



## FRANCHISE DISCLOSURE DOCUMENT

SAM'S HOT DOGS, INC.

The franchise offered here is a "hot dog" sandwich shop, offering and selling hot dogs and other fast food sandwich products and side items.

P.O. BOX 539  
2125 PICKETT ROAD  
WAYNESBORO, VIRGINIA 22980  
(540) 949-6186

The total investment necessary to begin operation of a Sam's Hot Dog franchise is between \$18,800 and \$46,700. This includes \$7,500 that must be paid to franchisor.

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 or grant. **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 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](http://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.

(11/12/12)

## 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 E 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 MAY 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:

THE FRANCHISE AGREEMENT REQUIRES YOU TO RESOLVE DISPUTES WITH US BY ARBITRATION ONLY IN VIRGINIA. OUT-OF-STATE ARBITRATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST YOU MORE TO ARBITRATE WITH US IN VIRGINIA THAN IN YOUR OWN STATE.

THE FRANCHISE AGREEMENT STATES THAT VIRGINIA LAW GOVERNS THE AGREEMENT, AND THIS LAW MAY NOT PROVIDE THE SAME PROTECTIONS AND BENEFITS AS LOCAL LAW. YOU MAY WANT TO COMPARE THESE LAWS.

THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

We use the service of one FRANCHISE BROKER, Susan Brown, to assist us in selling our franchise. A franchise broker represents us, not you. We pay this broker a fee for selling our franchise. You should be sure to do your own investigation of the franchise.

Effective Date: \_\_\_\_\_

TABLE OF CONTENTS

**ITEM**

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

This is a document preview downloaded from FranchisePanda.com. The full document is available for free by visiting: <https://franchisepanda.com/franchises/sams-hot-dog-stand>