WEST VIRGINIA LEGISLATURE

2024 REGULAR SESSION

Introduced

House Bill 4980

By Delegate Worrell

[Introduced January 22, 2024; Referred to the

Committee on the Judiciary]

- A BILL to amend the Code of West Virginia, 1931, as amended, by adding thereto a new section,
 designated §55-8-17, relating to choice of law provisions in franchise agreements;
 declaring agreement voidable if it provides the agreement to be interpreted pursuant to the
 law of any other state; and establishing effective date of amendments.
 - Be it enacted by the Legislature of West Virginia:

ARTICLE 8. ACTIONS ON CONTRACTS.

- §55-8-17. Choice of law in franchise agreements. 1 (a) It is public policy of this state that a choice of law provision, contained in any franchise 2 agreement entered into by a resident of this state holding a franchise of any kind whatsoever, and 3 which provides that the contract is to be interpreted pursuant to the laws of any other state or 4 jurisdiction, is voidable, and, if voided, the terms of that franchise agreement shall be interpreted 5 pursuant to the laws of this state. 6 (b) The amendments to this section enacted in 2024 shall be applicable prospectively to all
- 7 <u>civil actions commenced on or after July 1, 2024.</u>

NOTE: The purpose of this bill is to make choice of law provisions in franchise contracts inoperable as a matter of West Virginia law if the West Virginia franchisee objects.

Strike-throughs indicate language that would be stricken from a heading or the present law, and underscoring indicates new language that would be added.