## LEGISLATURE OF NEBRASKA

## ONE HUNDRED EIGHTH LEGISLATURE

SECOND SESSION

## **LEGISLATIVE BILL 926**

FINAL READING

Introduced by Aguilar, 35; Lippincott, 34.

Read first time January 04, 2024

Committee: General Affairs

- 1 A BILL FOR AN ACT relating to museums; to amend sections 51-703, 51-705,
- 2 51-708, and 51-709, Reissue Revised Statutes of Nebraska; to change
- 3 provisions of the Museum Property Act; and to repeal the original
- 4 sections.
- 5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 51-703, Reissue Revised Statutes of Nebraska, is

- 2 amended to read:
- 3 51-703 (1) In addition to any other information prescribed for a
- 4 particular notice, each notice given to the lender or claimant pursuant
- 5 to the Museum Property Act shall contain the following information:
- 6 (a) The lender's or claimant's name as appropriate;
- 7 (b) The lender's last-known address or the claimant's last-known
- 8 address as appropriate;
- 9 (c) A brief description of the property on loan;
- 10 (d) The date of the loan, if known;
- 11 (e) The name of the museum; and
- 12 (f) The name, address, and telephone number of the appropriate
- 13 person or office to be contacted regarding the property.
- 14 (2) Each notice given by a museum pursuant to the act shall be
- 15 mailed to the lender's and any claimant's last-known address by
- 16 restricted certified mail. Notice is deemed given if the museum receives
- 17 proof of receipt within thirty days after mailing the notice.
- 18 (3) Notice may be given by publication if the museum does not:
- 19 (a) Know the identity of the lender;
- 20 (b) Have the address or telephone number for the lender or the
- 21 address or telephone number for the claimant; or
- 22 (c) Receive proof of receipt of the notice by the person to whom the
- 23 notice was sent within thirty days after the notice was mailed.
- 24 (4) Notice by publication must be given by posting online on the
- 25 museum's website for a minimum of three consecutive weeks and by
- 26 publication of a statement for one week at least once each week for three
- 27 <del>consecutive weeks</del> in a newspaper of general circulation in both the
- 28 county where the museum is located and the county of the lender's or
- 29 claimant's address, if any. The statement published in the newspaper must
- 30 contain (a) the museum's name and contact information, (b) notification
- 31 that the museum is acting to assert title, and (c) notification that

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1 interested parties should contact the museum for a complete listing of

- 2 property to which the museum is asserting title.
- 3 Sec. 2. Section 51-705, Reissue Revised Statutes of Nebraska, is
- 4 amended to read:
- 5 51-705 Subject to any existing security interest in the property, a
- 6 museum may acquire title to undocumented property held by the museum for
- 7 at least seven years as follows:
- 8 (1) The museum must give notice as provided in subsection (3) of
- 9 section 51-703 that the museum is asserting title to the undocumented
- 10 property; and
- 11 (2) The notice that the museum is asserting title to the property
- 12 must include a statement containing substantially the following
- 13 information:
- 14 The records of (name of museum) fail to indicate the owner of record
- 15 of certain property in its possession. The museum hereby asserts title to
- 16 the following property: (general description of property). If you claim
- 17 ownership or other legal interest in this property, you must contact the
- 18 museum, establish ownership of the property, and make arrangements to
- 19 collect the property. If you fail to do so within three years, you will
- 20 be considered to have waived any claim you may have had to the property;
- 21 and
- 22 (2) (3) If a claimant or lender does not respond to such the notice
- 23 provided in subdivision (2) of this section within one year three years
- 24 by giving a written notice of intent to retain an interest in the
- 25 property on loan, the museum's title to the property becomes absolute.
- Sec. 3. Section 51-708, Reissue Revised Statutes of Nebraska, is
- 27 amended to read:
- 28 51-708 (1) An action shall not be brought against a museum for
- 29 damages because of injury to or loss of property loaned to the museum
- 30 more than <u>one year</u> <del>three years</del> from the date the museum gives the lender
- 31 or claimant notice of the injury or loss or ten years from the date of

- 1 the injury or loss, whichever occurs earlier.
- 2 (2) An action shall not be brought against a museum to recover
- 3 property on loan more than one year after the date the museum gives the
- 4 lender or claimant notice of its intent to terminate the loan or notice
- 5 of acquisition of title to undocumented property.
- 6 (3) An action shall not be brought against a museum to recover
- 7 property on loan more than one year seven years from the date of the last
- 8 written contact between the lender or claimant and the museum as
- 9 evidenced by the museum's records.
- 10 (4) A lender or claimant is considered to have donated loaned
- 11 property to the museum if the lender fails to file an action to recover
- 12 the property on loan to the museum within the time periods specified in
- 13 subsections (1) through (3) of this section.
- 14 (5) Notwithstanding subsections (3) and (4) of this section, a
- 15 lender or claimant who was not given notice as provided in the Museum
- 16 Property Act that the museum intended to terminate a loan as provided in
- 17 section 51-704 and who proves that the museum received an adequate notice
- 18 of intent to preserve an interest in loaned property, which satisfies all
- 19 of the requirements of section 51-706, within the seven years immediately
- 20 preceding the filing of an action to recover the property, may recover
- 21 the property or, if the property has been disposed of, the reasonable
- 22 value of the property at the time it was disposed of plus interest at the
- 23 legal rate.
- 24 (6) A museum is not liable at any time, in the absence of a court
- 25 order, for returning property to the original lender even if a claimant
- 26 other than the lender has filed a notice of intent to preserve an
- 27 interest in property. If a person claims competing interests in property
- 28 in the possession of a museum, the burden is upon the claimant to prove
- 29 the interest in an action in equity initiated by a claimant. A museum is
- 30 not liable at any time for returning property to an uncontested claimant
- 31 who produced reasonable proof of ownership or the existence of a security

- 1 interest pursuant to section 51-706.
- 2 Sec. 4. Section 51-709, Reissue Revised Statutes of Nebraska, is
- 3 amended to read:
- 4 51-709 In order to take title pursuant to the Museum Property Act, a
- 5 museum has the following obligations to a lender or claimant:
- 6 (1) The museum shall retain all written records regarding the
- 7 property for at least twenty-five three years after the date of taking
- 8 title pursuant to the act;
- 9 (2) The museum shall keep written records on all loaned property
- 10 acquired pursuant to section 51-704. Records shall contain the following
- 11 information:
- 12 (a) The lender's name, address, and telephone number;
- (b) The claimant's name, address, and telephone number;
- 14 (c) The nature and terms of the loan; and
- 15 (d) The beginning date of the loan period, if known; and
- 16 (3) The museum is responsible for notifying a lender or claimant of
- 17 the museum's change of address or dissolution.
- 18 Sec. 5. Original sections 51-703, 51-705, 51-708, and 51-709,
- 19 Reissue Revised Statutes of Nebraska, are repealed.