

- 1 SB206
- 2 EJZTU9C-2
- 3 By Senator Carnley
- 4 RFD: Veterans, Military Affairs and Public Safety
- 5 First Read: 27-Feb-25



1 Enrolled, An Act,

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3 4 Relating to veterans; to establish certain parameters 5 for the business practice of advising or assisting individuals 6 wanting to file claims for veterans benefits; and to provide 7 that violations are a deceptive trade practice. BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: 8 9 Section 1. For purposes of this act, the following terms have the following meanings: 10 11 (1) COMPENSATION. Payment of any money, thing of value, or financial benefit. 12 13 (2) PERSON. An individual; corporation; business; 14 estate; trust; partnership; limited liability company; 15 association; joint venture; or public corporation; a state, 16 county, or municipal governmental body or instrumentality 17 thereof; or any other commercial entity. 18 (3) VETERANS BENEFITS MATTER. The preparation, 19 presentation, or prosecution of any claim affecting any person 20 who has filed or expressed an intent to file a claim for any 21 benefit, program, service, commodity, function, or status 22 entitlement as determined under the laws, rules, and 23 regulations administered by the United States Department of 24 Veterans Affairs or the Alabama Department of Veterans Affairs 25 pertaining to veterans, their dependents, their survivors, and 26 any other individuals eligible for such benefits. 27 Section 2. No person shall assist individuals in the

preparation, presentation, and prosecution of claims for



veterans benefits as an agent or attorney unless he or she has first been accredited by the United States Department of Veterans Affairs for such purpose.

32 Section 3. A person seeking to receive compensation for 33 advising or assisting any individual with any veterans 34 benefits matter, before rendering any services, shall do both 35 of the following:

36 (1) Memorialize all terms regarding the individual's
37 payment of fees for services rendered in a written agreement,
38 signed by both parties.

39 (2)a. Provide the following disclosure, both orally and 40 in writing:

41 "This business is not sponsored by, or affiliated with, 42 the United States Department of Veterans Affairs or the 43 Alabama Department of Veterans Affairs, or any other federally 44 chartered veterans service organization. Other organizations, 45 including, but not limited to, the Alabama Department of 46 Veterans Affairs, your local county veterans service agency, 47 and other federally chartered veterans service organizations, 48 may be able to provide you with this service free of charge. 49 Products or services offered by this business are not 50 necessarily endorsed by any of these organizations. You may 51 qualify for other veterans benefits beyond the benefits for 52 which you are receiving services here."

53 b. The written disclosure shall appear in at least 54 12-point font and shall appear in a readily noticeable and 55 identifiable place in the person's agreement with the 56 individual seeking services.



57 c. The individual must verbally acknowledge 58 understanding of the oral disclosure and must sign the 59 document in which the written disclosure appears. 60 d. The person offering services shall retain a copy of the written disclosure while providing veterans benefits 61 62 services for compensation to the individual and for at least 63 one year after the date on which the service relationship 64 terminates. 65 Section 4. (a) A person advising or assisting

individuals pursuant to this act may not guarantee, either directly or by implication, that any individual is certain to receive specific veterans benefits or that any individual is certain to receive a specific level, percentage, or amount of veterans benefits.

(b) A person advising or assisting individuals pursuant to this act may not receive excessive or unreasonable fees as compensation.

74 Section 5. (a) A person may not advertise the person's 75 services of advising or assisting in veterans benefits matters 76 for compensation without including the following disclosure:

77 "This business is not sponsored by, or affiliated with, 78 the United States Department of Veterans Affairs, the Alabama Department of Veterans Affairs, or any other federally 79 80 chartered veterans service organization. Other organizations, 81 including, but not limited to, the Alabama Department of Veterans Affairs, your local county veterans service agency, . 82 and other federally chartered veterans service organizations, 83 84 may be able to provide you with these services free of charge.



85 Products or services offered by this business are not 86 necessarily endorsed by any of these organizations. You may 87 qualify for other veterans benefits beyond the services that 88 this business offers." 89 (b) If the advertisement is printed, including, but not 90 limited to, advertisements visible to Internet users, the disclosure shall appear in a readily visible place on the 91 92 advertisement. If the advertisement is verbal, the spoken 93 statement of the disclosure shall be clear and intelligible. Section 6. In no event may a person receive 94 95 compensation for referring an individual to another person to advise or assist the individual with any veterans benefits 96 97 matter. Section 7. A violation of this act shall be considered 98 99 a violation of the Deceptive Trade Practices Act under Chapter 19 of Title 8, Code of Alabama 1975. 100 101 Section 8. The provisions of this act shall not apply 102 to an attorney accredited by the federal government pursuant to 38 C.F.R. § 14.629. 103 104 Section 9. This act shall become effective on October

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113	President and Presiding Officer of the Senate
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118	Speaker of the House of Representatives
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121	SB206
122	Senate 10-Apr-25
123	I hereby certify that the within Act originated in and passed
124	the Senate, as amended.
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126	Patrick Harris,
127	Secretary.
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132	House of Representatives
133	Amended and passed: 07-May-25
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137	Senate concurred in House amendment 14-May-25
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138 139 140	By: Senator Carnley
137	Senate concurred in House amendment 14-May-25