
By: Delegates Poole and Wood

Introduced and read first time: February 2, 1996

Assigned to: Economic Matters

Committee Report: Favorable

House action: Adopted

Read second time: March 19, 1996

CHAPTER ____

1 AN ACT concerning

2 Uniform Commercial Code - Secured Transactions - Perfection of SecurityInterests

3 FOR the purpose of altering the exception, for purchase money security interests in
4 certain consumer goods, to the requirement that a financing statement be filed to
5 perfect a security interest under the Uniform Commercial Code; and generally
6 relating to the perfection of security interests.

7 BY repealing and reenacting, with amendments,
8 Article - Commercial Law
9 Section 9-302(1)
10 Annotated Code of Maryland
11 (1992 Replacement Volume and 1995 Supplement)

12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
13 MARYLAND, That the Laws of Maryland read as follows:

14 **Article - Commercial Law**

15 9-302.

16 (1) A financing statement must be filed to perfect all security interests except the
17 following:

18 (a) A security interest in collateral in possession of the secured party under
19 § 9-305;

20 (b) A security interest temporarily perfected in instruments or documents
21 without delivery under § 9-304 or in proceeds for a ten-day period under § 9-306;

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1 (c) A security interest created by an assignment of a beneficial interest in a
2 trust or a decedent's estate;

3 (d) A purchase money security interest in consumer goods having a
4 purchase price not in excess of [\$1,500] \$3,000 per item, but filing is required for a fixture
5 under § 9-313;

6 (e) An assignment of accounts which does not alone or in conjunction with
7 other assignments to the same assignee transfer a significant part of the outstanding
8 accounts of the assignor;

9 (f) A security interest of a collecting bank (§ 4-208) or in securities (§
10 8-321) or arising under the title on sales (see § 9-113) or covered in subsection (3) of this
11 section;

12 (g) An assignment for the benefit of all the creditors of the transferor, and
13 subsequent transfers by the assignee thereunder; and

14 (h) A security interest in a mortgage covered by § 7-101 of the Real
15 Property Article.

16 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
17 October 1, 1996.