Government of the District of Columbia Office of the Chief Financial Officer



Glen Lee

Chief Financial Officer

MEMORANDUM

TO: The Honorable Phil Mendelson

Chairman, Council of the District of Columbia

FROM: Glen Lee

Chief Financial Officer

DATE: November 21, 2022

SUBJECT: Fiscal Impact Statement - Uniform Family Law Arbitration Act of 2022

REFERENCE: Bill 24-93, Draft Committee Print as provided to the Office of Revenue

Analysis on November 3, 2022

Conclusion

Funds are sufficient in the fiscal year 2023 through fiscal year 2026 budget and financial plan to implement the bill.

Background

Arbitration is a method of alternative dispute resolution in which the parties choose a neutral third party to resolve their disputed issue rather than going to court. The bill creates¹ a statutory scheme for the arbitration of family law disputes including how to interpret arbitration agreements, select an arbitrator, grant or recognize arbitration awards, address protective orders against a party involved in arbitration, and appeal arbitration decisions. Family law disputes typically include disagreements about marital property, spousal support, child custody, and child support. During an arbitration, a neutral third party, the arbitrator, hears arguments from the parties, evaluates evidence, and makes a decision on their dispute.

The bill prohibits an arbitrator from granting a divorce, terminating parental rights, granting an adoption or guardianship of a child or incapacitated person, or determining the status of a child in need of protection.

¹ By adding a new chapter, Chapter 56, to Title 16 of the District of Columbia Official Code.

The Honorable Phil Mendelson FIS: Bill 24-93, "Uniform Family Law Arbitration Act of 2022," Draft Committee Print as provided to the Office of Revenue Analysis on November 3, 2022

Financial Plan Impact

Funds are sufficient in the fiscal year 2023 through fiscal year 2026 budget and financial plan to implement the bill. Establishing a statutory scheme for the arbitration of family law disputes does not have a cost to the District. Arbitration proceedings occur in private and outside of the purview of the District Government. No additional resources are required to implement the bill.