1st Sub. S.B. 68 NEW AUTOMOBILE FRANCHISE ACT AMENDMENTS

SENATE COMMITTEE AMENDMENTS

AMENDMENT 1

FEBRUARY 17, 2012 1:34 PM

Senator **Scott K. Jenkins** proposes the following amendments:

- 1. Page 13, Line 390:
 - 390 <u>incentive, or program that is offered to but declined</u> <u>or not accepted</u> <u>by a franchisee, even if a similar payment</u>
- 2. *Page 14, Lines 402 through 410:*
 - 402 (14) (a) Subsection (1)(pp)(i) does not apply to:
 - 403 { (a) signage purchased by a franchisee in which the franchisor has an intellectual
 - 404 property right; or
 - 405 {(b)} (ii) a good used in a facility construction, alteration, or remodel that is:
 - 406 {\(\frac{(i)}{2}\)} (A) a moveable interior display that contains material subject to a franchisor's
 - 407 intellectual property right; or
 - 408 { (ii) } specifically eligible for reimbursement of over one-half its cost pursuant to a
 - 409 <u>franchisor or distributor program or incentive granted to the franchisee on reasonable, written</u>
 - 410 terms.
- (b) Subsection (1)(pp)(ii) may not be construed to allow a franchisee to:
- (i) impair or eliminate a franchisor's intellectual property right; or
- (ii) erect or maintain a sign that does not conform to the franchisor's reasonable fabrication specifications and intellectual property usage guidelines.