceeds the UAP
- Disbursed to the family

Monthly Statement of Collections and Distributions

- **Required by Federal Law**
- **Monthly statement to the CP including:**
 - **Each payment collected**
 - **Amount of current support collected**
 - **Amount of arrears collected**
 - **Amount disbursed to the family**

Billing Statement

The background of the slide features a stack of US dollar bills, including \$100, \$50, and \$20 denominations, arranged in a slightly overlapping and fanned-out manner. The bills are rendered in a light, semi-transparent style, allowing the text to be clearly visible over them.

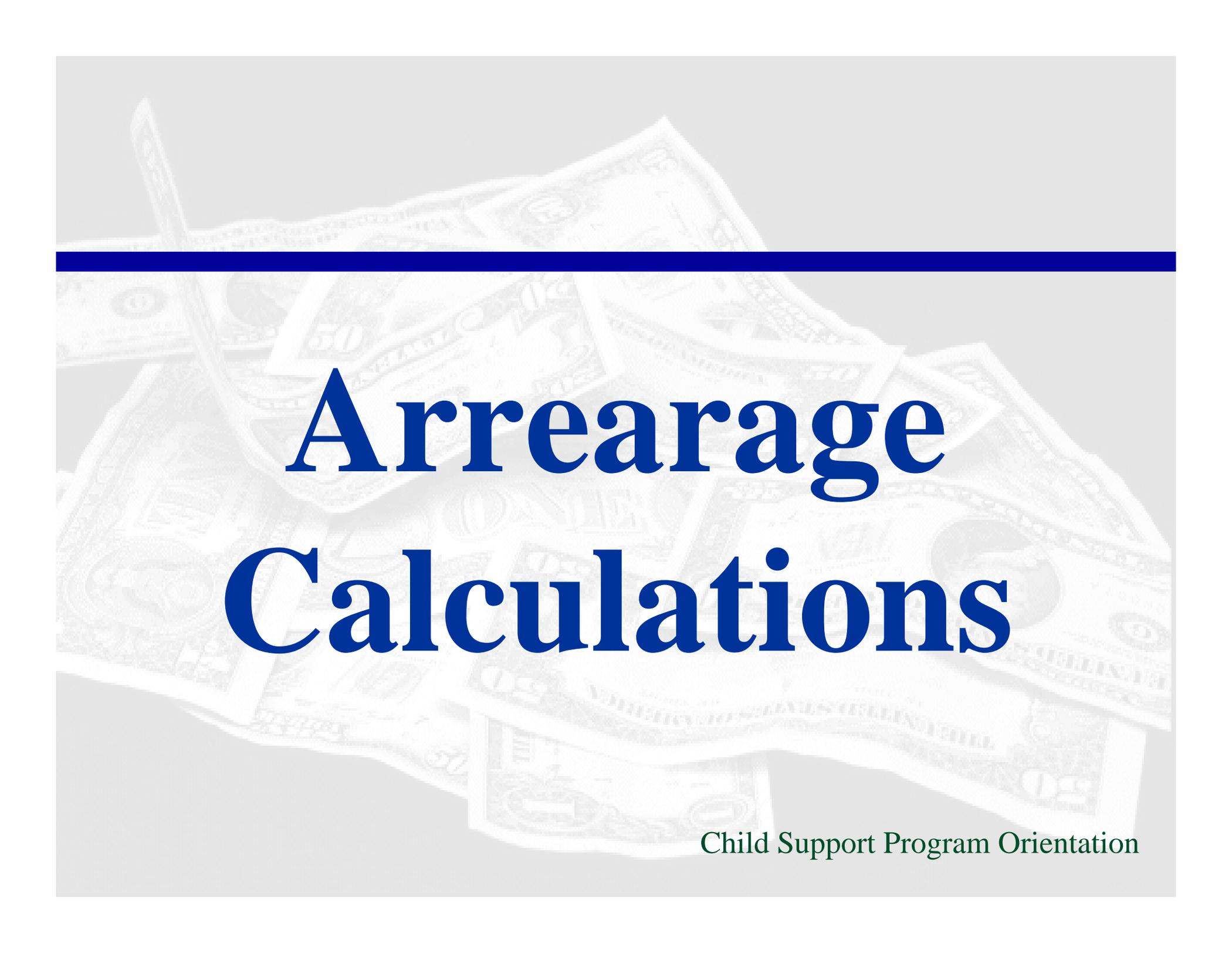
Monthly Statement to the NCP including

- Collections paid to the LCSA
- How collections were applied to obligations
- Account balances during statement period

The background features a collection of US dollar bills, including \$50 and \$100 bills, scattered across the page. A solid blue horizontal bar is positioned near the top. The text 'Team Activity' is centered in a large, bold, blue serif font.

Team Activity

Child Support Program Orientation

The background of the slide features a collection of US dollar bills, including \$50 and \$100 bills, scattered across the surface. A thick, solid blue horizontal line is positioned above the main title text.

Arrearage Calculations

Child Support Program Orientation

Department of Child Support Services



Exercise

FINANCIAL MANAGEMENT