

LEGISLATURE OF NEBRASKA  
ONE HUNDRED SIXTH LEGISLATURE  
FIRST SESSION

**LEGISLATIVE BILL 505**

FINAL READING

Introduced by Brewer, 43.

Read first time January 22, 2019

Committee: Government, Military and Veterans Affairs

1 A BILL FOR AN ACT relating to support order payments; to amend section  
2 43-3342.03, Reissue Revised Statutes of Nebraska; to change  
3 provisions relating to forwarded and returned payments, collection  
4 expenses, and the State Disbursement Unit; and to repeal the  
5 original section.

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

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

3 43-3342.03 (1) All support orders shall direct payment of support as  
4 provided in section 42-369. Any support order issued prior to the date  
5 that the State Disbursement Unit becomes operative for which the payment  
6 is to be made to the clerk of the district court shall be deemed to  
7 require payment to the State Disbursement Unit after a notice to the  
8 obligor is issued. Support order payments made to the clerk of the  
9 district court shall be forwarded to the State Disbursement Unit by  
10 electronic transfer.

11 (2) The State Disbursement Unit ~~unit~~ may collect a fee equal to the  
12 actual cost of processing any payments for returned check charges or  
13 charges for electronic payments not accepted, except that the fee shall  
14 not exceed thirty dollars. After a payor has originated one payment ~~two~~  
15 ~~payments~~ resulting in a returned check charges or an charges ~~for~~  
16 electronic payment ~~payments~~ not accepted within a period of two years,  
17 the unit may issue a notice to the originator that, for the following  
18 year, any payment shall be required to be paid by money order, cashier's  
19 check, ~~or~~ certified check, or any other form of guaranteed payment as may  
20 be approved by the unit. After a payor has originated two payments  
21 resulting in returned checks ~~check~~ ~~charges~~ or electronic payments not  
22 accepted, the unit may issue a notice to the originator that all future  
23 payments shall be paid by money order, cashier's check, ~~or~~ certified  
24 check, or any other form of guaranteed payment as may be approved by the  
25 unit, except that pursuant to rule and regulation and at least two years  
26 after such issuance of notice, the unit may waive for good cause shown  
27 such requirements for methods of payment. The fees shall be remitted to  
28 the State Treasurer for credit to the State Disbursement Unit Cash Fund,  
29 which is hereby created, which funds shall be used to offset the expenses  
30 incurred in the collection of child support bad debt and other collection  
31 expenses incurred by the unit. Any money in the fund available for

1 investment shall be invested by the state investment officer pursuant to  
2 the Nebraska Capital Expansion Act and the Nebraska State Funds  
3 Investment Act.

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

8 (4) Employers with more than fifty employees who have an employee  
9 with a child support order shall remit child support payments  
10 electronically.

11 Sec. 2. Original section 43-3342.03, Reissue Revised Statutes of  
12 Nebraska, is repealed.