LEGISLATURE OF NEBRASKA

ONE HUNDRED THIRD LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 750

Final Reading

Introduced by Harr, 8.

Read first time January 09, 2014

Committee: Banking, Commerce and Insurance

A BILL

1	FOR AN ACT relating to liens; to amend sections 52-203, 52-204,
2	52-501, 52-504, 52-701, 52-702, 52-903, 52-905, 52-1103,
3	52-1104, 52-1203, 52-1205, 52-1407, 52-1409, 54-201,
4	54-208, and 54-209, Reissue Revised Statutes of Nebraska;
5	to change provisions relating to lien perfection and
6	termination; to harmonize provisions; to repeal the
7	original sections; and to declare an emergency.
8	Be it enacted by the people of the State of Nebraska,

1 Section 1. A financing statement filed to perfect a lien 2 pursuant to sections 52-202, 52-501, 52-701, 52-901, 52-1101, 52-1201, 52-1401 to 52-1411, 54-201, or 54-208, which was properly 3 4 filed prior to November 1, 2003, shall lose its perfection unless a 5 continuation statement is filed with the Secretary of State after June 30, 2014, and before January 1, 2015. Such continuation 6 7 statement shall include a statement that the original financing 8 statement is still effective. The filing of a continuation statement shall preserve the priority of the original filing and shall be 9 10 effective for five years after the date of filing of the continuation statement and may be subsequently continued as provided in article 9, 11 12 Uniform Commercial Code. Not later than May 31, 2014, the Secretary 13 of State shall notify, by first-class mail, the lienholders of record of the liens described in this section that such a lien shall lose 14 15 its perfection unless a continuation statement is filed with the 16 Secretary of State as provided in this section. Sec. 2. Section 52-203, Reissue Revised Statutes of 17 Nebraska, is amended to read: 18 52-203 A lien created under section 52-202 is in force 19 20 from and after the date it is filed and is prior and paramount to all 21 other liens upon such property except those previously filed against such property. Such lien shall be treated in all respects as an 22 agricultural lien as provided in article 9, Uniform Commercial Code, 23 and may be enforced in the manner and form provided for the 24 25 enforcement of secured transactions as provided in article 9, Uniform

Commercial Code, except that such enforcement proceedings shall be 1 2 instituted within one year after the filing of such lien. The lien is 3 subject to the rights of purchasers of the property against which the 4 lien is filed when the purchasers acquired the property prior to the 5 filing of the lien without knowledge or notice of the rights of the persons performing the work or furnishing material. The fee for 6 7 filing, amending, or releasing such lien shall be the same as set 8 forth in section 9-525, Uniform Commercial Code. Effective January 1, 9 2015, this section applies to a lien created under section 52-202 10 regardless of when the lien was created. Sec. 3. Section 52-204, Reissue Revised Statutes of 11 12 Nebraska, is amended to read: 13 52-204 (1) When a lien created under section 52-202 is satisfied, the lienholder shall file in the office where the lien is 14 15 filed a termination statement to the effect that he or she no longer 16 claims an interest under the lien, which shall be identified by file 17 number. A termination statement signed by a person other than the 18 lienholder of record shall be accompanied by a separate written 19 statement of assignment signed by the lienholder of record complying 20 with subsection (b) of section 9-514, Uniform Commercial Code, 21 including payment of the required fee, or reflect that the person 22 signing the termination statement is a successor of the lienholder of 23 record. If the affected lienholder fails to file such a termination 24 statement within thirty days after such lienholder no longer claims 25 an interest, he or she shall be liable to the person for whom the

1 work was performed or material furnished for any losses caused to

- 2 such person by such failure and for reasonable attorney's fees and
- 3 court costs. any financing statement filed to perfect that lien shall
- 4 be terminated in the manner and form provided in article 9, Uniform
- 5 Commercial Code.
- 6 (2) On presentation to the filing officer of such a
- 7 termination statement, he or she shall note it in the index. If the
- 8 filing officer has received the termination statement in duplicate,
- 9 he or she shall return one copy of the termination statement to the
- 10 lienholder stamped to show the time of receipt.
- 11 (3) There is no fee for the filing of a termination
- 12 statement.
- 13 (4) This section does not apply to a lien created under
- 14 section 52-202 that is filed as an agricultural lien under article 9,
- 15 Uniform Commercial Code, on or after July 1, 2001.
- 16 Sec. 4. Section 52-501, Reissue Revised Statutes of
- 17 Nebraska, is amended to read:
- 18 52-501 (1)(a) The owner or operator of any threshing
- 19 machine or combine used in threshing, combining, or hulling grain or
- 20 seed, (b) the owner or operator of any mechanical cornpicker or
- 21 mechanical cornhusker used in picking or husking corn, and (c) the
- 22 owner or operator of any cornsheller used in shelling corn shall have
- 23 and hold a lien upon such grain, seed, or corn which he or she shall
- 24 thresh, combine, hull, pick, husk, or shell with such machine to
- 25 secure the payment to him or her of the charges agreed upon by the

1 person for whom the threshing, combining, hulling, picking, husking,

- 2 or shelling was done or, if no charges are agreed upon, for such
- 3 charges as may be reasonable for such threshing, combining, hulling,
- 4 picking, husking, or shelling.
- 5 (2) A lien created under this section shall be perfected
- 6 as provided in article 9, Uniform Commercial Code. Any financing
- 7 statement filed to perfect such lien shall contain or have attached
- 8 thereto (a) the name and address and the social security number or
- 9 federal tax identification number of the owner or operator claiming
- 10 the lien, (b) the name and address and the social security number or
- 11 federal tax identification number, if known, of the person for whom
- 12 the threshing, combining, hulling, picking, husking, or shelling was
- done, (c) the amount due for such threshing, combining, hulling,
- 14 picking, husking, or shelling, (d) the amount of grain, seed, or corn
- 15 covered by the lien, (e) the place where the grain, seed, or corn is
- 16 located, and (f) the date on which the threshing, combining, hulling,
- 17 picking, husking, or shelling was done. Such financing statement
- 18 shall be filed within thirty days after the threshing, combining,
- 19 hulling, picking, husking, or shelling was done. The failure to
- 20 include the social security number or federal tax identification
- 21 number shall not render any filing unperfected. At the time the lien
- 22 is filed, the lienholder shall send a copy to the person for whom the
- 23 threshing, combining, hulling, picking, husking, or shelling was
- 24 done.
- 25 (3) In the event the person for whom the threshing,

combining, hulling, picking, husking, or shelling was done desires to 1 2 sell or deliver the grain, seed, or corn so threshed, combined, 3 hulled, picked, husked, or shelled to a grain elevator or to any 4 other person, such person desiring to sell or deliver the grain, 5 seed, or corn shall notify the consignee or purchaser that the threshing, combining, hulling, picking, husking, or shelling bill has 6 7 not been paid, and the lien created under this section on such grain, 8 seed, or corn shall shift to the purchase price thereof in the hands of the purchaser or consignee. In the event the grain, seed, or corn 9 is sold or consigned with the consent or knowledge of the person 10 entitled to a lien created under this section within thirty days 11 12 after the date of such threshing, combining, hulling, picking, 13 husking, or shelling, such lien shall not attach to the grain, seed,

(4) A lien created under this section shall be treated in 16 all respects as an agricultural lien as provided in article 9, 17 Uniform Commercial Code, and may be enforced in the manner and form 18 provided for the enforcement of secured transactions as provided in 19 20 article 9, Uniform Commercial Code, except that such enforcement 21 shall be instituted within thirty days after the filing of the lien. The fee for filing, amending, or releasing such lien shall be the 22 23 same as set forth in section 9-525, Uniform Commercial Code.

to the lien notifies the purchaser in writing of the lien.

or corn or to the purchase price thereof unless the person entitled

14

15

24 <u>(5) Effective January 1, 2015, this section applies to a</u> 25 <u>lien created under this section regardless of when the lien was</u>

- 1 <u>created.</u>
- 2 Sec. 5. Section 52-504, Reissue Revised Statutes of
- 3 Nebraska, is amended to read:
- 4 52-504 (1)—When a lien created under section 52-501 is
- 5 satisfied, the lienholder shall file in the office where the lien is
- 6 filed a termination statement to the effect that he or she no longer
- 7 claims an interest under the lien, which shall be identified by file
- 8 number. A termination statement signed by a person other than the
- 9 lienholder of record shall be accompanied by a separate written
- 10 statement of assignment signed by the lienholder of record complying
- 11 with subsection (b) of section 9-514, Uniform Commercial Code,
- 12 including payment of the required fee, or reflect that the person
- 13 signing the termination statement is a successor of the lienholder of
- 14 record. If the affected lienholder fails to file such a termination
- 15 statement within thirty days after such lienholder no longer claims
- 16 an interest, he or she shall be liable to the person for whom the
- 17 threshing, combining, hulling, picking, husking, or shelling was done
- 18 for any losses caused to such person by such failure and for
- 19 reasonable attorney's fees and court costs. any financing statement
- 20 filed to perfect that lien shall be terminated in the manner and form
- 21 provided in article 9, Uniform Commercial Code.
- 22 (2) On presentation to the filing officer of such a
- 23 termination statement, he or she shall note it in the index. If the
- 24 filing officer has received the termination statement in duplicate,
- 25 he or she shall return one copy of the termination statement to the

- 1 lienholder stamped to show the time of receipt.
- 2 (3) There is no fee for the filing of a termination
- 3 statement.
- 4 (4) This section does not apply to a lien created under
- 5 section 52-501 that is filed as an agricultural lien under article 9,
- 6 Uniform Commercial Code, on or after July 1, 2001.
- 7 Sec. 6. Section 52-701, Reissue Revised Statutes of
- 8 Nebraska, is amended to read:
- 9 52-701 Whenever any person procures, contracts with, or
- 10 hires any person licensed to practice veterinary medicine and surgery
- 11 to treat, relieve, or in any way take care of any kind of livestock,
- 12 such veterinarian shall have a first, paramount, and prior lien upon
- 13 such livestock so treated for the contract price agreed upon or, in
- 14 case no price has been agreed upon, for the reasonable value of the
- 15 services and any medicines or biologics furnished. A lien created
- 16 under this section shall be treated in all respects as an
- 17 agricultural lien as provided in article 9, Uniform Commercial Code,
- 18 and may be enforced in the manner and form provided for the
- 19 enforcement of secured transactions as provided in article 9, Uniform
- 20 Commercial Code. A lien created under this section shall be perfected
- 21 as provided in article 9, Uniform Commercial Code. Any financing
- 22 statement filed to perfect such lien shall be filed within ninety
- 23 days after the furnishing of the services and any medicines or
- 24 biologics and shall contain or have attached thereto (1) the name and
- 25 address and the social security number or federal tax identification

number of the veterinarian claiming the lien, (2) the name and 1 2 address and the social security number or federal tax identification 3 number, if known, of the person to whom the services and medicines or 4 biologics were furnished, (3) a correct description of the livestock 5 to be charged with the lien, and (4) the amount of the services and any medicines or biologics furnished. The failure to include the 6 7 social security number or federal tax identification number shall not 8 render any filing unperfected. At the time the lien is filed, the 9 lienholder shall send a copy to the person to whom the services and 10 medicines or biologics were furnished. The fee for filing, amending, or releasing such lien shall be the same as set forth in section 11 12 9-525, Uniform Commercial Code. Effective January 1, 2015, this 13 section applies to a lien created under this section regardless of 14 when the lien was created. Sec. 7. Section 52-702, Reissue Revised Statutes of 15 Nebraska, is amended to read: 16 17 52-702 (1) When a lien created under section 52-701 is satisfied, the lienholder shall file in the office where the lien is 18 19 filed a termination statement to the effect that he or she no longer 20 claims an interest under the lien, which shall be identified by file 21 number. A termination statement signed by a person other than the 22 lienholder of record shall be accompanied by a separate written 23 statement of assignment signed by the lienholder of record complying 24 with subsection (b) of section 9-514, Uniform Commercial Code, 25 including payment of the required fee, or reflect that the person

1 signing the termination statement is a successor of the lienholder of

- 2 record. If the affected lienholder fails to file such a termination
- 3 statement within thirty days after such lienholder no longer claims
- 4 an interest, he or she shall be liable to the person to whom the
- 5 services and medicines or biologics were furnished for any losses
- 6 caused to such person by such failure and for reasonable attorney's
- 7 fees and court costs. any financing statement filed to perfect that
- 8 lien shall be terminated in the manner and form provided in article
- 9 <u>9, Uniform Commercial Code</u>.
- 10 (2) On presentation to the filing officer of such a
- 11 termination statement, he or she shall note it in the index. If the
- 12 filing officer has received the termination statement in duplicate,
- 13 he or she shall return one copy of the termination statement to the
- 14 lienholder stamped to show the time of receipt.
- 15 (3) There is no fee for the filing of a termination
- 16 statement.
- 17 (4) This section does not apply to a lien created under
- 18 section 52-701 that is filed as an agricultural lien under article 9,
- 19 Uniform Commercial Code, on or after July 1, 2001.
- 20 Sec. 8. Section 52-903, Reissue Revised Statutes of
- 21 Nebraska, is amended to read:
- 22 52-903 From and after the date of the filing of the lien
- 23 as provided in section 52-902, the person claiming the lien shall
- 24 have a lien upon the crops produced and owned by the person to whom
- 25 the fuel or lubricant was furnished to the amount of the purchase

price of such fuel or lubricant so furnished to such person. In the 1 event the person to whom such fuel or lubricant was furnished desires 2 3 to sell or deliver any portion of the crops so produced, such person 4 shall notify the purchaser or consignee that such fuel or lubricant 5 bill has not been paid. Such lien shall shift to the purchase price 6 thereof in the hands of such purchaser or consignee. In the event any 7 portion of such crops is sold or consigned with the consent or 8 knowledge of the person entitled to a lien thereon within six months after the date such fuel or lubricant was furnished, such lien shall 9 not attach to any portion of such crops or to the purchase price 10 thereof unless the person entitled to such lien notifies the 11 12 purchaser in writing thereof. A lien created under section 52-901 13 shall be treated in all respects as an agricultural lien as provided in article 9, Uniform Commercial Code, and may be enforced in the 14 15 manner and form provided for the enforcement of secured transactions 16 as provided in article 9, Uniform Commercial Code, except that such enforcement proceedings shall be instituted within ninety days after 17 the filing of the lien. Effective January 1, 2015, this section 18 19 applies to a lien created under section 52-901 regardless of when the 20 lien was created. Sec. 9. Section 52-905, Reissue Revised Statutes of 21 22 Nebraska, is amended to read: 23 52-905 (1) When a lien created under section 52-901 is 24 satisfied, the lienholder shall file in the office where the lien is 25 filed a termination statement to the effect that he or she no longer

claims an interest under the lien, which shall be identified by file 1 number. A termination statement signed by a person other than the 2 3 lienholder of record shall be accompanied by a separate written 4 statement of assignment signed by the lienholder of record complying 5 with subsection (b) of section 9-514, Uniform Commercial Code, 6 including payment of the required fee, or reflect that the person 7 signing the termination statement is a successor of the lienholder of 8 record. If the affected lienholder fails to file such a termination 9 statement within thirty days after such lienholder no longer claims 10 an interest, he or she shall be liable to the person to whom the fuel 11 or lubricant was furnished for any losses caused to such person by 12 such failure and for reasonable attorney's fees and court costs. any 13 financing statement filed to perfect that lien shall be terminated in the manner and form provided in article 9, Uniform Commercial Code. 14 15 (2) On presentation to the filing officer of such 16 termination statement, he or she shall note it in the index. If the 17 filing officer has received the termination statement in duplicate, he or she shall return one copy of the termination statement to the 18 19 lienholder stamped to show the time of receipt. 20 (3) There is no fee for the filing of a termination 21 statement. 22 (4) This section does not apply to a lien created under 23 section 52-901 that is filed as an agricultural lien under article 9, Uniform Commercial Code, on or after July 1, 2001. 24 Sec. 10. Section 52-1103, Reissue Revised Statutes of 25

- 1 Nebraska, is amended to read:
- 2 52-1103 In order to be valid against subsequent
- 3 lienholders, any lien created under section 52-1101 shall be filed
- 4 within sixty days after the last date upon which the product,
- 5 machinery, or equipment was furnished or work or labor was performed
- 6 under the contract, but in no event shall it have priority over prior
- 7 lienholders unless prior lienholders have agreed to the contract in
- 8 writing. Such lien shall attach as of the date of filing. Such lien
- 9 shall be treated in all respects as an agricultural lien as provided
- 10 in article 9, Uniform Commercial Code, and may be enforced in the
- 11 manner and form provided for the enforcement of secured transactions
- 12 as provided in article 9, Uniform Commercial Code. Effective January
- 13 1, 2015, this section applies to a lien created under section 52-1101
- 14 regardless of when the lien was created.
- 15 Sec. 11. Section 52-1104, Reissue Revised Statutes of
- 16 Nebraska, is amended to read:
- 17 52-1104 (1) When a lien created under section 52-1101 is
- 18 satisfied, the lienholder shall file in the office where the lien is
- 19 filed a termination statement to the effect that he or she no longer
- 20 claims an interest under the lien, which shall be identified by file
- 21 number. A termination statement signed by a person other than the
- 22 lienholder of record shall be accompanied by a separate written
- 23 statement of assignment signed by the lienholder of record complying
- 24 with subsection (b) of section 9-514, Uniform Commercial Code,
- 25 including payment of the required fee, or reflect that the person

1 signing the termination statement is a successor of the lienholder of

- 2 record. If the affected lienholder fails to file such a termination
- 3 statement within thirty days after such lienholder no longer claims
- 4 an interest, he or she shall be liable to the person to whom the
- 5 product, machinery, or equipment was furnished or for whom the work
- 6 or labor was performed for any losses caused to such person by such
- 7 failure and for reasonable attorney's fees and court costs. any
- 8 financing statement filed to perfect that lien shall be terminated in
- 9 the manner and form provided in article 9, Uniform Commercial Code.
- 10 (2) On presentation to the filing officer of such a
- 11 termination statement, he or she shall note it in the index. If the
- 12 filing officer has received the termination statement in duplicate,
- 13 he or she shall return one copy of the termination statement to the
- 14 lienholder stamped to show the time of receipt.
- 15 (3) There is no fee for the filing of a termination
- 16 statement.
- 17 (4) This section does not apply to a lien created under
- 18 section 52 1101 filed as an agricultural lien under article 9,
- 19 Uniform Commercial Code, on or after July 1, 2001.
- 20 Sec. 12. Section 52-1203, Reissue Revised Statutes of
- 21 Nebraska, is amended to read:
- 22 52-1203 A lien created under section 52-1201 shall attach
- 23 on the date of filing and time thereof if shown. Such lien shall be
- 24 treated in all respects as an agricultural lien as provided in
- 25 article 9, Uniform Commercial Code, and may be enforced in the manner

1 and form provided for the enforcement of secured transactions as

- 2 provided in article 9, Uniform Commercial Code. Effective January 1,
- 3 2015, this section applies to a lien created under section 52-1201
- 4 regardless of when the lien was created.
- 5 Sec. 13. Section 52-1205, Reissue Revised Statutes of
- 6 Nebraska, is amended to read:
- 7 52-1205 (1) When a lien created under section 52-1201 is
- 8 satisfied, the lienholder shall file in the office where the lien is
- 9 filed a termination statement to the effect that he or she no longer
- 10 claims an interest under the lien, which shall be identified by file
- 11 number. A termination statement signed by a person other than the
- 12 lienholder of record shall be accompanied by a separate written
- 13 statement of assignment signed by the lienholder of record complying
- 14 with subsection (b) of section 9-514, Uniform Commercial Code,
- 15 including payment of the required fee, or reflect that the person
- 16 signing the termination statement is a successor of the lienholder of
- 17 record. If the affected lienholder fails to file such a termination
- 18 statement within thirty days after such lienholder no longer claims
- 19 an interest, he or she shall be liable to the person to whom the seed
- 20 or electrical power or energy was furnished for any losses caused to
- 21 such person by such failure and for reasonable attorney's fees and
- 22 court costs. any financing statement filed to perfect that lien shall
- 23 <u>be terminated in the manner and form provided in article 9, Uniform</u>
- 24 <u>Commercial Code.</u>
- 25 (2) On presentation to the filing officer of such a

1 termination statement, he or she shall note it in the index. If the

- 2 filing officer has received the termination statement in duplicate,
- 3 he or she shall return one copy of the termination statement to the
- 4 lienholder stamped to show the time of receipt.
- 5 (3) There is no fee for the filing of a termination
- 6 statement.
- 7 (4) This section does not apply to a lien created under
- 8 section 52-1201 filed as an agricultural lien under article 9,
- 9 Uniform Commercial Code, on or after July 1, 2001.
- 10 Sec. 14. Section 52-1407, Reissue Revised Statutes of
- 11 Nebraska, is amended to read:
- 12 52-1407 (1) An agricultural production input lien shall
- 13 be perfected as provided in article 9, Uniform Commercial Code. Any
- 14 financing statement filed to perfect such lien shall contain or have
- 15 attached thereto the information required in subsection (2) of
- 16 section 52-1402 and shall be filed within three months after the last
- 17 date that the agricultural production input was furnished. The
- 18 failure to include the social security number or federal tax
- 19 identification number shall not render any filing unperfected.
- 20 Perfection occurs as of the date such financing statement is filed.
- 21 (2) An agricultural production input lien that is not
- 22 perfected has the priority of an unperfected security interest under
- 23 section 9-322, Uniform Commercial Code.
- 24 (3) An agricultural production input lien shall be
- 25 treated in all respects as an agricultural lien as provided in

1 article 9, Uniform Commercial Code, and may be enforced in the manner

- 2 and form provided for the enforcement of secured transactions as
- 3 provided in article 9, Uniform Commercial Code. For purposes of
- 4 enforcement of the lien, the lienholder is the secured party and the
- 5 person to whom the agricultural production input was furnished is the
- 6 debtor, and each has the respective rights and duties of a secured
- 7 party and a debtor under article 9, Uniform Commercial Code.
- 8 (4) The fee for filing, amending, or releasing such lien
- 9 shall be the same as set forth in section 9-525, Uniform Commercial
- 10 Code.
- 11 (5) Effective January 1, 2015, this section applies to a
- 12 <u>lien created under this section regardless of when the lien was</u>
- 13 <u>created</u>.
- 14 Sec. 15. Section 52-1409, Reissue Revised Statutes of
- 15 Nebraska, is amended to read:
- 16 52-1409 (1) When an agricultural production input lien is
- 17 satisfied, the lienholder shall file in the office where the lien is
- 18 filed a termination statement to the effect that he or she no longer
- 19 claims an interest under the lien, which shall be identified by file
- 20 number. A termination statement signed by a person other than the
- 21 lienholder of record shall be accompanied by a separate written
- 22 statement of assignment signed by the lienholder of record complying
- 23 with subsection (b) of section 9-514, Uniform Commercial Code,
- 24 including payment of the required fee, or reflect that the person
- 25 signing the termination statement is a successor of the lienholder of

1 record. If the affected lienholder fails to file such a termination

- 2 statement within thirty days after such lienholder no longer claims
- 3 an interest, he or she shall be liable to the person to whom the
- 4 agricultural production input was furnished for any losses caused to
- 5 such person by such failure and for reasonable attorney's fees and
- 6 court costs. any financing statement filed to perfect that lien shall
- 7 be terminated in the manner and form provided in article 9, Uniform
- 8 Commercial Code.
- 9 (2) On presentation to the filing officer of such a
- 10 termination statement, he or she shall note it in the index. If the
- 11 filing officer has received the termination statement in duplicate,
- 12 he or she shall return one copy of the termination statement to the
- 13 lienholder stamped to show the time of receipt.
- 14 (3) There is no fee for the filing of a termination
- 15 statement.
- 16 (4) This section does not apply to an agricultural
- 17 production input lien filed as an agricultural lien under article 9,
- 18 Uniform Commercial Code, on or after July 1, 2001.
- 19 Sec. 16. Section 54-201, Reissue Revised Statutes of
- 20 Nebraska, is amended to read:
- 21 54-201 (1) When any person, firm, corporation,
- 22 partnership, or limited liability company not provided for in
- 23 subsection (2) of this section procures, contracts with, or hires any
- 24 other person, firm, corporation, partnership, or limited liability
- 25 company to feed and take care of any kind of livestock, the person,

firm, corporation, partnership, or limited liability company so 1 2 procured, contracted with, or hired shall have a first, paramount, 3 and prior lien upon such livestock for the feed and care furnished for the contract price agreed upon or, in case no price has been 4 5 agreed upon, for the reasonable value of such feed and care, as long as the holders of any prior liens shall have agreed in writing to the 6 7 contract for the feed and care of the livestock involved. A lien 8 created under this subsection shall be treated in all respects as an agricultural lien as provided in article 9, Uniform Commercial Code, 9 and may be enforced in the manner and form provided for the 10 11 enforcement of secured transactions as provided in article 9, Uniform 12 Commercial Code. A lien created under this subsection shall be 13 perfected as provided in article 9, Uniform Commercial Code. Any 14 financing statement filed to perfect such lien shall be filed prior to removal of such livestock from the premises of the person, firm, 15 corporation, partnership, or limited liability company entitled to a 16 17 lien and shall contain or have attached thereto (a) the name and address and the social security number or federal tax identification 18 number of the person, firm, corporation, partnership, or limited 19 20 liability company claiming the lien, (b) the name and address and the social security number or federal tax identification number, if 21 known, of the person, firm, corporation, partnership, or limited 22 23 liability company for whom the feeding and care were furnished, (c) a description of the livestock fed and furnished care, and (d) the 24 amount justly due for the feeding and care. The failure to include 25

1 the social security number or federal tax identification number shall

- 2 not render any filing unperfected. At the time the lien is filed, the
- 3 lienholder shall send a copy to the person, firm, corporation,
- 4 partnership, or limited liability company for whom the feeding and
- 5 care were furnished. The fee for filing, amending, or releasing such
- 6 lien shall be the same as set forth in section 9-525, Uniform
- 7 Commercial Code.

24

25

8 (2) When any person, firm, corporation, partnership, or 9 limited liability company whose residence or principal place of business is located outside the State of Nebraska procures, contracts 10 with, or hires any other person, firm, corporation, partnership, or 11 12 limited liability company within the State of Nebraska to feed and 13 take care of any kind of livestock, the person, firm, corporation, partnership, or limited liability company so procured, contracted 14 with, or hired shall have a first, paramount, and prior lien upon 15 such livestock for the feed and care furnished for the contract price 16 agreed upon or, in case no price has been agreed upon, for the 17 reasonable value of such feed and care. A lien created under this 18 19 subsection shall be treated in all respects as an agricultural lien 20 as provided in article 9, Uniform Commercial Code, and may be enforced in the manner and form provided for the enforcement of 21 secured transactions as provided in article 9, Uniform Commercial 22 Code. A lien created under this subsection shall be perfected as 23

provided in article 9, Uniform Commercial Code. Any financing

statement filed to perfect such lien shall be filed prior to removal

1 of such livestock from the premises of the person, firm, corporation,

- 2 partnership, or limited liability company entitled to a lien and
- 3 shall contain or have attached thereto (a) the name and address and
- 4 the social security number or federal tax identification number of
- 5 the person, firm, corporation, partnership, or limited liability
- 6 company claiming the lien, (b) the name and address and the social
- 7 security number or federal tax identification number, if known, of
- 8 the person, firm, corporation, partnership, or limited liability
- 9 company for whom the feeding and care were furnished, (c) a
- 10 description of the livestock fed and furnished care, and (d) the
- 11 amount justly due for the feeding and care. The failure to include
- 12 the social security number or federal tax identification number shall
- 13 not render any filing unperfected. At the time the lien is filed, the
- 14 lienholder shall send a copy to the person, firm, corporation,
- 15 partnership, or limited liability company for whom the feeding and
- 16 care were furnished. The fee for filing, amending, or releasing such
- 17 lien shall be the same as set forth in section 9-525, Uniform
- 18 Commercial Code.
- 19 (3) Effective January 1, 2015, this section applies to a
- 20 <u>lien created under this section regardless of when the lien was</u>
- 21 <u>created</u>.
- 22 Sec. 17. Section 54-208, Reissue Revised Statutes of
- 23 Nebraska, is amended to read:
- 24 54-208 When any person, firm, partnership, limited
- 25 liability company, or corporation contracts or agrees with another

1 person, firm, partnership, limited liability company, or corporation

- 2 to deliver any feed or feed ingredients for any kind of livestock,
- 3 the person, firm, partnership, limited liability company, or
- 4 corporation so contracted or agreed with shall have a lien upon such
- 5 livestock for the feed or feed ingredients and related costs incurred
- 6 in the delivery of such feed or feed ingredients for the agreed-upon
- 7 contract price or, in case no price has been agreed upon, for the
- 8 reasonable value of such feed or feed ingredients and related
- 9 delivery costs, which shall be a first, paramount, and prior lien if
- 10 the holders of any prior liens have agreed in writing to the contract
- 11 for the feed or feed ingredients and related delivery costs. The lien
- 12 may only be enforced against the person, firm, partnership, limited
- 13 liability company, or corporation who has contracted or agreed for
- 14 such feed or feed ingredients and related costs incurred in the
- 15 delivery of such feed or feed ingredients.
- 16 A lien created under this section shall be perfected as
- 17 provided in article 9, Uniform Commercial Code. Any financing
- 18 statement filed to perfect such lien shall contain or have attached
- 19 thereto:
- 20 (1) The name and address and the social security number
- 21 or federal tax identification number of the person, firm,
- 22 partnership, limited liability company, or corporation claiming the
- 23 lien;
- 24 (2) The name and address and the social security number
- 25 or federal tax identification number, if known, of the person, firm,

1 partnership, limited liability company, or corporation for whom such

- 2 feed or feed ingredients were delivered;
- 3 (3) The amount due for such feed or feed ingredients and
- 4 related delivery costs covered by the lien;
- 5 (4) The place where such livestock are located;
- 6 (5) A reasonable description of such livestock including
- 7 the number and type of such livestock; and
- 8 (6) The last date on which such feed or feed ingredients
- 9 were delivered.
- 10 The failure to include the social security number or
- 11 federal tax identification number shall not render any filing
- 12 unperfected. At the time the lien is filed, the lienholder shall send
- 13 a copy to the person, firm, partnership, limited liability company,
- 14 or corporation for whom the feed or feed ingredients were delivered.
- 15 Such lien shall attach and have priority as of the date
- 16 of the filing if filed in the manner provided in this section. Such
- 17 lien shall be treated in all respects as an agricultural lien as
- 18 provided in article 9, Uniform Commercial Code, and may be enforced
- 19 in the manner and form provided for the enforcement of secured
- 20 transactions as provided in article 9, Uniform Commercial Code.
- 21 The fee for filing, amending, or releasing such lien
- 22 shall be the same as set forth in section 9-525, Uniform Commercial
- 23 Code.
- 24 <u>Effective January 1, 2015, this section applies to a lien</u>
- 25 created under this section regardless of when the lien was created.

Nothing in this section shall be construed to amend or

- 2 repeal section 54-201 relating to agisters' liens.
- 3 Sec. 18. Section 54-209, Reissue Revised Statutes of
- 4 Nebraska, is amended to read:
- 54-209 (1)—When a lien created under section 54-201 or
- 6 54-208 is satisfied, the lienholder shall file in the office where
- 7 the lien is filed a termination statement to the effect that he or
- 8 she no longer claims an interest under the lien, which shall be
- 9 identified by file number. A termination statement signed by a person
- 10 other than the lienholder of record shall be accompanied by a
- 11 separate written statement of assignment signed by the lienholder of
- 12 record complying with subsection (b) of section 9-514, Uniform
- 13 Commercial Code, including payment of the required fee, or reflect
- 14 that the person signing the termination statement is a successor of
- 15 the lienholder of record. If the affected lienholder fails to file
- 16 such a termination statement within thirty days after such lienholder
- 17 no longer claims an interest, he or she shall be liable to the
- 18 person, firm, partnership, limited liability company, or corporation
- 19 for whom the feeding and care were furnished or the feed or feed
- 20 ingredients were delivered for any losses caused to such person,
- 21 firm, partnership, limited liability company, or corporation by such
- 22 failure and for reasonable attorney's fees and court costs. any
- 23 financing statement filed to perfect that lien shall be terminated in
- the manner and form provided in article 9, Uniform Commercial Code.
- 25 (2) On presentation to the filing officer of such a

- 1 termination statement, he or she shall note it in the index. If the
- 2 filing officer has received the termination statement in duplicate,
- 3 he or she shall return one copy of the termination statement to the
- 4 lienholder stamped to show the time of receipt.
- 5 (3) There is no fee for the filing of a termination
- 6 statement.
- 7 (4) This section does not apply to a lien created under
- 8 section 54-201 or 54-208 filed as an agricultural lien under article
- 9 9, Uniform Commercial Code, on or after July 1, 2001.
- 10 Sec. 19. Original sections 52-203, 52-204, 52-501,
- 11 52-504, 52-701, 52-702, 52-903, 52-905, 52-1103, 52-1104, 52-1203,
- 12 52-1205, 52-1407, 52-1409, 54-201, 54-208, and 54-209, Reissue
- 13 Revised Statutes of Nebraska, are repealed.
- 14 Sec. 20. Since an emergency exists, this act takes effect
- 15 when passed and approved according to law.