

1 VIRGINIA ACTS OF ASSEMBLY — CHAPTER

2 *An Act to amend and reenact §§ 2.2-518 and 2.2-4806 of the Code of Virginia, relating to the Office of*
3 *the Attorney General; debt collection.*

4 [H 1037]

5 Approved

6 **Be it enacted by the General Assembly of Virginia:**7 **1. That §§ 2.2-518 and 2.2-4806 of the Code of Virginia are amended and reenacted as follows:**

8 § 2.2-518. Division of Debt Collection.

9 There is created in the Department of Law a Division of Debt Collection that shall provide all legal
10 services and advice related to the collection of funds owed to the Commonwealth, pursuant to § 2.2-507
11 and the Virginia Debt Collection Act (§ 2.2-4800 et seq.).

12 The Attorney General may appoint and fix the salaries of such attorneys and employees as may be
13 necessary to carry out the functions of the Division, within the amounts appropriated to the Division,
14 and may supplement such funds from appropriations made to his office for the provision of legal
15 services to the Commonwealth.

16 *The Division may retain as special revenue up to 30 percent of receivables collected on behalf of*
17 *state agencies and may contract with private collection agents for the collection of debts amounting to*
18 *less than \$15,000, as provided in the appropriation act.*

19 § 2.2-4806. Utilization of certain collection techniques.

20 A. Each state agency and institution shall take all appropriate and cost-effective actions to
21 aggressively collect its accounts receivable. Each agency and institution shall utilize, but not be limited
22 to, the following collection techniques, according to the policies and procedures adopted by the
23 Department of Accounts and the Attorney General: (i) credit reporting bureaus, (ii) collection agencies,
24 (iii) garnishments, liens and judgments, and (iv) administrative offset.

25 B. *Except as provided otherwise herein, for collection of accounts receivable of \$3,000 or more that*
26 *are 60 days or more past due, each agency and institution shall forward those claims to the Office of*
27 *Attorney General, Division of Debt Collection for collection. The Attorney General shall review*
28 *forwarded accounts, determine the appropriate collection efforts, if any, for each account, and take such*
29 *actions on the accounts as he may so determine.*

30 C. *Except as provided otherwise herein, for collection of accounts receivable under \$3,000 that are*
31 *60 days or more past due, each agency and institution shall contract with a private collection agency*
32 *for the collection of those debts. Prior to referring accounts receivable of less than \$3,000, agencies*
33 *and institutions may refer such accounts to the Office of Attorney General, Division of Debt Collection.*
34 *The Attorney General may accept the account for collection or return it to the agency or institution for*
35 *collection by a private collection agency.*

36 D. *Where an agency or institution has procedures to secure payment, or the debtor is paying a debt*
37 *in periodic payments satisfactory to the agency or institution, it may elect to retain the claim in excess*
38 *of 60 days pending results of such procedures, or until the account is satisfied.*

ENROLLED

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