



**Hundredth Legislature - First Session - 2007  
Committee Statement  
LB 116**

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**Hearing Date:** February 6, 2007  
**Committee On:** Banking, Commerce and Insurance

**Introducer(s):** (Pahls)  
**Title:** Change provisions relating to priority of purchase-money security interests

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**Roll Call Vote – Final Committee Action:**

- X Advanced to General File
  - Advanced to General File with Amendments
  - Indefinitely Postponed
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**Vote Results:**

7	Yes	Senators Pahls, Langemeier, Carlson, Christensen, Hansen, Pankonin, Pirsch
	No	
	Present, not voting	
1	Absent	Senator Gay

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**Proponents:**  
Senator Rich Pahls  
Robert J Hallstrom

**Representing:**  
Introducer  
NE Bankers Association

**Opponents:**

**Representing:**

**Neutral:**

**Representing:**

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

LB 116 (Pahls) would amend Uniform Commercial Code Section 9-324 to clarify provisions regarding a conflicting purchase-money security interest and security interest in the same livestock. Subsection (d) of this section currently provides that a perfected purchase-money security interest in livestock has priority over a conflicting security interest in the same livestock if the purchase-money security interest is perfected when the debtor receives possession of the livestock. The bill would provide that such possession means possession by the debtor or possession by a third party on behalf of or at the direction of the debtor, including, but not limited to, possession by a bailee or an agent of the debtor.

**Explanation of amendments, if any:**

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**Senator Rich Pahls, Chairperson**

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