

HOUSE BILL NO. 428

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Introduced: 3/3/00

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to interest on child support overpayments that are disbursed to
2 the obligor."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 * **Section 1.** AS 25.27 is amended by adding a new section to read:

5 **Sec. 25.27.320. Interest on agency return of certain overpayments.** (a) If
6 the agency disburses money to an obligor after an audit determines that the agency has
7 mistakenly required the obligor to overpay under a support order enforced by the
8 agency, the agency shall include interest with the disbursement at the rate of six
9 percent a year. The interest accrues from the date the payment at issue was received
10 by the agency, regardless of when the payment is determined to be an overpayment.

11 (b) The provisions of (a) of this section do not apply to situations where the
12 agency is ordered by a court to return money to an obligor based on the obligor's being
13 the prevailing party in a court action.

14 * **Sec. 2.** The uncodified law of the State of Alaska is amended by adding a new section

1 to read:

2 APPLICABILITY. This Act applies to audits begun on or after the effective date of

3 this Act.