

clause provision, the 30-year provision, to personal property. If you transfer personal property, it would automatically expire at the end of 30 years. Now, the amendment that we need to adopt is...provides, rather, an exception to the usual reverter clause rule, one...the expiration of the reverter clause, rather. It says that reverter clauses shall not apply to personal property which has been conveyed to a library or a museum for purposes of public display. It also provides a second feature and that is the open one-year period, what we call a one-year window, that says, in essence, if there is any cases out there that are pending, they have a year to finish them up. And it's that amendment that I'm asking you to adopt right now. I move the adoption.

**SPEAKER BARRETT:** Thank you. Discussion on the amendment offered by Senator Goodrich. Senator Ashford, followed by Senator Landis.

**SENATOR ASHFORD:** Just briefly to reiterate what Senator Goodrich said. All we're trying to do by this bill is apply the reverter laws as they now exist for real property to personal property so that an individual...and in this case it usually arises in stock certificates where an individual will restrict a gift of stock of a corporation to another person by providing that that person must operate the business in a certain way and if he or she doesn't do it, then the stock would revert back to the grantor. And all we're doing here is putting a limit of time on those types of clauses of 30 years. Right now it's unlimited so someone in a stock...a grantor in a stock certificate could have an unlimited right to get that stock back if the grantee does not operate the business in a certain way. So what we're really...all we're doing here is applying the real property law and reverter to personal property, and, as Senator Goodrich said, we're exempting out museums and libraries and that sort of thing. But I think it's a good approach and there have been a lot of problems especially in stock transactions with this state law, so that's the intent and the purpose. I urge the advancement...or the passage of the amendment.

**SPEAKER BARRETT:** Thank you. Senator Landis.

**SENATOR LANDIS:** Mr. Speaker and members of the Legislature, there has been, over time, a growing trend in case law to make sure that the reverter clause is limited, the reason being you can lose the title. You can...property can become too