

**Senate File 2068 - Introduced**

SENATE FILE 2068

BY SINCLAIR

**A BILL FOR**

1 An Act relating to the sale of motorcycles by motorcycle  
2 manufacturers.

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

1 Section 1. Section 322.3, subsection 14, Code 2018, is  
2 amended by adding the following new paragraph:

3 NEW PARAGRAPH. *f.* A manufacturer of motorcycles from  
4 owning an interest in, operating, or controlling a motor  
5 vehicle dealer only of the motorcycles manufactured by that  
6 manufacturer, or from being licensed as a motor vehicle dealer  
7 only of the motorcycles manufactured by that manufacturer.  
8 This paragraph applies only if the manufacturer and all  
9 motor vehicle dealers owned, operated, or controlled by the  
10 manufacturer collectively sell no more than one hundred fifty  
11 motorcycles manufactured by that manufacturer in this state in  
12 any one-year period.

13 EXPLANATION

14 The inclusion of this explanation does not constitute agreement with  
15 the explanation's substance by the members of the general assembly.

16 Under current law, Code section 322.3(14) prohibits a motor  
17 vehicle manufacturer or importer from directly or indirectly  
18 being licensed as, owning an interest in, operating, or  
19 controlling a motor vehicle dealer, with certain exceptions.  
20 This bill adds to the list of exceptions a provision allowing  
21 a manufacturer of motorcycles to own an interest in, operate,  
22 or control a motor vehicle dealer only of the motorcycles  
23 manufactured by that manufacturer, and to be licensed as a  
24 motor vehicle dealer only of the motorcycles manufactured  
25 by that manufacturer. The exception applies only if the  
26 manufacturer and all motor vehicle dealers owned, operated, or  
27 controlled by the manufacturer collectively sell no more than  
28 150 motorcycles manufactured by that manufacturer in this state  
29 in any one-year period.