

CALIFORNIA DEPARTMENT OF CHILD SUPPORT SERVICES

P.O. Box 419064, Rancho Cordova, CA 95741-9064



March 14, 2007

CSSIN LETTER: 07-03

ALL IV-D DIRECTORS
ALL COUNTY ADMINISTRATIVE OFFICERS
ALL BOARDS OF SUPERVISORS

SUBJECT: PRESUMED INCOME CALCULATION

REFERENCE: CSSIN LETTER 07-02

Effective January 1, 2007, California's minimum wage increased to \$7.50 per hour. Pursuant to Family Code (FC) Section 17400(d)(2), or FC Section 5002(a) for Uniform Interstate Family Support Act cases, the obligor's income shall be presumed to be the amount of the minimum wage at 40 hours per week, as established by the Industrial Welfare Commission per Section 1182.11 of the Labor Code, when the obligor's income or income history are unknown.

The Statewide Services and Child Support Enforcement Guideline Calculators (GCs) will be programmed to calculate presumed income using the minimum wage, and the Change Request to update the calculators for the new minimum wage is scheduled to be implemented in September 2007 with Version 2.2. Until the update is implemented, local child support agency staff will be required to calculate presumed income as follows: at the "Monthly Income Detail" screen, do NOT choose the Presumed Income check box. Instead, in the "Earned Income Frequency" drop down box, choose "Hourly Wage." Then enter \$7.50 in the "Earned Income Amount" field and enter 40 in the "Hours/Week" field. The GC will then calculate the correct amount of monthly income when "OK" is clicked at the bottom of the screen.

If you have any questions or concerns regarding this matter, please contact Cindi Pocoroba at (916) 464-5055.

Sincerely,

/s/

DEBRA SANCHEZ
Acting Deputy Director
Child Support Services Division

<u>Reason for this Transmittal</u>
<input type="checkbox"/> State Law or Regulation Change
<input type="checkbox"/> Federal Law or Regulation Change
<input type="checkbox"/> Court Order or Settlement Change
<input type="checkbox"/> Clarification requested by One or More Counties
<input checked="" type="checkbox"/> Initiated by DCSS