## LEGISLATURE OF NEBRASKA

## ONE HUNDRED SIXTH LEGISLATURE

## FIRST SESSION

## **LEGISLATIVE BILL 418**

Introduced by Cavanaugh, 6; Bolz, 29; DeBoer, 10; Gragert, 40; Groene, 42; Hunt, 8; McDonnell, 5; Quick, 35.

Read first time January 18, 2019

Committee: Business and Labor

- 1 A BILL FOR AN ACT relating to the Collection Agency Act; to amend section
- 2 45-601, Reissue Revised Statutes of Nebraska; to change provisions
- 3 relating to certain medical debt collection involving workers'
- 4 compensation; to harmonize provisions; and to repeal the original
- 5 section.
- Be it enacted by the people of the State of Nebraska,

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1 Section 1. Section 45-601, Reissue Revised Statutes of Nebraska, is

- 2 amended to read:
- 3 45-601 Sections 45-601 to 45-622 and section 2 of this act shall be
- 4 known and may be cited as the Collection Agency Act.
- 5 No person, firm, corporation, or association shall conduct or
- 6 operate a collection agency or do a collection agency business as defined
- 7 in the act until he, she, or it has secured a license as provided in the
- 8 act. Any person, firm, corporation, or association conducting or
- 9 operating such a collection agency or doing such a collection agency
- 10 business without a license shall be guilty of a Class III misdemeanor for
- 11 each day that such unlawful business is conducted. Any officer or agent
- of a firm, corporation, or association who personally participates in any
- 13 violation of the act shall be guilty of a Class III misdemeanor.
- 14 Nothing contained in this section shall be construed to require a
- 15 regular employee of a collection agency duly licensed as such in this
- 16 state to procure a collection agency license.
- 17 Nothing in the act shall be construed to prohibit a person, firm,
- 18 corporation, or association regulated as a collection agency in another
- 19 state and residing in another state from communicating with a debtor in
- 20 this state.
- 21 Sec. 2. <u>No collection agency shall attempt to collect a debt if a</u>
- 22 case is pending in the Nebraska Workers' Compensation Court and the debt
- 23 is alleged to be subject to section 48-120.
- 24 Sec. 3. Original section 45-601, Reissue Revised Statutes of
- 25 Nebraska, is repealed.