

MARKS & WEINBERG, P.C.

Color Leasing 3, L.C. v. Federal Deposit Insurance Corporation

975 F. Supp. 177 (D.R.I., 1997)

As we have noted many times, it is crucial that the secured party providing purchase money security financing for equipment file its UCC-1 within the statutory grace period in order to obtain priority over existing blanket liens and intervening creditors. In most cases, this means that a lessor in a direct finance lease or a secured lender must file within 20 days or be subject to a "floating lien" in favor of the lessee's/debtor's bank.

Marks & Weinberg, PC is a law firm with significant experience in dealing with virtually every type of equipment and facility lease financing. The lawyers of the firm have participated in leasing financings for more than a billion dollars of equipment and are recognized throughout the industry. If you would like more cases or articles on leasing, or have any questions or comments about this Article or other leasing issues, please visit leaselawyer.com or contact Barry Marks at 205.251.8303 or Ken Weinberg at 205.251.8307.

