

# Federal \$25 Annual Fee

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## Agenda

- Welcome / Introductions
- DRA Quick Overview
- FED Fee Assessment
- FED Fee Collection/Retention
- FED Fee Recoupment
- FED Fee Enhancements-MiCSES

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## DRA Overview

- Signed into law on February 8, 2006
- Became Pub. L. 109-171
- Created \$25 annual fee (FED Fee)
- Contains other changes for child support and TANF

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## FED Fee Assessment

- Annual assessment
- IV-D Cases Only (case level)
  - Never TANF or FC on MHIS for CP and dependents; and
  - CP received at least \$500 in fee year

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## FED Fee Assessment

- Initiating Interstate Case
- Medicaid and Food stamps
- Multiple cases

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## FED Fee Options

- Michigan needs to decide:
  - Fee Year?
    - Fiscal (10/01/XX – 09/30/XX)
    - Calendar (Jan – Dec)

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## **FED Fee Assessment Effective Date**

- FED Fee Effective Date-
  - Program begin date for qualifying disbursements April 1, 2008
  - Prior disbursements don't qualify
  - MiCSES auto assessment batch process began April 2008

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## **April 2008 Assessment**

- Assessed roughly 56,000 IV-D cases
- Won't affect case closure
- Do not attempt to use FFEE screen
- Do not attempt to collect FED Fee

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## FED Fee Collection/Retention

- Retain from CP, current and arrears
- Not from **current** food stamps
- Not from changes to current TANF
- Fee does not accrue
- MiCSES auto retention batch process with MiCSES 5.1 Release

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## FED Fee Recoupment

- MiCSES has automatic and manual functionality to get the fees back from the state that have been retained in error

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## CP Notification of FED Fee-Letter

- Scheduled for mailing early-mid August
- Sending to all IV-D cases:
  - No TANF/FC history on MHIS
  - Not currently “Responding” case
  - CP has good address
  - Regardless of historical collections

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## CP Notification of FED Fee-Letter

- Not sending letter to:
  - Non IV-D cases
  - Cases CP requested services via a foreign country
  - IV-D cases with zero support order
  - Closed IV-D cases
  - Closed orders

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## Additional CP Notifications

- Additional communication will take place:
  - DHS Web site
  - DHS Rights and Responsibilities pamphlet
  - IVR Message
  - News, media

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## FED Fee Federal Policies

- **OCSE AT 06-01, *DRA Changes***  
<http://www.acf.hhs.gov/programs/cse/pol/AT/2006/at-06-01.htm>
- **OCSE DCL 06-01, *Clarification of DCL-06-16: Implementation of the \$25 Annual Fee in the Deficit Reduction Act of 2005 (DRA of 2005)***  
<http://www.acf.hhs.gov/programs/cse/pol/2006-dcl.html>

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## FED Fee Federal Policies

- OCSE IM 07-09, *Issuance from the Food Stamp Agency*  
<http://www.acf.hhs.gov/programs/cse/pol/IM/2007/im-07-09.htm>
- OCSE AT 07-01, *Notice of Proposed Rule Making*  
<http://www.acf.hhs.gov/programs/cse/pol/AT/2007/at-07-01a.pdf>

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## FED Fee Federal/State Laws

- Social Security Act Section 454(6)(B)(ii)  
[http://www.ssa.gov/OP\\_Home/ssact/title04/0454.htm](http://www.ssa.gov/OP_Home/ssact/title04/0454.htm)
- Michigan PA 113 of 2008 Sec. 461  
<http://www.legislature.mi.gov/documents/2007-2008/publicact/pdf/2008-PA-0113.pdf>

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## FED Fee State Policy

- AT 2007-032, *Assessment of the Federal \$25 Annual Fee (FED Fee)*

<http://mi-support.cses.state.mi.us/policy/stateat/pdf/2007/AT2007-032.pdf>

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## OCS FED Fee Policy Contact

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## MiCSES Enhancement Overview

- MiCSES 5.1 Release-Aug 2008
- Batch\_Federal\_Fee
- FFEE – Federal IV-D Fee Screen
- CPFID – CP Financial Details Report

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## BATCH\_FEDERAL\_FEE

- Assess
- Remove
- Retain collections from CP
  - Fee held 1 day (SDFF) for state fee recipient (26000FF)
- Recoup fee from State
  - Receipt type 5 created and placed on SSRE hold
  - Must be worked
- Acts only on current fee year

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## FFEE – Federal IVD Fee Screen

### View:

- Fee history by fee year
- Fee exemption status
- Fee retention exclusion reasons

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## FFEE – Federal IVD Fee Screen

### Modify (Financial Supervisor role only):

- Assess a fee
- Remove a fee
- Recoup fee payments (retentions) from state
- Exempt from Assessment
- Exclude from Retention

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# FFEE Screen

FFEE - FEDERAL IV-D FEE

User: SCHWEITZERS Date: 03/17/2008 02:39 PM Region: FDV Screen

Docket ID 1991102583 Docket County 082 Wayne  
 IV-D Case ID 910001598 Case County 002 Alger  
 IV-D Case Status 0 OPEN IV-D Case Type N NON-ASSISTANCE Interstate  
 NCP 81301023 FRIES SIDE OF 098-76-5432  
 CP 01101023 CHEESEBURGER MEDIUM RARE 123-45-6789

Year	Assessed Fee	Removed Assessment	Retained from CP	Recouped from State	Remaining Balance
2011	25.00	-25.00	-25.00	25.00	0.00
2010	25.00		-25.00		0.00
2009	25.00		-23.33	11.00	12.67
2008	75.00	-75.00			0.00

Current Retention Exclusions  
 Foster Care  
 TANF Assistance  
 International Services Requested  
 Manual

Current Assessment Exempt Status N Reason IV-D Case Type Update Dt 02/22/2008

Modify Fee Assessment/Retention  
 Exempt Assessment  Y/N Reason  
 Assess  Fee Year Reason  
 Remove Assessment  Fee Year Reason  
 Exclude Retention  Y/N Reason

Recoup Fee from State

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# Fee Update History Pop-Up

Fee Update History

Year 2011

Date	Action	Trans Amount	Case County	Reason	Worker	Receipt	Retained From	Offset Receipt
05/01/2011	Recouped fr	13.00	082	Assistance	DURUSSELM2	04012011S9999991	1991102583-082 02301023 CS	05012011S0001001
05/01/2011	Recouped fr	12.00	082	Assistance	DURUSSELM2	04012011S9999991	1991102583-082 01101023 SS	05012011S0001001
05/01/2011	Removed A	-25.00	082	Assistance	DURUSSELM2			
04/01/2011	Retained frc	-13.00	082		AUTOUSER	04012011S9999991	1991102583-082 02301023 CS	
04/01/2011	Retained frc	-12.00	082		AUTOUSER	04012011S9999991	1991102583-082 01101023 SS	
03/02/2011	Assessed	25.00	082		BATCH_FEDEF			

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## Fee Recoupment Pop-Up

Recoup Fee from State

Fee Year: 2009 Reason: [dropdown]

	Date	Amount Retained	Receipt	Retained From
<input type="checkbox"/>	02/01/2009	-12.33	02012009S9999001	1991102583-082 01101023 SS
<input type="checkbox"/>	02/28/2009	-11.00	02012009O1243054	1991102583-082 02301023 CS
<input type="checkbox"/>				
<input type="checkbox"/>				
<input type="checkbox"/>				
<input type="checkbox"/>				
<input type="checkbox"/>				
<input type="checkbox"/>				

Select All Unselect All Recoup Selected Amounts Cancel

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## CPFD – CP Financial Details Report

- New section on CPFD report – after the disbursements section
- A year will only be displayed if money has been retained for that year
- The entire section will not be displayed if there has been no retention
- All events for a fee year will be reported when the fee year overlaps the date range requested for the report on the ACTS screen

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## CPFD – CP Financial Details Report

### Federal Fee Activity

The federal fee is a \$25 annual fee mandated by the federal government. This fee is assessed (charged) to IV-D child support cases that have received at least \$500 in payments during the year and have never been active cash assistance (TANF, AFDC, or Tribal TANF) or food stamps. If you have a history of cash assistance (TANF, AFDC, or Tribal TANF) or food stamps, and you have been charged the fee, please provide proof of assistance to your local Friend of the Court.

The Michigan legislature has authorized the \$25 annual fee to be retained (kept) from child support payments after \$500 has been sent to you on each case. Unpaid fees from previous years will not be collected.

#### IV-D Case ID: 910001598

Fee Year: 2009

Date	Transaction	Amount	Retained from Obligation
01/14/09	Assessed	25.00	
02/01/09	Retained from CP	-12.33	1991102583-082 SS - MEDIUM
02/28/09	Retained from CP	-11.00	1991102583-082 CS - JUSTIN
09/01/09	Recouped from State	11.00	1991102583-082 CS - JUSTIN

Remaining Balance: 12.67

Fee Year: 2010

Date	Transaction	Amount	Retained from Obligation
01/05/10	Assessed	25.00	
01/05/10	Retained from CP	-1.75	1991102583-082 CS - JUSTIN
01/05/10	Retained from CP	-1.75	1991102583-082 SS - MEDIUM
02/07/10	Retained from CP	-21.50	1991102583-082 CS - JUSTIN

Remaining Balance: 0.00

Fee Year: 2011

Date	Transaction	Amount	Retained from Obligation
03/02/11	Assessed	25.00	
04/01/11	Retained from CP	-13.00	1991102583-082 CS - JUSTIN
04/01/11	Retained from CP	-12.00	1991102583-082 CS - JUSTIN
05/01/11	Removed Assessment	-25.00	
05/01/11	Recouped from State	0.50	1991102583-082 CS - JUSTIN

Remaining Balance: -24.50

#### IV-D Case ID: 910003497

Fee Year: 2007

Date	Transaction	Amount	Retained from Obligation
11/14/07	Assessed	25.00	
12/31/07	Retained from CP	-0.01	1988824028-082 CS - AMANDA

Remaining Balance: 24.99

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## CPFD – Single Year Detail

910001598

Fee Year: 2009

Date	Transaction	Amount	Retained from Obligation
01/14/09	Assessed	25.00	
02/01/09	Retained from CP	-12.33	1991102583-082 SS - MEDIUM
02/28/09	Retained from CP	-11.00	1991102583-082 CS - JUSTIN
09/01/09	Recouped from State	11.00	1991102583-082 CS - JUSTIN

Remaining Balance: 12.67

Fee Year: 2010

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## CPFD – Fee Verbiage

The federal fee is a \$25 annual fee mandated by the federal government. This fee is assessed (charged) to IV-D child support cases that have received at least \$500 in payments during the year and have **never** been active cash assistance (TANF, AFDC, or Tribal TANF) or food stamps. If you have a history of cash assistance (TANF, AFDC, or Tribal TANF) or food stamps, and you have been charged the fee, please provide proof of assistance to your local Friend of the Court.

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