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LB 637

you'll use good judgment in determining which are real and unreal, Senator. But on the bottom of page 2, where it says, on or after October 1, 1999, and until the state disbursement system established, da-da-da, becomes operative, the Title IV-D Division, which of course is the state office which expends state funds,...

SPEAKER KRISTENSEN: Yes.

SENATOR BEUTLER: ...shall reimburse counties for unrecovered costs associated with the processing and disbursement of support order payments based on insufficient fund checks received from obligors. Let me ask what exactly the process is that's envisioned here. I assume that the counties are expected...when the counties get a check they're expected to deposit the check and to send forth the disbursement, and if it turns out that the funds were insufficient then, first of all, with the...with respect to the amount of the insufficiency, the principle amount of the check, is the state to reimburse the county for the amount of that check?

SPEAKER KRISTENSEN: It...that...that's correct. That's going...it's sort of a revolving fund that would be, instead of the county having to eat the bad check and, thus, the county saying, we don't want to do that, we're going to wait...

SENATOR BEUTLER: Okay.

SPEAKER KRISTENSEN: ...the ten days or the week for the bank to clear the check, we want to try to...one of the advantages and the efforts we want to show the federal government is we want to try to comply with that two-day turn around. To do that, we can't be holding the checks to see if they clear. We'll create a revolving fund, basically, and some of those checks you're going to...you're going to recover the money so there will have to be a prosecution for the bad check to recover it, and then also, Senator,...

SENATOR BEUTLER: Okay.

SPEAKER KRISTENSEN: ...there would be rules and regulations set up on how to deal with insufficient fund checks, such as if