



Ninety-Ninth Legislature - First Session - 2005
Introducer's Statement of Intent
LB 118

Chairperson: Mick Mines
Committee: Banking, Commerce and Insurance
Date of Hearing: January 18, 2005

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB 118 amends the section of statute in the Equipment Business Regulation Act that deals with the termination, cancellation or non-renewal of a dealer agreement and the notice requirements for such action. Under LB 118, if an implement dealer provides a written request, containing certain specified information, to a supplier for the sale or transfer of a dealership, the supplier shall approve or deny the request within 60 days. If no action is taken on the request within 60 days, the request is deemed approved. If the request is denied, the supplier shall provide the dealer with a written notice specifying the reasons for denial. The supplier may only deny a request based on the buyer's failure to meet reasonable requirements consistently imposed on other such transfers and approvals of new dealers.

Principal Introducer: _____
Senator Douglas Cunningham