

Cite as 2016 Ark. 315

SUPREME COURT OF ARKANSAS

Opinion Delivered September 15, 2016

IN RE SUPREME COURT COMMITTEE ON CHILD SUPPORT—AFFIDAVIT OF FINANCIAL MEANS

PER CURIAM

The Supreme Court Committee on Child Support proposed a new Affidavit of Financial Means to the court, revised and updated to provide more pertinent information to the parties and the courts in matters involving family support than the current affidavit provides. By per curiam dated April 14, 2016, the court published the proposed affidavit for written comments due to the court by May 20, 2016.

The court requested that the committee review the comments submitted and, taking those into consideration, to make a final recommendation to the court. The committee's final recommendation is to adopt the proposed affidavit with one change suggested in the comments, to add lines at the bottom of each page for the litigants and, if represented, their attorneys, to initial.

The court accepts the committee's recommendation and adopts the new affidavit, with that one change, effective October 10, 2016. The new Affidavit is attached.

RECOMMENDATION TO THE SUPREME COURT OF ARKANSAS FROM THE SUPREME COURT COMMITTEE ON CHILD SUPPORT

IN RE: ADMINISTRATIVE ORDER NO. 10--AFFIDAVIT OF FINANCIAL MEANS INTRODUCTION

The Supreme Court Committee on Child Support proposed a new Affidavit of Financial Means to the Court, revised and updated to provide more pertinent information to the parties and the courts in matters involving family support than the current affidavit provides. By per curiam order dated April 14, 2016, the Court published the proposed affidavit for comment, with written comments due to the Clerk of the Court on May 20, 2016. The Clerk received four letters in response. The Court requested that the Committee review the comments and make a final recommendation, taking those comments into consideration.

DISCUSSION

The Committee met on June 24, 2016, to review the comments. Of the four letters submitted, three of them supported the proposed affidavit, with one suggestion made for a formatting issue. In the fourth letter, the writer commented positively to one change and made seven suggestions for other changes. The Committee discussed each and every suggestion. Some were for changes the Committee had discussed specifically in the drafting stage. Some were for changes to things the Committee had done by design or had opted not to do. The Committee adopted one of the suggestions: putting lines at the bottom of each page for the litigant and the attorney, if he or she is represented, to initial. The affidavit was amended accordingly.

RECOMMENDATION

After considering the Comments submitted to the Court, the Committee respectfully recommends that the Court approve and adopt the attached Affidavit of Financial Means, as amended.

Thank you.

Respectfully submitted,

Mackie Pierce

Circuit Judge

Chair of Child Support Committee

July 14, 2016

	IN THE C	CIRCUIT COURT OF COUNTY, ARKANSAS (Domestic Relations Division)		
		Division		
 Plaintiff				
V.,		Case NoDR		
Defend	ant			
		AFFIDAVIT OF FINANCIAL MEANS		
that he/ informa	she has pation and a	, being duly sworn, says under penalty of perjury, prepared or approved this financial statement, and that the following attachments (including income verification as required by page 7) e, and correct.		
 Date	ate Signature			
Subscri	ibed and	sworn to before me on this day of 20		
My con	nmission (Notary Public		
		MY INCOME		
	1.	How often are you paid? weekly bi-weekly (every two weeks—26 times a year) monthly bi-monthly (twice a month–24 times a year) other –Explain (attach an exhibit if necessary):		
	2.* Net Pay: (Take-home after allowable deductions)			
		\$		
,		eet on next page to determine Net Pay for calculating child support.		
Page :	1 of 7	Initials Initials		

NET PAY WORKSHEET

(If more than one employer, fill out and attach multiple copies of this worksheet).

EMPLOYER: Address: Telephone #:	
Gross Wages per pay period:	\$
ALLOWABLE DEDUCTIONS UNDER STATE LAW	=======
A. Federal Income Taxes Withheld:	\$
B. State Income Taxes Withheld:	\$
C. F.I.C.A. (Social Security) or Railroad Retirement:	\$
D. Medicare:	\$
E. Health Insurance (only the portion paid for children in this case as required by page 7):	\$
F. Court-ordered child support for other children not involved in this current case. (For example, children from a previous relationship or marriage):	\$
G. TOTAL Allowable Deductions	\$

3.H Subtract TOTAL Allowable Deductions from Gross Wages = NET PAY \$

THE FINAL NUMBER IN THIS BOX BELONGS ON PAGE 1 UNDER "NET PAY"

If you pay support for children *not involved in this case* in a form other than payroll deduction, then you should attach the child support order and proof of payment as an exhibit to this affidavit.

Any other deductions from your paycheck <u>do not</u> figure into your net pay under Arkansas law regarding child support. Some examples of payroll deductions that you <u>may not</u> subtract from your income for calculating child support include: pension plans, union dues, 401(k) payments, loan repayments, charitable contributions, life insurance, and health insurance payments that cover you or your spouse.

However, the court *may* consider these expenses, particularly if they are significant, so you should reflect them in the proper place in the pages to follow.

OTHER INCOME

4	Other income:	Amount:	Source	Frequency
4.1	Bonuses or incentive pay not reflected on page 2:			
4.2	Other court-ordered income such as alimony/child support paid to you:			
4.3	Payments from a settlement or annuity:			
4.4	Regular gifts from relatives or friends:			
4.5	Investment income such as rent payments to you:			
4.6	Stock dividends or bond payments:			
4.7	Regular payments to you or on your behalf from a Trust:			
4.8	Other:			
4.9	TOTAL OTHER	1/		
	ANNUAL INCOME:	ie.	 \$	

OTHER AVAILABLE FUNDS

5	ASSET	AMOUNT	SOURCE
5.1	Cash on hand, and in bank accounts:		
5.2	Trust fund assets held on your behalf:		
5.3	Stocks, bonds, mutual funds:		
5.4	Other (i.e. 401-K, retirement, etc):		
5.5	TOTAL:	\$	

MY CURRENT MONTHLY EXPENSES *

6.	F	Amanunti		- Evnance:	Amount
	Expense:	Amount:		Expense:	Amount:
a,	Rent/house payment	\$	n.	Health Insurance	\$
b.	Gas, water, trash, & electricity	\$	0,	Non-covered medical (including medicine)	\$
C.	Telephone	\$	p,	Life insurance	\$
d.	Internet	\$	q.	Car payment	\$
e.	Media Services, i.e. Cable/Satellite, etc.	\$	r.	Car Insurance	\$
f.	Child care	\$	S.	Car fuel and maintenance	\$
g.	Food	\$	t.	Lawn care	\$
h.	Union dues	\$	u.	Charitable giving	\$
i _e	Pension plan	\$	V.	Household Expenses	\$
j.	401(k) payments	\$	w.	Dry cleaning	\$
k.	Garnishments	\$	Χ.	Other:	\$
I.	Cigarettes	\$	y.	Other:	\$
m.	Alcohol	\$	Z.	TOTAL	\$

^{*} Place a check mark by all expenses which you are not currently paying.

MINOR CHILDREN

7.		Number of children:
a.	Number of minor children I have with opposing party:	#
b.	Number of other minor children I have:	#
C.	Names of minor children involved in this case:	AGE
1		
2,		
3.		
4.		

CREDITORS & DEBTS

8. Debts in the names of **BOTH PARTIES** are:

	Creditor:	Total amount owed:	Monthly payment:
a.		\$	\$
b.	V	\$	\$
C.		\$	\$
d.		\$	\$
e.		\$	\$
f.		\$	\$
g.		\$	\$
	Totals:	\$	\$

9. Debts only in my name:

	Creditor:	Total amount owed:	Monthly payment:
a.		\$	\$
b.		\$	\$
C,.		\$	\$
d.		\$	\$
e,		\$	\$
	Totals:	\$	\$

10. Debts only in the name of the other party:

	Creditor:	Total amount owed:	Monthly payment:
a.		\$	\$
b.		\$	\$
C.		\$	\$
d.		\$	\$
e.		\$	\$
	Totals:	\$	\$

11. SUMMARY OF ABOVE DEBT TABLES

	Summary of Debts:	Total Owed:	Total Monthly Payments:
a.	Joint Debts:	\$	\$
b.	My Debts:	\$	\$
C.	Other Party's Debts:	\$	\$

ACKNOWLEDGEMENT OF RESPONSIBILITIES AND CONSEQUENCES

	that I must comply with the following. I
acknowledge and agree to each provision by	
Both parties must complete and excha to opposing counsel or pro se litigants within	ange this seven-page affidavit by providing five days before hearing.
Both parties must supply the original n	otarized affidavit to the court.
If I am employed, I must attach copies	s of my last three paystubs to this affidavit.
If I am self-employed, I must attach returns, including all schedules, to this affida	copies of my last two federal and state tax vit.
Before each court hearing where find document and provide updated information to	ancial matters are at issue, I will review this o the other party and to the court.
l understand that the cost of dependent between self-only and self with dependents child(ren) to existing coverage.	nt health insurance coverage is the difference or family coverage or the cost of adding the
to mislead the court or the opposing party, court, being fined, being ordered to pay atto	th these provisions, or deliberately attempting may result in my being held in contempt of orney's fees, and/or being sentenced up to 6 can result in prosecution for felony perjury—
Date	Signature
I certify that I have reviewed this affidavit vimportance of providing true, correct, complete	with my client and advised him or her of the ete answers and the required exhibits.
Date	Attorney
Form Revised/2016	

Saune County Circuit Court 4th Division

4" Division
22" Judicial District of Arkansas
SUPREME CIVIL OF APPEALS
CLERK'S OFFICE

2016 APR 19 P 1:07

Stacey Pectol Clerk of the Supreme Court ATTN: Administrative Order Number 10 625 Marshall Street, Little Rock, AR 72201 STACEY PECTOL, CLERK

STACEY PECTOL

Judge Robert Herzfeld

Phone: 501-303-1584 Fax: 303-1585

judgeherzfeld@gmail.com

Draft Affidavit of Financial Means RE:

Dear Ms. Pectol,

I am writing in strong support of the new draft Affidavit of Financial Means (AFM) that is up for comment until May 20th. It was clearly drafted with practicality, clarity, and ease of use in mind. As a Circuit Judge who hears primarily domestic cases, I can attest that the new draft addresses all of the concerns I have had over the years. I'll list some highlights below:

- Moving the notarized signature to the front page serves multiple purposes. First, approximately half of the AFMs 1. submitted to me are not notarized. Putting it on the front makes it more likely to be completed. Second, clarifying on the front page that this document is sworn under oath gives even more incentive to take it seriously and provide correct information.
- The old form was very confusing as to proper deductions and coming up with the true net income. The new draft 2. makes it much simpler to calculate, offers clear instructions, and puts the accurate net income unambiguously front and center.
- The modernization of the "monthly expenses" page has been sorely needed (i.e., the old form refers to "fire 3. insurance"), and will provide a much more accurate picture of actual expenses. The addition of cigarettes and alcohol as separate categories is significant as well.
- The Acknowledgement section on page 7 will be valuable in ensuring that the parties provide appropriate 4, supporting documentation and take the necessary time to fill out the paperwork honestly and completely.
- Requiring attorneys to certify they have gone over the form with their clients and advised them of the importance 5. of the form will dramatically improve data quality as well as the preparedness of attorneys for trial! I can't tell you how many times I have watched the blood drain from attorneys' faces because they were so surprised by their client's answers or, conversely, at how inaccurately their clients had filled out the form.
- By way of slightly improving the form, it appears that at some point in drafting, there was a margin issue which, 6. presumably, could easily be corrected where the table of debts bleeds over onto page 7. I suggest that this be corrected for ease of use as well as professional appearance.

Thank you for working on this very practical approach, and I look forward to seeing the new forms in court.

Circuit Judge

THE LANCASTER LAW FIRM, PLLC

413 NORTH MARKET ST P.O. Box 1295 BENTON, AR 72018

ATTORNEYS AT LAW RECEIVED TEL: (501)776-2224

Tennifer M. Lancaster CLERK'S OFFICE (501)778-6186

Clinton W. Lancaster Lori D. Howard

2016 APR 21 P 1:11

STACEY PECTOL, CLERK

April 20, 2016

Ms. Stacey Pectol, Clerk Supreme Court of Arkansas Attn: Admin. Order No. 10 625 Marshall St. Little Rock, AR 72201

BY FIRST CLASS MAIL

IN RE ADMIN, ORDER NO. 10 RE:

AFFIDAVIT OF FINANCIAL MEANS PER CURIUM OPINION APRIL 14, 2016

Dear Ms. Pectol:

I am writing today to express my great support of the changes to the Affidavit of Financial Means ("AFM") as recently revised and submitted for comments as per the above-styled opinion. I am a fairly new attorney, having been in practice a little over two years, with a small firm in Benton. Approximately 75% of the work I do is in domestic relations, adoption, and guardianship cases. I am a frequent user of the AFM and very familiar with its use in both settlement negotiations and court proceedings.

I support the changes to the AFM for many reasons. Firstly, moving the signature and notary area to the front makes it easy to see if the person has actually completed that portion. Many times, people fill out the AFM and then fail to sign the document, which causes issues if not caught before

Next, the revisions to the "My Income" section, removing the second "allowable deductions" and "other deductions" sections clears up that substantially. Many, many times in practice people manage to double up on the deductions, in part I believe, because those two sections are listed twice in the document. This is so incredibly confusing for clients, so this revision helps greatly!

Additionally, putting the "Net Pay Worksheet" on the second page is a wonderful change. In the old version, it was several pages back in the document, which always lead to confusion. This newly-placed and clearly-delineated worksheet is clear to understand, defines the court-ordered child support section nicely, and has an explanation section at the bottom of the page that makes it very clear what is and is not included in pay and payroll deductions.

THE LANCASTER LAW FIRM, PLLC

www.TheLancasterLawFirm.com

Moving ahead to Page 3, the "Other Income" section gives good examples of what might be included. The old form did not have these, which caused people to sometimes forget about them or even intentionally leave them out and plead ignorance. Income is different from other funds available to a person, so making those sections separate is a great step to even more clarity.

Additionally, making the "My Current Monthly Expenses" table on Page 4 larger makes it so much easier to complete. The current form crams the same table onto half a page, which makes the numbers so small that it's difficult to complete the table where it is legible.

I was pleased, as well, to see that the informational table about the parties was removed (formerly on page 4 of 7 in the old version). Sometimes these parties have been divorced for years, separated for years, or they are parties who would never have known the information about the other party at all. Taking this section out just saves me time, and truly, this section was almost never used in my practice.

Also, changing the debt sections on Page 7 to "my name" and "name of the other party" instead of "Plaintiff" and "Defendant" clears these sections up quite nicely. A lot of times, even with the parties names listed on the case, the party completing the form still does not know who the Plaintiff and Defendant are!

Finally, the last page is, in my opinion, the best change made to the document. Clients rarely understand that the document is necessary to set child support and spousal support. They sometimes feel like the court is just being nosy, the other party's attorney is asking intrusive questions by sending an AFM with interrogatories, and that this personal information cannot possibly be needed for the court to just set support. Having this information on the back easily explains the reasons the AFM is needed and lets the party know that the other party has to complete one as well. This explanation section also clearly tells the client that three paystubs or two tax returns, as applicable, are to be submitted with the form as well.

As a family law and probate practitioner, I wholeheartedly support the changes made in this new version of the AFM.

Thank you for your time and for allowing the comment period. If you should have any other questions in this regard, please do not hesitate to give me a call.

Sincerely,

Lori D. Howard Associate Attorney

Sean T. Keith Andrew R. Miller Stephen W. Butler Mary M. White Schneider Kristin L. Pawlik

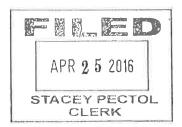
Tom J. Keith Of Counsel

Keith, Miller, Butler, Schneider Pawlikuprehe Giver of Appeals PULSEN'S CEFFICE

April 20, 2016

2016 APR 25 P 1: 46 STACEY PECTOL, CLERK Victoria Hargis Bruton George M. Rozzell John E. Baureis Katelyn M. Eaves Mason L. Boling Mary E. Buckley Jenna R. Fogleman

Stacy Pectol
Clerk, Supreme Court of AR
Attn: Admin. Order No. 10
Justice Bldg.
625 Marshall St.
Little Rock, AR 72207



Dear Ms. Pectol:

I have had an opportunity to review the proposed revised Affidavit of Financial Means, and I whole heartedly support the revisions. This clears up many of the previous AFM's less than clear instructions to the clients that are filling these out. In particular, the acknowledgment of understanding what they are providing with the listed potential consequences will make this a more meaningful document and will cause the attorneys providing this information to be more thorough.

Sincerely,

Mary M. White Schneider Keith, Miller, Butler, Schneider & Pawlik, PLLC

Schneider & Pawlik, PLLC



RECEIVED
SUPREME CITAT OF APPEALS
CLEAR'S OFFICE

2016 MAY -3 P 1:16 STACEY PECTOL, CLERK

May 2, 2016

Stacey Pectol, Clerk, Supreme Court of Arkansas Justice Building 625 Marshall Street Little Rock, AR 72201





Having reviewed the Proposed Affidavit to replace the current Affidavit of Financial Means, I have the following comments:

- 1. Shouldn't the net pay include the "other income" from page two before the total amount of net income is transferred to page one?
- 2. On the list of Creditors and Debts, could you include a space for the last four digits of the account number?
- 3. Also on the list of Creditors and Debts, could you provide some suggestions such as Mortgage, Student Loans, Medical Bills, Credit Cards, Bank Loans, Collections Accounts? I find that my clients remember their debts more easily if I ask for them by type.
- 4. At some place, you may need to inquire whether the debt was incurred during the marriage. Just having whose name the debt is in does not help determine whether or not a debt is a marital debt.
- 5. I would recommend a line for initials at the bottom of every page (mostly for the lawyers because we have this document for every client and they all look alike especially when they just have numbers written in).
- 6. I would recommend PLAIN ENGLISH in the Responsibilities and Consequences section,

LETTER TO PECTOL/page two

- 7. I liked the design of the Income worksheet, and I like the Responsibilities and Consequences section.
- 8. I would recommend moving the Notary box to the end of the document because it's just confusing at the beginning.

Thank you for allowing an opportunity to comment on the form.

Sincerely.

Carla Fuller