

**272A.7-020 Marketing contracts -- Title and enforcement.**

- (1) If a marketing contract provides for the sale of products, commodities, or goods to a limited cooperative association, the sale transfers title to the association upon delivery or at any other specific time expressly provided by the contract.
- (2) A marketing contract may:
  - (a) Authorize a limited cooperative association to create an enforceable security interest in the products, commodities, or goods delivered; and
  - (b) Allow the association to sell the products, commodities, or goods delivered and pay the sales price on a pooled or other basis after deducting selling costs, processing costs, overhead, expenses, and other charges.
- (3) Some or all of the provisions of a marketing contract between a patron member and a limited cooperative association may be contained in the organic rules.

**Effective:** July 12, 2012

**History:** Created 2012 Ky. Acts ch. 160, sec. 51, effective July 12, 2012.