

SECOND REGULAR SESSION

HOUSE BILL NO. 1702

100TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE O'DONNELL.

3982H.011

DANA RADEMAN MILLER, Chief Clerk

AN ACT

To amend chapter 476, RSMo, by adding thereto one new section relating to financial instruments.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Chapter 476, RSMo, is amended by adding thereto one new section, to be known as section 476.419, to read as follows:

476.419. 1. Notwithstanding any provision of law to the contrary, a court shall not divide securities among multiple recipients in such a way that negotiable securities become nonnegotiable securities.

2. A court may divide securities into increments equal to a multiple of an allowable tradeable amount. For purposes of this section, an "allowable tradeable amount" is the minimum amount or denomination accepted by the industry, as defined in the official statement or offering document of the original security. If the provisions of this section prevent the distribution of property in the proportion that other law requires, a court may:

(1) Distribute different values of securities to different recipients and distribute other property in a way so that the total value of property each recipient receives is as close to the proper proportion as practicable;

(2) Liquidate the securities and distribute the resulting moneys among recipients;
or

(3) Take other action within its power, including a combination of subdivisions (1) and (2) of this subsection.

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EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.