

P.O. Box 201305 Anchorage, Alaska 99520-1305

Update Alaska's of Auto Dealer Franchise Act – HB 136

HB 136 updates Alaska's Statutes dealing with franchise agreements between Alaska's auto dealers and outside auto manufacturers. The bill includes provisions dealing with manufacturer policies on warranty service, which will positively impact Alaska consumers and workers.

This legislation brings to Alaska much-needed updates that level the playing field by providing protections to Alaskan businesses and consumers. These protections exist in most other states, however Alaska is behind in updating its laws. Specifically it:

- 1. Addresses what constitutes good cause for termination or nonrenewal of franchise agreements by adopting good faith standards for the manufacturers, including reasonable performance goals and supplying inventory.
- 2. Updates notice requirements in cases of termination or nonrenewal of franchise agreements and sets procedures for returning inventory to the manufacturer, including vehicles, parts, and signage previously required by the manufacturer.
- 3. Establishes procedures determining fair compensation to dealers for warranty work, governing manufacturer audits, and allowing dealers to provide warranty work for consumers over 100 miles from the dealer or not accessible by road.
- 4. Establishes procedures governing succession planning for dealerships.
- 5. Provides terms appropriate for rural states rather than large urban centers governing the establishment of new and relocated dealerships.
- 6. Addresses the sale, transfer or exchange of franchises.



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Affordable Used Cars, Anchorage Alaska Sales and Service - Anchorage, Chevrolet Alaska Sales and Service – Anchorage, Cadillac Alaska Sales and Service – Anchorage Buick Alaska Sales and Service – Anchorage GMC Alaska Sales and Service - Valley Buick Alaska Sales and Service - Valley GMC Anchorage Chrysler Anchorage Dodge Anchorage Ram Anchorage Jeep Chevrolet of South Anchorage Chevrolet of Wasilla Continental Acura, Anchorage Continental Honda, Anchorage Continental Mazda, Anchorage Continental Nissan, Anchorage Continental Subaru, Anchorage Continental Volvo, Anchorage Dependable Used Cars, Anchorage Fairbanks Nissan Gene's Chrysler, Fairbanks Gene's Dodge, Fairbanks Gene's Jeep, Fairbanks Gene's Ram, Fairbanks Kendall Ford, Anchorage Kendall Ford, Kenai Kendall Ford, Wasilla Kendall Lincoln, Anchorage Kendall Audi, Anchorage Kendall Lexus, Anchorage Kendall Mercedes, Anchorage

Kendall Porsche, Anchorage Kendall Toyota, Anchorage Kendall Volkswagen, Anchorage Lithia BMW of Anchorage Lithia Chrysler, Anchorage Lithia Dodge, Anchorage Lithia Jeep, Anchorage Lithia Ram, Anchorage Lithia Fiat, Anchorage Lithia Hyundai, Anchorage Lithia Kia, Anchorage Lithia Mini of Anchorage Lithia Chevrolet of Fairbanks Lithia Buick of Fairbanks Lithia GMC of Fairbanks Lithia Chrysler, Wasilla Lithia Dodge, Wasilla Lithia Jeep, Wasilla Lithia Ram, Wasilla Lyberger Car & Truck Sales, Anc McGee Auto Sales, Anchorage Mendenhall Auto Chevrolet, Juneau Mendenhall Auto Chrysler, Juneau Mendenhall Auto Dodge, Juneau Mendenhall Auto Jeep, Juneau Mendenhall Auto Ram, Juneau Mendenhall Auto Honda, Juneau Mendenhall Auto Subaru, Juneau Mendenhall Auto Toyota, Juneau Quality Auto Sales, Anchorage Red White and Blue Auto Sales, Anc Seekins Ford, Fairbanks Seekins Lincoln, Fairbanks