CS for SB 742

By the Committee on Commerce and Tourism; and Senator Simpson

2015742c1 577-03123A-15 1 A bill to be entitled 2 An act relating to ticket sales; amending s. 817.36, 3 F.S.; defining terms; revising provisions to include 4 digital platforms; revising certain presale disclosure 5 requirements; revising provisions relating to 6 prohibitions on bypassing portions of the ticket-7 buying process, disguising the identity of a buyer, or 8 circumventing security measures; providing criminal 9 penalties for violations; providing for recovery of 10 damages up to treble the amount of actual damages for 11 such violations; providing criminal penalties for knowingly reselling a ticket in violation of statute; 12 deleting provisions imposing penalties for 13 intentionally using or selling software to circumvent 14 15 certain ticket seller security measures; requiring specified disclosures before resale of a ticket; 16 17 prohibiting misrepresentations of affiliation or 18 endorsement by resellers without consent; providing 19 exceptions; authorizing declaratory judgments; 20 authorizing the Department of Legal Affairs or a state attorney to bring a civil or criminal action under 21 22 certain circumstances; providing criminal penalties 23 for certain violations; requiring rulemaking; 24 providing an effective date. 25 26 Be It Enacted by the Legislature of the State of Florida: 27 28 Section 1. Section 817.36, Florida Statutes, is amended to 29 read:

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30	817.36 <u>Ticket sales</u> Resale of tickets
31	(1) As used in this section, the term:
32	(a) "Department" means the Department of Agriculture and
33	Consumer Services.
34	(b) "Face value" means the face price of a ticket, as
35	determined by the event presenter and printed or displayed on
36	the ticket.
37	(c) "Online marketplace" means a website, software
38	application for a mobile device, or any other digital platform
39	that provides a forum for the buying and selling of tickets, but
40	does not include a website, software application for a mobile
41	device, or any other digital platform operated by a reseller,
42	ticket issuer, event presenter, or agent of an owner or operator
43	of a place of entertainment.
44	(d) "Place of entertainment" means a privately owned and
45	operated entertainment facility or publicly owned and operated
46	entertainment facility in this state, such as a theater,
47	stadium, museum, arena, racetrack, or other place where
48	performances, concerts, exhibits, games, athletic events, or
49	contests are held and for which an entry fee is charged. A
50	facility owned by a school, college, university, or house of
51	worship is a place of entertainment only when an event is held
52	for which an entry fee is charged.
53	(e) "Resale website" means a website, software application
54	for a mobile device, any other digital platform, or portion
55	thereof, whose primary purpose is to facilitate the resale of
56	tickets to consumers, but excludes an online marketplace.
57	(f) "Ticket" means a printed, electronic, or other type of
58	evidence of the right, option, or opportunity to occupy space at

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59 or to enter or attend an entertainment event even if not 60 evidenced by any physical manifestation of such right. 61 (2) (1) A person or entity that offers for resale or resells 62 any ticket may charge only \$1 above the face value admission 63 price charged therefor by the original ticket seller of the ticket for the following transactions: 64 65 (a) Passage or accommodations on any common carrier in this 66 state. However, this paragraph does not apply to travel agencies that have an established place of business in this state and are 67 68 required to pay state, county, and city occupational license 69 taxes. 70 (b) Multiday or multievent tickets to a park or 71 entertainment complex or to a concert, entertainment event, 72 permanent exhibition, or recreational activity within such a 73 park or complex, including an entertainment/resort complex as 74 defined in s. 561.01(18). 75 (c) Event tickets originally issued by a charitable 76 organization exempt from taxation under s. 501(c)(3) of the 77 Internal Revenue Code for which no more than 3,000 tickets are 78 issued per performance. The charitable organization must issue 79 event tickets with the following statement conspicuously printed 80 or displayed on the face or back of the ticket: "Pursuant to s. 81 817.36, Florida Statutes, this ticket may not be resold for more 82 than \$1 over the face value original admission price." This 83 paragraph does not apply to tickets issued or sold by a third party contractor ticketing services provider on behalf of a 84 85 charitable organization otherwise included in this paragraph 86 unless the required disclosure is printed or displayed on the 87 ticket.

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577-03123A-15 2015742c1 117 prior express written consent of the owner of the property or 118 place of entertainment. 119 (4) (4) (3) Any sales tax due for resales under this section 120 shall be remitted to the Department of Revenue in accordance 121 with s. 212.04. 122 (4) A person who knowingly resells a ticket or tickets in 123 violation of this section is liable to the state for a civil 124 penalty equal to treble the amount of the price for which the 125 ticket or tickets were resold. 126 (5) (a) A person may not sell, use, or cause to be used any 127 means, method, technology, device, or software that is designed 128 or intended to, or that functions to, bypass portions of the 129 ticket-buying process or disguise the identity of the ticket 130 purchaser with the intent to circumvent a security measure, an 131 access control system or other control, authorization, or 132 measure on a ticket issuer's or resale ticket agent's website, software application for a mobile device, or digital platform. 133 134 (b) A person may not use or cause to be used any means, 135 method, or technology that is designed, intended, or functions 136 to disguise the identity of the purchaser with the purpose of 137 purchasing or attempting to purchase via online sale a quantity 138 of tickets to a place of entertainment in excess of authorized 139 limits established by the owner or operator of a place of 140 entertainment or of the entertainment event or his or her agent. (c) A person who knowingly violates this subsection commits 141 142 a misdemeanor of the second degree, punishable as provided in s. 143 775.082 or s. 775.083 or by a fine not to exceed \$10,000, or 144 both. Each ticket purchase, sale, or violation of this 145 subsection constitutes a separate offense.

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146	(d) A party that has been injured by wrongful conduct in
147	violation of this subsection may bring an action to recover all
148	actual damages suffered as a result of any of such wrongful
149	conduct. The court in its discretion may award damages up to
150	three times the amount of actual damages. A person who
151	intentionally uses or sells software to circumvent on a ticket
152	seller's Internet website a security measure, an access control
153	system, or any other control or measure that is used to ensure
154	an equitable ticket-buying process is liable to the state for a
155	civil penalty equal to treble the amount for which the ticket or
156	tickets were sold.
157	(6) <u>A person, resale website, or online marketplace must</u>
158	clearly and conspicuously disclose to a prospective ticket
159	resale purchaser, whether on the resale website or online
160	marketplace, or in person, before a resale:
161	(a) The refund policy of the person or resale website, or
162	online marketplace in connection with the cancellation or
163	postponement of an entertainment event;
164	(b) That it is a resale website or online marketplace and
165	prices of tickets can often exceed face value; and
166	(c) If the ticket is in the actual physical possession of
167	the reseller, the face value and exact location of the seat
168	offered for sale, including a section, row, and seat number, or
169	area specifically designated as accessible seating; or
170	(d) If the ticket is not in the actual physical possession
171	of the reseller:
172	1. That the ticket offered for sale is not in the actual
173	physical possession of the reseller;
174	2. The period of time when the reseller reasonably expects
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175	to have the ticket in actual physical possession and available
176	for delivery; and
177	3. Whether the reseller is actively making an offer to
178	procure the ticket.
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180	This subsection does not apply to a person who does not
181	regularly engage in the business of reselling tickets; who, in
182	any given 12-month period, resells fewer than 60 tickets or
183	fewer than one-third of all tickets purchased from a given
184	sports entity, whichever is less; and who obtains the tickets
185	for his or her own use or the use of his or her family members,
186	friends, or acquaintances. As used in this section, the term
187	"software" means computer programs that are primarily designed
188	or produced for the purpose of interfering with the operation of
189	any person or entity that sells, over the Internet, tickets of
190	admission to a sporting event, theater, musical performance, or
191	place of public entertainment or amusement of any kind.
192	(7)(a) A resale website or online marketplace shall not
193	make any representation of affiliation or endorsement with a
194	venue or artist without the express written consent of the venue
195	or artist, except when it constitutes fair use and is consistent
196	with applicable laws.
197	(b) A person who knowingly violates this subsection commits
198	a felony of the third degree, punishable as provided in s.
199	775.082 or s. 775.083 or by a fine not to exceed \$10,000, or
200	both.
201	(8)(a) A person aggrieved by a violation of this section
202	may, without regard to any other remedy or relief to which the
203	person is entitled, bring an action to obtain a declaratory

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577-03123A-15 2015742c1 204 judgment that an act or practice violates this section and to 205 enjoin a person who has violated, is violating, or is otherwise 206 likely to violate this section. 207 (b) In any action brought by a person who has suffered a 208 loss as a result of a violation of this section, such person may 209 recover actual damages, plus attorney fees and court costs. 210 (9) If the department, by its own inquiry or as a result of 211 complaints, has reason to believe that a violation of this section has occurred or is occurring, the department may conduct 212 213 an investigation, conduct hearings, subpoena witnesses and 214 evidence, and administer oaths and affirmations. If, as a result 215 of the investigation, the department has reason to believe a violation of this section has occurred, the department with the 216 217 coordination of the Department of Legal Affairs and any state 218 attorney, if the violation has occurred or is occurring within 219 her or his judicial circuit, shall have the authority to bring a 220 civil action and to seek any other relief, including injunctive relief, as the court deems appropriate. The Department of Legal 221 222 Affairs or any state attorney having jurisdiction may bring a 223 civil or criminal action to seek any other relief, as the court 224 deems appropriate. This subsection does not prohibit the 225 department from providing information to any law enforcement 226 agency or to any other regulatory agency. 227 (10) Except as otherwise provided in this section a person 228 who knowingly resells a ticket or tickets in violation of this 229 section commits misdemeanor of the second degree, punishable as 230 provided in s. 775.082 or s. 775.083. Each violation of this 231 section constitutes a separate offense. 232 (11) The department shall adopt rules to implement this

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233 section. 234 Section 2. This act shall take effect October 1, 2015.

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