

**554.9209 Duties of secured party if account debtor has been notified of assignment.**

1. *Applicability of section.* Except as otherwise provided in [subsection 3](#), [this section](#) applies if:

- a. there is no outstanding secured obligation; and
- b. the secured party is not committed to make advances, incur obligations, or otherwise give value.

2. *Duties of secured party after receiving demand from debtor.* Within ten days after receiving a signed demand by the debtor, a secured party shall send to an account debtor that has received notification under [section 554.9406, subsection 1](#), or [section 554.14106, subsection 2](#), of an assignment to the secured party as assignee a signed record that releases the account debtor from any further obligation to the secured party.

3. *Inapplicability to sales.* [This section](#) does not apply to an assignment constituting the sale of an account, chattel paper, or payment intangible.

2000 Acts, ch 1149, §19, 187; 2024 Acts, ch 1023, §51

Referred to in §554.9625

Subsection 2 amended