## E AND R AMENDMENTS TO LB 620

Introduced by Enrollment and Review Committee: McGill, 26, Chairperson

Strike the original sections and all amendments
 thereto and insert the following new sections:

3 Section 1. Section 43-3342.03, Revised Statutes
4 Cumulative Supplement, 2006, is amended to read:

5 43-3342.03 (1) All support orders shall direct payment 6 of support as provided in section 42-369. Any support order 7 issued prior to the date that the State Disbursement Unit becomes 8 operative for which the payment is to be made to the clerk of 9 the district court shall be deemed to require payment to the State 10 Disbursement Unit after a notice to the obligor is issued.

(2) The unit may collect a fee equal to the actual cost 11 12 of processing any payments for returned check charges or charges 13 for electronic payments not accepted, except that the fee shall not 14 exceed thirty dollars. After a payor has originated two payments 15 resulting in returned check charges or charges for electronic 16 payments not accepted within a period of two years, the unit may 17 issue a notice to the originator that, for the following year, 18 any payment shall be required to be paid by money order, cashier's 19 check, or certified check. After a payor has originated three two 20 payments resulting in returned check charges or electronic payments 21 not accepted, the unit may issue a notice to the originator that 22 all future payments shall be paid by money order, cashier's check, 23 or certified check, except that pursuant to rule and regulation

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and at least two years after such issuance of notice, the unit 1 2 may waive for good cause shown such requirements for methods of 3 payment. The fees shall be remitted to the State Treasurer for 4 credit to the State Disbursement Unit Cash Fund, which is hereby 5 created, which funds shall be used to offset the expenses incurred 6 in the collection of child support bad debt. Any money in the fund 7 available for investment shall be invested by the state investment 8 officer pursuant to the Nebraska Capital Expansion Act and the 9 Nebraska State Funds Investment Act.

10 <u>(3) The State Disbursement Unit shall use automated</u> 11 procedures, electronic processes, and computer-driven technology 12 to the maximum extent feasible, efficient, and economical for the 13 collection and disbursement of support payments.

14 (4) Employers with more than fifty employees who have
15 an employee with a child support order shall remit child support
16 payments electronically.

17 Sec. 2. (1) The State Treasurer, with state agency 18 approval, may collect a fee from a debtor of the state agency 19 electronically equal to the cost of processing any payments for returned check charges or charges for electronic payments not 20 21 accepted, except that the fee shall not exceed thirty dollars. The 22 fee shall be remitted to the Treasury Management Cash Fund. The fee 23 shall be used to offset the cost incurred by the State Treasurer 24 from the collection of bad debt incurred by the state agency.

25 (2) After the payor has originated two bad debt payments
26 to a state agency in a period of one year, the state agency may
27 refuse to accept future payments by check and may require a money

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ER8145 ER8145 LB620 LB620 NPN-01/24/2008 NPN-01/24/2008 1 order, cash, a cashier's check, or a certified check for payment. 2 Sec. 3. Original section 43-3342.03, Revised Statutes 3 Cumulative Supplement, 2006, is repealed. 2. On page 1, line 1, strike "child support" and insert 4 5 "debt collection"; and in line 3 after the first "to" insert "collection and disbursement of child support by" and after "Unit" 6 7 insert "and collection of debt by state agencies; to provide for

8 fees".