

355.9-314 Perfection by control.

- (1) A security interest in investment property, deposit accounts, letter-of-credit rights, or electronic chattel paper may be perfected by control of the collateral under KRS 355.9-104, 355.9-105, 355.9-106, or 355.9-107.
- (2) A security interest in deposit accounts, electronic chattel paper, or letter-of-credit rights is perfected by control under KRS 355.9-104, 355.9-105, or 355.9-107 when the secured party obtains control and remains perfected by control only while the secured party retains control.
- (3) A security interest in investment property is perfected by control under KRS 355.9-106 from the time the secured party obtains control and remains perfected by control until:
 - (a) The secured party does not have control; and
 - (b) One (1) of the following occurs:
 1. If the collateral is a certificated security, the debtor has or acquires possession of the security certificate;
 2. If the collateral is an uncertificated security, the issuer has registered or registers the debtor as the registered owner; or
 3. If the collateral is a security entitlement, the debtor is or becomes the entitlement holder.

Effective: July 1, 2001

History: Repealed and reenacted 2000 Ky. Acts ch. 408, sec. 54, effective July 1, 2001.
-- Created 1958 Ky. Acts ch. 77, sec. 9-314, effective July 1, 1960.