

# One Hundred Second Legislature - Second Session - 2012

## Introducer's Statement of Intent

### LB1031

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**Chairperson: Senator Rich Pahls**

**Committee: Banking, Commerce and Insurance**

**Date of Hearing: January 31, 2012**

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB1031 Change provisions relating to name of debtor for Uniform Commercial Code (the U.C.C.) financing statements

Under current law, a lender perfecting a security interest against an individual debtor must use the "correct" name of the debtor. Failure to do so, renders the financing statement "seriously misleading" and thus ineffective. LB1031 allows a State of Nebraska Identification Card that is issued by Department of Motor Vehicles to be used as a form of identification relating to name of debtor for the U.C.C. If the state has issued more than one driver's license or state identification card, the one issued the most recently would be used.

**Principal Introducer:** \_\_\_\_\_

**Senator Burke Harr**