

**Betson Formula for Residential Credit:
What if CP makes more than NCP?**

Dad net income = \$2,000 and Mom net income = \$3,000

One child, age 10

BCSO = \$738 (line 5 of the WSCSS worksheet)

T (proportion of BCSO that is transferred when child changes residences) = 40%

D (proportion of BCSO that is duplicated due to child changing residences) = 50%

S = NCP share of combined income For this fact situation, S = 40%

R = percentage of overnights that child spends with NCP

Scenario 1

Assume R = 10%

Formula for the NCP obligation when the NCP obligation includes a residential credit under the Betson model

$$S \times \text{BCSO} - \{R \times T \times \text{BCSO} + (1-S) \times D \times \text{BCSO}\}$$

$$.4 \times 738 - (.1 \times .4 \times 738 + (.6 \times .5 \times 738)) =$$

$$295.2 - (29.5 + 221.4) = \mathbf{\$44.30}$$

Scenario 2

Assume R = 20%

$$S \times \text{BCSO} - \{R \times T \times \text{BCSO} + (1-S) \times D \times \text{BCSO}\}$$

$$S \times \text{BCSO} = .4 \times 738 = 295.2$$

$$R \times T \times \text{BCSO} = .2 \times .4 \times 738 = 59.04$$

$$(1-S) \times D \times \text{BCSO} = .6 \times .5 \times 738 = 221.4$$

$$295.2 - (59.04 + 221.4) = \mathbf{\$14.76}$$

Scenario 3

Assume R = 30%

$$S \times \text{BCSO} - \{R \times T \times \text{BCSO} + (1-S) \times D \times \text{BCSO}\}$$

$$.4 \times 738 = 295.2$$

$$.3 \times .4 \times 738 = 88.56$$

$$.6 \times .5 \times 738 = 221.4$$

$$295.2 - (88.56 + 221.4) = \mathbf{-14.76}$$

Should there be a negative residential credit?