

MAINE STATE LEGISLATURE

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126th MAINE LEGISLATURE

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No. 1384

H.P. 985

House of Representatives, April 9, 2013

An Act To Amend Article 9-A of the Uniform Commercial Code

(EMERGENCY)

Reference to the Committee on Judiciary suggested and ordered printed.

Millicent M. MacFarland
MILLICENT M. MacFARLAND
Clerk

Presented by Representative FREY of Bangor.

1 (67-A). "Public organic record" means a record that is available to the public for
2 inspection and is:

3 (a). A record consisting of the record initially filed with or issued by a state or the
4 United States to form or organize an organization and any record filed with or issued
5 by the state or the United States that amends or restates the initial record;

6 (b). An organic record of a business trust consisting of the record initially filed with
7 a state and any record filed with the state that amends or restates the initial record, if
8 a statute of the state governing business trusts requires that the record be filed with
9 the state; or

10 (c). A record consisting of legislation enacted by the legislature of a state or the
11 Congress of the United States that forms or organizes an organization, any record
12 amending the legislation and any record filed with or issued by the state or the United
13 States that amends or restates the name of the organization.

14 **Sec. A-6. 11 MRSA §9-1102, sub-§(70)**, as enacted by PL 1999, c. 699, Pt. A,
15 §2 and affected by §4, is amended to read:

16 **(70).** "Registered organization" means an organization formed or organized solely
17 under the law of a single state or of the United States and as to which the state or the
18 United States must maintain a public record showing the organization to have been
19 organized by the filing of a public organic record with, the issuance of a public organic
20 record by or the enactment of legislation by the state or the United States. "Registered
21 organization" includes a business trust that is formed or organized under the law of a
22 single state if a statute of the state governing business trusts requires that the business
23 trust's organic record be filed with the state.

24 **Sec. A-7. 11 MRSA §9-1102, sub-§(72), ¶(f)**, as enacted by PL 1999, c. 699, Pt.
25 A, §2 and affected by §4, is amended to read:

26 (f). A person that holds a security interest arising under section 2-401, 2-505, 2-711,
27 subsection (3), ~~2-508~~ 2-1508, subsection (5), 4-210, or 5-118.

28 **Sec. A-8. 11 MRSA §9-1102, sub-§(80), ¶(d)**, as amended by PL 2009, c. 324,
29 Pt. B, §28 and affected by §48, is further amended to read:

30 (d). Transmitting or producing and transmitting electricity, steam, gas or water.

31 "Control" as provided in section 7-1106 and the following definitions in other
32 Articles apply to this Article:

33 "Applicant"	Section 5-1102.
34 "Beneficiary"	Section 5-1102.
35 "Broker"	Section 8-1102.
36 "Certificated security"	Section 8-1102.
37 "Check"	Section 3-1104.
38 "Clearing corporation"	Section 8-1102.
39 "Contract for sale"	Section 2-106.
40 "Customer"	Section 4-104.

1	"Entitlement holder"	Section 8-1102.
2	"Financial asset"	Section 8-1102.
3	"Holder in due course"	Section 3-1302.
4	"Issuer" (with respect to a letter of	Section 5-1102.
5	credit or letter-of-credit right)	
6	"Issuer" (with respect to a security)	Section 8-1201.
7	"Issuer" (with respect to documents of	Section 7-1102.
8	title)	
9	"Lease"	Section 2-1103.
10	"Lease agreement"	Section 2-1103.
11	"Lease contract"	Section 2-1103.
12	"Leasehold interest"	Section 2-1103.
13	<u>"Lessee"</u>	<u>Section 2-1103.</u>
14	"Lessee in ordinary course of	Section 2-1103.
15	business"	
16	"Lessor"	Section 2-1103.
17	"Lessor's residual interest"	Section 2-1103.
18	"Letter of credit"	Section 5-1102.
19	"Merchant"	Section 2-104.
20	"Negotiable instrument"	Section 3-1104.
21	"Nominated person"	Section 5-1102.
22	"Note"	Section 3-1104.
23	"Proceeds of a letter of credit"	Section 5-114.
24	"Prove"	Section 3-1103.
25	"Sale"	Section 2-106.
26	"Securities account"	Section 8-1501.
27	"Securities intermediary"	Section 8-1102.
28	"Security"	Section 8-1102.
29	"Security certificate"	Section 8-1102.
30	"Security entitlement"	Section 8-1102.
31	"Uncertificated security"	Section 8-1102.

32 **Sec. A-9. 11 MRSA §9-1105, first ¶**, as enacted by PL 1999, c. 699, Pt. A, §2
33 and affected by §4, is amended to read:

34 A secured party has control of electronic chattel paper if a system employed for
35 evidencing the transfer of interests in the chattel paper reliably establishes the secured
36 party as the person to which the chattel paper was assigned. A system satisfies this
37 section if the record or records comprising the chattel paper are created, stored and
38 assigned in such a manner that:

39 **Sec. A-10. 11 MRSA §9-1105, sub-§(4)**, as enacted by PL 1999, c. 699, Pt. A,
40 §2 and affected by §4, is amended to read:

41 **(4).** Copies or ~~revisions~~ amendments that add or change an identified assignee of the
42 authoritative copy can be made only with the ~~participation~~ consent of the secured party;

1 **Sec. A-11. 11 MRSA §9-1105, sub-§(6)**, as enacted by PL 1999, c. 699, Pt. A,
2 §2 and affected by §4, is amended to read:

3 **(6).** Any ~~revision~~ amendment of the authoritative copy is readily identifiable as an
4 authorized or unauthorized ~~revision~~.

5 **Sec. A-12. 11 MRSA §9-1307, sub-§(6), ¶(b)**, as enacted by PL 1999, c. 699,
6 Pt. A, §2 and affected by §4, is amended to read:

7 (b). In the state that the registered organization, branch or agency designates, if the
8 law of the United States authorizes the registered organization, branch or agency to
9 designate its state of location, including by designating its main office, home office or
10 other corporate office; or

11 **Sec. A-13. 11 MRSA §9-1311, sub-§(1), ¶(c)**, as enacted by PL 1999, c. 699,
12 Pt. A, §2 and affected by §4, is amended to read:

13 (c). A ~~certificate of title~~ statute of another jurisdiction that provides for a security
14 interest to be indicated on ~~the~~ a certificate of title as a condition or result of the
15 security interest's obtaining priority over the rights of a lien creditor with respect to
16 the property.

17 **Sec. A-14. 11 MRSA §9-1316**, as enacted by PL 1999, c. 699, Pt. A, §2 and
18 affected by §4, is amended to read:

19 **§9-1316. Effect of change in governing law**

20 **(1).** A security interest perfected pursuant to the law of the jurisdiction designated in
21 section 9-1301, subsection (1) or section 9-1305, subsection (3) remains perfected until
22 the earliest of:

23 (a). The time perfection would have ceased under the law of that jurisdiction;

24 (b). The expiration of 4 months after a change of the debtor's location to another
25 jurisdiction;

26 (c). The expiration of one year after a transfer of collateral to a person that thereby
27 becomes a debtor and is located in another jurisdiction; or

28 (d). The expiration of one year after a new debtor located in another jurisdiction
29 becomes bound under section 9-1203, subsection (4).

30 **(2).** If a security interest described in subsection (1) becomes perfected under the law
31 of the other jurisdiction before the earliest time or event described in that subsection, it
32 remains perfected thereafter. If the security interest does not become perfected under the
33 law of the other jurisdiction before the earliest time or event, it becomes unperfected and
34 is deemed never to have been perfected as against a purchaser of the collateral for value.

35 **(3).** A possessory security interest in collateral, other than goods covered by a
36 certificate of title and collateral, as extracted, consisting of goods, remains continuously
37 perfected if:

1 (a). The collateral is located in one jurisdiction and subject to a security interest
2 perfected under the law of that jurisdiction;

3 (b). Thereafter the collateral is brought into another jurisdiction; and

4 (c). Upon entry into the other jurisdiction, the security interest is perfected under the
5 law of the other jurisdiction.

6 (4). Except as otherwise provided in subsection (5), a security interest in goods
7 covered by a certificate of title that is perfected by any method under the law of another
8 jurisdiction when the goods become covered by a certificate of title from this State
9 remains perfected until the security interest would have become unperfected under the
10 law of the other jurisdiction had the goods not become so covered.

11 (5). A security interest described in subsection (4) becomes unperfected as against a
12 purchaser of the goods for value and is deemed never to have been perfected as against a
13 purchaser of the goods for value if the applicable requirements for perfection under
14 section 9-1311, subsection (2) or section 9-1313 are not satisfied before the earlier of:

15 (a). The time the security interest would have become unperfected under the law of
16 the other jurisdiction had the goods not become covered by a certificate of title from
17 this State; or

18 (b). The expiration of 4 months after the goods had become so covered.

19 (6). A security interest in deposit accounts, letter-of-credit rights or investment
20 property that is perfected under the law of the bank's jurisdiction, the issuer's jurisdiction,
21 a nominated person's jurisdiction, the securities intermediary's jurisdiction or the
22 commodity intermediary's jurisdiction, as applicable, remains perfected until the earlier
23 of:

24 (a). The time the security interest would have become unperfected under the law of
25 that jurisdiction; or

26 (b). The expiration of 4 months after a change of the applicable jurisdiction to
27 another jurisdiction.

28 (7). If a security interest described in subsection (6) becomes perfected under the law
29 of the other jurisdiction before the earlier of the time or the end of the period described in
30 that subsection, it remains perfected thereafter. If the security interest does not become
31 perfected under the law of the other jurisdiction before the earlier of that time or the end
32 of that period, it becomes unperfected and is deemed never to have been perfected as
33 against a purchaser of the collateral for value.

34 (8). The following rules apply to collateral to which a security interest attaches
35 within 4 months after the debtor changes its location to another jurisdiction.

36 (a). A financing statement filed before the change pursuant to the law of the
37 jurisdiction designated in section 9-1301, subsection (1) or 9-1305, subsection (3) is
38 effective to perfect a security interest in the collateral if the financing statement
39 would have been effective to perfect a security interest in the collateral had the debtor
40 not changed its location.

1 (b). If a security interest perfected by a financing statement that is effective under
2 paragraph (a) becomes perfected under the law of the other jurisdiction before the
3 earlier of the time the financing statement would have become ineffective under the
4 law of the jurisdiction designated in section 9-1301, subsection (1) or 9-1305,
5 subsection (3) or the expiration of the 4-month period, it remains perfected thereafter.
6 If the security interest does not become perfected under the law of the other
7 jurisdiction before the earlier time or event, it becomes unperfected and is deemed
8 never to have been perfected as against a purchaser of the collateral for value.

9 (9). If a financing statement naming an original debtor is filed pursuant to the law of
10 the jurisdiction designated in section 9-1301, subsection (1) or 9-1305, subsection (3) and
11 the new debtor is located in another jurisdiction, the following rules apply.

12 (a). The financing statement is effective to perfect a security interest in collateral
13 acquired by the new debtor before, and within 4 months after, the new debtor
14 becomes bound under section 9-1203, subsection (4), if the financing statement
15 would have been effective to perfect a security interest in the collateral had the
16 collateral been acquired by the original debtor.

17 (b). A security interest perfected by the financing statement and that becomes
18 perfected under the law of the other jurisdiction before the earlier of the time the
19 financing statement would have become ineffective under the law of the jurisdiction
20 designated in section 9-1301, subsection (1) or 9-1305, subsection (3) or the
21 expiration of the 4-month period remains perfected thereafter. A security interest that
22 is perfected by the financing statement but that does not become perfected under the
23 law of the other jurisdiction before the earlier time or event becomes unperfected and
24 is deemed never to have been perfected as against a purchaser of the collateral for
25 value.

26 **Sec. A-15. 11 MRSA §9-1317, sub-§(2)**, as amended by PL 2009, c. 324, Pt. B,
27 §41 and affected by §48, is further amended to read:

28 (2). Except as otherwise provided in subsection (5), a buyer, other than a secured
29 party, of tangible chattel paper, tangible documents, goods, instruments or a ~~security~~
30 ~~certificate~~ certificated security takes free of a security interest or agricultural lien if the
31 buyer gives value and receives delivery of the collateral without knowledge of the
32 security interest or agricultural lien and before it is perfected.

33 **Sec. A-16. 11 MRSA §9-1317, sub-§(4)**, as amended by PL 2009, c. 324, Pt. B,
34 §42 and affected by §48, is further amended to read:

35 (4). A licensee of a general intangible or a buyer, other than a secured party, of
36 ~~accounts, electronic chattel paper, electronic documents, general intangibles or~~
37 ~~investment property collateral~~ collateral other than tangible chattel paper, tangible documents,
38 goods, instruments or a certificated security takes free of a security interest if the licensee
39 or buyer gives value without knowledge of the security interest and before it is perfected.

40 **Sec. A-17. 11 MRSA §9-1326**, as enacted by PL 1999, c. 699, Pt. A, §2 and
41 affected by §4, is amended to read:

1 **§9-1326. Priority of security interests created by new debtor**

2 (1). Subject to subsection (2), a security interest that is created by a new debtor ~~that~~
3 is collateral in which the new debtor has or acquires rights and would be ineffective to
4 perfect the security interest but for the application of section 9-1316, subsection (9),
5 paragraph (a) or section 9-1508 is perfected solely by a filed financing statement that is
6 effective solely under section 9-1508 in collateral in which a new debtor has or acquires
7 rights is subordinate to a security interest in the same collateral that is perfected other
8 than by such a filed financing statement ~~that is effective solely under section 9-1508.~~

9 (2). The other provisions of this Part determine the priority among conflicting
10 security interests in the same collateral perfected by filed financing statements ~~that are~~
11 effective solely under section 9-1508 described in subsection (1). However, if the
12 security agreements to which a new debtor became bound as debtor were not entered into
13 by the same original debtor, the conflicting security interests rank according to priority in
14 time of the new debtor's having become bound.

15 **Sec. A-18. 11 MRSA §9-1406, sub-§(5),** as enacted by PL 1999, c. 699, Pt. A,
16 §2 and affected by §4, is amended to read:

17 (5). Subsection (4) does not apply to the sale of a payment intangible or promissory
18 note other than a sale pursuant to a disposition under section 9-1610 or an acceptance of
19 collateral under section 9-1620.

20 **Sec. A-19. 11 MRSA §9-1408, sub-§(2),** as enacted by PL 1999, c. 699, Pt. A,
21 §2 and affected by §4, is amended to read:

22 (2). Subsection (1) applies to a security interest in a payment intangible or
23 promissory note only if the security interest arises out of a sale of the payment intangible
24 or promissory note, other than a sale pursuant to a disposition under section 9-1610 or
25 acceptance of collateral under section 9-1620.

26 **Sec. A-20. 11 MRSA §9-1503,** as enacted by PL 1999, c. 699, Pt. A, §2 and
27 affected by §4, is amended to read:

28 **§9-1503. Name of debtor and secured party**

29 (1). A financing statement sufficiently provides the name of the debtor:

30 (a). ~~If~~ Except as otherwise provided in paragraph (c), if the debtor is a registered
31 organization or the collateral is held in a trust that is a registered organization, only if
32 the financing statement provides the name ~~of the debtor indicated~~ that is stated to be
33 the registered organization's name on the public organic record of most recently filed
34 with or issued or enacted by the debtor's registered organization's jurisdiction of
35 organization that shows the debtor to have been organized purports to state, amend or
36 restate the registered organization's name;

37 (b). ~~If~~ Subject to subsection (6), if the debtor is a decedent's estate collateral is being
38 administered by the general representative of a decedent, only if the financing
39 statement provides, as the name of the debtor, the name of the decedent and, in a

1 separate part of the financing statement, indicates that the debtor is an estate
2 collateral is being administered by a personal representative;

3 (c). If the debtor is a trust or a trustee acting with respect to property held in trust
4 collateral is held in a trust that is not a registered organization, only if the financing
5 statement:

6 (i) Provides, as the name specified for the trust in its organic documents or, if no
7 name is specified, provides the name of the settlor and additional information
8 sufficient to distinguish of the debtor from other trusts having one or more of the
9 same settlors; and:

10 (A) If the organic record of the trust specifies a name for the trust, the name
11 specified; or

12 (B) If the organic record of the trust does not specify a name for the trust, the
13 name of the settlor or testator; and

14 (ii) Indicates, in the debtor's name or otherwise, that the debtor is a trust or is a
15 trustee acting with respect to property held in trust; and In a separate part of the
16 financing statement:

17 (A) If the name is provided in accordance with subparagraph (i), division
18 (A), indicates that the collateral is held in trust; or

19 (B) If the name is provided in accordance with subparagraph (i), division
20 (B), provides additional information sufficient to distinguish the trust from
21 other trusts having one or more of the same settlors or the same testator and
22 indicates that the collateral is held in a trust, unless the additional information
23 so indicates;

24 (c-1). If the debtor is an individual, only if the financing statement:

25 (i) Provides the individual name of the debtor;

26 (ii) Provides the surname and first name of the debtor; or

27 (iii) Subject to subsection (7), provides the name of the individual that is
28 indicated on a driver's license or nondriver identification card that this State has
29 issued to the individual and that has not expired; and

30 (d). In other cases:

31 (i) If the debtor has a name, only if ~~it~~ the financing statement provides the
32 individual or organizational name of the debtor; and

33 (ii) If the debtor does not have a name, only if ~~it~~ the financing statement
34 provides the names of the partners, members, associates or other persons
35 comprising the debtor, in a manner so that each name provided would be
36 sufficient if the person named were the debtor.

37 (2). A financing statement that provides the name of the debtor in accordance with
38 subsection (1) is not rendered ineffective by the absence of:

39 (a). A trade name or other name of the debtor; or

1 (b). Unless required under subsection (1), paragraph (d), subparagraph (ii), names of
2 partners, members, associates or other persons comprising the debtor.

3 (3). A financing statement that provides only the debtor's trade name does not
4 sufficiently provide the name of the debtor.

5 (4). Failure to indicate the representative capacity of a secured party or
6 representative of a secured party does not affect the sufficiency of a financing statement.

7 (5). A financing statement may provide the name of more than one debtor and the
8 name of more than one secured party.

9 (6). The name of the decedent as indicated on the order appointing the personal
10 representative of the decedent issued by the court having jurisdiction over the collateral is
11 sufficient as the name of the decedent under subsection (1), paragraph (b).

12 (7). If this State has issued to an individual more than one driver's license or
13 nondriver identification card of a kind described in subsection (1), paragraph (c-1),
14 subparagraph (iii), the one that was issued most recently is the one to which subsection
15 (1), paragraph (c-1), subparagraph (iii) refers.

16 (8). In this section, "name of the settlor or testator" means:

17 (a). If the settlor is a registered organization, the name that is stated to be the settlor's
18 name on the public organic record most recently filed with or issued or enacted by the
19 settlor's jurisdiction of organization that purports to state, amend or restate the
20 settlor's name; or

21 (b). In other cases, the name of the settlor or testator indicated in the trust's organic
22 record.

23 **Sec. A-21. 11 MRSA §9-1507, sub-§(3)**, as enacted by PL 1999, c. 699, Pt. A,
24 §2 and affected by §4, is repealed and the following enacted in its place:

25 (3). If the name that a filed financing statement provides for a debtor becomes
26 insufficient as the name of the debtor under section 9-1503, subsection (1) so that the
27 financing statement becomes seriously misleading under section 9-1506:

28 (a). The financing statement is effective to perfect a security interest in collateral
29 acquired by the debtor before, or within 4 months after, the filed financing statement
30 becomes seriously misleading; and

31 (b). The financing statement is not effective to perfect a security interest in collateral
32 acquired by the debtor more than 4 months after the filed financing statement
33 becomes seriously misleading, unless an amendment to the financing statement that
34 renders the financing statement not seriously misleading is filed within 4 months after
35 the financing statement became seriously misleading.

36 **Sec. A-22. 11 MRSA §9-1515, sub-§(6)**, as enacted by PL 1999, c. 699, Pt. A,
37 §2 and affected by §4, is amended to read:

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

3 **Sec. A-23. 11 MRSA §9-1516, sub-§(2), ¶(c)**, as amended by PL 2001, c. 286,
4 §6, is further amended to read:

5 (c). The filing office is unable to index the record because:

6 (i) In the case of an initial financing statement, the record does not provide a
7 name for the debtor or, for a record recorded in the county registry of deeds, the
8 record does not provide a name for the debtor and the secured party;

9 (ii) In the case of an amendment or ~~correction~~ information statement, the record:

10 (A) Does not identify the initial financing statement as required by section
11 9-1512 or 9-1518, as applicable; or

12 (B) Identifies an initial financing statement whose effectiveness has lapsed
13 under section 9-1515;

14 (iii) In the case of an initial financing statement that provides the name of a
15 debtor identified as an individual or an amendment that provides a name of a
16 debtor identified as an individual that was not previously provided in the
17 financing statement to which the record relates, the record does not identify the
18 debtor's ~~last name~~ surname; or

19 (iv) In the case of a record recorded in the county registry of deeds, the record
20 does not provide a sufficient description of the real property to which it relates;

21 **Sec. A-24. 11 MRSA §9-1516, sub-§(2), ¶(e)**, as enacted by PL 1999, c. 699,
22 Pt. A, §2 and affected by §4, is amended to read:

23 (e). In the case of an initial financing statement or an amendment that provides a
24 name of a debtor that was not previously provided in the financing statement to
25 which the amendment relates, the record does not:

26 (i) Provide a mailing address for the debtor; or

27 (ii) Indicate whether the name provided as the name of the debtor is an
28 individual or an organization; ~~or~~

29 ~~(iii) If the financing statement indicates that the debtor is an organization,~~
30 ~~provide:~~

31 ~~(A) A type of organization for the debtor;~~

32 ~~(B) A jurisdiction of organization for the debtor; or~~

33 ~~(C) An organizational identification number for the debtor or indicate that~~
34 ~~the debtor has none;~~

35 **Sec. A-25. 11 MRSA §9-1518**, as amended by PL 2001, c. 286, §7, is further
36 amended to read:

1 **§9-1518. Claim concerning inaccurate or wrongfully filed record**

2 (1). A person may file in the filing office ~~a correction~~ an information statement with
3 respect to a record indexed there under the person's name if the person believes that the
4 record is inaccurate or was wrongfully filed.

5 (2). ~~A correction~~ An information statement under subsection (1) must:

6 (a). Identify the record to which it relates by:

7 (i) The file number assigned to the initial financing statement to which the record
8 relates; and

9 (ii) If the ~~correction~~ information statement relates to a record recorded in the
10 county registry of deeds, the book and page in which the initial financing
11 statement was recorded, the name of the debtor and the secured party and the
12 information specified in section 9-1502, subsection (2);

13 (b). Indicate that it is ~~a correction~~ an information statement; and

14 (c). Provide the basis for the person's belief that the record is inaccurate and indicate
15 the manner in which the person believes the record should be amended to cure any
16 inaccuracy or provide the basis for the person's belief that the record was wrongfully
17 filed.

18 (2-A). A person may file in the filing office an information statement with respect to
19 a record filed there if the person is a secured party of record with respect to the financing
20 statement to which the record relates and believes that the person that filed the record was
21 not entitled to do so under section 9-1509, subsection (4).

22 (2-B). An information statement under subsection (2-A) must:

23 (a). Identify the record to which it relates by:

24 (i) The file number assigned to the initial financing statement to which the record
25 relates; and

26 (ii) If the information statement relates to a record recorded in the county
27 registry of deeds, the book and page in which the initial financing statement was
28 recorded, the name of the debtor and the secured party and the information
29 specified in section 9-1502, subsection (2);

30 (b). Indicate that it is an information statement; and

31 (c). Provide the basis for the person's belief that the person that filed the record was
32 not entitled to do so under section 9-1509, subsection (4).

33 (3). The filing of ~~a correction~~ an information statement does not affect the
34 effectiveness of an initial financing statement or other filed record.

35 **Sec. A-26. 11 MRSA §9-1521**, as enacted by PL 1999, c. 699, Pt. A, §2 and
36 affected by §4, is repealed and the following enacted in its place:

1 for perfection under Title 11, Article 9-A as amended by this Act are satisfied by July 1,
2 2014.

3 **Sec. B-3. Security interest unperfected before effective date.** A security
4 interest that is an unperfected security interest immediately before July 1, 2013 becomes a
5 perfected security interest:

6 **1. Applicable requirements satisfied on or before July 1, 2013.** Without further
7 action on July 1, 2013 if the applicable requirements for perfection under the Maine
8 Revised Statutes, Title 11, Article 9-A as amended by this Act are satisfied on or before
9 July 1, 2013; or

10 **2. Applicable requirements satisfied after July 1, 2013.** When the applicable
11 requirements for perfection are satisfied if the requirements are satisfied after that time.

12 **Sec. B-4. Effectiveness of action taken before effective date.**

13 **1. Filing before July 1, 2013.** The filing of a financing statement before July 1,
14 2013 is effective to perfect a security interest to the extent the filing would satisfy the
15 applicable requirements for perfection under the Maine Revised Statutes, Title 11, Article
16 9-A as amended by this Act.

17 **2. When filing before July 1, 2013 becomes ineffective.** This Act does not render
18 ineffective an effective financing statement that, before July 1, 2013, is filed and satisfies
19 the applicable requirements for perfection under the law of the jurisdiction governing
20 perfection as provided in Title 11, Article 9-A as it existed before amendment. However,
21 except as otherwise provided in subsections 3 and 4 and section 5 of this Part, the
22 financing statement ceases to be effective:

23 A. If the financing statement is filed in this State, at the time the financing statement
24 would have ceased to be effective had this Act not taken effect; or

25 B. If the financing statement is filed in another jurisdiction, at the earlier of:

26 (1) The time the financing statement would have ceased to be effective under the
27 law of that jurisdiction; and

28 (2) June 30, 2018.

29 **3. Continuation statement.** The filing of a continuation statement after July 1, 2013
30 does not continue the effectiveness of a financing statement filed before July 1, 2013.
31 However, upon the timely filing of a continuation statement after July 1, 2013 and in
32 accordance with the law of the jurisdiction governing perfection as provided in Title 11,
33 Article 9-A as amended by this Act, the effectiveness of a financing statement filed in the
34 same office in that jurisdiction before July 1, 2013 continues for the period provided by
35 the law of that jurisdiction.

36 **4. Application to transmitting utility financing statement.** Subsection 2,
37 paragraph B, subparagraph (2) applies to a financing statement that, before July 1, 2013,
38 is filed against a transmitting utility and satisfies the applicable requirements for
39 perfection under the law of the jurisdiction governing perfection as provided in Title 11,

1 Article 9-A as it existed before amendment, only to the extent that Title 11, Article 9-A as
2 amended by this Act provides that the law of a jurisdiction other than the jurisdiction in
3 which the financing statement is filed governs perfection of a security interest in
4 collateral covered by the financing statement.

5 **5. Application of Title 11, Article 9-A, part 5.** A financing statement that includes
6 a financing statement filed before July 1, 2013 and a continuation statement filed after
7 July 1, 2013 is effective only to the extent that it satisfies the requirements of Title 11,
8 Article 9-A, part 5 as amended by this Act for an initial financing statement. A financing
9 statement that indicates that the debtor is a decedent's estate indicates that the collateral is
10 being administered by a personal representative within the meaning of Title 11, section
11 9-1503, subsection (1), paragraph (b) as amended by this Act. A financing statement that
12 indicates that the debtor is a trust or is a trustee acting with respect to property held in
13 trust indicates that the collateral is held in a trust within the meaning of Title 11, section
14 9-1503, subsection (1), paragraph (c) as amended by this Act.

15 **Sec. B-5. When initial financing statement suffices to continue**
16 **effectiveness of financing statement.**

17 **1. Initial financing statement in lieu of continuation statement.** The filing of an
18 initial financing statement in the office specified in the Maine Revised Statutes, Title 11,
19 section 9-1501 continues the effectiveness of a financing statement filed before July 1,
20 2013 if:

- 21 A. The filing of an initial financing statement in that office would be effective to
22 perfect a security interest under Title 11, Article 9-A as amended by this Act;
- 23 B. The pre-July 1, 2013 financing statement was filed in an office in another state;
24 and
- 25 C. The initial financing statement satisfies subsection 3.

26 **2. Period of continued effectiveness.** The filing of an initial financing statement
27 under subsection 1 continues the effectiveness of the pre-July 1, 2013 financing
28 statement:

- 29 A. If the initial financing statement is filed before July 1, 2013, for the period
30 provided in unamended Title 11, section 9-1515 with respect to an initial financing
31 statement; and
- 32 B. If the initial financing statement is filed after July 1, 2013, for the period provided
33 in Title 11, section 9-1515 as amended by this Act with respect to an initial financing
34 statement.

35 **3. Requirements for initial financing statement under subsection 1.** To be
36 effective for purposes of subsection 1, an initial financing statement must:

- 37 A. Satisfy the requirements of Title 11, Article 9-A, part 5 as amended by this Act
38 for an initial financing statement;
- 39 B. Identify the pre-July 1, 2013 financing statement by indicating the office in which
40 the financing statement was filed and providing the dates of filing and file numbers, if

1 any, of the financing statement and of the most recent continuation statement filed
2 with respect to the financing statement; and

3 C. Indicate that the pre-effective-date financing statement remains effective.

4 **Sec. B-6. Amendment of pre-effective-date financing statement.**

5 **1. Pre-July 1, 2013 financing statement.** As used in this Part, "pre-July 1, 2013
6 financing statement" means a financing statement filed before July 1, 2013.

7 **2. Applicable law.** After July 1, 2013, a person may add or delete collateral covered
8 by, continue or terminate the effectiveness of or otherwise amend the information
9 provided in a pre-July 1, 2013 financing statement only in accordance with the law of the
10 jurisdiction governing perfection as provided in the Maine Revised Statutes, Title 11,
11 Article 9-A as amended by this Act. However, the effectiveness of a pre-July 1, 2013
12 financing statement also may be terminated in accordance with the law of the jurisdiction
13 in which the financing statement is filed.

14 **3. Method of amending: general rule.** Except as otherwise provided in subsection
15 4, if the law of this State governs perfection of a security interest, the information in a
16 pre-July 1, 2013 financing statement may be amended after July 1, 2013 only if:

17 A. The pre-July 1, 2013 financing statement and an amendment are filed in the office
18 specified in Title 11, section 9-1501;

19 B. An amendment is filed in the office specified in Title 11, section 9-1501
20 concurrently with, or after the filing in that office of, an initial financing statement
21 that satisfies section 5, subsection 3 of this Part; or

22 C. An initial financing statement that provides the information as amended and
23 satisfies section 5, subsection 3 of this Part is filed in the office specified in Title 11,
24 section 9-1501.

25 **4. Method of amending: continuation.** If the law of this State governs perfection
26 of a security interest, the effectiveness of a pre-July 1, 2013 financing statement may be
27 continued only under section 4, subsection 3 or section 5 of this Part.

28 **5. Method of amending: additional termination rule.** Whether or not the law of
29 this State governs perfection of a security interest, the effectiveness of a pre-July 1, 2013
30 financing statement filed in this State may be terminated after July 1, 2013 by filing a
31 termination statement in the office in which the pre-July 1, 2013 financing statement is
32 filed, unless an initial financing statement that satisfies section 5, subsection 3 of this Part
33 has been filed in the office specified by the law of the jurisdiction governing perfection as
34 provided in Title 11, Article 9-A as amended by this Act as the office in which to file a
35 financing statement.

36 **Sec. B-7. Person entitled to file initial financing statement or continuation**
37 **statement.** A person may file an initial financing statement or a continuation statement
38 under this Part if:

