LEGISLATURE OF NEBRASKA

ONE HUNDRED FIRST LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 939

Introduced by Stuthman, 22.

Read first time January 14, 2010

Committee: Judiciary

13

A BILL

1	FOR AN	ACT relating to support enforcement; to amend sections
2		43-1701, 43-1702, 43-1703, 43-1717, 43-1718.02, 43-1720,
3		43-1722, 43-1723, 43-1724, 43-1726, 43-1727, and 43-3330,
4		Reissue Revised Statutes of Nebraska, and section
5		43-512.12, Revised Statutes Supplement, 2009; to change
6		review procedures for support orders; to include the
7		satisfaction of certain monetary judgments of an obligor
8		by income withholding; to define and redefine terms and
9		change terminology for support collection; to change
10		provisions of the bank match system; to harmonize
11		provisions; to provide operative dates; to repeal the
12		original sections; and to declare an emergency.

Be it enacted by the people of the State of Nebraska,

Section 1. Section 43-512.12, Revised Statutes

- 2 Supplement, 2009, is amended to read:
- 3 43-512.12 (1) Child support orders in cases in which
- 4 a party has applied for services under Title IV-D of the
- 5 federal Social Security Act, as amended, shall be reviewed by
- 6 the Department of Health and Human Services to determine whether
- 7 to refer such orders to the county attorney or authorized attorney
- 8 for filing of an application for modification. An order shall
- 9 be reviewed by the department upon its own initiative or at the
- 10 request of either parent when such review is required by Title IV-D
- 11 of the federal Social Security Act, as amended. After review the
- 12 department shall refer an order to a county attorney or authorized
- 13 attorney when the verifiable financial information available to the
- 14 department indicates:
- 15 (a) The present child support obligation varies from
- 16 the Supreme Court child support guidelines pursuant to section
- 17 42-364.16 by more than the percentage, amount, or other criteria
- 18 established by Supreme Court rule, and the variation is due to
- 19 financial circumstances which have lasted at least three months and
- 20 can reasonably be expected to last for an additional six months; or
- 21 (2) (b) Health care coverage meeting the requirements
- 22 of subsection (2) of section 42-369 is available to either party
- 23 and the children do not have health care coverage other than
- 24 the medical assistance program under the Medical Assistance Act. $\frac{An}{A}$
- 25 order Health care coverage cases may be modified within three years

- 1 of entry of the order.
- 2 (2) Orders that are not addressed under subsection (1)
- 3 of this section shall not be reviewed by the department if it has
- 4 not been three years since the present child support obligation was
- 5 ordered. An order shall not be reviewed by the department more than
- 6 once every three years unless the requesting party demonstrates
- 7 a substantial change in circumstances, and an that is expected
- 8 to last for the applicable time period established by subdivision
- 9 (1)(a) of this section. Such substantial change in circumstances
- 10 may include, but is not limited to, change in employment, earning
- 11 capacity, income, or receipt of an ongoing source of income from
- 12 <u>a pension, gift, or lottery winnings. An order may be reviewed</u>
- 13 after one year if the department's determination after the previous
- 14 review was not to refer to the county attorney or authorized
- 15 attorney for filing of an application for modification because
- 16 financial circumstances had not lasted or were not expected to last
- 17 for the time periods established by subdivision (1) (1) (a) of this
- 18 section.
- 19 Sec. 2. Section 43-1701, Reissue Revised Statutes of
- 20 Nebraska, is amended to read:
- 21 43-1701 Sections 43-1701 to 43-1743 <u>and section 5 of this</u>
- 22 act shall be known and may be cited as the Income Withholding for
- 23 Child Support Act.
- Sec. 3. Section 43-1702, Reissue Revised Statutes of
- 25 Nebraska, is amended to read:

1 43-1702 It is the intent of the Legislature to encourage

- 2 the use of all proven techniques for the collection of child,
- 3 spousal, and medical support and monetary judgments. While income
- 4 withholding is the preferred technique, other techniques such as
- 5 liens on property and contempt proceedings should be used when
- 6 appropriate. The purpose of the Income Withholding for Child
- 7 Support Act is to provide a simplified and relatively automatic
- 8 procedure for implementing income withholding in order to guarantee
- 9 that child, spousal, and medical support obligations and monetary
- 10 judgments are met when income is available for that purpose, to
- 11 encourage voluntary withholding by obligors, and to facilitate
- 12 the implementation of income withholding based on foreign support
- 13 orders.
- 14 Sec. 4. Section 43-1703, Reissue Revised Statutes of
- 15 Nebraska, is amended to read:
- 16 43-1703 For purposes of the Income Withholding for Child
- 17 Support Act, unless the context otherwise requires, the definitions
- 18 found in sections 43-1704 to 43-1717 and section 5 of this act
- 19 shall be used.
- 20 Sec. 5. Monetary judgment shall mean a monetary judgment
- 21 against an obligor that is unsatisfied and is owed to the federal
- 22 or state governmental unit in a case in which services are being
- 23 provided under Title IV-D of the federal Social Security Act, as
- 24 amended, and the judgment is related to the support of a child.
- 25 Monetary judgment includes, but is not limited to, the cost of

1 genetic testing that the obligor has been ordered to pay by a

- 2 court, plus any accumulated interest on the judgment under sections
- 3 45-103 to 45-103.04, whether the order was issued prior to, on, or
- 4 after the effective date of this act.
- 5 Sec. 6. Section 43-1717, Reissue Revised Statutes of
- 6 Nebraska, is amended to read:
- 7 43-1717 Support order shall mean any order, decree, or
- 8 judgment for child, spousal, or medical support or for payment
- 9 of any arrearage for such support issued by a court or agency
- 10 of competent jurisdiction, whether issued prior to, on, or after
- 11 November 16, 1985, whether for temporary or permanent support,
- 12 whether interlocutory or final, whether or not modifiable, and
- 13 whether or not incidental to a proceeding for dissolution of
- 14 marriage, judicial or legal separation, separate maintenance,
- 15 paternity, guardianship, or civil protection or any other action. A
- 16 support order may include payment for any monetary judgment.
- 17 Sec. 7. Section 43-1718.02, Reissue Revised Statutes of
- 18 Nebraska, is amended to read:
- 19 43-1718.02 (1) In any case in which services are not
- 20 provided under Title IV-D of the federal Social Security Act, as
- 21 amended, and a support order has been issued or modified on or
- 22 after July 1, 1994, the obligor's income shall be subject to income
- 23 withholding regardless of whether or not payments pursuant to such
- 24 order are in arrears, and the court shall require such income
- 25 withholding in its order unless:

1 (a) One of the parties demonstrates and the court

- 2 finds that there is good cause not to require immediate income
- 3 withholding; or
- 4 (b) A written agreement between the parties providing an
- 5 alternative arrangement is incorporated into the support order.
- 6 (2) If the court pursuant to subsection (1) of this
- 7 section orders income withholding regardless of whether or not
- 8 payments are in arrears, the obligor shall prepare a notice
- 9 to withhold income. The notice to withhold income shall be
- 10 substantially similar to a prototype prepared by the department and
- 11 made available by the department to the State Court Administrator
- 12 and the clerks of the district courts. The notice to withhold shall
- 13 direct:
- 14 (a) That the employer or other payor shall withhold
- 15 from the obligor's disposable income the amount stated in the
- 16 notice to withhold for the purpose of satisfying the obligor's
- 17 ongoing obligation for support payments as they become due_{\perp} and if
- 18 there are arrearages, reducing to reduce such arrearages in child,
- 19 spousal, or medical support payments arising from the obligor's
- 20 failure to fully comply with a support order, and after the
- 21 obligor's support obligation is current, to satisfy any monetary
- 22 judgment against the obligor;
- 23 (b) That the employer or other payor shall pay to the
- 24 obligor, on his or her regularly scheduled payday, such income then
- 25 due which is not required to be withheld as stated on the notice or

- 1 pursuant to any court order;
- 2 (c) That the employer or other payor shall not withhold
- 3 more than the maximum amount permitted to be withheld under section
- 4 303(b) of the federal Consumer Credit Protection Act, 15 U.S.C.
- 5 1673(b)(2)(A) and (B), and the amount withheld, including interest,
- 6 to satisfy an arrearage of child, spousal, or medical support or
- 7 any monetary judgment when added to the amount withheld to pay
- 8 current support and the fee provided for in subdivision (2)(d) of
- 9 this section shall not exceed such maximum amount;
- 10 (d) That the employer or other payor may assess an
- 11 additional administrative fee from the obligor's disposable income
- 12 not to exceed two dollars and fifty cents in any calendar month
- 13 as compensation for the employer's or other payor's reasonable cost
- 14 incurred in complying with the notice;
- 15 (e) That the employer or other payor shall remit, within
- 16 seven days after the date the obligor is paid and in the manner
- 17 specified in the notice, the income withheld, less the deduction
- 18 allowed as an administrative fee by subdivision (2)(d) of this
- 19 section, to the State Disbursement Unit and shall notify the unit
- 20 of the date such income was withheld;
- 21 (f) That the notice to withhold income shall terminate
- 22 with respect to the employer or other payor without any court
- 23 action or action by the obligor thirty days after the obligor
- 24 ceases employment with or is no longer entitled to income from such
- 25 employer or other payor;

1 (g) That the employer or other payor may combine amounts

- 2 required to be withheld from the income of two or more obligors in
- 3 a single payment to the unit if the portion of the single payment
- 4 which is attributable to each individual obligor is separately
- 5 identified;
- 6 (h) That an employer or other payor who fails to withhold
- 7 and remit income of an obligor after receiving proper notice or who
- 8 discriminates, demotes, disciplines, or terminates an employee or
- 9 payee after receiving a notice to withhold income shall be subject
- 10 to the penalties prescribed in subsections (4) and (5) of this
- 11 section; and
- 12 (i) That if the employer or other payor receives more
- 13 than one notice to withhold income of a single obligor and the
- 14 amount of income available to be withheld pursuant to the limits
- 15 specified in subdivision (c) of this subsection is insufficient to
- 16 satisfy the total support amount certified stated in the notices,
- 17 the income available shall first be applied to current support. If
- 18 the total amount of income available to be withheld is insufficient
- 19 to satisfy the total amount of current support certified stated
- 20 by the notices, the employer or other payor shall withhold for
- 21 each notice the proportion that the amount of the current support
- 22 certified stated in such notice bears to the total amount of
- 23 current support certified stated in all notices received for
- 24 the obligor. Any remaining income available to be withheld after
- 25 current support is satisfied for all notices shall be applied to

1 arrearages. If arrearages are $\frac{\text{certified}}{\text{certified}}$ $\frac{\text{stated}}{\text{in more than one}}$

- 2 notice, the employer or other payor shall withhold for each notice
- 3 the proportion that the amount of the arrearage certified stated in
- 4 such notice bears to the total amount of arrearage certified stated
- 5 in all notices received for the obligor. Any income available to be
- 6 withheld after the obligor's support obligation is current shall be
- 7 applied to any monetary judgment. If a monetary judgment is stated
- 8 in more than one notice, the employer or other payor shall withhold
- 9 for each notice the proportion that the amount of the monetary
- 10 judgments stated in such notice bears to the total amount of
- 11 monetary judgments stated in all notices received for the obligor.
- 12 Compliance with the order by the employer or other payor
- 13 shall operate as a discharge of the employer's or other payor's
- 14 liability to the obligor as to the portion of the obligor's income
- 15 withheld.
- 16 (3) The obligor shall deliver the notice to withhold
- 17 income to his or her current employer or other payor and provide a
- 18 copy of such notice to the clerk of the district court.
- 19 (4) Any employer or other payor who fails to withhold and
- 20 remit any income of an obligor receiving income from the employer
- 21 or other payor, after proper notice as provided in subsection (2)
- 22 of this section, shall be required to pay to the unit the amount
- 23 specified in the notice.
- 24 (5) An employer or other payor shall not use an order or
- 25 notice to withhold income or order or the possibility of income

1 withholding as a basis for (a) discrimination in hiring, (b)

- 2 demotion of an employee or payee, (c) disciplinary action against
- 3 an employee or payee, or (d) termination of an employee or payee.
- 4 Upon application by the obligor and after a hearing on
- 5 the matter, the court may impose a civil fine of up to five hundred
- 6 dollars for each violation of this subsection.
- 7 An employer or other payor who violates this subsection
- 8 shall be required to make full restitution to the aggrieved
- 9 employee or payee, including reinstatement and backpay.
- 10 (6) When an obligor ceases employment with or is no
- 11 longer entitled to income from an employer or other payor, the
- 12 notice to withhold income shall not cease to operate against the
- 13 obligor and income withholding shall continue to apply to any
- 14 subsequent employment or income of the obligor. The notice to
- 15 withhold income shall terminate with respect to the employer or
- 16 other payor without any court action or action by the obligor
- 17 thirty days after the obligor ceases employment with or is no
- 18 longer entitled to income from such employer or other payor. A
- 19 notice to withhold income shall also terminate when the child,
- 20 spousal, or medical support obligation terminates, and all past-due
- 21 support has been paid, and any monetary judgment has been paid, in
- 22 which case the obligor shall notify the employer or other payor to
- 23 cease withholding income.
- 24 (7) A notice to withhold income may be modified or
- 25 revoked by a court of competent jurisdiction as a result of

1 modification of the support order. A notice to withhold income may

- 2 also be modified or revoked by a court of competent jurisdiction,
- 3 for other good cause shown, after notice and a hearing on the
- 4 issue.
- 5 (8) The obligee or obligor may file an action in district
- 6 court to enforce this section.
- 7 (9) If after an order is issued in any case under this
- 8 section the case becomes one in which services are provided under
- 9 Title IV-D of the federal Social Security Act, as amended, the
- 10 county attorney or authorized attorney or the Department of Health
- 11 and Human Services shall implement income withholding as otherwise
- 12 provided in the Income Withholding for Child Support Act.
- Sec. 8. Section 43-1720, Reissue Revised Statutes of
- 14 Nebraska, is amended to read:
- 15 43-1720 If the department has previously sent a notice of
- 16 assignment and opportunity for hearing on the same support order
- 17 under section 48-647, the county attorney, authorized attorney,
- 18 or the department shall certify state the amount to be withheld
- 19 from an obligor's disposable income pursuant to section 43-1722
- 20 and shall notify the obligor's employer or other payor pursuant
- 21 to section 43-1723. If the department has not previously sent
- 22 such notice, and except in cases in which the court has ordered
- 23 income withholding pursuant to subsection (1) of section 43-1718.01
- 24 or section 43-1718.02, upon receiving certification pursuant to
- 25 section 42-358 or notice of delinquent payments of medical support,

1 the county attorney, the authorized attorney, or the department

- 2 shall send a notice by certified mail to the last-known address of
- 3 the obligor stating:
- 4 (1) That an assignment of his or her income by means of
- 5 income withholding will go into effect within fifteen days after
- 6 the date the notice is sent;
- 7 (2) That the income withholding will continue to apply to
- 8 any subsequent employer or other payor of the obligor;
- 9 (3) The amount of support and any monetary judgment the
- 10 obligor owes;
- 11 (4) The amount of income that will be withheld; and
- 12 (5) That within the fifteen-day period, the obligor may
- 13 request a hearing in the manner specified in the notice to contest
- 14 a mistake of fact. For purposes of this subdivision, mistake of
- 15 fact shall mean (a) an error in the amount of current or overdue
- 16 support or the amount of any monetary judgment, (b) an error in
- 17 the identity of the obligor, or (c) an error in the amount to be
- 18 withheld as provided in section 43-1722.
- 19 Sec. 9. Section 43-1722, Reissue Revised Statutes of
- 20 Nebraska, is amended to read:
- 21 43-1722 (1) If no hearing is requested by the obligor,
- 22 (2) if after a hearing the department determines that the
- 23 assignment should go into effect, (3) in cases in which the
- 24 court has ordered income withholding pursuant to subsection (1)
- 25 of section 43-1718.01, or (4) in cases in which the court has

1 ordered income withholding pursuant to section 43-1718.02, which

- 2 case subsequently becomes one in which services are being provided
- 3 under Title IV-D of the federal Social Security Act, as amended,
- 4 the county attorney, the authorized attorney, or the department
- 5 shall **certify** state the amount to be withheld from the obligor's
- 6 disposable income. Such amount shall not in any case exceed the
- 7 maximum amount permitted to be withheld under section 303(b) of
- 8 the federal Consumer Credit Protection Act, 15 U.S.C. 1673(b)(2)(A)
- 9 and (B), and the amount withheld, including interest, to satisfy
- 10 an arrearage of child, spousal, or medical support or any monetary
- 11 judgment when added to the amount withheld to pay current support
- 12 and the fee provided for in section 43-1723 shall not exceed such
- 13 maximum amount.
- 14 Sec. 10. Section 43-1723, Reissue Revised Statutes of
- 15 Nebraska, is amended to read:
- 16 43-1723 Except as otherwise provided in this section,
- 17 the county attorney, the authorized attorney, or the department
- 18 shall notify the obligor's employer or other payor, by first-class
- 19 mail or by electronic means, within the time determined by the
- 20 department which shall comply with the requirements of Title IV-D
- 21 of the federal Social Security Act, as amended. The notice shall
- 22 specify the basis for the assignment of income and shall direct:
- 23 (1) That the employer or other payor shall withhold from
- 24 the obligor's disposable income the amount eertified stated by the
- 25 county attorney, the authorized attorney, or the department for

1 the purpose of reducing and satisfying the obligor's (a) previous

- 2 arrearage in child, spousal, or medical support payments arising
- 3 from the obligor's failure to fully comply with a support order
- 4 previously entered, and (b) ongoing obligation for support payments
- 5 as they become due, and (c) then any monetary judgment;
- 6 (2) That the employer or other payor shall implement
- 7 income withholding no later than the first pay period that begins
- 8 following the date on the notice;
- 9 (3) That the employer or other payor shall pay to the
- 10 obligor, on his or her regularly scheduled payday, such income
- 11 then due which is not certified stated to be withheld pursuant to
- 12 section 43-1722 or any court order;
- 13 (4) That the employer or other payor may assess an
- 14 additional administrative fee from the obligor's disposable income
- 15 not to exceed two dollars and fifty cents in any calendar month
- 16 as compensation for the employer's or other payor's reasonable cost
- 17 incurred in complying with the notice;
- 18 (5) That the employer or other payor shall remit, within
- 19 seven days after the date the obligor is paid and in the manner
- 20 specified in the notice, the income withheld, less the deduction
- 21 allowed as an administrative expense by subdivision (4) of this
- 22 section, to the State Disbursement Unit as designated in the notice
- 23 and shall notify the unit of the date such income was withheld;
- 24 (6) That the employer or other payor shall notify the
- 25 county attorney, the authorized attorney, or the department in

1 writing of the termination of the employment or income of the

- 2 obligor, the last-known address of the obligor, and the name and
- 3 address of the obligor's new employer or other payor, if known, and
- 4 shall provide such written notification within thirty days after
- 5 the termination of employment or income;
- 6 (7) That income withholding is binding on the employer
- 7 or other payor until further notice by the county attorney, the
- 8 authorized attorney, or the department;
- 9 (8) That the employer or other payor may combine amounts
- 10 required to be withheld from the income of two or more obligors in
- 11 a single payment to the unit as designated in an income withholding
- 12 notice if the portion of the single payment which is attributable
- 13 to each individual obligor is separately identified;
- 14 (9) That an employer or other payor who fails to withhold
- 15 and remit income of an obligor after receiving proper notice or who
- 16 discriminates, demotes, disciplines, or terminates an employee or
- 17 payee after receiving an income withholding notice shall be subject
- 18 to the penalties prescribed in sections 43-1724 and 43-1725; and
- 19 (10) That if the employer or other payor receives more
- 20 than one notice to withhold income of a single obligor and
- 21 the amount of income available to be withheld pursuant to the
- 22 limits specified in section 43-1722 is insufficient to satisfy
- 23 the total support amount certified stated in the notices, the
- 24 income available shall first be applied to current support. If the
- 25 total amount of income available to be withheld is insufficient

to satisfy the total amount of current support certified stated 1 2 by the notices, the employer or other payor shall withhold for 3 each notice the proportion that the amount of the current support certified stated in such notice bears to the total amount of 4 5 current support certified stated in all notices received for 6 the obligor. Any remaining income available to be withheld after 7 current support is satisfied for all notices shall be applied to 8 arrearages. If arrearages are certified stated in more than one 9 notice, the employer or other payor shall withhold for each notice 10 the proportion that the amount of the arrearage certified stated in 11 such notice bears to the total amount of arrearage certified stated 12 in all notices received for the obligor. Any income available to be 13 withheld after the obligor's support obligation is current shall be 14 applied to any monetary judgment. If a monetary judgment is stated 15 in more than one notice, the employer or other payor shall withhold 16 for each notice the proportion that the amount of the monetary 17 judgments stated in such notice bears to the total amount of 18 monetary judgments stated in all notices received for the obligor. 19 Compliance with the order by the employer or other payor 20 shall operate as a discharge of the employer's or other payor's 21 liability to the obligor as to the portion of the obligor's income withheld. The county attorney, the authorized attorney, or the 22 department need not notify the Commissioner of Labor as a payor if 23 24 the commissioner is withholding for child support from the obligor 25 under section 48-647 for the same support order.

Sec. 11. Section 43-1724, Reissue Revised Statutes of

- 2 Nebraska, is amended to read:
- 3 43-1724 Any employer or other payor who fails to withhold
- 4 and remit any income of an obligor receiving income from the
- 5 employer or other payor, after proper notice as provided in
- 6 section 43-1723, shall be required to pay the certified stated
- 7 amount to the State Disbursement Unit. The county attorney or
- 8 authorized attorney may file an action in district court to
- 9 enforce this section. The court may sanction an employer or other
- 10 payor twenty-five dollars per day, up to five hundred dollars per
- 11 incident, for failure to comply with proper notice.
- 12 Sec. 12. Section 43-1726, Reissue Revised Statutes of
- 13 Nebraska, is amended to read:
- 14 43-1726 When an obligor ceases employment with or is
- 15 no longer entitled to income from an employer or other payor,
- 16 the notice to withhold income shall not cease to operate against
- 17 the obligor and income withholding shall continue to apply to
- 18 any subsequent employment or income of the obligor. The notice
- 19 to withhold income shall terminate with respect to the employer
- 20 or other payor without any court action or action by the county
- 21 attorney, the authorized attorney, or the department thirty days
- 22 after the obligor ceases employment with or is no longer entitled
- 23 to income from such employer or other payor, except that a notice
- 24 to withhold income shall not terminate with respect to unemployment
- 25 compensation benefits being withheld by the Commissioner of Labor

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pursuant to section 48-647. The employer or other payor shall

2 return a copy of the notice to withhold income to the county 3 attorney, the authorized attorney, or the department, indicate that the employment or obligation to pay income has ceased, and 4 5 cooperate in providing any known forwarding information. The county 6 attorney, the authorized attorney, or the department shall notify 7 the clerk of the appropriate district court that such employment or 8 obligation to pay income has ceased. A notice to withhold income 9 shall also terminate when the child, spousal, or medical support 10 obligation terminates, and all past-due support has been paid, and 11 any monetary judgments have been paid in which case the county 12 attorney, the authorized attorney, or the department shall notify 13 the employer or other payor to cease withholding income. Sec. 13. Section 43-1727, Reissue Revised Statutes of 14 15 Nebraska, is amended to read: 16 43-1727 (1) An income withholding notice may be modified or revoked by a court of competent jurisdiction or by the county 17 attorney, the authorized attorney, or the department as a result 18 19 of a review conducted pursuant to sections 43-512.12 to 43-512.18.

An income withholding notice may also be modified or revoked by a court of competent jurisdiction, for other good cause shown, after notice and a hearing on the issue. An income withholding notice may also be modified or revoked by the county attorney, the authorized attorney, or the department as provided in subsection (2) of this section or for other good cause. Payment by the obligor

1 of overdue support or any monetary judgment, other than through

- 2 income withholding, after receipt of notice of income withholding
- 3 shall not by itself constitute good cause for modifying or revoking
- 4 an income withholding notice.
- 5 (2) When income withholding has been implemented and, as
- 6 a result, a support delinquency has been eliminated, the Title
- 7 IV-D Division or its designee shall notify the county attorney,
- 8 the authorized attorney, or the department. Upon receipt of such
- 9 notification, the county attorney, the authorized attorney, or the
- 10 department shall modify the income withholding notice to require
- 11 income withholding for current support only and any monetary
- 12 judgments and shall notify the employer or other payor of the
- 13 change in the same manner as provided in section 43-1723.
- 14 Sec. 14. Section 43-3330, Reissue Revised Statutes of
- 15 Nebraska, is amended to read:
- 16 43-3330 A financial institution shall receive from the
- 17 department a listing of obligors to be used in matches within the
- 18 financial institution's system. The listing from the department
- 19 shall include the name and social security number or taxpayer
- 20 identification number of each obligor to be used in matches within
- 21 the financial institution's system. The financial institution shall
- 22 receive the listing within thirty days after the end of each
- 23 calendar quarter subsequent to January 1, 1998, and shall match the
- 24 listing to its records of accounts held in one or more individuals'
- 25 names which are open accounts and such accounts closed within the

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preceding calendar quarter within thirty days after receiving the

listing and provide the department with a match listing of all

3 matches made within five working days of the match. The match listing from the financial institution shall include the name, 4 5 address, and social security number or taxpayer identification 6 number of each obligor matched and the balance of each account. The 7 financial institution shall also provide the names and addresses of 8 all other owners of accounts in the match listing as reflected on a 9 signature card or other similar document on file with the financial 10 institution. The financial institution shall submit all match 11 listings by disk, magnetic tape, or other medium approved by the 12 department. Nothing in this section shall (1) require a financial 13 institution to disclose the account number assigned to the account 14 of any individual or (2) serve to encumber the ownership interest 15 of any person in or impact any right of setoff against an account. 16 The financial institution shall maintain the confidentiality of all 17 records supplied and shall use the records only for the purposes 18 of this section. To maintain the confidentiality of the listing and 19 match listing, the department shall implement appropriate security 20 provisions for the listing and match listing which are as stringent 21 as those established under the Federal Tax Information Security Guidelines for federal, state, and local agencies. 22 23 Sec. 15. Sections 1, 16, and 18 of this act become 24 operative on their effective date. The other sections of this act 25 become operative three calendar months after adjournment of this

- 1 legislative session.
- 2 Sec. 16. Original section 43-512.12, Revised Statutes
- 3 Supplement, 2009, is repealed.
- 4 Sec. 17. Original sections 43-1701, 43-1702, 43-1703,
- 5 43-1717, 43-1718.02, 43-1720, 43-1722, 43-1723, 43-1724, 43-1726,
- 6 43-1727, and 43-3330, Reissue Revised Statutes of Nebraska, are
- 7 repealed.
- 8 Sec. 18. Since an emergency exists, this act takes effect
- 9 when passed and approved according to law.