

# The Child Support Enforcement (CSE) Program

## Introduction

The Child Support Enforcement (CSE) program was enacted into law on January 4, 1975 (P.L. 93-647). When the program was first established, its goals were to reimburse the states and the federal government for the welfare payments they provided families, and to help other families remain self-sufficient and stay off welfare by obtaining consistent and ongoing child support payments from the noncustodial parent. Over time, the CSE program has evolved from a “welfare cost-recovery” program into a “family-first” program that seeks to enhance the well-being of families by making child support a more reliable source of income.

This federal-state program has the potential to impact more children and for longer periods of time than most other federal programs. It may interact with mothers, fathers, and children for 18 years and in some cases longer, such as if the noncustodial parent owes past-due child support. In recent years, it served about 20% of children in the United States. (All FY2019 figures in this report are drawn from the *FY2019 Preliminary Data Report* released on June 23, 2020, by the Office of Child Support Enforcement (OCSE) in the Department of Health and Human Services.)

## Scope of CSE Program

Families who are required to enroll in the CSE program are those receiving cash assistance under the Temporary Assistance for Needy Families (TANF) program, Medicaid coverage, or, at state option, Supplemental Nutrition Assistance Program (SNAP) food assistance. The program is also available to nonassistance families if they choose to enroll. Families who are not required to enroll must pay a one-time \$25 fee when they apply for services, and an annual \$35 user fee if the CSE agency collects at least \$550 per year for them.

The program is available in all 50 states; the District of Columbia; the territories of Guam, Puerto Rico, the Virgin Islands; and 60 tribal nations. It is generally operated at the county level of government.

The CSE program is administered at the federal level by OCSE, which helps CSE agencies develop, manage, and operate their programs effectively and according to federal law. Specifically, OCSE administers federal matching funds and awards grants to states, provides policy guidance and technical assistance, conducts program audits, and supports research through demonstration grants. OCSE is also responsible for the Federal Parent Locator Service, which includes the National Directory of New Hires.

## Program Components

The CSE program increases the reliability of child support paid by noncustodial parents by

- locating noncustodial parents,
- establishing paternity,
- establishing child support orders,
- reviewing and modifying child support orders,
- collecting child support payments from noncustodial parents,
- establishing and enforcing medical child support, and
- distributing child support payments to custodial parents.

## CSE Collections and Methods

In FY2019, the CSE program collected \$28.8 billion on behalf of families. More than two-thirds of CSE collections were for families that had never received cash payments from the TANF program.

**Table 1. CSE Collections by Family Type, FY2019**

Family Type	Collections (billions)	Percentage
TANF Families	\$0.7	2%
Former TANF	\$8.3	29%
Never TANF	\$19.8	69%

**Source:** Congressional Research Service (CRS), based on data from the OCSE *FY2019 Preliminary Data Report*.

The majority of the collected payments in FY2019 (96%) went to families and the remainder went to the states and federal government, primarily as reimbursement for public assistance dollars that went to families.

Most child support payments are collected from noncustodial parents through income withholding. In FY2019, 72% of collections were obtained through income withholding. Other methods of enforcement include

- intercepting federal and state income tax refunds;
- intercepting unemployment compensation;
- filing liens against property;
- sending insurance settlement information to CSE agencies;
- intercepting lottery winnings, judgments, or settlements;
- seizing debtor parent assets held by public or private retirement funds and financial institutions;
- withholding, suspending, or restricting driver’s licenses, professional or occupational licenses, and recreational or sporting licenses; and

- denying, revoking, or restricting passports.

In addition, all jurisdictions have civil or criminal contempt-of-court procedures and criminal nonsupport laws that may be used when noncustodial parents fall behind in their payments and accumulate arrears. (These procedures and laws are in addition to the enforcement methods listed above.) Federal criminal penalties may be imposed in certain cases.

Federal law also provides for international enforcement of child support.

## CSE Caseload and Composition

In FY2019, the CSE system handled 13.6 million cases.

**Table 2. CSE Cases by Family Type, FY2019**

Family Type	Number (millions)	Percentage
TANF Families	1.2	9%
Former TANF	5.6	41%
Never TANF	6.8	50%

**Source:** CRS, based on data from the OCSE FY2019 Preliminary Data Report.

According to the most recent available data (from 2017), among all custodial parents who are eligible for child support (not just those enrolled in the CSE program), 80% are women. Of women custodial parents, 53% have just one eligible child, 44% are non-Hispanic White, 28% are non-Hispanic Black, 24% are Hispanic (of any race), and 4% are other races (including multiple races not categorized elsewhere).

Among all custodial families eligible for child support, 24% have income below the federal poverty level. Forty percent of poor families who were supposed to receive child support received the full amount that was due.

## CSE Expenditures and Financing Structure

In FY2019, combined federal and state administrative expenditures for CSE amounted to \$6.0 billion. CSE is a federal-state matching grant program under which states must spend money in order to receive federal funding. The federal government reimburses each state 66% of all allowable expenditures on CSE activities. This requirement is open-ended in that there is no upper limit or ceiling on the federal government's match for those expenditures.

There are five funding streams associated with the CSE program. The first two streams (mentioned above) are state and federal matching funds. Third, states collect child support on behalf of families receiving TANF assistance to reimburse themselves (and the federal government) for the cost of TANF cash payments to the family. Fourth, the federal government provides states with an incentive payment (estimated at \$496 million total for FY2019) to encourage them to operate effective programs. Federal law requires states to reinvest CSE incentive payments back into the CSE program or related activities. Fifth, fees and

costs recovered from non-welfare families may help finance the CSE program.

## Visitation Grants and Parenting Time

A noncustodial parent's right to visit with his or her children is commonly referred to as visitation or child access (and more recently as voluntary parenting time agreements). OCSE administers an Access and Visitation grant program, which is funded at a total of \$10 million each fiscal year. These funds are awarded to 50 states, DC, Guam, Puerto Rico, and the Virgin Islands. The general focus of this program is to increase noncustodial parents' access to and time with their children. Eligible activities include mediation, counseling, education, development of parenting plans, visitation enforcement, and development of guidelines for visitation and alternative custody arrangements. In addition, certain CSE programs are to some degree involved with establishing voluntary parenting time agreements between custodial and noncustodial parents.

## Program Effectiveness

In FY2019, the CSE program collected \$5.06 for every \$1 it spent, and made collections for 63% of its caseload (versus 23% in FY1998, when the 1996 welfare reforms were just being implemented). Those cases with collections were 69% of the never-TANF caseload, 62% of the former-TANF caseload, and 35% of the current-TANF caseload.

## Issues

CSE issues that have been raised include the following:

- Should child support orders be more aligned with the noncustodial parent's ability to pay?
- Should child support orders be automatically reviewed and modified in cases where the noncustodial parent is unemployed or underemployed?
- Should CSE programs have the option to reduce or forgive state- and federal-owed child support arrearages (i.e., unpaid child support) in cases where that successfully incentivizes noncustodial parents to regularly pay the current support that is owed?
- Should the CSE program have the option of funding work-oriented programs for noncustodial parents who are unable to meet their child support obligations?
- Should the states bear more of the costs of their CSE programs (i.e., reducing the federal matching rate)?
- Should cooperation with the CSE program continue to be mandated for TANF and Medicaid families? Should federal cooperation requirements be expanded to other public assistance programs?
- Should the federal and state governments continue to retain collections to reimburse TANF costs, or should all of the TANF family collections be "passed through" to those families? (Should the current state option to pass through some TANF family collections be altered?)

**Jessica Tollestrup**, Specialist in Social Policy

IF10113

---

## Disclaimer

This document was prepared by the Congressional Research Service (CRS). CRS serves as nonpartisan shared staff to congressional committees and Members of Congress. It operates solely at the behest of and under the direction of Congress. Information in a CRS Report should not be relied upon for purposes other than public understanding of information that has been provided by CRS to Members of Congress in connection with CRS's institutional role. CRS Reports, as a work of the United States Government, are not subject to copyright protection in the United States. Any CRS Report may be reproduced and distributed in its entirety without permission from CRS. However, as a CRS Report may include copyrighted images or material from a third party, you may need to obtain the permission of the copyright holder if you wish to copy or otherwise use copyrighted material.