

FRANCHISE DISCLOSURE DOCUMENT

Junkluggers Franchising, LLC a Delaware limited liability company 77 Selleck Street Stamford, Connecticut 06902 Tel: (800) 584-5865 <u>www.junkluggers.com</u> <u>www.luggersmoving.com</u>





The franchise offered is for the operation of an "eco-friendly" junk removal business under the name The Junkluggers and/or a moving and packing business under the name Luggers Moving, each of which service homes and businesses. Depending on your financial ability and your professional experience, you may be offered the opportunity to purchase both franchises. Each franchise includes the right to use the applicable trademarks, trade dress and operating system.

The total investment necessary to begin operation of a The Junkluggers or Luggers Moving franchise is \$90,905 to \$176,249 for new franchisees and \$18,650 to \$121,199 for franchisees that are converting an existing business to a The Junkluggers and/or Luggers Moving franchise. This includes an initial franchise fee of \$45,000 (for one business concept) to \$55,000 (for both business concepts and the opportunity to offer and sell restored products under the name Second Chance Restoration) for new franchisees or \$5,000 to \$55,000 for franchisees which are converting an existing business to a The Junkluggers and/or Luggers Moving franchise, either of which must be paid to the franchisor and/or its affiliate, as appropriate.

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 the Disclosure Document at least fourteen (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 government 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 Josh Cohen at 77 Selleck Street, Stamford, Connecticut 06902 and (800) 584-5865.

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, DC 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. **Issuance Date:** April 30, 2017, as amended on June 20, 2017

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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 <u>**Exhibit**</u> C 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 DISPUTES WITH US BY MEDIATION AND THEN ARBITRATION ONLY IN CONNECTICUT. OUT-OF-STATE MEDIATION OR ARBITRATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT FOR DISPUTES. IT MAY ALSO COST YOU MORE TO MEDIATE OR ARBITRATE WITH US IN CONNECTICUT THAN IN YOUR OWN STATE.
- 2. CERTAIN DISPUTES WITH US NOT SUBJECT TO MEDIATION OR ARBITRATION MUST BE RESOLVED BY LITIGATION ONLY IN CONNECTICUT. OUT-OF-STATE LITIGATION MAY FORCE YOU TO ACCEPT A LESS FAVORABLE SETTLEMENT. IT MAY ALSO COST YOU MORE TO LITIGATE WITH US IN CONNECTICUT THAN IN YOUR OWN STATE.
- 3. THE FRANCHISE AGREEMENT STATES THAT CONNECTICUT 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.
- 4. THE FRANCHISE AGREEMENT REQUIRES THE INDIVIDUAL OWNERS OF THE FRANCHISEE SIGN A PERSONAL GUARANTY UNDER WHICH EACH OWNER WILL BE JOINTLY AND SEVERALLY LIABLE FOR THE OBLIGATIONS OF THE FRANCHISEE. THIS REQUIREMENT PLACES THE PERSONAL ASSETS OF THE FRANCHISE OWNERS AT RISK.
- 5. YOU MUST MAKE MINIMUM ANNUAL ROYALTY PAYMENTS. YOUR INABILITY TO MAKE THESE PAYMENTS MAY RESULT IN LOSS OF TERRITORIAL RIGHTS GRANTED TO YOU.

THERE MAY BE OTHER RISKS CONCERNING THIS FRANCHISE.

We may 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 is our agent and represents us, not you. We pay this person a fee for selling our franchise or referring you to us. You should be sure to do your own investigation of the franchise.

Effective Dates: See the next page for state Effective Dates.

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STATE EFFECTIVE DATES

The following states require that this Disclosure Document be registered or filed with the state, or be exempt from registration: California, Hawaii, Illinois, Indiana, Maryland, Michigan, Minnesota, New York, North Dakota, Rhode Island, South Dakota, Virginia, Washington and Wisconsin.

This Disclosure Document is either registered, on file or exempt from registration in the following states having franchise registration and disclosure laws, with the following effective dates:

California: Florida: Effective Illinois: Indiana: Maryland: Michigan: Effective New York: Rhode Island: Texas: Effective Effective Utah: Virginia: Washington: Wisconsin:

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This is a document preview downloaded from FranchisePanda.com. The full document is available for free by visiting: https://franchisepanda.com/franchises/the-junkluggers-luggers-moving-remix-market