

AMENDMENTS TO LB505

Introduced by Government, Military and Veterans Affairs.

1 1. Strike original section 1 and insert the following new section:

2 Section 1. Section 43-3342.03, Reissue Revised Statutes of Nebraska,
3 is amended to read:

4 43-3342.03 (1) All support orders shall direct payment of support as
5 provided in section 42-369. Any support order issued prior to the date
6 that the State Disbursement Unit becomes operative for which the payment
7 is to be made to the clerk of the district court shall be deemed to
8 require payment to the State Disbursement Unit after a notice to the
9 obligor is issued. Support order payments made to the clerk of the
10 district court shall be forwarded to the State Disbursement Unit by
11 electronic transfer.

12 (2) The State Disbursement Unit ~~unit~~ may collect a fee equal to the
13 actual cost of processing any payments for returned check charges or
14 charges for electronic payments not accepted, except that the fee shall
15 not exceed thirty dollars. After a payor has originated one payment ~~two~~
16 ~~payments~~ resulting in a returned check ~~charges~~ or ~~charges~~ for an
17 electronic payment ~~payments~~ not accepted within a period of two years,
18 the unit may issue a notice to the originator that, for the following
19 year, any payment shall be required to be paid by money order, cashier's
20 check, ~~or~~ certified check, or any other form of guaranteed payment as may
21 be approved by the unit. After a payor has originated two payments
22 resulting in returned checks ~~check~~ ~~charges~~ or electronic payments not
23 accepted, the unit may issue a notice to the originator that all future
24 payments shall be paid by money order, cashier's check, ~~or~~ certified
25 check, or any other form of guaranteed payment as may be approved by the
26 unit, except that pursuant to rule and regulation and at least two years
27 after such issuance of notice, the unit may waive for good cause shown

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

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

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