

HR 471

Small Business Administration Franchise Loan Transparency Act of 2017

Congress: 115 (2017–2019, Ended)

Chamber: House

Policy Area: Commerce

Introduced: Jan 12, 2017

Current Status: Referred to the Subcommittee on Digital Commerce and Consumer Protection.

Latest Action: Referred to the Subcommittee on Digital Commerce and Consumer Protection. (Jan 25, 2017)

Official Text: <https://www.congress.gov/bill/115th-congress/house-bill/471>

Sponsor

Name: Rep. Ellison, Keith [D-MN-5]

Party: Democratic • **State:** MN • **Chamber:** House

Cosponsors (4 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Conyers, John, Jr. [D-MI-13]	D · MI		Jan 12, 2017
Rep. Huffman, Jared [D-CA-2]	D · CA		Jan 12, 2017
Rep. McCollum, Betty [D-MN-4]	D · MN		Jan 12, 2017
Rep. Larson, John B. [D-CT-1]	D · CT		Jan 13, 2017

Committee Activity

Committee	Chamber	Activity	Date
Energy and Commerce Committee	House	Referred to	Jan 25, 2017

Subjects & Policy Tags

Policy Area:

Commerce

Related Bills

No related bills are listed.

Small Business Administration Franchise Loan Transparency Act of 2017

This bill requires a franchisor, except one with a franchise in the lodging industry, to disclose in the required Federal Trade Commission disclosure document:

- the average first-year revenue for all franchise locations for each of the preceding five years of operation;
- the number of franchise locations that went out of business or were sold by the franchisee during the first year of operation for each such period; and
- the average revenues for all locations of the franchise for each such period, aggregated to show the top 25%, middle 50%, and the bottom 25% of revenue.

Any financial information relating to the performance of any franchise's location provided by the franchisor, or its representatives, to the lender for the purpose of qualifying the loan, must be disclosed to the prospective franchisee borrower.

Actions Timeline

- **Jan 25, 2017:** Referred to the Subcommittee on Digital Commerce and Consumer Protection.
- **Jan 12, 2017:** Introduced in House
- **Jan 12, 2017:** Referred to the House Committee on Energy and Commerce.