

HB 518 -- ENFORCEMENT OF NEGOTIABLE INSTRUMENTS

SPONSOR: Shaul

This bill updates our statutes to follow the current UCC code regarding negotiable instruments. Currently, a person who is not in possession of an instrument can enforce the instrument if the loss of possession was not the result of a transfer or lawful seizure and the person cannot reasonably obtain possession. The bill adds the requirement that the person was entitled to enforce the instrument when the loss of possession occurred or the person has directly or indirectly acquired ownership of the instrument from a person who was entitled to enforce the instrument with the loss of possession occurred.