

FRANCHISE DISCLOSURE DOCUMENT



**ACTION DUCT CLEANING
FRANCHISING, INC.**
A California Corporation
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Altadena, CA 91001
Franchising@ActionDuct.com
[http //www ActionDuct.com](http://www.ActionDuct.com)
626-791-7870

The franchisor is offering a franchise for a business that provides a wide variety of cleaning services of air handling systems for residential and commercial properties under the name of “Action Duct Cleaning”

The total investment necessary to begin an Action Duct Cleaning franchise is between \$52,500 to \$110,750. This includes between \$19,500 and \$29,500 that you will pay to the Franchisor and its affiliates for an initial franchise fee.

This disclosure document summarizes certain provisions of your franchise agreement and other information in plain English. Read this disclosure document and all accompanying agreements carefully. You must receive this disclosure document at least 14 calendar-days before you sign a binding agreement with, or make any payment to, the franchisor or an affiliate in connection with the proposed franchise sale. **Note, however, that no governmental agency has verified the information contained in this document.**

You may wish to receive your disclosure document in another format that is more convenient for you. To discuss the availability of disclosures in different formats, contact Dan Stradford at 2333 Lincoln Avenue, Altadena, CA 91001 or call 626-791-7870.

The terms of your contract will govern your franchise relationship. Don't rely on the disclosure document alone to understand your contract. Read all of your contract carefully. Show your contract and this disclosure document to an advisor, like a lawyer or an accountant.

Buying a franchise is a complex investment. The information in this disclosure document can help you make up your mind. More information on franchising, such as “A Consumer's Guide to Buying a Franchise,” which can help you understand how to use this disclosure document, is available from the Federal Trade Commission. You can contact the FTC at 1-877-FTC-HELP or by writing to the FTC at 600 Pennsylvania Avenue, NW, Washington, D C 20580. You can also visit the FTC's home page at www.ftc.gov for additional information. Call your state agency or visit your public library for other sources of information on franchising.

There may also be laws on franchising in your state. Ask your state agencies about them.

THE ISSUE DATE OF THIS DISCLOSURE DOCUMENT IS JANUARY 24, 2018

STATE COVER PAGE

Your state may have a franchise law that requires a franchisor to register or file with a state franchise administrator before offering or selling in your state. **REGISTRATION OF A FRANCHISE BY A STATE DOES NOT MEAN THAT THE STATE RECOMMENDS THE FRANCHISE OR HAS VERIFIED THE INFORMATION IN THIS DISCLOSURE DOCUMENT**

Call the state franchise administrator listed in Exhibit C for information about the franchisor, about other franchisors, or about franchising in your state

MANY FRANCHISE AGREEMENTS DO NOT ALLOW YOU TO RENEW UNCONDITIONALLY AFTER THE INITIAL TERM EXPIRES. YOU MAY HAVE TO SIGN A NEW AGREEMENT WITH DIFFERENT TERMS AND CONDITIONS IN ORDER TO CONTINUE TO OPERATE YOUR BUSINESS. BEFORE YOU BUY, CONSIDER WHAT RIGHTS YOU HAVE TO RENEW YOUR FRANCHISE, IF ANY, AND WHAT TERMS YOU MIGHT HAVE TO ACCEPT IN ORDER TO RENEW

Please consider the following **RISK FACTORS** before you buy this franchise

- 1 **THE FRANCHISE AGREEMENT REQUIRES THAT THE FRANCHISEE ARBITRATE DISAGREEMENTS WITH THE FRANCHISOR ONLY IN THE STATE OF CALIFORNIA. OUT OF STATE ARBITRATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST MORE TO ARBITRATE WITH THE FRANCHISOR IN CALIFORNIA THAN IN YOUR HOME STATE**
- 2 **THE FRANCHISE AGREEMENT STATES THAT CALIFORNIA LAW GOVERNS THE AGREEMENT, AND THIS LAW MAY NOT PROVIDE THE SAME PROTECTIONS AND BENEFITS AS LOCAL LAW**
- 3 **WE WERE FORMED ON OCTOBER 16, 2017 AND HAVE A BRIEF OPERATING HISTORY. YOU MAY WANT TO CONSIDER THIS WHEN MAKING A DECISION TO PURCHASE THIS FRANCHISE OPPORTUNITY**
- 4 **THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE**

We use the services of one or more franchise brokers or referral sources to assist us in selling our franchise. A franchise broker or referral source represents us, not you. We pay this person a fee for selling our franchise or referring you to us. You should make sure to do your own investigation of the franchise.

ACTION DUCT CLEANING FRANCHISING, INC. FRANCHISE DISCLOSURE DOCUMENT

TABLE OF CONTENTS

<u>ITEM</u>	<u>PAGE</u>
1 The Franchisor, and Any Parents, Predecessors and Affiliates	4
2 Business Experience	5
3 Litigation	5
4 Bankruptcy	5
5 Initial Fees	6
6 Other Fees	6
7 Estimated Initial Investment	9
8 Restrictions on Sources of Products and Services	10
9 Franchisee's Obligations	11
10 Financing	12
11 Franchisor's Assistance, Advertising, Computer Systems, and Training	13
12 Territory	17
13 Trademarks	17
14 Patents, Copyrights and Proprietary Information	18
15 Obligation to Participate in the Actual Operation of the Franchise Business	18
16 Restrictions of What the Franchise May Sell	19
17 Renewal, Termination, Transfer and Dispute Resolution	19
18 Public Figures	20
19 Financial Performance Representations	20
20 Outlets and Franchisee Information	23
21 Financial Statements	25
22 Contracts	25
23 Receipt	End

Exhibits to the Franchise Disclosure Document

A Financial Statements	26
B List of Franchisees	38
C Schedule of State Agencies	39
D State Specific Amendments	42
E Operations Manuals Table of Contents	44
F Franchise Agreement with Addenda	50

This is a document preview downloaded from FranchisePanda.com. The full document is available for free by visiting: <https://franchisepanda.com/franchises/action-duct-cleaning-company>