## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1658 Session of 2023

INTRODUCED BY MATZIE, PISCIOTTANO, MARSHALL, KENYATTA, MADDEN, KHAN, HANBIDGE, VENKAT, DEASY, DONAHUE, SCHLOSSBERG, KAZEEM, MCNEILL, BRENNAN, BURGOS, HILL-EVANS, WARREN, GALLAGHER, FLICK, CEPEDA-FREYTIZ, SANCHEZ, CERRATO, MAYES, BENHAM, CONKLIN, BOROWSKI AND SAMUELSON, SEPTEMBER 5, 2023

AS REPORTED FROM COMMITTEE ON CONSUMER PROTECTION, TECHNOLOGY AND UTILITIES, HOUSE OF REPRESENTATIVES, AS AMENDED, OCTOBER 3, 2023

## AN ACT

- 1 Amending the act of December 17, 1968 (P.L.1224, No.387),
- entitled "An act prohibiting unfair methods of competition
- and unfair or deceptive acts or practices in the conduct of
- 4 any trade or commerce, giving the Attorney General and
- 5 District Attorneys certain powers and duties and providing
- 6 penalties," prohibiting speculative ticketing acts or
- 7 practices.
- 8 The General Assembly of the Commonwealth of Pennsylvania
- 9 hereby enacts as follows:
- 10 Section 1. The act of December 17, 1968 (P.L.1224, No.387),
- 11 known as the Unfair Trade Practices and Consumer Protection Law,
- 12 is amended by adding a section to read:
- 13 <u>Section 3.2. Prohibition on Speculative Ticketing Acts or</u>
- 14 Practices. -- (a) A reseller may not advertise, offer for sale,
- 15 contract for the resale of a ticket or accept full or partial
- 16 consideration for resale of a ticket unless all of the following
- 17 <u>requirements are met:</u>
- 18 (1) The ticket shall conform to the ticket's description as

- 1 advertised and include the precise section and row of the seat
- 2 or space to which the ticket would entitle the bearer to occupy.
- 3 <u>If the ticket is not for a reserved seat, the ticket shall</u>
- 4 <u>include descriptive information about the location of the seat</u>
- 5 <u>or space, including a description of a section or other area</u>
- 6 within the venue where the seat or space is located.
- 7 (2) The reseller shall have possession or constructive
- 8 possession of the ticket, or a written contract to obtain the
- 9 <u>ticket at a certain price from the rights holder or operator for</u>
- 10 the ticket. AS USED IN THIS CLAUSE, THE TERM "CONSTRUCTIVE"
- 11 POSSESSION" MEANS THE ABILITY TO EXERCISE A CONSCIOUS DOMINION
- 12 OVER A TICKET, THE POWER TO CONTROL THE TICKET AND THE INTENT TO
- 13 EXERCISE THAT CONTROL.
- 14 (3) An official ticket presale or onsale for the event has
- 15 occurred before the ticket being advertised, listed or offered
- 16 for resale by the reseller, unless the rights holder or operator
- 17 has consented in writing to the advertisement, listing or offer
- 18 for resale.
- 19 (b) A secondary ticket platform may not publish an
- 20 advertisement for a ticket, listing for a ticket or offer for
- 21 resale of a ticket unless an official ticket presale or onsale
- 22 for the event has occurred before the ticket being advertised,
- 23 listed or offered for resale, unless the rights holder or
- 24 operator has consented in writing to the advertisement, listing
- 25 or offer for resale.
- 26 (c) A secondary ticket platform may not use any of the
- 27 following:
- 28 (1) A domain name, or a subdomain name of the domain name,
- 29 in the URL of the secondary ticket platform that contains the
- 30 name of a specific rights holder or operator or words likely to

- 1 <u>be associated with a specific rights holder or operator, unless</u>
- 2 <u>authorized</u> by the specific rights holder or operator.
- 3 (2) The name of the exhibition or performance, including the
- 4 <u>name of a person, team, performance, group or entity scheduled</u>
- 5 to perform at a venue or event, unless authorized by the owner
- 6 of the name.
- 7 (3) A trademark not owned by the secondary ticket platform,
- 8 <u>including a trademark owned by an authorized agent or partner of</u>
- 9 the operator, unless authorized by the owner of the trademark.
- 10 (4) A combination of texts, images, web designs or Internet
- 11 website addresses that are substantially similar to the texts,
- 12 <u>images</u>, web designs or Internet website addresses of a rights
- 13 <u>holder or operator</u>, without the written consent of the rights
- 14 <u>holder or operator.</u>
- 15 (5) A name substantially similar to a name specified under
- 16 clauses (1) through (4), including a misspelling of a name
- 17 specified under clauses (1) through (4).
- 18 (D) THE ATTORNEY GENERAL SHALL HAVE THE AUTHORITY TO ENFORCE <--
- 19 THIS SECTION. A VIOLATION OF THIS SECTION SHALL BE DEEMED
- 20 UNLAWFUL UNDER SECTION 3 OF THIS ACT FOR THE PURPOSES OF
- 21 ENFORCEMENT BY THE ATTORNEY GENERAL.
- 22 (E) An operator, venue, rights holder or primary ticket <--
- 23 platform who suffers injury as a result of another person's
- 24 violation of this section may bring a private action to recover
- 25 actual damages for such injury plus one thousand dollars
- 26 (\$1,000) for each violation of this section regarding each
- 27 ticket sold by the person. The court may, in its discretion,
- 28 provide such additional relief as it deems necessary or proper.
- 29 The court may award to the plaintiff, in addition to other
- 30 relief provided in this section, costs and reasonable attorney

- 1 fees.
- 2 <del>(e)</del> (F) As used in this section:
- 3 "Domain name" means a globally unique, hierarchical reference

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- 4 to an Internet host or service, which is assigned through
- 5 centralized Internet naming authorities, and which is comprised
- 6 of a series of character strings separated by periods, with the
- 7 <u>right-most string specifying the top of the hierarchy.</u>
- 8 "Operator" means a person or entity that owns, operates or
- 9 <u>controls a venue or that organizes or produces entertainment.</u>
- 10 "Primary sale" means the initial sale of a ticket.
- 11 <u>"Primary ticket platform" means a provider of ticketing</u>
- 12 <u>services or an agent of the provider that engages in the primary</u>
- 13 <u>sale of tickets for an event.</u>
- "Purchaser" means a person who purchases a ticket from a
- 15 primary ticket platform or a secondary ticket platform.
- 16 "Resale or secondary sale" means a sale of a ticket that is
- 17 not a primary sale.
- 18 "Reseller" means a person or entity that engages in the
- 19 resale or secondary sale of tickets.
- 20 "Rights holder" means any of the following:
- 21 (1) A person or entity, including a venue, that has the
- 22 initial ownership rights to sell a ticket to an event for which
- 23 <u>tickets for entry by the public are required.</u>
- 24 (2) Regarding a specific live event, a performing artist or
- 25 team or an agent working on behalf of the performing artist or
- 26 team.
- 27 "Secondary ticket platform" means a business that operates or
- 28 provides an Internet website, software application for a mobile
- 29 device or other digital platform for the purpose of reselling or
- 30 facilitating the resale of tickets to purchasers, including a

- 1 primary ticketing platform to the extent that the platform is
- 2 engaged in reselling or facilitating the resale of tickets to
- 3 purchasers.
- 4 <u>"Ticket" means a printed, electronic or other license issued</u>
- 5 by an operator or rights holder for admission to an event at the
- 6 date and time specified on the ticket, subject to the terms and
- 7 conditions as specified by the operator or rights holder.
- 8 "URL" means the Uniform Resource Locator for an Internet
- 9 <u>website.</u>
- 10 "Venue" means a public or private facility at which the
- 11 general public is admitted for a sporting event, concert,
- 12 <u>theater performance</u>, <u>amusement or other entertainment event</u>.
- 13 Section 2. This act shall take effect in 60 days.