

The Betson Formula

$$R \times T \times \text{BCSO} + (1 - S) \times D \times \text{BCSO} = \text{Residential credit}$$

R = % of overnights with NCP

T = proportion of the BCSO that is transferred between households when child changes residence (assume 40%)

S = NCP % of net income

D = duplicated expenses (assume 50%)

$$\text{Residential Credit} = R \times .4 \times \text{BCSO} + (1 - S) \times .5 \times \text{BCSO}$$

$$\text{NCP obligation} = S \times \text{BCSO} - [R \times T \times \text{BCSO} + (1 - S) \times D \times \text{BCSO}]$$

Factual Assumptions:

Child is 10

Assume Dad = "NCP" because his income is higher

Mom net income \$2000 and Dad net income \$3000

Dad = 60% of income and Mom = 40% of income

BCSO = 443 Dad, 295 Mom = 738 total

$$\begin{aligned} \text{NCP obligation} &= .60 \times 738 - \{[R \times .4 \times 738] + [(1 - .60) \times .5 \times 738]\} = \\ &442.8 - (295.2R + .4 \times .5 \times 738) = 442.8 - (295.2R + 147.6) \end{aligned}$$

Child 100% with Mom

NCP obligation **\$443**

Child 90% with Mom

$$\begin{aligned} \text{NCP obligation} &= [.60 \times 738] - \{[.1 \times .4 \times 738] + [(1 - .60) \times .5 \times 738]\} = 442.8 - (29.52 \\ &+ 147.6) = 442.8 - 177.12 = \mathbf{\$265.8} \end{aligned}$$

Child 80% with Mom

$$\begin{aligned} \text{NCP obligation} &= .60 \times 738 - \{[.2 \times .4 \times 738] + [(1 - .60) \times .5 \times 738]\} = 442.8 - (59.04 + \\ &147.6) = \mathbf{\$236.16} \end{aligned}$$

Child 70% with Mom

$$\begin{aligned} \text{NCP obligation} &= .60 \times 738 - \{[.3 \times .4 \times 738] + [(1 - .60) \times .5 \times 738]\} = 442.8 - (88.56 \\ &+ 147.6) = 442.8 - 236.16 = \mathbf{\$206.64} \end{aligned}$$

Child 60% with Mom

$$\begin{aligned} \text{NCP obligation} &= .60 \times 738 - \{[.4 \times .4 \times 738] + [(1 - .60) \times .5 \times 738]\} = 442.8 - (118.08 \\ &+ 147.6) = 442.8 - 265.68 = \mathbf{\$177.12} \end{aligned}$$

Child 50% with Mom

$$\begin{aligned} \text{NCP obligation} &= .60 \times 738 - \{[.5 \times .4 \times 738] + [(1 - .60) \times .5 \times 738]\} = 442.8 - (147.6 \\ &+ 147.6) = 442.8 - 295.2 = \mathbf{\$147.60} \end{aligned}$$