

# One Hundred Third Legislature - Second Session - 2014

## Introducer's Statement of Intent

### LB688

---

**Chairperson: Senator Mike Gloor**

**Committee: Banking, Commerce and Insurance**

**Date of Hearing: January 28, 2014**

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

Legislative Bill 688 would amend the Motor Vehicle Service Contract Reimbursement Insurance Act in Section 44-3524 to state that an administrative hearing is required only if the subject of a cease and desist order requests a hearing within ten business days of receipt of the order.

Currently, the Act requires the director to hold an administrative hearing when a cease and desist order is issued, even if no one, including the service contract provider, is asking for a hearing.

The change in this bill is the same legal process followed when the Department issues cease and desist orders to other types of entities it regulates. LB688 will eliminate the need to hold unnecessary administrative hearings for uncontested orders, saving time and resources.

**Principal Introducer:** \_\_\_\_\_

**Senator Mark Christensen**