

Stricken language would be deleted from and underlined language would be added to present law.

State of Arkansas
92nd General Assembly
Regular Session, 2019

A Bill

HOUSE BILL 1660

By: Representative Cavenaugh

For An Act To Be Entitled

AN ACT TO AMEND THE LAW CONCERNING A LESSOR'S OR A
LESSEE'S RIGHTS WHEN GOODS BECOME ACCESSIONS; AN FOR
OTHER PURPOSES.

Subtitle

TO AMEND THE LAW CONCERNING A LESSOR'S OR
A LESSEE'S RIGHTS WHEN GOODS BECOME
ACCESSIONS.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code § 4-2A-310(4), concerning a lessor's and lessee's rights when goods become accessions, is amended to read as follows:

(4) The interest of a lessor or a lessee under a lease contract described in subsection (2) or (3) is subordinate to the interest of

(a) a buyer in the ordinary course of business or a lessee in the ordinary course of business of any interest in the whole acquired after the goods became accessions; ~~or~~

(b) a creditor with a security interest in the whole perfected before the lease contract was made to the extent that the creditor makes subsequent advances without knowledge of the lease contract; or

(c) a financial institution or secured creditor with purchase money security interests in automobiles, trucks, tractors, and all other motor-propelled conveyances that have a balance of purchase money due to the financial institution or the secured creditor.

