H.B. NO. 72

## A BILL FOR AN ACT

RELATING TO FRANCHISE INVESTMENT LAW.

### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. Chapter 482E, Hawaii Revised Statutes, is
2	amended by adding a new section to be appropriately designated
3	and to read as follows:
4	<b>§482E-</b> Advertising campaigns; non-participation. (a)
5	If a franchisee does not participate in a specific advertising
6	campaign of the franchise in which a discount or a promotion is
7	offered, the franchisee shall disclose its non-participation at
8	its entrance or storefront with signage of a size sufficient to
9	be clearly visible to the general public.
10	(b) No franchisor may impose a restriction or condition
11	upon the franchisee, whether by the terms of the franchise
12	agreement or by other device or practice, in making the required
13	disclosure under subsection (a)."
14	SECTION 2. This Act does not affect rights and duties that
15	matured, penalties that were incurred, and proceedings that were

16 begun before its effective date.

17 SECTION 3. New statutory material is underscored.



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H.B. NO. 82

1 SECTION 4. This Act shall take effect on July 1, 2019.

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INTRODUCED BY:

JAN 1 7 2019



# H.B. NO. 82

### Report Title:

Franchisee; Advertising Campaigns; Non-Participation

### Description:

Requires franchisees to post signage at their establishments to disclose their non-participation in advertising campaigns of the franchisor in which discounts or promotions are offered. Prohibits franchisors from limiting or restricting the disclosures.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

