SF2003

S2003-1

## **SENATE** STATE OF MINNESOTA NINETY-THIRD SESSION

RSI

## S.F. No. 2003

(SENATE AUTHORS: KLEIN, Port, Seeberger, Kupec and Pha)				
DATE	D-PG	OFFICIAL STATUS		
02/21/2023	985	Introduction and first reading		
		Referred to Commerce and Consumer Protection		
02/27/2023	1149	Author added Maye Quade		
03/02/2023		Author added Seeberger		
03/07/2023	1384	Author added Kupec		
04/14/2023		Author added Pha		
02/12/2024	11560	Author stricken Maye Quade		
		Chief author stricken, shown as co-author Port		
		Chief author added Klein		
03/04/2024	11878a	Comm report: To pass as amended and re-refer to Judiciary and Public Safety		
03/20/2024		Comm report: To pass as amended and re-refer to Finance		

1.1	A bill for an act
1.2 1.3 1.4 1.5	relating to consumer protection; requiring disclosures relating to ticket sales; prohibiting conduct in connection with ticket sales; requiring disclosure of data to the commissioner of commerce; allowing enforcement by the commissioner of commerce; proposing coding for new law in Minnesota Statutes, chapter 325F.
1.6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
1.7	Section 1. [325F.676] TICKET SALES.
1.8	Subdivision 1. Definitions. (a) For the purposes of this section, the following terms have
1.9	the meanings given.
1.10	(b) "Commissioner" means the commissioner of commerce.
1.11	(c) "Entertainment" means all forms of entertainment, including but not limited to
1.12	theatrical or operatic performances, concerts, motion pictures, entertainment at fairgrounds,
1.13	amusement parks, athletic competitions and other sports, and all other forms of diversion,
1.14	recreation, or show.
1.15	(d) "Internet domain name" means a globally unique, hierarchical reference to an Internet
1.16	host or service, which is assigned through a centralized Internet naming authority and which
1.17	is composed of a series of character strings separated by periods with the rightmost string
1.18	specifying the top of the hierarchy.
1.19	(e) "Online ticket marketplace" means the administrator of a website or other electronic
1.20	service, including an agent, employee, or assignee of such administrator, that sells tickets
1.21	or maintains a platform to facilitate the sale of tickets.

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2.1	(f) "Oper	rator" means a person,	including an a	gent, employee, or assi	gnee of such person,		
2.2	who:						
2.3	(1) owns	s, operates, or controls	a place of ente	ertainment;			
2.4	<u> </u>	-	-				
2.4	<u> </u>	uces entertainment; or					
2.5	(3) sells	a ticket to an entertain	ment for origi	nal sale.			
2.6	<u>(g) "Pers</u>	son" means a party, inc	lividual, partn	ership, association, co	rporation, or other		
2.7	legal entity.						
2.8	<u>(h) "Plac</u>	ee of entertainment" m	eans an enterta	ainment facility, inclue	ding but not limited		
2.9	to an amphi	theater, theater, stadium	m, arena, racet	rack, museum, amuse	ment park, venue,		
2.10	club, or othe	er place where perform	nances, concer	ts, exhibits, athletic ga	ames, contests, or		
2.11	other forms	of entertainment are he	ld. For the pur	poses of this section, pl	ace of entertainment		
2.12	does not inc	lude movie theaters.					
2.13	<u>(i)</u> "Tick	et" means any evidenc	e of the right	of entry to any place of	f entertainment.		
2.14	<u>(j)</u> "Tick	et reseller" means a pe	rson that offers	s or sells tickets for res	ale after the original		
2.15	sale to an er	ntertainment event loca	ated in this star	te and includes an ope	rator to the extent		
2.16	that the operator offers or sells tickets for resale. Sales by a ticket reseller includes sales by						
2.17	any means,	including, but not limi	ted to, in-perso	on, or by telephone, m	ail, delivery service,		
2.18	facsimile, Internet, e-mail or other electronic means. A ticket reseller does not include a						
2.19	person that purchases a ticket solely for their own use or the use of their invitees, employees,						
2.20	or agents.						
2.21	<u>(k)</u> "URI	L" means a uniform re	source locator	for a website on the I	nternet.		
2.22	Subd. 2.	Disclosures. (a) An op	perator, ticket	reseller, or online ticke	et marketplace must,		
2.23	at all times of	during the ticket listing	g and purchasi	ng process, disclose in	n an easily readable		
2.24	and conspic	uous manner and in do	ollars:				
2.25	(1) the to	otal cost of the ticket, i	inclusive of all	fees and surcharges t	hat must be paid in		
2.26	order to pur	chase the ticket;					
2.27	(2) the p	ortion of the ticket pri-	ce that represe	nts a service charge; a	und		
2.28	<u>(3) any c</u>	other fee or surcharge t	to the purchase	er.			
2.29	<u>(b)</u> The c	lisclosure of subtotals,	fees, charges,	and all other compone	ents of the total price		
2.30	must not be	false or misleading, an	d shall not be	presented more promin	nently or in the same		
2.31	or larger siz	e than the total price.	The disclosure	of subtotals, fees, cha	urges, and all other		
2.32	components	of the total price may	be displayed	in a way that allows th	e purchaser to hide		

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3.1	or minimize	the itemized list. The	price of a tick	et must not increase w	with respect to a		
3.2	particular person after the ticket is first displayed to such person, excluding reasonable fees						
3.3	for the deliv	ery of nonelectronic t	ickets based on	the delivery method	selected by the		
3.4	purchaser an	nd any additional purc	hases made by	the purchaser, which	must be disclosed		
3.5	prior to acce	pting payment.					
3.6	<u>(c) A tick</u>	ket reseller and online	ticket marketp	lace must disclose in	an easily readable		
3.7	and conspice	uous manner on its we	ebsite or electro	onic service:			
3.8	(1) that the theorem (1) that the theorem (1) theorem (1) the theorem (1) theorem (	he website or electron	ic service is ov	vned or operated by a	ticket reseller or		
3.9	online ticket	marketplace and that	the price of a r	esale ticket offered for	r sale may be higher		
3.10	or lower that	n the original purchas	e price;				
3.11	(2) that t	he purchaser is respor	sible for check	ting with the place of	entertainment for		
3.12	information	on changes to the eve	nt or cancellati	ons prior to the event	s start time; and		
3.13	(3) the re	fund policy of the tic	ket reseller or o	online ticket marketpla	ace.		
3.14	A ticket reseller or online ticket marketplace must require a purchaser to confirm having						
3.15	read the disclosures required by this paragraph before completing a transaction.						
3.16	(d) A ticket reseller or online ticket marketplace must provide proof of purchase to the						
3.17	purchaser w	hich must include all	event and ticke	t information within 2	24 hours of the		
3.18	purchase, in	cluding:					
3.19	(1) that the theorem (1) that the theorem (1) theorem (1) the theorem (1) t	he purchaser is respor	sible for check	ting with the place of	entertainment for		
3.20	information	on changes to the eve	nt or cancellati	ons prior to the event	's start time; and		
3.21	(2) the re	efund policy of the ticl	ket reseller or o	online ticket marketpla	ace.		
3.22	<u>(e)</u> An on	line ticket marketplace	e must not use a	ny combination of text	, images, trademark,		
3.23	copyright, w	eb designs, or Internet	t addresses that	is identical or substan	tially similar to text,		
3.24	images, trad	emark, copyright, web	o designs, or In	ternet addresses assoc	iated with a place of		
3.25	entertainmer	nt without the written	permission of t	he place of entertainm	nent duly authorized		
3.26	to provide su	uch permission.					
3.27	<u>(f)</u> The o	bligations of this secti	on do not apply	to any person, unless	the person engaged		
3.28	in annual ag	gregate transactions th	hat were equal	to or greater than \$5,0	000.		
3.29	<u>Subd. 3.</u>	<b>Prohibitions.</b> (a) A ti	cket reseller or	online ticket marketp	place must not:		
3.30	(1) sell of	r offer to sell more tha	n one copy of t	he same ticket to a pla	ce of entertainment;		

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4.1	(2) employ	another person dire	ectly or indirec	tly to wait in line to p	urchase tickets for		
4.2				s prohibited or if the pla			
4.3	has posted a po	olicy prohibiting the	e practice;				
4.4	(3) sell or o	offer to sell a ticket	without first in	forming the person of	`the location of the		
4.5	<u></u>			eat, including but not			
4.6	number, row, a	nd section number	of the seat;				
4.7	(4) sell or o	ffer to sell a ticket f	or which there	is no assigned seat wit	hout first informing		
4.8	the person of the	ne general admissio	on area to whic	h the ticket correspond	<u>ls; or</u>		
4.9	(5) advertis	e, offer for sale, or	contract for the	e sale of a ticket before	e the ticket has been		
4.10	made available	to the public, inclu	ding via presal	e, without first obtaini	ng permission from		
4.11	the place of en	tertainment, and ha	ving actual or	constructive possessio	n of such ticket,		
4.12	unless the ticke	et reseller owns the	ticket pursuan	t to a season ticket pac	kage purchased by		
4.13	the ticket resel	ler.					
4.14	(b) A perso	n must not use or c	ause to be used	l an Internet domain n	ame or subdomain		
4.15	thereof in an op	erator, ticket reselle	r, or online tick	et marketplace website	's URL that contains		
4.16	any of the following, unless acting on behalf of the place of entertainment, event, or person						
4.17	scheduled to pe	erform or appear at	the event:				
4.18	(1) the nam	e of a place of ente	rtainment;				
4.19	(2) the nam	e of an event, inclu	ding the name of	of a person scheduled t	o perform or appear		
4.20	at the event; or						
4.21	(3) a name substantially similar to those described in clause (1) or (2).						
4.22	(c) A person must not:						
4.23	(1) circumvent any portion of the process for purchasing a ticket on the Internet or for						
4.24	admission to a place of entertainment, including but not limited to security or identity						
4.25	validation measures or an access control system; or						
4.26	(2) disguise the identity of a purchaser for the purpose of purchasing a number of tickets						
4.27	for admission t	o a place of enterta	inment that ex	ceeds the maximum n	umber of tickets		
4.28	allowed for put	rchase by a person.					
4.29	(d) A person must not sell a ticket obtained in violation of paragraph (c) if the person:						
4.30	(1) particip	ated in or had the a	bility to contro	l the conduct committ	ed in violation of		
4.31	paragraph (c); or						
4.32	(2) knew that the ticket was acquired in violation of paragraph (c).						

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5.1	(e) An operator, online ticket marketplace, or ticket reseller must not sell a ticket unless:					
5.2	(1) the ticke	et is in the possessio	on or constructiv	e possession of the op	erator, online ticket	
5.3	marketplace, o	r ticket reseller; or				
5.4	(2) the open	ator, online ticket	marketplace, or	ticket reseller has a w	ritten contract with	
5.5	the place of en	tertainment to obta	in the ticket.			
5.6	(f) Pursuan	t to United States C	Code, title 15, se	ection 45c, circumvent	ion of a security	
5.7	measure, acces	s control system, o	or other technolo	gical control measure	used by an online	
5.8	ticket marketpl	ace to enforce poste	ed event ticket pu	urchasing limits or to m	aintain the integrity	
5.9	of posted onlin	e ticket purchasing	g order rules is p	prohibited.		
5.10	<u>Subd. 4.</u> Co	ommissioner data	requests; data	practices. (a) Upon re	equest by the	
5.11	commissioner,	an online ticket ma	urketplace must	disclose to the commis	ssioner information	
5.12	about technolo	gy and methods us	ed in a violation	of subdivision 3, para	agraph (f). Data	
5.13	collected or ma	aintained by the con	mmissioner und	er this subdivision are	civil investigative	
5.14	data under section 13.39, and the commissioner may share with the attorney general any					
5.15	not public data	, as defined in section	on 13.02, subdiv	vision 8a, received und	er this subdivision.	
5.16	(b) The con	nmissioner may en	force this sectio	n under section 45.02	7.	
5.17	EFFECTI	VE DATE. This se	ction is effectiv	e January 1, 2025, and	l applies to tickets	
5.18	sold on or after	that date.				