Ohio Revised Code

Section 1314.104

Effective: October 06, 2026
Legislation: House Bill 195 - 136th General Assembly

Rights in controllable account, controllable electronic record, and controllable payment intangible [UCC 12-104]

(A) This section applies to the acquisition and purchase of rights in a controllable account or a controllable payment intangible, including the rights and benefits under divisions (C), (D), (E), (G), and (H) of this section of a purchaser and qualifying purchaser, in the same manner this section applies to a controllable electronic record.

(B) To determine whether the purchaser of a controllable account or a controllable payment intangible is a qualifying purchaser, the purchaser obtains control of the account or payment intangible if it obtains control of the controllable electronic record that evidences the account or payment intangible.

(C) Except as provided in this section, law other than this chapter determines whether a person acquires a right in a controllable electronic record and the right the person acquires.

(D) A purchaser of a controllable electronic record acquires all rights in the controllable electronic record that the transferor had or had power to transfer, except that a purchaser of a limited interest in a controllable electronic record acquires rights only to the extent of the interest purchased.

(E) A qualifying purchaser acquires its rights in the controllable electronic record free of a claim of a property right in the controllable electronic record.

(F) Except as otherwise provided in divisions (A) and (E) of this section for a controllable account and a controllable payment intangible, or law other than this chapter, a qualifying purchaser takes a right to payment, right to performance, or other interest in property evidenced by the controllable electronic record subject to a claim of a property right in the right of payment, right to performance, or other interest in the property.

(G) An action shall not be asserted against a qualifying purchaser based on both a purchase by the qualifying purchaser of a controllable electronic record and a claim of a property right in another controllable electronic record, whether the action is framed in conversion, replevin, constructive trust, equitable lien, or other theory.

(H) Filing of a financing statement under Chapter 1309. of the Revised Code is not notice of a claim of a property right in a controllable electronic record.