

House Study Bill 540 - Introduced

HOUSE FILE _____
BY (PROPOSED COMMITTEE
ON COMMERCE BILL BY
CHAIRPERSON LUNDGREN)

A BILL FOR

1 An Act relating to prohibited conduct of a brewer with regard
2 to wholesaler agreements.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 123A.5, subsection 1, paragraph b, Code
2 2024, is amended to read as follows:

3 b. Require a wholesaler to assent to any unreasonable
4 requirement, condition, understanding, or term of an agreement
5 prohibiting a wholesaler from selling the product of another
6 brewer, or prohibiting a wholesaler from utilizing, or
7 requiring a wholesaler to utilize, a business-to-business
8 electronic commerce platform offered by a brewer.

9

EXPLANATION

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

12 This bill prohibits a brewer from requiring a wholesaler
13 to assent to any unreasonable requirement, condition,
14 understanding, or term of an agreement prohibiting the
15 wholesaler from utilizing, or requiring the wholesaler to
16 utilize, a business-to-business electronic commerce platform
17 offered by a brewer. A brewer that violates the provisions
18 of the bill is subject to civil action by the aggrieved party
19 pursuant to Code section 123A.9.