

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to conditions barring changes in motor vehicle
2 franchises and providing an effective date.

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

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HF 2132

1 Section 1. Section 322A.11, subsection 4, Code 2003, is
2 amended by striking the subsection.

3 Sec. 2. EFFECTIVE DATE. This Act, being deemed of
4 immediate importance, takes effect upon enactment.

5 EXPLANATION

6 This bill strikes a provision barring the consideration of
7 a change in location of a motor vehicle dealership or the
8 addition of an additional line-make to a motor vehicle
9 dealership as good cause to prevent the termination,
10 noncontinuation, or same line-make extension of a motor
11 vehicle franchise. The bill would allow a motor vehicle
12 franchise to be terminated, discontinued, or prevented from
13 expansion for the same line-make if a dealership moves to a
14 similar or superior location within the same community or if
15 the dealership adds an additional line-make at the
16 dealership's current location.

17 The bill takes effect upon enactment.

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