

HR 5600

Franchise Financing Improvement Act of 2014

Congress: 113 (2013–2015, Ended)

Chamber: House

Policy Area: Commerce

Introduced: Sep 18, 2014

Current Status: Referred to the House Committee on Small Business.

Latest Action: Referred to the House Committee on Small Business. (Sep 18, 2014)

Official Text: <https://www.congress.gov/bill/113th-congress/house-bill/5600>

Sponsor

Name: Rep. Graves, Sam [R-MO-6]

Party: Republican • **State:** MO • **Chamber:** House

Cosponsors

No cosponsors are listed for this bill.

Committee Activity

| Committee | Chamber | Activity | Date |
|--------------------------|---------|-------------|--------------|
| Small Business Committee | House | Referred To | Sep 18, 2014 |

Subjects & Policy Tags

Policy Area:

Commerce

Related Bills

No related bills are listed.

Franchise Financing Improvement Act of 2014 - Amends the Small Business Act to direct the Administrator of the Small Business Administration (SBA) to make financial assistance available to franchisees under the Act or the Small Business Investment Act of 1958 if the franchisee is not affiliated with the franchisor.

Declares that a franchisee shall not be considered affiliated with the franchisor if:

- the franchisor has filed a disclosure document pursuant to specified federal regulations; and
- the franchisee, upon default on a loan (whether guaranteed by the SBA or not), has no ability to obtain financial assistance from the franchisor to repay the loan.

Declares further that a franchisor's authority to repurchase the franchise for noncompliance with its terms and conditions, or to have the right of first refusal to purchase it from the franchisee, shall not be considered financial assistance to repay loans issued to the franchisee.

Actions Timeline

- **Sep 18, 2014:** Introduced in House
- **Sep 18, 2014:** Referred to the House Committee on Small Business.