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## FRANCHISE DISCLOSURE DOCUMENT



## ALLIANCE COST CONTAINMENT, LLC A KENTUCKY LIMITED LIABILITY COMPANY 222 South First Street, Suite 403; Louisville, Kentucky 40202 http://www.alliancecost.com/ mlee@alliancecost.com

The Franchisee will own and operate an Alliance Cost Containment, LLC franchise. Alliance Cost Containment, LLC is offering franchises for the establishment and operation of Alliance Cost Containment franchises providing business consultation services relating to cost containment and development of expense reduction systems for individual business.

The total investment necessary to begin operation of an Alliance Cost Containment franchise is estimated between Forty Seven Thousand Six Hundred Dollars and Sixty Four Thousand Six Hundred Dollars (\$47,600.00 and \$64,600.00). This includes Thirty-Eight Thousand Eight Hundred Dollars (\$38,800.00) that must be paid to the Franchisor. See Items 5 through 7 for additional information regarding the total investment.

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.

The terms of your contract will govern your franchise relationship. Don't rely on this 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.

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 Miles Lee at 222 South First



Street, Suite 403, Louisville, KY 40202 and (866) 364-2848. Mr. Lee's email address is mlee@alliancecost.com.

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## 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 A for information about the franchisor, 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 YOU TO RESOLVE ANY DISPUTES YOU MAY HAVE WITH US BY BINDING ARBITRATION IN THE STATE OF KENTUCKY. OUT-OF-STATE ARBITRATION PROCEEDINGS MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST MORE TO ENGAGE IN ARBITRATION IN THE STATE OF KENTUCKY THAN IN YOUR HOME STATE.
- 2. THE FRANCHISE AGREEMENT STATES THAT KENTUCKY LAW GOVERNS THE FRANCHISE AGREEMENT AND THIS LAW MAY NOT PROVIDE THE SAME PROTECTIONS AND BENEFITS AS LOCAL LAW. YOU MAY WANT TO COMPARE THESE LAWS (SEE STATE ADDENDUM ATTACHED AS EXHIBIT A).
- 3. THIS IS A NEW FRANCHISE OFFERING AND WE ARE STILL DEVELOPING OUR SYSTEM REQUIREMENTS.
- 4. YOU MUST PAY US MINIMUM ROYALTY FEES OF \$1,250 PER QUARTER, BEGINNING WITH THE CALENDAR QUARTER DURING WHICH INITIAL TRAINING IS COMPLETED, EVEN IF THE FRANCHISE HAS NO REVENUE.
- 5. WE MAY TERMINATE THE FRANCHISE AGREEMENT IF YOU FAIL TO GENERATE GROSS REVENUES OF \$100,000 PER YEAR AFTER THE FIRST TWO YEARS OF OPERATION.
- THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

This Disclosure Document was issued on April \_\_\_\_\_\_, 2012.

This is a document preview downloaded from FranchisePanda.com. The full document is available fo free by visiting: https://franchisepanda.com/franchises/alliance-cost-containment