

Topic: Blank Collateral Description

Question By: Kevin Rayburn

Jurisdiction: Tennessee

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Jurisdiction	Question(s)
Alabama	
Alaska	Alaska would accept, as well.
Arizona	
Arkansas	
California	California accepts.
Colorado	
Connecticut	
Delaware	
District of Columbia	
Florida	
Georgia	
Hawaii	
Idaho	
Illinois	
Indiana	Indiana accepts.
Iowa	
Kansas	Kansas does not reject for no collateral.
Kentucky	
Louisiana	Louisiana accepts.
Maine	
Maryland	
Massachusetts	Massachusetts would accept the filing.
Michigan	<p>The Michigan UCC office accepts and files paper submissions with missing collateral descriptions, providing there are no reasons to reject the submission under statute.</p> <p>Web submissions are handled differently based on the web application's operational rules. Michigan UCC Online will not allow the submitter to advance in the filing wizard unless something is entered into the collateral description.</p>

Minnesota	Minnesota accepts.
Mississippi	
Missouri	
Montana	Montana rejects the filing if the collateral was left blank.
Nebraska	
Nevada	
New Hampshire	NH would accept the filing.
New Jersey	
New Mexico	
New York	
North Carolina	North Carolina accepts.
North Dakota	
Ohio	Ohio accepts.
Oklahoma	
Oregon	Oregon accepts, too, but it would be an error in our e-filing.
Pennsylvania	Pennsylvania will accept the filing.
Rhode Island	Rhode Island accepts without collateral descriptions.
South Carolina	
South Dakota	
Tennessee	
Texas	Texas accepts. As you mentioned, not grounds to reject even though it sounds like it would be an ineffective financing statement.
Utah	
Vermont	
Virginia	Virginia would accept the filing if the collateral was left blank. There are no grounds to reject. eFile on the other hand can force the submitter to enter something into collateral before accepting which I personally think is a good idea.
Washington	Washington State accepts.
West Virginia	
Wisconsin	Wisconsin follows the same rules that Michigan does with regard to paper versus electronic handling of blank/missing collateral.
Wyoming	

Additional Comments:

Full Text of Original Email:

I would like to know what is the practice in your jurisdiction regarding a blank/missing collateral description on a UCC1 (Field #4).

Do you accept or reject the filing?

I understand a strict legal interpretation of 9-516 and 9-520 means it should be accepted because it is not a listed reason to reject; but I want to know how many jurisdiction are rejecting anyways. Tennessee currently rejects, but we are reviewing this practice.