

**ONE HUNDRED THIRD LEGISLATURE - SECOND SESSION - 2014**  
**COMMITTEE STATEMENT**  
**LB668**

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**Hearing Date:** Tuesday January 21, 2014  
**Committee On:** Banking, Commerce and Insurance  
**Introducer:** Hadley  
**One Liner:** Provide for extinguishment of a lien or security interest as prescribed

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**Roll Call Vote - Final Committee Action:**  
Advanced to General File

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**Vote Results:**

**Aye:** 8 Senators Campbell, Carlson, Christensen, Garrett, Gloor, Howard,  
Pirsch, Schumacher

**Nay:**

**Absent:**

**Present Not Voting:**

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**Proponents:**

Senator Galen Hadley  
Loy Todd  
Robert Hallstrom

**Representing:**

Introducer  
NE New Car and Truck Dealers Assn.  
NE Bankers Assn.

**Opponents:**

**Representing:**

**Neutral:**

**Representing:**

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**Summary of purpose and/or changes:**

LB668 (Hadley, Gloor) would amend Chapter 52, article 6, which provides procedures for a person who claims a possessory lien on personal property to dispose of the property by sale for reasonable value to satisfy the lien and the costs of sale as long as the disposition does not occur until thirty days after mailing of notice of the sale to the last-known address of the owner of the property and to any lien or security interest holder of record. (See section 52-601.01.)

The bill would amend section 52-603 to provide that the sale shall extinguish any lien or security interest of a lienholder or security interest holder of record to which notice of sale was mailed. The bill would also amend section 52-604 to specify that the proceeds of the sale shall go to the possessory lienholder and then to any lienholder or security interest holder of record.

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Mike Gloor, Chairperson