

# CHILD SUPPORT SERVICES AND MIDWEST EVALUATION REPORT

PRESENTED TO:

HOUSE SOCIAL SERVICES BUDGET COMMITTEE

MARCH 15, 2021

PRESENTED BY:

ELIZABETH COHN, DIRECTOR OF CHILD SUPPORT SERVICES

## Department of Health and Human Services (HHS) Office of Child Support Enforcement (OCSE)

- Involves 54 State and Territory IV-D programs plus around 50 Tribal programs.
- Responsibilities include:
  - Recommending and implementing policies for state and tribal programs
    - Includes Child Support Guidelines Requirements
  - Setting procedures to review programs
  - Auditing child support programs
  - Training and Technical Assistance
  - Collection of Reported Data



### KANSAS CHILD SUPPORT 2019 MORE MONEY FOR FAMILIES

COLLECTIONS

In FY2019, the child support program collected \$327 million\*



85% of child support was collected by income withholding from an employee's paycheck.



95% of child support collected went to families.

(5% reimbursed public assistance dollars)

The child support program served
140,000 children statewide
14.3 million children nationwide

#### COST-EFFECTIVENESS

One of the most cost-effective government programs

\$5.80

collected by the child support program for every \$1.00 spent

Cost effectiveness
Spent \$1

Collected \$5.80

#### **CASELOAD COMPARISON**

#### Children served compared to other programs<sup>†</sup>

| Children served (tho         | usands) |  |
|------------------------------|---------|--|
| Medicaid                     | 266     |  |
| Child Support                | 140     |  |
| SNAP/FS                      | 95      |  |
| Social Security              | 26      |  |
| WIC                          | 25      |  |
| Child Care Development Fund  | 10      |  |
| Supplemental Security Income | 8       |  |
| TANE                         | 2       |  |

Source: Office of Child Support Enforcement

\* Includes non-IV-D collections.

\* Combined CHIP Enrollment Total Report and Form CMS-64.EC, 2019; SNAP Participation and Costs, FY 2018; WIC Program Monthly Data-State Level Participation, FY 2019; Annual Statistical Supplement, 2018; TANF: Total Number of Child Recipients, FY 2018; CCDF Preliminary Data Table 1, 2018; SSI Annual Statistical Report, 2018.





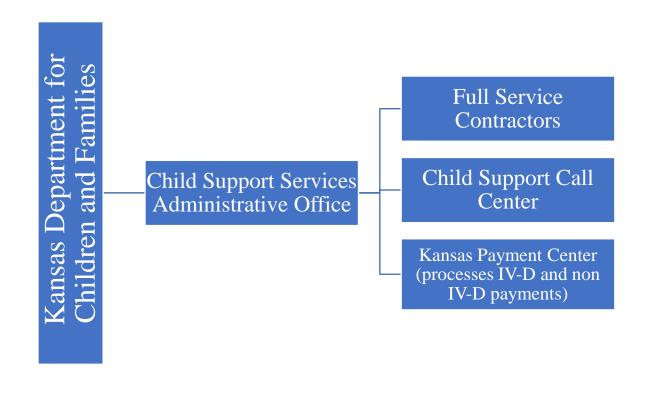
# Department of Health and Human Services (HHS) Office of Child Support Enforcement (OCSE)

### Funding

- Costs of program are shared by state and federal governments (66% Federal; 34% State)
  - o FMAP is currently temporarily enhanced to 65.88% from 59.68%.
- States have a maintenance of effort (MOE) that must be met each year (Kansas MOE is \$10,388,624)
- o Incentive funds may be earned based upon performance
  - Must be reinvested in the program
- States can face a financial penalty for not meeting minimum performance levels.



### Organizational Structure





# Kansas Child Support Services IV-D Program

- Serves any family who requests services. Can only discuss case with parties or those whom we have permission.
- Accepts families as they are regardless of economic situation or family composition. (Voluntary and Required Enrollments)
- Establishes legal parentage when unknown.
- Recommends to the court realistic monthly child support amounts relying on verifiable income at time of order.
- Works to collect child support from payor's attachable financial resources. Must follow distribution rules for how child support is sent to families.
- Limited by the ability to find parents.
- Unable to guarantee collection of child support.
- Established in 1975 as a federal/state partnership.



### Kansas CSS (IV-D)

### SFY 2020

| Total IV-D cases                              | 129,489       |
|-----------------------------------------------|---------------|
| New Child Support Orders Established          | 4870          |
| Parentage Established                         | 1310          |
| Total Child Support Disbursements through KPC | \$437,097,694 |
| IV-D Dollars Distributed                      | \$223,217,869 |
| Non-IV-D Dollars Distributed                  | \$213,879,825 |
| IV-D transactions for distributed funds       | 1,445,428     |
| Non-IV-D transactions for distributed funds   | 522,875       |
| KPC Call Center IVR Calls                     | 523,619       |
| Child Support Call Center IVR Calls           | 508,267       |
| KPC Call Center CSR Calls                     | 90,068        |
| Child Support Call Center CSR Calls           | 236,926       |



### Kansas CSS (IV-D)

### SFY 2020

| Total Employers                                                               |        | 63,269  |
|-------------------------------------------------------------------------------|--------|---------|
| Kansas Employers                                                              | 19,329 |         |
| Non-Kansas Employers by IWO service address                                   | 43,939 |         |
| Active Children                                                               |        | 185,907 |
| Total IV-D Cases                                                              |        | 129,489 |
| Voluntary IV-D participation                                                  | 50,341 |         |
| TANF                                                                          | 4,535  |         |
| Open mandatory program with state debt owed                                   | 29,773 |         |
| Open mandatory program but no state debt owed                                 | 31,599 |         |
| Foster Care                                                                   | 6,410  |         |
| Open NAI, Open AFI/FCI, INT-ST KS Debt, NAI, AFI/FCI Interstate related cases | 6,458  |         |
| Kansas Payment Center Call Center                                             |        |         |
| Payee                                                                         |        | 43,294  |
| Payor                                                                         |        | 35,740  |
| Employer                                                                      |        | 598     |
| Other                                                                         |        | 10,436  |
| Child Support Call Center                                                     |        |         |
| Payee                                                                         |        | 110,784 |
| Payor                                                                         |        | 63,389  |
| Employer                                                                      |        | 5,493   |
| Other                                                                         |        | 2,356   |







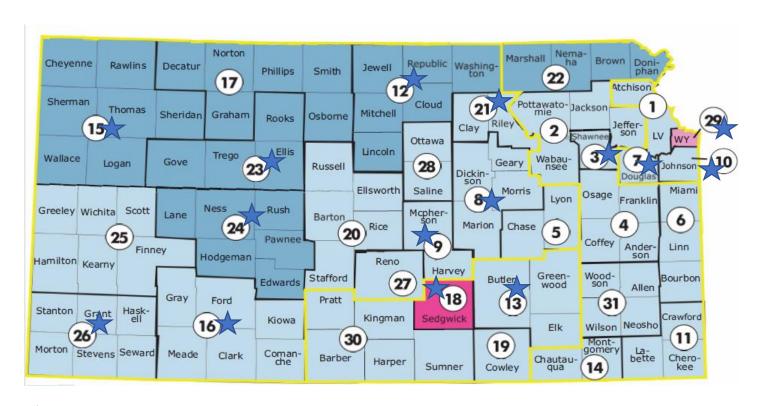
# How do parties come into contact with Child Support?

- Most participants first encounter child support when a Domestic Support Order (spousal or child) is set by the Courts that orders all support to be paid through the Kansas Payment Center (KPC).
- Support Orders at the KPC are identified as either
  - IV-D
  - Non-IV-D
- Non-IV-D cases fall into two categories:
  - Represented (Attorney or Self)
  - Court Trustees



### Court trustees

District Court Oversight. Authority is at K.S.A. 20-377



Judicial Districts 3, 7, 8, 9, 10, 12, 13, 15, 16, 18, 21, 23, 24, 26, 29 have Court Trustees. The

list of current court trustees is available on the Kansas Courts website:



### K P C KANSAS PAYMENT CENTER



HOME PAGE
PAYMENT RECORDS
MAKE A PAYMENT

Pay Online - Logon
Pay Online - Register
HELPFUL LINKS
FORMS
CONTACT US



UPDATE: If you have questions regarding the stimulus payments, Child Support Services does not have a schedule of when these payments will be received. If your case is not through Child Support Services, it does not qualify. Please continue to check online at <a href="http://kspaycenter.com/">http://kspaycenter.com/</a> for payment status. For case specific questions, please reach out to the Child Support Call Center at 1-888-757-2445.





**EMPLOYERS** 

**GENERAL**INFORMATION

**WELCOME!** 

Now pay support online!

CLICK HERE

Kansas Payment Center

P.O. Box 758599 Topeka, KS 66675-8599

The Kansas Payment Center is funded by the Kansas Department for Children and Families

phone: 877-572-5722

### Kansas Payment Center

### Authority K.S.A. 39-7,135

- Both DCF and OJA have responsibilities tied to the KPC.
- The KPC is a centralized collection and disbursement of support payments.
  - Receive and document payment posting instructions per the IV-D agency, (IVD payments), or as set forth in the Office of Judicial administration form for Non-IV-D payments.
  - Record any payment received on the payment record through all incoming payment methods, (check, money order, electronic fund transfer, KPC payment portal, PayNearMe, PayPal).
  - Disburse any payment received to the appropriate party. For speed and security, disbursements are made through direct deposit to a bank account or debit card dedicated for support. A paper check is available upon request. A debit card used for support payments is a dedicated account and cannot be used for any other type of financial deposits.



### K|P|C

#### KANSAS PAYMENT CENTER

TOTAL RECEIPTS = \$408,925,617

2,101,681

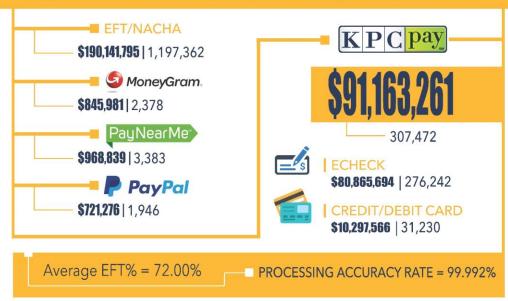
PAPER CHECKS: \$125,084,465

589,140

TOTAL EFT: \$283,841,152

1,512,541

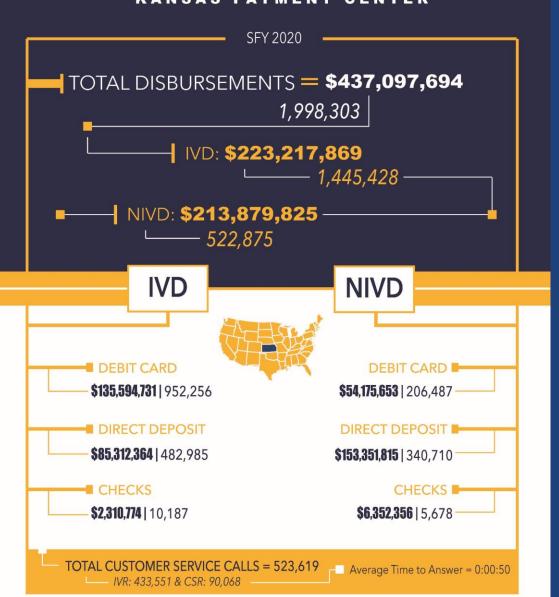
#### ELECTRONIC FINANCIAL TRANSACTION (EFT) BREAKDOWN



Kansas

### K|P|C

#### KANSAS PAYMENT CENTER







### Federal Law

### 1996 – PRWORA

#### Personal Responsibility and Work Opportunity Reconciliation Act

- Implemented TANF (temporary assistance for needy families)
- Required participation with IV-D program
- Required State Disbursement Units

### 1998 – CSPIA

Child Support Performance and Improvement Act (P.L. 105-200)

 Implemented five performance standards for IV-D programs



#### **CSS Contractors**

#### **4 Full Service Contractors**

- YoungWilliams CSS
- Sunflower Child Support Services
- 18<sup>th</sup> Judicial District Court Trustee
- KS Child Support Services, LLC

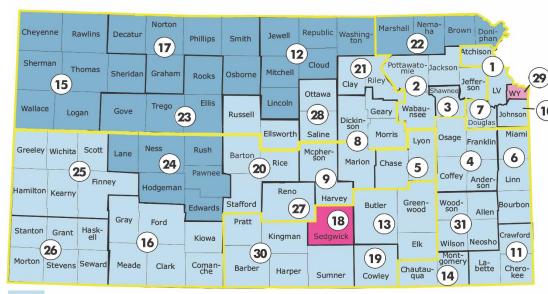
Kansas Payment Center (KPC) 1-877-572-5722

http://kspaycenter.com/

#### **Customer Service Call Center**

- Open Monday to Friday: 7 am to 6 pm
- Toll Free 1-888-757-2455

#### **Child Support Services Contracts**



YoungWilliams

Sunflower Child Support Services

18th Judicial District Court Trustee

Kansas Child Support Services, LLC

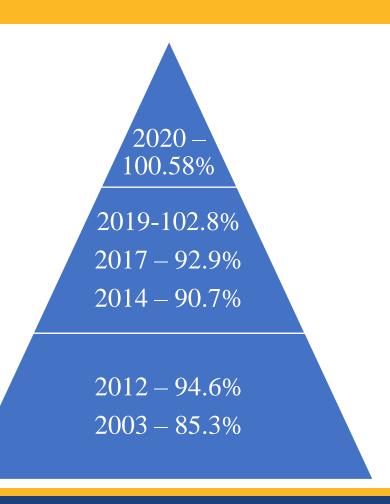




Statewide Paternity Establishment Percentage (PEP)

Number of Minor Children in the State Born Out-of-wedlock with Paternity Established or Acknowledged During the Fiscal Year

Number of Children in the State Born Out-of-Wedlock During the Preceding Fiscal Year

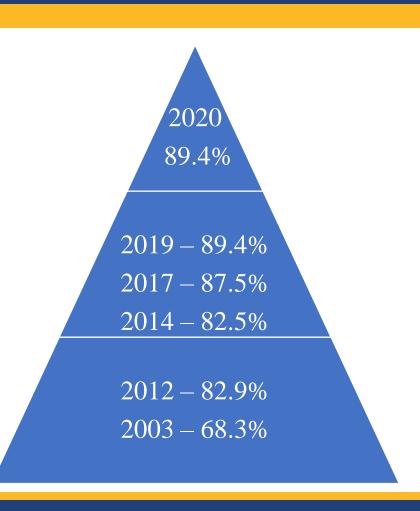




#### Support Order Establishment

Number of IV-D cases with Support Orders

Number of IV-D Cases

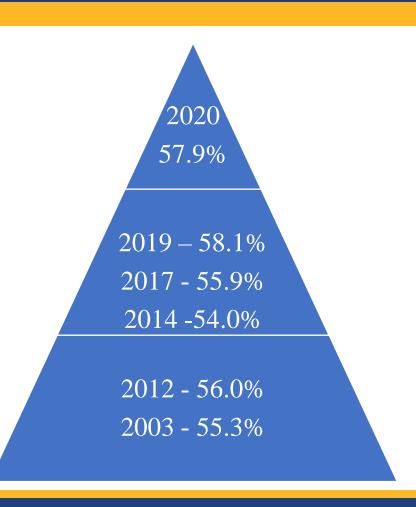




#### **Current Collections**

Amount Collected for Current Support in IV-D Cases

Amount Owed for Current Support in IV-D Cases

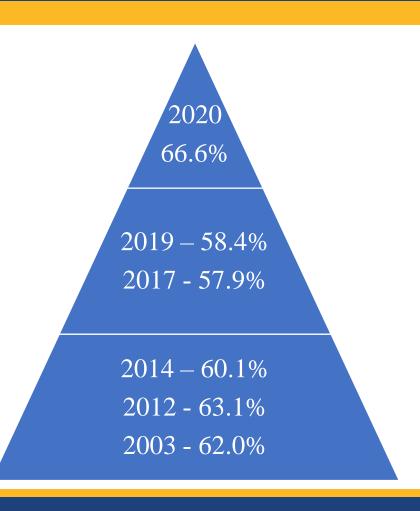




#### Arrearage Collections

Number of IV-D Cases Paying Towards Arrears

Number of IV-D Cases with Arrears Due

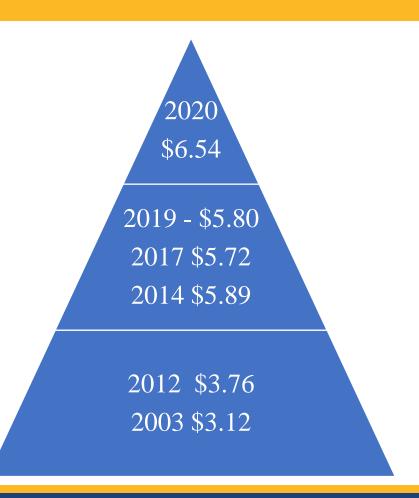




#### Cost Effectiveness Ratio

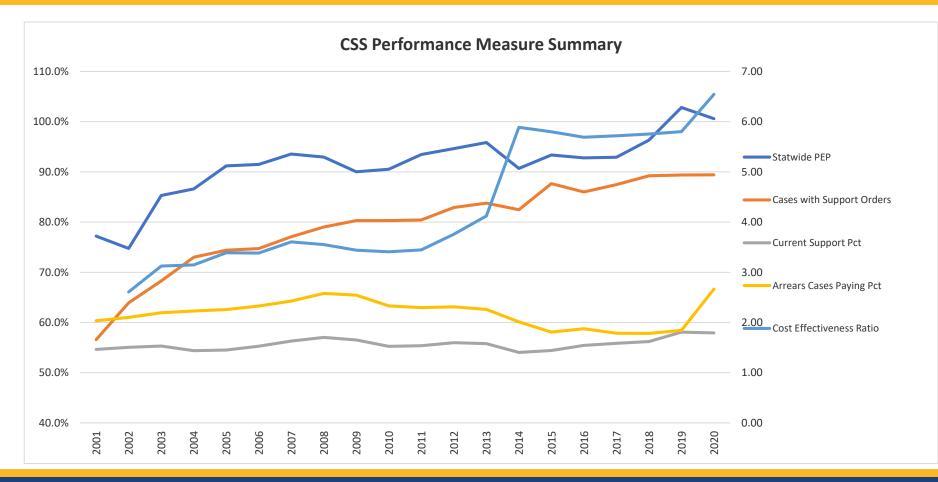
Total IV-D Dollars Collected

Total IV-D Dollars Expended





### Kansas IV-D Performance Measures FFY 2001- 2020





# Performance Measure Summary FFY 2001 to 2020

| FFY  | Statwide<br>PEP | Cases<br>with<br>Support<br>Orders | Current<br>Support<br>Pct | Arrears<br>Cases<br>Paying<br>Pct | Cost<br>Effective<br>ness<br>Ratio |
|------|-----------------|------------------------------------|---------------------------|-----------------------------------|------------------------------------|
| 2001 | 77.2%           | 56.6%                              | 54.7%                     | 60.3%                             |                                    |
| 2002 | 74.8%           | 63.9%                              | 55.1%                     | 61.0%                             | 2.61                               |
| 2003 | 85.3%           | 68.3%                              | 55.3%                     | 62.0%                             | 3.12                               |
| 2004 | 86.6%           | 73.0%                              | 54.4%                     | 62.3%                             | 3.15                               |
| 2005 | 91.2%           | 74.4%                              | 54.5%                     | 62.6%                             | 3.39                               |
| 2006 | 91.5%           | 74.7%                              | 55.3%                     | 63.3%                             | 3.38                               |
| 2007 | 93.6%           | 77.1%                              | 56.3%                     | 64.3%                             | 3.60                               |
| 2008 | 92.9%           | 79.0%                              | 57.0%                     | 65.8%                             | 3.55                               |
| 2009 | 90.0%           | 80.3%                              | 56.5%                     | 65.4%                             | 3.44                               |
| 2010 | 90.5%           | 80.3%                              | 55.3%                     | 63.3%                             | 3.41                               |
| 2011 | 93.5%           | 80.4%                              | 55.4%                     | 62.9%                             | 3.45                               |
| 2012 | 94.6%           | 82.9%                              | 56.0%                     | 63.1%                             | 3.76                               |
| 2013 | 95.8%           | 83.8%                              | 55.8%                     | 62.6%                             | 4.12                               |
| 2014 | 90.7%           | 82.5%                              | 54.0%                     | 60.1%                             | 5.89                               |
| 2015 | 93.4%           | 87.7%                              | 54.4%                     | 58.1%                             | 5.80                               |
| 2016 | 92.8%           | 86.0%                              | 55.5%                     | 58.8%                             | 5.69                               |
| 2017 | 92.9%           | 87.5%                              | 55.9%                     | 57.9%                             | 5.72                               |
| 2018 | 96.3%           | 89.2%                              | 56.2%                     | 57.8%                             | 5.75                               |
| 2019 | 102.8%          | 89.4%                              | 58.1%                     | 58.4%                             | 5.80                               |
| 2020 | 100.6%          | 89.4%                              | 57.9%                     | 66.7%                             | 6.54                               |



### Snapshot of the IV-D Program

Staff (state & contractors) and Caseload

2003 - 620

2012 - 562

2014 - 428

2017 - 417

2019-409

2020-

390

2003-134,321

2012 - 134,490

2014 - 139,995

2017 - 138,895

2019 - 135,754

2020

126,57







### Foundation Building in CSS

### Third Party Evaluation

Midwest Evaluation final report received in June 2020.

- 1. Maximize the potential of privatization contracts.
- 2. Update the State-wide computer system (KAECSES).
- 3. Modernize the Kansas IV-D program.



### Foundation Building in CSS

### Third Party Evaluation

- 1. Maximize the potential of privatization contracts
  - Identify types of daily operations model
  - Increase Quality of Service
    - Simplify the system
    - Communicate better at all levels



# Foundation Building in CSS Third Party Evaluation

- 2. Update the State-wide computer system (KAECSES).
  - Make changes to the system using technology



### Foundation Building in CSS

### Third Party Evaluation

- 3. Modernize the Kansas IV-D program.
- Identify and remove barriers to customers
- Share more information
- Learn from and adopt appropriate changes from high performers



### CSS Response

### **Actions Taken**

- July 2020 RFP for re-platforming statewide computer system (KAECSES) posted.
  - Procurement currently in process.
- Removing barriers to focus on data elements within program's control
  - Policy and Procedure Manual updated.
  - Data Integrity and Analysis
  - Working to improve customer communication



### CSS Response

#### **Actions Taken**

#### 2021 RFP closed March 11, 2021:

- The Purpose section sets out the top three priorities of CSS
  - 1) Timely, correct, and accurate casework
  - 2) A knowledgeable, fair, and professional workforce, and,
  - 3) A unified, one Kansas IV-D team approach.



### CSS Request For Proposal

- Required office hours and locations provided.
- Position qualification minimums provided
- Mandatory processes identified.
- A detailed explanation of operations to be provided by bidder.

