

(i) Review and, if appropriate, adjust the order in accordance with the guidelines established pursuant to section 467(a) of the Act if the amount of the child support award under the order differs from the amount that would be awarded in accordance with the guidelines;

(ii) Apply a cost-of-living adjustment to the order in accordance with a formula developed by the State; or

(iii) Use automated methods (including automated comparisons with wage or State income tax data) to identify orders eligible for review, conduct the review, identify orders eligible for adjustment, and apply the appropriate adjustment to the orders eligible for adjustment under any threshold that may be established by the State.

(2) If the State elects to conduct the review under paragraph (b)(1)(ii) or (iii) of this section, the State must have procedures which permit either party to contest the adjustment, within 30 days after the date of the notice of the adjustment, by making a request for review and, if appropriate, adjustment of the order in accordance with the child support guidelines established pursuant to section 467(a) of the Act.

(3) If the State conducts a guideline review under paragraph (b)(1)(i) of this section:

(i) *Review* means an objective evaluation, conducted through a proceeding before a court, quasi-judicial process, or administrative body or agency, of information necessary for application of the State's guidelines for support to determine:

(A) The appropriate support award amount; and

(B) The need to provide for the child's health care needs in the order through health insurance coverage or other means.

(ii) *Adjustment* applies only to the child support provisions of the order, and means:

(A) An upward or downward change in the amount of child support based upon an application of State guidelines for setting and adjusting child support awards; and/or

(B) Provision for the child's health care needs, through health insurance coverage or other means.

(4) The State must have procedures which provide that any adjustment under paragraph (b)(1)(i) of this section shall be made without a requirement for proof or showing of a change in circumstances.

(5) The State must have procedures under which, in the case of a request for a review, and if appropriate, an adjustment outside the 3-year cycle (or

such shorter cycle as the State may determine) under paragraph (b)(1) of this section, the State shall review and, if the requesting party demonstrates a substantial change in circumstances, adjust the order in accordance with the guidelines established pursuant to section 467(a) of the Act.

(6) The State must provide notice not less than once every 3 years to the parents subject to the order informing the parents of their right to request the State to review and, if appropriate, adjust the order consistent with this section. The notice must specify the place and manner in which the request should be made. The initial notice may be included in the order.

(c) *Standard for adequate grounds.* The State may establish a reasonable quantitative standard based upon either a fixed dollar amount or percentage, or both, as a basis for determining whether an inconsistency between the existent child support award amount and the amount of support determined as a result of a review using automated methods under paragraph (b)(1)(iii) of this section is adequate grounds for petitioning for adjustment of the order.

(d) *Health care needs* must be adequate basis. The need to provide for the child's health care needs in the order, through health insurance or other means, must be an adequate basis under State law to initiate an adjustment of an order, regardless of whether an adjustment in the amount of child support is necessary. In no event shall the eligibility for or receipt of Medicaid be considered to meet the need to provide for the child's health care needs in the order.

(e) *Timeframes for review and adjustment.* Within 180 calendar days of receiving a request for a review or locating the non-requesting parent, whichever occurs later, a State must: Conduct a review of the order and adjust the order or determine that the order should not be adjusted, in accordance with this section.

(f) *Interstate review and adjustment.*

(1) In interstate cases, the State with legal authority to adjust the order must conduct the review and adjust the order pursuant to this section.

(2) The applicable laws and procedures for review and adjustment of child support orders, including the State guidelines for setting child support awards, established in accordance with § 302.56 of this chapter, are those of the State in which the review and adjustment, or determination that there be no adjustment, takes place.

§ 303.15 [Amended]

■ 16. In § 303.15:

■ a. The section heading is amended by adding "or visitation" after "custody".

■ b. Paragraph (a)(1)(i) is amended by removing the period at the end and adding a semicolon.

■ c. Paragraph (a)(1)(ii) is amended by removing "visitation" and adding "visitation", and by adding "or" after ",".

§ 303.20 [Amended]

■ 17. In § 303.20:

■ a. Paragraphs (c)(3), (4) and (5) are amended by removing "an noncustodial parent" and adding "a noncustodial parent" in its place; and

■ b. Paragraph (e)(3) is amended by removing "pursuant to parts 220, 222 and 226 of this title or carried out".

§ 303.31 [Amended]

■ 18. In § 303.31, paragraph (a)(2) is amended by removing "an noncustodial parent" and adding "a noncustodial parent" in its place.

§ 303.70 [Amended]

■ 19. In § 303.70:

■ a. Paragraph (d)(1) is amended by adding "Federal or" after "in accordance with section 453(a)(3) of the Act for enforcing a"; and

■ b. Paragraph (e)(1)(iii) is amended by removing "453(k)" and adding "453(k)(3)" in its place.

§ 303.72 [Amended]

■ 20. In § 303.72:

■ a. Paragraph (a)(3)(iv) is amended by removing "an title IV-A" and adding "a title IV-A" in its place;

■ b. Paragraphs (a)(6), (c)(2), (c)(4), (h)(5) and (h)(6)(i) are amended by removing "Secretary of the Treasury" and adding "Secretary of the U.S. Treasury" in its place;

■ c. Paragraph (e)(1) and (f)(1) are amended by revising "an noncustodial parent" to read "a noncustodial parent"; and

■ d. Paragraph (h)(3) is amended by removing "fSecretary of the U.S. Treasury".

§ 303.73 [Amended]

■ 21. In § 303.73, "an noncustodial parent" is revised to read "a noncustodial parent" and "IV7-D" is revised to read "IV-D".

■ 22. In § 303.100:

■ a. Paragraphs (b)(1) and (e)(1)(v) are amended by revising "an noncustodial parent" to read "a noncustodial parent";

■ b. Paragraph (b)(1)(i) is amended by revising "absent" to read "noncustodial" each time it appears;

■ c. Paragraphs (e)(1)(i) and (g) are amended by removing "wages" and adding "income" in its place;