# The Employer's Role in Child Support

**Division of Child Support** 





# Agenda



- 01 Child support overview
- 02 New-hire reporting
- 03 Income-withholding orders
- 04 Medical enrollment for dependents
- 05 Recent legislation & policy changes
- 06 EFT payment options
- 07 Resources
- 08 Q&A



# Meet the Employer Relations Team



Patrick Whalin
Child Support Program
Administrator



Mark Larson
Child Support Program
Administrator



Jessica Garl
Support Enforcement
Technician



Mitch Dillard
Employer Relations
Program Manager



## Child support in Washington state

More than 213,000 children receive child support services.

DCS collects over \$428 million via Income Withholding from employers every year. Employers account for 72% of what DCS disburses.

DCS processes 250,000+ employer payments every month.

For every \$1 spent, DCS collects almost \$5.

Child support collections reduce the tax burden by nearly \$200 million per year.



# The employer's role in child support

Reporting new hires to DCS

Notifying DCS when employee stops working

Income-withholding from employees

Medical support for children

Submitting child support payments to DCS



# New-hire reporting

Employers must report ALL newly hired and rehired employees within **20** days.



secureaccess.wa.gov DCS Online





POB 9023 Olympia WA 98507-9023



800-562-0479



Multistate employer support: 1-800-258-2736 (opt.6)



800-782-0624



# Income-withholding orders

#### IWOs may involve:

- Current child support
- Past-due child support (arrears)
- Medical support
- Spousal support (alimony)

Answer withholding notices within 20 days.



Begin withholding next pay date.



Remit within 7 days from each payroll date.



Notify DCS when employee stops working.



### National medical-support notice



Enroll employee's dependent children for all benefits or any combination of:

- Medical Coverage
- Dental
- Vision
- Rx

Enrollment cannot exceed premium amount.

Cannot exceed 50% of net pay, including support.

Forward to third-party administrator/union.



# Recent legislative & policy changes









- HB 1262: Mandatory lump-sum reporting.
- One income-withholding order per case.
- Day labor withholding guideline policy.
- Mandatory EFT payments.



# WA state lump-sum & bonus reporting

HB 1262 requires employers to report lump-sum payments if:

- You are doing business in Washington state.
- You have an employee who is under a Washington state income-withholding order.
- You have an employee who owes past-due child support.

	IN	COME WITHHOLDING	FOR SUPPORT	Expiration	OMB 0970-015 on Date: 09/30/202	
I. Sender Information: (Completed by the Sender) Date:						
☐ INCOME WITHHOLDING ORDER/NOTICE FOR SUPPORT (IWO)				☐ AMENDED IWO		
☐ ONE-TIME ORDER/NOTICE FOR LUMP SUM PAYMENT					TION OF IWO	
X Child Support Enforcement (CSE) Agency ☐ Court ☐ Attorney ☐ Private Individual/Entity (Check One)						
I						I
III. ORDER INFORMATION: (Completed by the Sender) This document is based on the support order from Washington State (State/Tribe). You are required by law to deduct these amounts from the employee/obligor's income until further notice.						
\$Per	month	current child support				
Per	month	past-due child support	Arrears greater than	12 weeks?	☐ Yes ☐ N	lo
\$Per	month	current cash medical supp	port			
\$Per	month	past-due cash medical su	pport			
\$ Per	month	current spousal support				



# WA state lumpsum & bonus reporting



#### HB 1262 requires:

- Employers must report all lump-sum payments more than \$500 before the lump sum is paid out to the employee.
- DCS must respond to the employer within 14 days as to whether the lump sum will be garnished and how much to withhold. The 50% limitation still applies.

#### **Lump-sum payments include:**

- Bonuses
- Cash service awards
- Commissions
- Performance bonuses
- Retroactive pay increase Settlements

- Severance
- Moving costs
- Sign-on bonuses
- Vacation/sick-pay cash-outs



## WA state lump-sum & bonus reporting

#### What information must be reported?

- Employer name and contact information.
- Employee name, SSN or IN account number, or case number.
- If known: the amount of the bonus and expected pay-out date.
  - DCS can provide an answer to employers without exact bonus information.
  - DCS will accept voluntary reports of lump sums for < \$500.



#### **Employers report to:**

- Email: LSC@dshs.wa.gov
- Online: Office of Child Support Services federal portal
- Phone: 360-664-5338



### Withholding-order changes



#### **Effective December 2017:**

- One income-withholding order (IWO) per case
- Federal mandate

Employers can add up all the amounts.

Employers can send in one response.

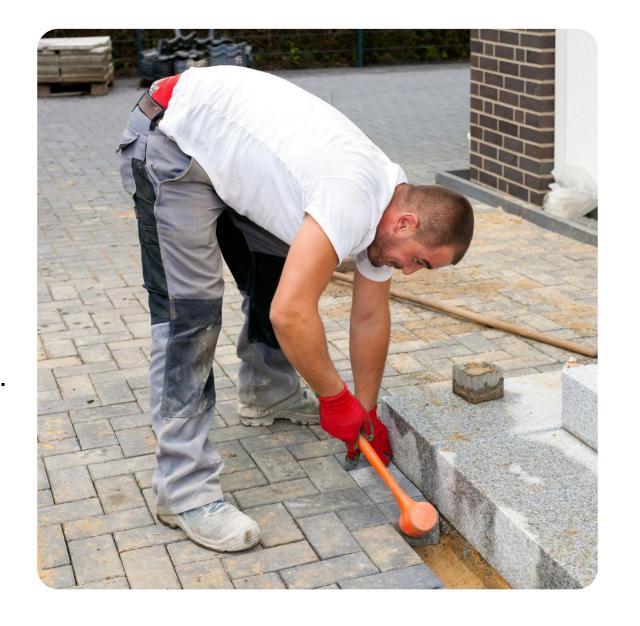
Employers can send in one payment.



# Day-labor withholding

#### **Effective Oct. 15, 2018:**

Employers must withhold 50% of the employee's pay each day until the weekly prorated amount is withheld for that work week.





# Mandatory electronic payments







Effective January 2019, this Washington state law applies to all companies that:



- Have 10 or more employees.
- Have fewer than 10 employees, but receive IWOs for more than one employee.
- Use a payroll-processing company.
- Are required to electronically file and pay taxes to DOR.



## Electronic payments

# Employers save time & money:

- Fewer steps, less paper.
- Safer and less expensive.
- Accuracy and security built into the process.



# The public saves time & money:

- Payments processed same day.
- Families receive money more quickly.



## Electronic payment options



#### **ACH**

- Credit transactions
- Repetitive debit

#### **DCS Online**

Via Secure Access WA (SAW)



# DCS Online & Secure Access Washington



#### Registration through SAW:

- Add New Service, then select DCS Online.
- Add company information.
- Add banking information.
- Add employee information.



# DCS Online via SAW

Report new hires

Remit child support



#### Washington State Department of Social and Health Services

My Secure Services

DCS Services -

Help **▼** 

Contact Us

#### Division of Child Support - Services

In June 2022 we moved our entry page to the Secure Access Washington (SAW) Portal at https://secureaccess.wa.gov.

#### Report a New Hire

Report Newly Hired or Rehired Employee

View, Change or Cancel Pending New Hire Report

View Summary of Previous New Hire Reports

#### Payments

Submit or Cancel a Payment

View Payments That Were Made Online

View Payments Applied to Cases

Manage Bank Account for Making Child Support Payments

Manage DCS Debit Card or Direct Deposit to Receive Child Support Payments

#### Companies

Add, Change or Delete a Company

View My Roles for My Companies

Manage Roles for a Company

Add, Change or Delete an Employee

#### My Account

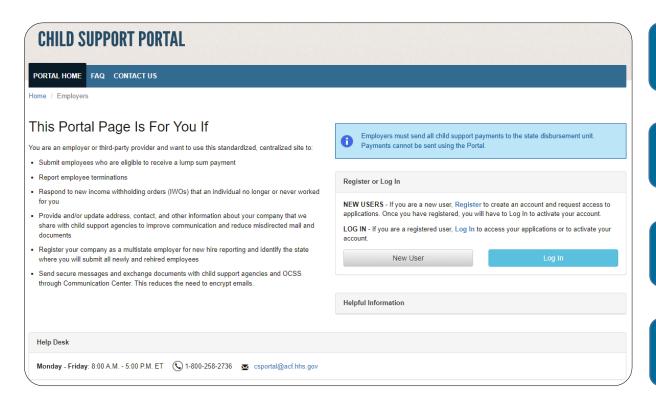
Update Contact Information

Change your password

Set up Email Notifications or Reminders



## Support from the federal OCSS



\*\*Electronic withholding orders (e-IWO)

Online termination reporting (eTerm)

Bonus and lump-sum reporting online

Want a demonstration? Email employerportal@acf.hhs.gov

https://www.acf.hhs.gov/css/employers

\*\*NEW! "e-IWO Online" option for all employers.



## Support from DCS









**Monthly webinars** 



1-800-562-0479

dcs-ert@dshs.wa.gov

www.childsupportonline. wa.gov



#### **Questions?**





# **Contact DCS's Employer Relations Team:**

- Phone: 800-562-0479 (Employer Relations & New Hires)
- Email: DCS-ERT@dshs.wa.gov
- Website: www.childsupportonline.wa.gov



