

355.9-201 General effectiveness of security agreement.

- (1) Except as otherwise provided in this chapter, a security agreement is effective according to its terms between the parties, against purchasers of the collateral, and against creditors.
- (2) A transaction subject to this article is subject to any applicable rule of law, statute, or regulation that establishes a different rule for consumers.
- (3) In case of conflict between this article and a rule of law, statute, or regulation described in subsection (2) of this section, the rule of law, statute, or regulation controls. Failure to comply with a statute or regulation described in subsection (2) of this section has only the effect the statute or regulation specifies.
- (4) This article does not:
 - (a) Validate any rate, charge, agreement, or practice that violates a rule of law, statute, or regulation described in subsection (2) of this section; or
 - (b) Extend the application of the rule of law, statute, or regulation to a transaction not otherwise subject to it.

Effective: July 1, 2001

History: Repealed and reenacted 2000 Ky. Acts ch. 408, sec. 31, effective July 1, 2001.

-- Created 1958 Ky. Acts ch. 77, sec. 9-201, effective July 1, 1960.