## AMENDMENTS TO LB415

Introduced by Business and Labor.

- 1 1. Strike the original sections and insert the following new
- 2 sections:
- 3 Section 1. Section 2, Initiative Law 2024, No. 436, is amended to
- 4 read:
- 5 Sec. 2. For purposes of the Nebraska Healthy Families and Workplaces
- 6 Act:
- 7 (1) Department means the Department of Labor;
- 8 (2) Employ means to permit to work by an employer pursuant to an
- 9 employment relationship;
- 10  $\frac{(3)}{(3)(a)}$  Employee means any individual employed by an employer,
- 11 but does not include:
- 12 <u>(a) An individual owner-operator;</u>
- (b) An independent contractor;
- 14 <u>(c) An</u> an individual who works in Nebraska for fewer than eighty
- 15 hours in a calendar year; -
- 16 (d) An individual who is employed in agricultural employment of a
- 17 seasonal or other temporary nature;
- 18 (e) An (b) Employee does not include an "employee" as defined by 45
- 19 U.S.C. 351(d) who is subject to the federal Railroad Unemployment
- 20 Insurance Act, 45 U.S.C. 351 et seq.; or
- 21 <u>(f) An individual under sixteen years of age;</u>
- 22 (4)(a) Employer means any individual, partnership, limited liability
- 23 company, association, corporation, business trust, legal representative,
- 24 or organized group of persons who employs eleven one or more employees.
- 25 (b) Employer does not include the United States or the State of
- 26 Nebraska or its agencies, departments, or political subdivisions;
- 27 (5) Family member means:

- (a) Any of the following, regardless of age: A biological, adopted, 1
- 2 or foster child, a stepchild, a legal ward, or a child to whom the
- 3 employee stands in loco parentis;
- (b) A biological, foster, step, or adoptive parent or a legal 4
- 5 guardian of an employee or an employee's spouse;
- 6 (c) A person who stood in loco parentis to the employee or the
- 7 employee's spouse when the employee or employee's spouse was a minor
- 8 child;
- 9 (d) A person to whom the employee is legally married under the laws
- 10 of any state;
- 11 (e) A grandparent, grandchild, or sibling, whether of a biological,
- 12 foster, adoptive, or step relationship, of the employee or the employee's
- spouse; or 13
- 14 (f) Any other individual related by blood to the employee or whose
- close association with the employee is the equivalent of a family 15
- relationship; 16
- 17 (6) Health care professional means any person licensed under any
- federal or state law to provide medical or emergency services; 18
- (7) Paid sick time means time that is compensated at the same hourly 19
- 20 rate and with the same benefits, including health care benefits, as the
- 21 employee typically earns during hours worked and that is provided by an
- 22 employer to an employee for the purposes described in section 4 of this
- 23 act, and in no case shall the amount of this hourly rate be less than
- 24 that provided under section 48-1203. Notwithstanding the foregoing, for
- employees paid on a commission, piece-rate, mileage, or fee-for-service 25
- 26 basis, paid sick time means time that is compensated at an hourly rate
- 27 determined by the employer using the average weekly rate calculation
- under section 48-126, which shall then be reduced to an hourly rate based 28
- 29 on a forty-hour workweek, and that is provided by an employer to an
- 30 employee for the purposes described in section 3 of this act. Paid sick
- time includes time made available to employees for purposes including, 31

- 1 <u>but not limited to, the purposes described in section 3 of this act under</u>
- 2 <u>a paid leave policy described in subsection (7) of section 2 of this act;</u>
- 3 (8) Public health emergency means a declaration or proclamation
- 4 related to a public health threat, risk, disaster, or emergency that is
- 5 made or issued by a federal, state, or local official with the authority
- 6 to make or issue such a declaration or proclamation;
- 7 (9) Retaliatory personnel action means a denial of any right
- 8 guaranteed under the Nebraska Healthy Families and Workplaces Act and any
- 9 threat, discharge, suspension, demotion, reduction of hours or pay, or
- 10 other adverse action against an employee for exercising or attempting to
- 11 exercise any right guaranteed in the Nebraska Healthy Families and
- 12 Workplaces Act;
- 13 (10)(a) Small business means an employer with at least eleven but
- 14 fewer than twenty employees during a given week, including full-time,
- 15 part-time, or temporary employees.
- 16 (b) Small business does not include an employer that maintained
- 17 twenty or more employees on its payroll in each of twenty or more
- 18 calendar weeks in the current or preceding calendar year; and
- 19 (11) Year means a regular and consecutive twelve-month period as
- 20 determined by the employer.
- Sec. 2. Section 3, Initiative Law 2024, No. 436, is amended to
- 22 read:
- 23 Sec. 3. (1) All employees shall <u>begin accruing paid sick time after</u>
- 24 eighty hours of consecutive employment, at which point employees shall
- 25 then accrue a minimum of one hour of paid sick time for every thirty
- 26 hours worked. Unless the employer selects a higher limit, this section
- 27 does not entitle an employee to earn or use more than:
- 28 (a) Forty hours of paid sick time in a year for an employee of a
- 29 small business; or
- 30 (b) Fifty-six hours of paid sick time in a year for an employee of
- 31 an employer that is not a small business.

- 1 (2) Employees who are exempt from overtime requirements under 29
- 2 U.S.C. 213(a)(1) or 29 U.S.C. 213(b)(1) of the federal Fair Labor
- 3 Standards Act, 29 U.S.C. 201 et seq., shall be assumed to work forty
- 4 hours in each workweek for purposes of paid sick time accrual unless
- 5 their typical workweek is less than forty hours, in which case paid sick
- 6 time accrues based upon that typical workweek.
- 7 (3) Paid sick time <u>requirements provided under the Nebraska Healthy</u>
- 8 <u>Families and Workplaces Act</u> as provided in this section shall begin to
- 9 accrue at the commencement of employment or October 1, 2025 , whichever
- 10 is later. An employee shall be entitled to use paid sick time as it is
- 11 accrued. An employer may provide all paid sick time that an employee is
- 12 expected to accrue in a year at the beginning of the year.
- 13 (4) Paid sick time provided to an employee on or after January 1,
- 14 2025, and before October 1, 2025, shall be counted toward an employer's
- 15 <u>obligations under the Nebraska Healthy Families and Workplaces Act for</u>
- 16 <u>calendar year 2025.</u>
- 17 (5) (4) Accrued paid sick time shall be carried over to the
- 18 following year. A small business is not required to permit an employee to
- 19 use more than forty hours of paid sick time per year, and other employers
- 20 are not required to permit an employee to use more than fifty-six hours
- 21 of paid sick time per year.
- 22 (6) In Alternatively, in lieu of carryover of unused paid sick time
- 23 provided pursuant to this section from one year to the next, an employer
- 24 may pay an employee for unused paid sick time provided pursuant to this
- 25 section at the end of a year and provide the employee with an amount of
- 26 paid sick time that meets or exceeds the requirements of subsections (1)
- 27 and (3) of this section that is available for the employee's immediate
- 28 use at the beginning of the subsequent year.
- 29 (7) (5) Any employer with a paid leave policy, such as a paid time
- 30 off policy, who makes available an amount of paid leave that equals or
- 31 <u>exceeds</u> sufficient to meet the requirements of the Nebraska Healthy

- 1 Families and Workplaces Act and that may be used for the same purposes
- 2 and under the same conditions as paid sick time in accordance with
- 3 <u>section 3 of this act</u> <del>under the act</del> is not required to provide additional
- 4 paid sick time under the act and is not obligated to allow an employee to
- 5 <u>accrue or carryover benefits beyond the employer's existing paid leave</u>
- 6 policy.
- 7 (8) (6) At its discretion, an employer may loan paid sick time to an
- 8 employee in advance of accrual by such employee.
- 9 (9) (7) If an employee is transferred to a separate division,
- 10 entity, or location, but remains employed by the same employer, the
- 11 employee is entitled to all paid sick time accrued at the prior division,
- 12 entity, or location and is entitled to use all paid sick time as provided
- 13 in the Nebraska Healthy Families and Workplaces Act. When there is a
- 14 separation from employment and the employee is rehired within twelve
- 15 months of separation by the same employer, previously accrued paid sick
- 16 time that had not been used or paid out to the employee shall be
- 17 reinstated. The employee shall be entitled to use accrued paid sick time
- 18 and accrue additional paid sick time at the recommencement of employment.
- 19 (10) Nothing in this section shall be construed to require employers
- 20 to pay an employee for unused paid sick time upon the employee's
- 21 <u>separation from employment.</u>
- Sec. 3. Section 4, Initiative Law 2024, No. 436, is amended to
- 23 read:
- 24 Sec. 4. (1) Paid sick time shall be provided to an employee by an
- 25 employer for:
- 26 (a) An employee's mental or physical illness, injury, or health
- 27 condition; an employee's need for medical diagnosis, care, or treatment
- 28 of a mental or physical illness, injury, or health condition; or an
- 29 employee's need for preventive medical care;
- 30 (b) Care of a family member with a mental or physical illness,
- 31 injury, or health condition; care of a family member who needs medical

- 1 diagnosis, care, or treatment of a mental or physical illness, injury, or
- 2 health condition; care of a family member who needs preventive medical
- 3 care; or in the case of a child, to attend a meeting necessitated by the
- 4 child's mental or physical illness, injury, or health condition, at a
- 5 school or place where the child is receiving care; or
- 6 (c) Closure of the employee's place of business by order of a public
- 7 official due to a public health emergency; an employee's need to care for
- 8 a child whose school or place of care has been closed by order of a
- 9 public official due to a public health emergency; or an employee's need
- 10 to self-isolate or care for the employee or a family member when it has
- 11 been determined by the health authorities having jurisdiction or by a
- 12 health care professional that the employee's or family member's presence
- 13 in the community may jeopardize the health of others because of exposure
- 14 to a communicable disease, whether or not the employee or family member
- 15 has actually contracted the communicable disease.
- 16 (2) Paid sick time under this section shall be provided upon the
- 17 oral request of an employee in compliance with the Nebraska Healthy
- 18 <u>Families and Workplaces Act</u>. When possible, the request shall include the
- 19 expected duration of the absence.
- 20 (3) An employer that requires notice of the need to use paid sick
- 21 time in accordance with this section shall provide a written policy that
- 22 contains reasonable procedures for employees to provide notice. An
- 23 employer that has not provided to the employee a copy of such written
- 24 policy shall not deny paid sick time to the employee based on
- 25 noncompliance with such a policy.
- 26 (4) An employer shall not require, as a condition of an employee's
- 27 taking paid sick time under this section, that the employee search for or
- 28 find a replacement worker to cover the hours during which the employee is
- 29 using paid sick time.
- 30 (5) Paid sick time under this section may be used in the smaller of
- 31 hourly increments or the smallest increment that the employer's payroll

- 1 system uses to account for absences or use of other time.
- 2 (6) For use of paid sick time for more than three consecutive work
- 3 days, an employer may require reasonable documentation that the paid sick
- 4 time has been used for a purpose covered by subsection (1) of this
- 5 section. Reasonable documentation shall include (a) documentation signed
- 6 by a health care professional indicating that paid sick time is or was
- 7 necessary or (b) if the employee or a family member did not receive
- 8 services from a health care professional, or if documentation cannot be
- 9 obtained from a health care professional in reasonable time or without
- 10 added expense, a written statement from the employee indicating that the
- 11 employee is taking or took paid sick time for a qualifying purpose
- 12 covered by subsection (1) of this section.
- 13 (7) An employer signatory to a multi-employer collective-bargaining
- 14 agreement may fulfill its obligations under the Nebraska Healthy Families
- and Workplaces Act by making contributions to a multi-employer paid sick
- 16 time fund, plan, or program based on the hours each employee accrues
- 17 pursuant to the act while working under the multi-employer collective-
- 18 bargaining agreement, if the fund, plan, or program enables employees to
- 19 collect paid sick time from the fund, plan, or program based on hours
- 20 they have worked under the multi-employer collective-bargaining agreement
- 21 and for the purposes specified under the act. Employees who work under a
- 22 multi-employer collective-bargaining agreement into which their employers
- 23 make contributions as provided in this subsection may collect from the
- 24 paid sick time fund, plan, or program based on hours they have worked
- 25 under the multi-employer collective-bargaining agreement and for the
- 26 purposes specified under the act.
- 27 Sec. 4. Section 8, Initiative Law 2024, No. 436, is amended to
- 28 read:
- 29 Sec. 8. (1) The Commissioner of Labor shall issue a citation to an
- 30 employer when an investigation reveals that the employer may have
- 31 violated the Nebraska Healthy Families and Workplaces Act.

- (2) When a citation is issued, the commissioner shall notify the employer of the proposed administrative penalty, if any, by certified mail, by any other manner of delivery by which the United States Postal Service can verify delivery, or by any method of service recognized under Chapter 25, article 5. The administrative penalty shall not be more than five hundred dollars in the case of a first violation and not more than five thousand dollars in the case of a second or subsequent violation.
- 8 (3) The employer has fifteen working days after the date of the 9 citation or penalty to contest such citation or penalty. Notice of 10 contest shall be sent to the commissioner who shall provide a hearing in 11 accordance with the Administrative Procedure Act.
- (4) Any employer who has an unpaid citation for a violation of the
  Nebraska Healthy Families and Workplaces Act shall be barred from
  contracting with the state or any political subdivision until such
  citation is paid. If a citation has been contested as described in
  subsection (3) of this section, it shall not be considered an unpaid
  citation under this subsection until after such contest has been
  resolved.
- (5) Citations issued under this section and the names of employers
  who have been issued a citation shall be made available to the public
  upon request, except that this subsection shall not apply to any
  citations that are being contested as described in subsection (3) of this
  section.
- 24 (6) An employee having a claim for a violation of the Nebraska 25 Healthy Families and Workplaces Act may institute suit for legal and 26 equitable relief in the proper court. In any action brought to enforce 27 the Nebraska Healthy Families and Workplaces Act, the court shall have 28 jurisdiction to grant such legal or equitable relief as the court deems 29 appropriate to effectuate the purposes of the act. If an employee 30 establishes a claim and secures judgment on the claim, such employee shall also be entitled to recover the full amount of the judgment and all 31

- 1 costs of such suit, including reasonable attorney's fees.
- 2 (7) If an employee institutes suit against an employer under
- 3 subsection (6) of this section, any citation that is issued against an
- 4 employer under subsection (1) of this section and that relates directly
- 5 to the facts in dispute shall be admitted into evidence unless
- 6 specifically excluded by the court. If a citation has been contested as
- 7 described in subsection (3) of this section, it shall not be admitted
- 8 into evidence under this subsection until such contest has been resolved.
- 9 (8) A civil action brought under this section shall be commenced no
- 10 later than four calendar years after the cause of action accrues.
- 11 Sec. 5. Section 9-1302, Revised Statutes Cumulative Supplement,
- 12 2024, is amended to read:
- 13 9-1302 The purposes of the Gambling Winnings Setoff for Outstanding
- 14 Debt Act are to:
- 15 (1) Establish and maintain a procedure to set off against an
- obligor's casino winnings, parimutuel winnings, sports wagering winnings,
- 17 or cash device winnings any debt (a) that is assigned to the Department
- 18 of Health and Human Services or that any individual not eligible as a
- 19 public assistance recipient is attempting to collect through the Title
- 20 IV-D child support enforcement program, (b) that has accrued through
- 21 written contract, subrogation, or court judgment, and (c) that is in the
- 22 form of a liquidated amount due and owing for the care, support, or
- 23 maintenance of a child or for medical or spousal support; and
- 24 (2) Establish and maintain a procedure to set off against a
- 25 taxpayer's casino winnings, parimutuel winnings, sports wagering
- 26 winnings, or cash device winnings the amount of such taxpayer's
- 27 outstanding state tax liability as determined by the Department of
- 28 Revenue; and -
- 29 (3) Establish and maintain a procedure to set off against an
- 30 <u>obligor's casino winnings, parimutuel winnings, sports wagering winnings,</u>
- 31 or cash device winnings any debt that is assigned to the Department of

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- 1 <u>Labor for receipt of any sum as benefits under section 48-663.01 to which</u>
- 2 <u>the obligor was not entitled under the Employment Security Law.</u>
- 3 Sec. 6. Section 9-1303, Revised Statutes Cumulative Supplement,
- 4 2024, is amended to read:
- 5 9-1303 For purposes of the Gambling Winnings Setoff for Outstanding
- 6 Debt Act, unless the context otherwise requires:
- 7 (1) Applicable winnings means any casino winnings, parimutuel
- 8 winnings, sports wagering winnings, or cash device winnings;
- 9 (2) Cash device winnings means any cash prize won by a player of a
- 10 cash device as defined in section 77-3001 that requires the operator,
- 11 distributor, or manufacturer of such cash device to provide the player
- 12 with an Internal Revenue Service Form 1099;
- 13 (3) Casino winnings means any winnings that are required to be
- 14 reported on Internal Revenue Service Form W-2G won by a player from a
- 15 game of chance at a licensed racetrack enclosure under the jurisdiction
- of the State Racing and Gaming Commission;
- 17 (4) Claimant means:
- 18 (a) The Department of Health and Human Services with respect to
- 19 collection of a debt owed by a parent in a case involving a recipient of
- 20 aid to dependent children in which rights to child, spousal, or medical
- 21 support payments have been assigned to this state;
- 22 (b) An individual who is not eligible as a public assistance
- 23 recipient and to whom a debt is owed that the individual is attempting to
- 24 collect through the Title IV-D child support enforcement program; or
- (c) Any person or entity entitled to receive child support, spousal
- 26 support, or medical support as defined in section 43-1712.01 pursuant to
- 27 an order issued by a court or agency of another state or jurisdiction,
- 28 including an agency of another state or jurisdiction to which a person
- 29 has assigned his or her right to receive such support. Such a claimant
- 30 shall submit certification and documentation to the Department of Health
- 31 and Human Services sufficient to satisfy the requirements of section

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- 1 43-1730; or
- 2 (d) The Department of Labor with respect to collection of a debt
- 3 owed by an individual in a case involving the receipt of unemployment
- insurance benefits under section 48-663.01 to which the individual was 4
- 5 not entitled under the Employment Security Law;
- 6 (5) Collection system means the collection system developed and 7 implemented pursuant to section 9-1304;
- (6) Debt means any liquidated amount of arrears that has accrued 8
- 9 through assignment, contract, subrogation, court judgment, or operation
- of law, regardless of whether there is an outstanding judgment for such 10
- 11 amount, and that is (a) for the care, support, or maintenance of a child
- 12 or for medical or spousal support or (b) owed as a result of an
- overpayment of benefits under section 48-663.01; 13
- 14 (7) Net winnings payment means the winnings payment amount minus the
- 15 debt and outstanding state tax liability balance;
- (8) Obligor means any individual (a) owing money to or having a 16
- 17 delinquent account with any claimant that has not been satisfied by court
- order, set aside by court order, or discharged in bankruptcy or (b) owing 18
- money on an outstanding state tax liability; 19
- (9) Operator means an authorized gaming operator as defined in 20
- 21 section 9-1103, any corporation or association licensed under sections
- 22 2-1201 to 2-1218 and authorized to conduct parimutuel wagering at a
- 23 licensed racetrack, and any operator, distributor, or manufacturer of a
- 24 cash device licensed under the Mechanical Amusement Device Tax Act;
- (10) Outstanding state tax liability means any liability arising 25
- 26 from any tax or fee, including penalties and interest, under any tax
- 27 program administered by the Tax Commissioner, Department of Labor, or
- Department of Motor Vehicles; 28
- 29 (11) Parimutuel winnings means any winnings that are required to be
- 30 reported on Internal Revenue Service Form W-2G and have tax withheld by
- the operator and that are won by a player from a parimutuel wager at a 31

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- licensed racetrack under the jurisdiction of the State Racing and Gaming 1
- 2 Commission;
- 3 (12) Sports wagering winnings means any winnings that are required
- to be reported on Internal Revenue Service Form W-2G and have tax 4
- 5 withheld by the operator and that are won by a player from sports
- 6 wagering as defined in section 9-1103 on a sports wager authorized by the
- 7 State Racing and Gaming Commission;
- 8 (13) Spousal support has the same meaning as in section 43-1715; and
- 9 (14) Winnings payment means a payout of casino winnings, parimutuel
- winnings, sports wagering winnings, or cash device winnings to which an 10
- 11 individual is entitled as a result of playing or wagering.
- 12 Sec. 7. Section 9-1304, Revised Statutes Cumulative Supplement,
- 2024, is amended to read: 13
- 14 9-1304 (1)(a) The Department of Revenue, in consultation with the
- 15 Department of Health and Human Services and the Department of Labor,
- shall develop and implement a secure, electronic collection system to 16
- 17 carry out the purposes of the Gambling Winnings Setoff for Outstanding
- Debt Act. 18
- (b) The collection system shall include access to the name of an 19
- 20 obligor, the social security number of an obligor, and any other
- 21 information that assists the operator in identifying an obligor. The
- 22 collection system shall inform the operator of the total amount owed
- 23 without detailing the source of any of the amounts owed.
- 24 (2) The Department of Health and Human Services may submit any
- certified debt of twenty-five dollars or more to the collection system 25
- 26 except when the validity of the debt is legitimately in dispute. The
- 27 submission of debts of past-due support shall be a continuous process
- that allows the amount of debt to fluctuate up or down depending on the 28
- 29 actual amount owed.
- 30 (3) The Department of Revenue may submit to the collection system
- any amount of outstanding state tax liability owed by a taxpayer except 31

- 1 when the validity of the outstanding state tax liability is legitimately
- 2 in dispute. The inclusion of outstanding state tax liability in the
- 3 amount owed shall be a continuous process that allows the amount owed to
- 4 fluctuate up or down depending on the actual amount of outstanding state
- 5 tax liability owed.
- 6 (4) The Department of Labor may submit any certified debt of twenty-
- 7 five dollars or more to the collection system except when the validity of
- 8 the debt is legitimately in dispute. The submission of debts owed as a
- 9 result of overpayments received under section 48-663.01 shall be a
- 10 <u>continuous process that allows the amount of debt to fluctuate up or down</u>
- 11 <u>depending on the actual amount owed.</u>
- 12 (5) (4) If the name of the obligor is retrieved from the collection
- 13 system by the operator, the retrieval of such name shall be evidence of a
- 14 valid lien upon and claim of lien against any applicable winnings of the
- 15 obligor whose name is electronically retrieved from the collection
- 16 system. If an obligor's applicable winnings are required to be set off
- 17 pursuant to the Gambling Winnings Setoff for Outstanding Debt Act, the
- 18 full amount of the debt and outstanding state tax liability shall be
- 19 collected from any applicable winnings due the obligor.
- 20 (6) (5) The information obtained by an operator from the collection
- 21 system in accordance with this section shall retain its confidentiality
- 22 and shall only be used by the operator for the purposes of complying with
- 23 the Gambling Winnings Setoff for Outstanding Debt Act. An employee or
- 24 prior employee of an operator who unlawfully discloses any such
- 25 information for any other purpose, except as otherwise specifically
- 26 authorized by law, shall be subject to the same penalties specified by
- 27 law for unauthorized disclosure of confidential information by an agent
- 28 or employee of the operator.
- 29 (7) (6) The information obtained by the Department of Health and
- 30 Human Services, the Department of Labor, or the Department of Revenue
- 31 from the operator in accordance with this section shall retain its

- 1 confidentiality and shall only be used by any one of such departments
- 2 either department in the pursuit of such department's debt or outstanding
- 3 state tax liability collection duties and practices. An employee or prior
- 4 employee of the Department of Health and Human Services, the Department
- 5 of Labor, or the Department of Revenue who unlawfully discloses any such
- 6 information for any other purpose, except as specifically authorized by
- 7 law, shall be subject to the penalties specified by law for unauthorized
- 8 disclosure of confidential information by an agent or employee of either
- 9 such department.
- 10 (8) (7) The amount of debt and outstanding state tax liability owed
- 11 shall be prima facie evidence of the validity of the liability.
- 12 Sec. 8. Section 9-1306, Revised Statutes Cumulative Supplement,
- 13 2024, is amended to read:
- 14 9-1306 (1) Beginning on the applicable implementation date
- 15 designated by the Tax Commissioner pursuant to subsection (1) or (2) of
- 16 section 9-1312, prior to making a winnings payment and after the operator
- 17 has checked the collection system as provided in section 9-1305, the
- 18 operator shall deduct the amount of debt and outstanding state tax
- 19 liability identified in the collection system from the winnings payment
- 20 and shall remit the net winnings payment, if any, to the winner and the
- 21 amount deducted to the Department of Revenue in a manner prescribed by
- 22 the department.
- 23 (2) If an operator determines that an obligor identified using the
- 24 collection system is entitled to a winnings payment, the operator shall
- 25 notify the Department of Revenue in a manner prescribed by the department
- 26 that a balance of debt or outstanding state tax liability owed by the
- 27 winner is being remitted to the department.
- 28 (3) The Department of Revenue shall on a pro rata basis (a) first
- 29 credit any such winnings payment against any debt of such winner
- 30 certified by the Department of Health and Human Services until such debt
- 31 is satisfied, (b) next credit any such winnings payment against any debt

- of such winner certified by the Department of Labor until such debt is 1
- 2 satisfied, and (c) lastly credit any such winnings payment then against
- 3 any outstanding state tax liability owed by such winner until such
- liability is satisfied on a pro rata basis. 4
- 5 Sec. 9. Section 9-1307, Revised Statutes Cumulative Supplement,
- 6 2024, is amended to read:
- 7 9-1307 (1) Within twenty days after a remittance pursuant to section
- 9-1306 due to an outstanding state tax liability, the Department of 8
- 9 Revenue shall notify the winner of the remittance. The notice shall state
- (a) the basis for the claim to the outstanding state tax liability by the 10
- 11 Department of Revenue, (b) the application of the winnings payment
- 12 against the outstanding state tax liability of the obligor, (c) the
- obligor's opportunity to give written notice of intent to contest the 13
- 14 validity of the claim before the Department of Revenue within thirty days
- 15 after the date of the mailing of the notice, (d) the mailing address to
- which the request must be sent, and (e) that a failure to contest the 16
- 17 claim in writing within the thirty-day period will be deemed a waiver of
- the opportunity to contest the claim resulting in a setoff by default. 18
- (2)(a) Within twenty days after notification from the Department of 19
- 20 Revenue of a remittance pursuant to section 9-1306 due to owing a debt
- 21 certified by the Department of Health and Human Services, the Department
- 22 of Health and Human Services shall send written notification to the
- 23 obligor of an assertion of its rights, or of the rights of an individual
- 24 not eligible as a public assistance recipient, to all or a portion of the
- obligor's winnings payment. 25
- 26 (b) The written notification shall clearly set forth (i) the basis
- 27 for the claim to the winnings payment, (ii) the intention to apply the
- winnings payment against the debt owed to a claimant, (iii) the obligor's 28
- 29 opportunity to give written notice of intent to contest the validity of
- 30 the claim before the Department of Health and Human Services within
- thirty days after the date of the mailing of the notice, (iv) the mailing 31

- 1 address to which the request for a hearing must be sent, and (v) that
- 2 failure to apply for a hearing in writing within the thirty-day period
- 3 will be deemed a waiver of the opportunity to contest the claim resulting
- 4 in a setoff by default.
- 5 (3)(a) Within twenty days after notification from the Department of
- 6 Revenue of a remittance pursuant to section 9-1306 due to owing a debt
- 7 certified by the Department of Labor, the Department of Labor shall send
- 8 written notification to the obligor of an assertion of its rights to all
- 9 or a portion of the obligor's winnings payment.
- 10 (b) The written notification shall clearly set forth (i) the basis
- 11 for the claim to the winnings payment, (ii) the intention to apply the
- 12 <u>winnings payment against the debt owed to a claimant, (iii) the obligor's</u>
- 13 opportunity to give written notice of intent to contest the validity of
- 14 the claim before the Department of Labor within thirty days after the
- 15 <u>date of the mailing of the notice, (iv) the mailing address to which the</u>
- 16 request for a hearing must be sent, and (v) that failure to apply for a
- 17 <u>hearing in writing within the thirty-day period will be deemed a waiver</u>
- 18 of the opportunity to contest the claim resulting in a setoff by default.
- 19 Sec. 10. Section 9-1308, Revised Statutes Cumulative Supplement,
- 20 2024, is amended to read:
- 9-1308 (1)(a) A written request by a winner pursuant to subsection
- 22 (1) of section 9-1307 shall be effective upon mailing the request,
- 23 postage prepaid and properly addressed, to the Department of Revenue.
- (b) Any appeal or action taken as a result of a decision pursuant to
- 25 subdivision (1)(a) of this section shall be in accordance with the
- 26 Administrative Procedure Act.
- 27 (2)(a) A written request for a hearing by a winner pursuant to
- 28 subsection (2) of section 9-1307 shall be effective upon mailing the
- 29 request, postage prepaid and properly addressed, to the Department of
- 30 Health and Human Services.
- 31 (b) If the Department of Health and Human Services receives a

- 1 written request for a hearing contesting a claim, the department shall
- 2 grant a hearing to the obligor to determine whether the claim is valid.
- 3 If the amount asserted as due and owing is not correct, an adjustment to
- 4 the claimed amount shall be made. No issues shall be reconsidered at the
- 5 hearing which have been previously litigated.
- 6 (c) Any appeal of an action taken at or as a result of a hearing
- 7 held pursuant to subdivision (2)(b) of this section shall be in
- 8 accordance with the Administrative Procedure Act.
- 9 (3)(a) A written request for a hearing by a winner pursuant to
- 10 <u>subsection (3) of section 9-1307 shall be effective upon mailing the</u>
- 11 request, postage prepaid and properly addressed, to the Department of
- 12 <u>Labor</u>.
- (b) If the Department of Labor receives a written request for a
- 14 hearing contesting a claim, the department shall grant a hearing to the
- 15 <u>obligor to determine whether the claim is valid. If the amount asserted</u>
- 16 as due and owing is not correct, an adjustment to the claimed amount
- 17 <u>shall be made. No issues shall be reconsidered at the hearing which have</u>
- 18 <u>been previously litigated.</u>
- 19 (c) Any appeal of an action taken at or as a result of a hearing
- 20 <u>held pursuant to subdivision (3)(b) of this section shall be in</u>
- 21 <u>accordance with the Administrative Procedure Act.</u>
- 22 Sec. 11. Section 9-1313, Revised Statutes Cumulative Supplement,
- 23 2024, is amended to read:
- 24 9-1313 The Department of Health and Human Services, the Department
- 25 of Labor, the Department of Revenue, and the State Racing and Gaming
- 26 Commission may adopt and promulgate rules and regulations to carry out
- 27 the Gambling Winnings Setoff for Outstanding Debt Act.
- Sec. 12. Section 48-665, Reissue Revised Statutes of Nebraska, is
- 29 amended to read:
- 30 48-665 (1) Any person who has received any sum as benefits under the
- 31 Employment Security Law to which he or she was not entitled shall be

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liable to repay such sum to the commissioner for the fund. Any such 1 erroneous benefit payments shall be collectible (a) without interest by 2 3 civil action in the name of the commissioner, (b) by offset against any future benefits payable to the claimant with respect to the benefit year 4 5 current at the time of such receipt or any benefit year which may 6 commence within three years after the end of such current benefit year, 7 except that no such recoupment by the withholding of future benefits 8 shall be had if such sum was received by such person without fault on his 9 or her part and such recoupment would defeat the purpose of the Employment Security Law or would be against equity and good conscience, 10 11 (c) by setoff against any state income tax refund due the claimant 12 pursuant to sections 77-27,197 to 77-27,209, (d) by offset against any winnings payment pursuant to the Gambling Winnings Setoff for Outstanding 13 14 Debt Act, or (e) (d) as provided in subsection (2) of this section.

(2) The commissioner may recover a covered unemployment compensation debt, as defined in 26 U.S.C. 6402, by setoff against a liable party's federal income tax refund. Such setoff shall be made in accordance with such section and United States Treasury regulations and guidelines adopted pursuant thereto. The commissioner shall notify the debtor that the commissioner plans to recover the debt through setoff against any federal income tax refund, and the debtor shall be given sixty days to present evidence that all or part of the liability is either not legally enforceable or is not a covered unemployment compensation debt. The commissioner shall review any evidence presented and determine that the debt is legally enforceable and is a covered unemployment compensation debt before proceeding further with the offset. The amount recovered, less any administrative fees charged by the United States Treasury, shall be credited to the debt owed. Any determination rendered under this subsection that the liable party's federal income tax refund is not subject to setoff does not require the commissioner to amend commissioner's initial determination that formed the basis for the MLU - 03/07/2025

- 1 proposed setoff.
- 2 Sec. 13. Section 81-5,213, Reissue Revised Statutes of Nebraska, is
- 3 amended to read:
- 81-5,213 The committee: 4
- (1) May consult with engineering authorities and organizations 5
- 6 concerned with standard safety codes;
- 7 (2) Shall recommend to the State Fire Marshal rules and regulations
- 8 governing the operation, maintenance, servicing, construction,
- 9 alteration, installation, and inspection of conveyances;
- (3) Shall recommend to the State Fire Marshal qualifications for 10
- 11 licensure as an elevator mechanic or elevator contractor and conditions
- 12 for disciplinary actions, including suspension or revocation of a
- license; 13
- 14 (4) Shall recommend to the State Fire Marshal rules and regulations
- 15 for temporary and emergency elevator mechanic thirty-day licenses;
- (5) Shall recommend to the State Fire Marshal an enforcement program 16
- 17 which will ensure compliance with the Conveyance Safety Act and the rules
- and regulations adopted and promulgated pursuant to the act. 18
- shall include the identification of property 19 program
- 20 locations which are subject to the act, issuing notifications to
- 21 violating property owners or operators, random onsite inspections and
- 22 tests on existing installations, and assisting in development of public
- 23 awareness programs; and
- 24 (6) Shall make recommendations to the State Fire Marshal regarding
- equivalencies and variances under section 81-5,217, continuing education 25
- 26 providers under section 81-5,235, and license disciplinary actions under
- 27 section 81-5,237.
- Sec. 14. Section 81-5,215, Reissue Revised Statutes of Nebraska, is 28
- 29 amended to read:
- 30 81-5,215 (1) The Conveyance Safety Act applies to the construction,
- operation, inspection, testing, maintenance, alteration, and repair of 31

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- 1 conveyances. Conveyances include the following equipment, associated
- 2 parts, and hoistways which are not exempted under section 81-5,216:
- 3 (a) Hoisting and lowering mechanisms equipped with a car which moves
- 4 between two or more landings. This equipment includes elevators;
- 5 (b) Power driven stairways and walkways for carrying persons between
- 6 landings. This equipment includes:
- 7 (i) Escalators; and
- 8 (ii) Moving sidewalks; and
- 9 (c) Hoisting and lowering mechanisms equipped with a car, which
- 10 serves two or more landings and is restricted to the carrying of material
- 11 by its limited size or limited access to the car. This equipment
- 12 includes:
- 13 (i) Dumbwaiters;
- 14 (ii) Material lifts and dumbwaiters with automatic transfer devices;
- 15 and
- 16 (iii) Conveyors and related equipment within the scope of American
- 17 Society of Mechanical Engineers B20.1, 2012 Edition.
- 18 (2) The act applies to the construction, operation, inspection,
- 19 maintenance, alteration, and repair of automatic guided transit vehicles
- 20 on guideways with an exclusive right-of-way. This equipment includes
- 21 automated people movers.
- 22 (3) The act applies to conveyances in private residences located in
- 23 counties that have a population of more than one hundred thousand
- 24 inhabitants at the time of installation. Such conveyances are subject to
- 25 inspection at installation but are not subject to periodic inspections.
- Sec. 15. Section 81-5,216, Reissue Revised Statutes of Nebraska, is
- 27 amended to read:
- 28 81-5,216 The Conveyance Safety Act does not apply to:
- 29 (1) Conveyances under the jurisdiction and subject to inspection by
- 30 the United States Government;
- 31 (2) Conveyances used exclusively for agricultural purposes;

- 1 (3) Personnel hoists within the scope of American National Standards
- 2 Institute A10.4, 2016 Edition;
- 3 (4) Material hoists within the scope of American National Standards
- 4 Institute A10.5, 2013 Edition;
- 5 (5) Manlifts within the scope of American Society of Mechanical
- 6 Engineers A90.1, 2015 Edition;
- 7 (6) Mobile scaffolds, towers, and platforms within the scope of
- 8 American National Standards Institute A92.10, 2009 Edition A92;
- 9 (7) Powered platforms and equipment for exterior and interior
- 10 maintenance within the scope of American National Standards Institute
- 11 120.1;
- 12 (8) Cranes, derricks, hoists, hooks, jacks, and slings within the
- 13 scope of American Society of Mechanical Engineers B30.10, 2014 Edition
- 14 <del>B30</del>;
- 15 (9) Industrial trucks within the scope of American Society of
- 16 Mechanical Engineers B56;
- 17 (9) (10) Portable equipment, except for portable escalators which
- 18 are covered by American National Standards Institute A17.1, 2013 Edition;
- 19 (10) (11) Tiering or piling machines used to move materials to and
- 20 from storage located and operating entirely within one story;
- 21 (11) (12) Equipment for feeding or positioning materials at machine
- 22 tools, printing presses, and similar equipment;
- 23 (12) (13) Skip or furnace hoists;
- 24 (13) (14) Wharf ramps;
- 25 (14) (15) Railroad car lifts or dumpers;
- 26 (15) (16) Line jacks, false cars, shafters, moving platforms, and
- 27 similar equipment used for installing a conveyance by an elevator
- 28 contractor;
- 29 (16) (17) Manlifts, hoists, or conveyances used in grain elevators
- 30 or feed mills;
- 31 (17) (18) Dock levelators;

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- (18) (19) Stairway chair lifts and platform lifts; and 1
- (19) (20) Conveyances in residences located in counties that have a 2
- 3 population of one hundred thousand or less inhabitants.
- Sec. 16. Section 81-5,217, Reissue Revised Statutes of Nebraska, is 4
- 5 amended to read:
- 6 81-5,217 (1) The State Fire Marshal shall adopt and promulgate rules
- 7 and regulations which establish the regulations for conveyances under the
- 8 Conveyance Safety Act. The rules and regulations may include the Safety
- 9 Code for Elevators and Escalators, American Society of Mechanical
- Engineers A17.1 except those parts exempted under section 81-5,216; the 10
- 11 standards for conveyors and related equipment, American Society of
- Mechanical Engineers B20.1; and the Automated People Mover Standards, 12
- American Society of Civil Engineers 21. The State Fire Marshal shall 13
- 14 annually review to determine if the most current form of such standards
- 15 should be adopted.
- (2) The State Fire Marshal may grant an equivalency or variance 16
- 17 request to a variance from the rules and regulations adopted in
- subsection (1) of this section in individual situations upon good cause 18
- shown if the safety of those riding or using the conveyance is not 19
- 20 compromised by the equivalency or variance. The State Fire Marshal shall
- 21 adopt and promulgate rules and regulations for the procedure to obtain a
- 22 variance. The committee shall make recommendations to the State Fire
- 23 Marshal regarding each variance requested. The decision of the State Fire
- 24 Marshal in granting or refusing to grant an equivalency or variance
- request a variance may be appealed. The appeal shall be in accordance 25
- 26 with the Administrative Procedure Act.
- 27 Sec. 17. Section 81-5,218, Reissue Revised Statutes of Nebraska, is
- 28 amended to read:
- 29 81-5,218 Conveyances upon which construction is started subsequent
- 30 to January 1, 2008, shall be registered at the time they are completed
- 31 and placed in service.

- 1 Sec. 18. Section 81-5,219, Reissue Revised Statutes of Nebraska, is
- 2 amended to read:
- 3 81-5,219 On and after January 1, 2008: Prior to any newly installed
- 4 conveyance being used for the first time, the property owner or lessee
- 5 shall obtain a certificate of inspection from the State Fire Marshal. A
- 6 fee established under section 81-5,214 shall be paid for the certificate
- 7 of inspection. A licensed elevator contractor shall complete and submit
- 8 first-time registrations for new installations to the state elevator
- 9 inspector for the inspector's approval. A certificate of inspection shall
- 10 be clearly displayed in an elevator car and on or in each other
- 11 conveyance.
- 12 Sec. 19. Section 81-5,221, Reissue Revised Statutes of Nebraska, is
- 13 amended to read:
- 14 81-5,221 (1) The State Fire Marshal shall employ a state elevator
- 15 inspector who shall work under the direct supervision of the State Fire
- 16 Marshal or the State Fire Marshal's designee.
- 17 (2) The person so employed shall be qualified by (a) not less than
- 18 five years' experience in the installation, maintenance, and repair of
- 19 elevators as determined by the State Fire Marshal, (b) certification as a
- 20 qualified elevator inspector by an association accredited by the American
- 21 Society of Mechanical Engineers, or (c) not less than five years'
- 22 journeyman experience in elevator installation, maintenance, and
- 23 inspection as determined by the State Fire Marshal and shall be familiar
- 24 with the inspection process and rules and regulations adopted and
- 25 promulgated under the Conveyance Safety Act.
- 26 (3) The State Fire Marshal may employ deputy inspectors possessing
- 27 the same qualifications as the state elevator inspector as necessary to
- 28 carry out the Conveyance Safety Act.
- 29 Sec. 20. Section 81-5,223, Reissue Revised Statutes of Nebraska, is
- 30 amended to read:
- 31 81-5,223 (1) No inspection shall be required under the Conveyance

- 1 Safety Act when an owner or user of a conveyance: obtains an inspection
- 2 by a representative of a reputable insurance company licensed to do
- 3 business in Nebraska, obtains a policy of insurance from such company
- 4 upon the conveyance and files with the State Fire Marshal a certificate
- 5 of inspection by such insurance company, files a statement that such
- 6 conveyance is insured, and pays an administrative fee established
- 7 pursuant to section 81-5,214.
- 8 <u>(a) Obtains and submits to the State Fire Marshal a certificate of</u>
- 9 <u>inspection from a third-party inspection company;</u>
- 10 (b) Obtains a policy of insurance upon the conveyance from a
- 11 <u>licensed insurance company;</u>
- 12 (c) Files a statement that such conveyance is insured; and
- 13 <u>(d) Pays an administrative fee established pursuant to section</u>
- 14 <u>81-5, 214.</u>
- 15 (2) No inspection shall be required under the act when there has
- 16 been an annual inspection under a city ordinance which meets the
- 17 standards of the act.
- 18 Sec. 21. Section 81-5,230, Reissue Revised Statutes of Nebraska, is
- 19 amended to read:
- 20 81-5,230 (1) Any person wishing to engage in the work of an elevator
- 21 mechanic shall apply for and obtain an elevator mechanic license from the
- 22 State Fire Marshal. The application shall be on a form provided by the
- 23 State Fire Marshal.
- 24 (2) Any person wishing to engage in the business of an elevator
- 25 contractor shall apply for and obtain an elevator contractor license from
- 26 the State Fire Marshal. The application shall be on a form provided by
- 27 the State Fire Marshal.
- 28 (3) Each application for an elevator mechanic license shall contain:
- 29 (a) The name and address of the applicant If an individual, the
- 30 name, residence and business address, and social security number of the
- 31 applicant;

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(b) A contact email address If a partnership, the name, residence 1 2 and business address, and social security number of each partner;

- 3 (c) A contact telephone number If a domestic corporation, the name and business address of the corporation and the name, residence address, 4 5 and social security number of the principal officer of the corporation; 6 and if a corporation other than a domestic corporation, the name and 7 address of an agent located locally who is authorized to accept service
- 9 (d) The number of years the applicant has engaged in the business of 10 installing, inspecting, maintaining, or servicing conveyances;
- 11 (e) The approximate number of individuals to be employed by the 12 applicant and, if applicable, satisfactory evidence that the employees 13 are or will be covered by workers' compensation insurance;
- 14 (f) Satisfactory evidence that the applicant is or will be covered 15 by general liability, personal injury, and property damage insurance;
- (e) (g) Permission for the State Fire Marshal to access the criminal 16 history record information of individuals, 17 partners, or officers maintained by the Federal Bureau of Investigation through the Nebraska 18 19 State Patrol; and
- 20 (h) A description of all accidents causing personal injury or 21 property damage in excess of one thousand dollars involving conveyances 22 installed, inspected, maintained, or serviced by the applicant; and
- 23 (f) (i) Such other information as the State Fire Marshal may by rule 24 and regulation require.
- 25 (4) Each application for an elevator contractor license shall 26 <u>contain:</u>
- 27 (a) All information required under subsection (3) of this section;
- 28 (b) The name and address of the business;

of process and official notices;

29 (c) The approximate number of employees to be employed by the 30 applicant and, if applicable, satisfactory evidence that the employees are or will be covered by workers' compensation insurance; 31

- 1 (d) Satisfactory evidence that the applicant is or will be covered
- 2 by general liability, personal injury, and property damage insurance;
- 3 (e) A description of all accidents causing personal injury or
- 4 property damage in excess of one thousand dollars involving conveyances
- 5 <u>installed</u>, <u>inspected</u>, <u>maintained</u>, <u>or serviced by the applicant</u>; <u>and</u>
- 6 <u>(f) The name, telephone number, and Nebraska elevator mechanic</u>
- 7 license number of a licensed elevator mechanic employed by or contracted
- 8 <u>with the business</u> Social security numbers on applications shall not be
- 9 made public or be considered a part of a public record.
- 10 Sec. 22. Section 81-5,239, Reissue Revised Statutes of Nebraska, is
- 11 amended to read:
- 12 81-5,239 (1) Any person may make a request for an investigation into
- 13 an alleged violation of the Conveyance Safety Act by giving notice to the
- 14 State Fire Marshal or state elevator inspector of such violation or
- 15 danger.
- 16 (2) Upon receipt of a request for an investigation, the State Fire
- 17 Marshal or state elevator inspector shall perform a preliminary inquiry
- 18 into the charges contained in the request for investigation. A request
- 19 for an investigation may be made in person or in writing by telephone
- 20 call and shall set forth with reasonable particularity the grounds for
- 21 the request for an investigation. During the preliminary inquiry, the
- 22 name, address, and telephone number of the person making the request for
- 23 an investigation shall be available only to the State Fire Marshal, state
- 24 elevator inspector, or other person carrying out the preliminary inquiry
- 25 on behalf of the State Fire Marshal or state elevator inspector. The
- 26 State Fire Marshal or state elevator inspector shall keep a record of
- 27 each request for an investigation received under this section for three
- 28 years after such request is made.
- 29 (3) If after the preliminary inquiry the State Fire Marshal or state
- 30 elevator inspector determines that there are reasonable grounds to
- 31 believe that such violation or danger exists and is likely to continue to

- 1 exist such that the operation of the conveyance endangers the public, the
- 2 State Fire Marshal or state elevator inspector shall cause a formal
- 3 investigation to be made. During the formal investigation, a statement
- 4 shall be taken from the person who made the request for an investigation
- 5 and the person's name, address, and telephone number shall be made
- 6 available to any opposing parties upon request.
- 7 (4) If the State Fire Marshal or state elevator inspector determines
- 8 that there are no reasonable grounds to believe that a violation or
- 9 danger exists under either subsection (2) or (3) of this section, the
- 10 State Fire Marshal shall notify the person requesting the investigation
- 11 in writing of such determination.
- 12 **Sec. 23.** Original sections 48-665, 81-5,213, 81-5,215, 81-5,216,
- 13 81-5,217, 81-5,218, 81-5,219, 81-5,221, 81-5,223, 81-5,230, and 81-5,239,
- 14 Reissue Revised Statutes of Nebraska, sections 9-1302, 9-1303, 9-1304,
- 15 9-1306, 9-1307, 9-1308, and 9-1313, Revised Statutes Cumulative
- 16 Supplement, 2024, and sections 2, 3, 4, and 8, Initiative Law 2024, No.
- 17 436, are repealed.