

House Bill 2084

Ordered printed by the Speaker pursuant to House Rule 12.00A (5). Presession filed (at the request of Secretary of State Bill Bradbury)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Removes requirement for Secretary of State to send renewal notices concerning financing statements or effective financing statements for secured transactions or agricultural liens that are filed with secretary.

A BILL FOR AN ACT

1
2 Relating to notice requirements for financing statements filed with the Secretary of State; creating
3 new provisions; and amending ORS 79.0515.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1.** ORS 79.0515 is amended to read:

6 79.0515. (1) Except as otherwise provided in subsections (2), (5), (6) and (7) of this section, a filed
7 financing statement is effective for a period of five years after the date of filing.

8 (2) Except as otherwise provided in subsections (5), (6) and (7) of this section, an initial financing
9 statement filed in connection with a public-finance transaction is effective for a period of 30 years
10 after the date of filing if it indicates that it is filed in connection with a public-finance transaction.

11 (3) The effectiveness of a filed financing statement lapses on the expiration of the period of its
12 effectiveness unless before the lapse a continuation statement is filed pursuant to subsection (4) of
13 this section. Upon lapse, a financing statement ceases to be effective and any security interest or
14 agricultural lien that was perfected by the financing statement becomes unperfected, unless the se-
15 curity interest is perfected otherwise. If the security interest or agricultural lien becomes unper-
16 fected upon lapse, it is deemed never to have been perfected as against a purchaser of the collateral
17 for value.

18 (4) A continuation statement may be filed only within six months before the expiration of the
19 five-year period specified in subsection (1) of this section or the 30-year period specified in sub-
20 section (2) of this section, whichever is applicable.

21 (5) Except as otherwise provided in ORS 79.0510, upon timely filing of a continuation statement,
22 the effectiveness of the initial financing statement continues for a period of five years commencing
23 on the day on which the financing statement would have become ineffective in the absence of the
24 filing. Upon the expiration of the five-year period, the financing statement lapses in the same manner
25 as provided in subsection (3) of this section, unless, before the lapse, another continuation statement
26 is filed pursuant to subsection (4) of this section. Succeeding continuation statements may be filed
27 in the same manner to continue the effectiveness of the initial financing statement.

28 (6) If a debtor is a transmitting utility and a filed financing statement so indicates, the financing
29 statement is effective until a termination statement is filed.

30 (7) A record of a mortgage that is effective as a financing statement filed as a fixture filing

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.

1 under ORS 79.0502 (3) remains effective as a financing statement filed as a fixture filing until the
2 mortgage is released or satisfied of record or its effectiveness otherwise terminates as to the real
3 property.

4 *[(8) Not less than three months or more than six months before the expiration of any financing*
5 *statement, effective financing statement as defined in ORS 80.100 or continuation thereof, the Secretary*
6 *of State shall mail a renewal notice to the secured party or assignee of record, if any, at the address*
7 *indicated on the financing statement, effective financing statement, assignment thereof or amendment*
8 *thereto. The renewal notice shall include:]*

9 *[(a) The file number and expiration date of the financing statement or effective financing*
10 *statement;]*

11 *[(b) The name of the debtor; and]*

12 *[(c) A statement that the financing statement or effective financing statement may be continued by*
13 *filing a continuation statement or initial financing statement under section 191 or 192, chapter 445,*
14 *Oregon Laws 2001.]*

15 **SECTION 2. The amendments to ORS 79.0515 by section 1 of this 2009 Act apply to fi-**
16 **nancing statements and effective financing statements filed with the office of the Secretary**
17 **of State before, on or after the effective date of this 2009 Act.**

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