

Olds Plaza Building, 10th Floor Lansing, Michigan 48909 Phone: 517/373-6466

## INTEREST ON CHILD SUPPORT ARREARAGE

House Bill 4498

Sponsor: Rep. Willis Bullard, Jr.

Committee: Judiciary and Civil Rights

Complete to 4-25-95

## A SUMMARY OF HOUSE BILL 4498 AS INTRODUCED 3-1-95

The bill would amend the Support and Visitation Enforcement Act (MCL ) to allow the collection of interest on overdue child support payments.

Under the bill, the Friend of the Court (FOC) would be required to add a charge of 10 percent interest to past due child or spousal support payments. This interest would be calculated biannually and would be added to the support arrearage on January 1 and July 1 of each year. Support amounts ordered by the court under the Paternity Act but incurred prior to the effective date of the court's order would not be subject to this charge of interest. For the purposes of calculating this interest, a support payment would not be considered paid until actually received by the FOC.

MCL 552,603