

April 3, 1989

LB 280

CLERK: Mr. President, LB 280 was introduced by the Transportation Committee. (Title read.) The bill was introduced on January 10, referred to Transportation, advanced to General File. I have committee amendments pending, Mr. President.

SPEAKER BARRETT: Senator Lamb, on the committee amendments.

SENATOR LAMB: Mr. President and members, this is a bill that has to do primarily with automobile dealerships and the relationship between the company and the dealers. The committee amendment also puts motorcycle dealers in there in the agreement, provides that when any motorcycle dealer franchise is terminated, the franchiser shall pay to the franchisee the currently published dealer costs for all unused, undamaged and unsold supplies, parts and accessories originally acquired as a part of the franchisee's initial inventory, yeah, all such supplies, parts and accessories shall be identified. So the committee amendment merely puts the motorcycle dealers in it on the same basis as automobile dealers.

SPEAKER BARRETT: Any discussion on the committee amendments? If not, the question is the adoption of the committee amendments to LB 280. Those in favor vote aye, opposed nay. Have you all voted? Please record.

CLERK: 25 ayes, 0 nays, Mr. President, on adoption of the committee amendments.

SPEAKER BARRETT: The committee amendments are adopted. Senator Lamb, on the bill as amended.

SENATOR LAMB: Yes, Mr. President and members, this is a bill that has been agreed to by the dealers and by the companies, and Section 8 is the main part of the bill which spells out the relationship of dealers to the companies upon termination of their franchise. And it's fairly specific there for two or three pages. talks about the fair market value of all special tools, equipment and furnishings acquired from the franchisor which were recommended by the franchisor and are in good and usable condition and will be purchased by the company upon the termination. The dealer costs plus any charges made for distribution delivery of motor vehicles in inventory will be repurchased by the company. There is a couple pages there that