LEGISLATURE OF NEBRASKA ONE HUNDRED EIGHTH LEGISLATURE SECOND SESSION

LEGISLATIVE BILL 926

Introduced by Aguilar, 35; Lippincott, 34. Read first time January 04, 2024 Committee: General Affairs

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

Section 1. Section 51-703, Reissue Revised Statutes of Nebraska, is
 amended to read:

51-703 (1) In addition to any other information prescribed for a
particular notice, each notice given pursuant 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-known8 address as appropriate;

9 (c) A brief description of the property on loan;

10 (d) The date of the loan, if known;

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(e) The name of the museum; and

12 (f) The name, address, and telephone number of the appropriate13 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:

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(a) Know the identity of the lender;

(b) Have the address or telephone number for the lender or theaddress or telephone number for the claimant; or

(c) Receive proof of receipt of the notice by the person to whom thenotice was sent within thirty days after the notice was mailed.

24 (4) Notice by publication must be given <u>in one of the following</u>
25 <u>ways:</u>

(a) At at least once each week for three consecutive weeks in a
 newspaper of general circulation in both the county where the museum is
 located; and the county of the lender's or claimant's address, if any.

29 (b) By publication online on the museum's website for three
 30 consecutive weeks; or

31 (c) By display in a public area of the museum for three consecutive

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1 <u>weeks.</u>

Sec. 2. Section 51-705, Reissue Revised Statutes of Nebraska, is
amended to read:

51-705 Subject to any existing security interest in the property, a museum may acquire title to undocumented property held by the museum for at least seven years as follows:

7 (1) The museum must give notice as provided in subsection (3) of 8 section 51-703 that the museum is asserting title to the undocumented 9 property;

10 (2) The notice that the museum is asserting title to the property 11 must include a statement containing substantially the following 12 information:

13 The records of (name of museum) fail to indicate the owner of record of certain property in its possession. The museum hereby asserts title to 14 the following property: (general description of property). If you claim 15 ownership or other legal interest in this property, you must contact the 16 17 museum, establish ownership of the property, and make arrangements to collect the property. If you fail to do so within one year three years, 18 you will be considered to have waived any claim you may have had to the 19 property; and 20

(3) If a claimant or lender does not respond to the notice provided
in subdivision (2) of this section within <u>one year</u> three years by giving
a written notice of intent to retain an interest in the property on loan,
the museum's title to the property becomes absolute.

25 Sec. 3. Section 51-708, Reissue Revised Statutes of Nebraska, is 26 amended to read:

51-708 (1) An action shall not be brought against a museum for damages because of injury to or loss of property loaned to the museum more than <u>one year</u> three years from the date the museum gives the lender or claimant notice of the injury or loss or ten years from the date of the injury or loss, whichever occurs earlier.

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1 (2) An action shall not be brought against a museum to recover 2 property on loan more than one year after the date the museum gives the 3 lender or claimant notice of its intent to terminate the loan or notice 4 of acquisition of title to undocumented property.

5 (3) An action shall not be brought against a museum to recover 6 property on loan more than <u>one year</u> seven years from the date of the last 7 written contact between the lender or claimant and the museum as 8 evidenced by the museum's records.

9 (4) A lender or claimant is considered to have donated loaned 10 property to the museum if the lender fails to file an action to recover 11 the property on loan to the museum within the time periods specified in 12 subsections (1) through (3) of this section.

13 (5) Notwithstanding subsections (3) and (4) of this section, a 14 lender or claimant who was not given notice as provided in the Museum Property Act that the museum intended to terminate a loan as provided in 15 16 section 51-704 and who proves that the museum received an adequate notice of intent to preserve an interest in loaned property, which satisfies all 17 of the requirements of section 51-706, within the seven years immediately 18 preceding the filing of an action to recover the property, may recover 19 the property or, if the property has been disposed of, the reasonable 20 value of the property at the time it was disposed of plus interest at the 21 22 legal rate.

23 (6) A museum is not liable at any time, in the absence of a court 24 order, for returning property to the original lender even if a claimant other than the lender has filed a notice of intent to preserve an 25 interest in property. If a person claims competing interests in property 26 in the possession of a museum, the burden is upon the claimant to prove 27 the interest in an action in equity initiated by a claimant. A museum is 28 not liable at any time for returning property to an uncontested claimant 29 who produced reasonable proof of ownership or the existence of a security 30 interest pursuant to section 51-706. 31

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51-709 In order to take title pursuant to the Museum Property Act, a museum has the following obligations to a lender or claimant: 5 (1) The museum shall retain all written records regarding the property for at least twenty-five three years after the date of taking 6 7 title pursuant to the act; 8 (2) The museum shall keep written records on all loaned property acquired pursuant to section 51-704. Records shall contain the following 9 information: 10 (a) The lender's name, address, and telephone number; 11 (b) The claimant's name, address, and telephone number; 12 (c) The nature and terms of the loan; and 13

(d) The beginning date of the loan period, if known; and 14

(3) The museum is responsible for notifying a lender or claimant of 15 the museum's change of address or dissolution. 16

17 Sec. 5. Original sections 51-703, 51-705, 51-708, and 51-709, Reissue Revised Statutes of Nebraska, are repealed. 18