

APR 28 1995

Agriculture

HOUSE FILE 580

BY DINKLA

*also  
HF 456  
HSB 280*

WITHDRAWN *5-1-95*

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_

Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_

Approved \_\_\_\_\_

**A BILL FOR**

1 An Act relating to grain transactions, by providing for credit  
2 sale contracts.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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WITHDRAWN

HF 580

1 Section 1. Section 203.1, subsection 2, Code 1995, is  
2 amended to read as follows:

3 2. "Credit-sale contract" means a contract for the sale of  
4 grain pursuant to which the sale price is to be paid more than  
5 thirty days after the delivery of the grain to the buyer, and  
6 includes or a contract which is titled as a credit sale  
7 contract, including but ~~is~~ not limited to those contracts  
8 commonly referred to as deferred payment contracts, deferred  
9 pricing contracts, and price-later contracts.

10 Sec. 2. Section 203C.1, subsection 4, Code 1995, is  
11 amended to read as follows:

12 4. "Credit-sale contract" means a contract for the sale of  
13 grain pursuant to which the sale price is to be paid more than  
14 thirty days after the delivery of the grain to the buyer, and  
15 includes or a contract which is titled as a credit sale  
16 contract, including but ~~is~~ not limited to those contracts  
17 commonly referred to as deferred-payment contracts, deferred-  
18 pricing contracts, and price-later contracts.

19 EXPLANATION

20 This bill amends chapter 203, regulating grain dealers, and  
21 chapter 203C, regulating grain warehouse operators.  
22 Specifically, the bill amends the definition of credit-sale  
23 contracts. A credit-sale contract is an instrument for the  
24 sale of grain providing for delayed payment to the producer  
25 based on some future sale of the grain. Producers who sell  
26 grain by credit-sale contract do not receive financial  
27 protection under the grain indemnity fund. Currently, a  
28 credit-sale contract is defined to mean a contract for the  
29 sale of grain if the sale price is to be paid more than 30  
30 days after the delivery of the grain to the buyer, and  
31 includes instruments commonly referred to as deferred payment  
32 contracts, deferred pricing contracts, and price-later  
33 contracts. This bill provides that a credit-sale contract  
34 also means a contract which is titled as a credit-sale  
35 contract and which may include those other instruments.