

304.19-200 Definitions for KRS 304.19-200 to 304.19-215.

As used in KRS 304.19-200 to 304.19-215:

- (1) "Collateral" means any personal property, including but not limited to a motor vehicle, pledged as security or in which a purchase money security interest is retained, for the satisfaction of a debt;
- (2) "Credit personal property insurance" means a policy, endorsement, rider, binder, certificate, or other instrument or evidence of insurance that:
 - (a) Is offered in connection with a credit transaction;
 - (b) Covers perils to the personal property purchased through, or used as collateral for, a credit transaction; and
 - (c) Concerns a creditor's interest in the purchased personal property or pledged collateral, in whole or in part;
- (3) "Credit transaction":
 - (a) Means any transaction in which the:
 1. Repayment of money loaned, or a credit commitment, is made; or
 2. Payment of goods, services, property, rights, or privileges sold or leased, is to be made at a future date or dates; and
 - (b) Includes a retail installment transaction;
- (4) "Creditor" means:
 - (a) A lender of money;
 - (b) A vendor or lessor of goods, services, property, rights, or privileges for which payment is arranged through a credit transaction;
 - (c) Any successor to the right, title, or interest of a lender, vendor, or lessor;
 - (d) Any director, officer, or employee of any person referenced under paragraph (a), (b), or (c) of this subsection;
 - (e) Any affiliate, association, or subsidiary of any person referenced under paragraph (a), (b), or (c) of this subsection; or
 - (f) Any person associated in any way with a person referenced under paragraph (a), (b), or (c) of this subsection;
- (5) "Debtor" means:
 - (a) Any or all borrowers of money; or
 - (b) A purchaser or lessee of goods, services, property, rights, or privileges for which payment is arranged through a credit transaction; and
- (6) "Finance charge":
 - (a) Means any charge payable, directly or indirectly, as an incident to, or a condition of, the extension of credit, including but not limited to:
 1. Interest;
 2. Time price differentials;
 3. Amounts payable under a discount system of additional charges;
 4. Service, transaction, or carrying charges;

5. Loan fees;
 6. Points or similar charges;
 7. Appraisal fees; or
 8. Charges incurred for investigating the credit worthiness of the consumer; and
- (b) Does not include charges as a result of:
1. Default;
 2. Taxes;
 3. License fees;
 4. Delinquency charges; or
 5. Filing fees.

Effective: July 15, 2026

History: Created 2026 Ky. Acts ch. 16, sec. 11, effective July 15, 2026.

Legislative Research Commission Note (7/15/2026). 2026 Ky. Acts ch. 16, sec. 25, provides that this statute shall apply to contracts issued or renewed on or after July 15, 2026.