

## **554.9705 Effectiveness of action taken before effective date.**

1. *Pre-effective-date action one-year perfection period unless reperfected.* If action, other than the filing of a financing statement, is taken before July 1, 2001, and the action would have resulted in priority of a security interest over the rights of a person that becomes a lien creditor had the security interest become enforceable before July 1, 2001, the action is effective to perfect a security interest that attaches under this Act\* within one year after July 1, 2001. An attached security interest becomes unperfected one year after July 1, 2001, unless the security interest becomes a perfected security interest under this Act\* before the expiration of that period.

2. *Pre-effective-date filing.* The filing of a financing statement before July 1, 2001, is effective to perfect a security interest to the extent the filing would satisfy the applicable requirements for perfection under this Act.\*

3. *Pre-effective-date filing in jurisdiction formerly governing perfection.* This Act\* does not render ineffective an effective financing statement that, before July 1, 2001, is filed and satisfies the applicable requirements for perfection under the law of the jurisdiction governing perfection as provided in former section 554.9103. However, except as otherwise provided in subsections 4 and 5 and section 554.9706, the financing statement ceases to be effective at the earlier of:

a. the time the financing statement would have ceased to be effective under the law of the jurisdiction in which it is filed; or

b. June 30, 2006.

4. *Continuation statement.* The filing of a continuation statement after July 1, 2001, does not continue the effectiveness of the financing statement filed before July 1, 2001. However, upon the timely filing of a continuation statement after July 1, 2001, and in accordance with the law of the jurisdiction governing perfection as provided in part 3, the effectiveness of a financing statement filed in the same office in that jurisdiction before July 1, 2001, continues for the period provided by the law of that jurisdiction.

5. *Application of subsection 3, paragraph "b", to transmitting utility financing statement.* Subsection 3, paragraph "b", applies to a financing statement that, before July 1, 2001, is filed against a transmitting utility and satisfies the applicable requirements for perfection under the law of the jurisdiction governing perfection as provided in former section 554.9103 only to the extent that part 3 provides that the law of a jurisdiction other than the jurisdiction in which the financing statement is filed governs perfection of a security interest in collateral covered by the financing statement.

6. *Application of part 5.* A financing statement that includes a financing statement filed before July 1, 2001, and a continuation statement filed after July 1, 2001, is effective only to the extent that it satisfies the requirements of part 5 for an initial financing statement.

2000 Acts, ch 1149, §131, 187

\*2000 Acts, ch 1149