

**554.9306B Law governing perfection and priority of security interests in controllable accounts, controllable electronic records, and controllable payment intangibles.**

1. *Governing law: general rules.* Except as provided in [subsection 2](#), the local law of the controllable electronic record's jurisdiction specified in [section 554.14107](#), [subsections 3 and 4](#) governs perfection, the effect of perfection or nonperfection, and the priority of a security interest in a controllable electronic record and a security interest in a controllable account or controllable payment intangible evidenced by the controllable electronic record.

2. *When perfection governed by law of jurisdiction where debtor located.* The local law of the jurisdiction in which the debtor is located governs:

a. perfection of a security interest in a controllable account, controllable electronic record, or controllable payment intangible by filing; and

b. automatic perfection of a security interest in a controllable payment intangible created by a sale of the controllable payment intangible.

[2024 Acts, ch 1023, §58](#)

Referred to in [§554.1301](#), [554.9301](#), [554.9316](#)