SF2003 REVISOR RSI S2003-2 2nd Engrossment

SENATE STATE OF MINNESOTA NINETY-THIRD SESSION

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	1288	Author added Seeberger	
03/07/2023	1384	Author added Kupec	
04/14/2023	5051	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	12427a	Comm report: To pass as amended and re-refer to Finance	
04/04/2024	13384	Withdrawn	
	13384	Second reading	
		Referred to for comparison with HF1989, now on General Orders	
04/18/2024	14234a	Rule 45-amend, subst. General Orders HF1989, SF indefinitely postponed	

(SENATE AUTHODS: KI FIN Part Sashargar Kunga and Pha)

1.1 A bill for an act

1.2 relating to consumer protection; requiring disclosures relating to ticket sales;

1.3 prohibiting conduct in connection with ticket sales; requiring disclosure of data

1.4 to the commissioner of commerce; allowing enforcement by the commissioner of

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

commerce; proposing coding for new law in Minnesota Statutes, chapter 325F.

Section 1. [325F.676] TICKET SALES.

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- 1.8 <u>Subdivision 1.</u> **Definitions.** (a) For the purposes of this section, the following terms have
 1.9 the meanings given.
- (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.
 - (d) "Internet domain name" means a globally unique, hierarchical reference to an Internet host or service, which is assigned through a centralized Internet naming authority and which is composed of a series of character strings separated by periods with the rightmost string specifying the top of the hierarchy.
- (e) "Online ticket marketplace" means the administrator of a website or other electronic
 service, including an agent, employee, or assignee of such administrator, that sells tickets
 or maintains a platform to facilitate the sale of tickets.

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(f) "Operator" means a person, including an agent, employee, or assignee of such person, 2.1 who: 2.2 (1) owns, operates, or controls a place of entertainment; 2.3 (2) produces entertainment; or 2.4 (3) sells a ticket to a place of entertainment for original sale. 2.5 (g) "Person" means a party, individual, partnership, association, corporation, or other 2.6 legal entity. 2.7 (h) "Place of entertainment" means an entertainment facility, including but not limited 2.8 2.9 to an amphitheater, theater, stadium, arena, racetrack, museum, amusement park, venue, club, or other place where performances, concerts, exhibits, athletic games, contests, or 2.10 other forms of entertainment are held. For the purposes of this section, place of entertainment 2.11 does not include movie theaters. 2.12 (i) "Ticket reseller" means a person that offers or sells tickets for resale after the original 2.13 sale to an entertainment event located in this state and includes an operator to the extent 2.14 that the operator offers or sells tickets for resale. Sales by a ticket reseller includes sales by 2.15 any means, including, but not limited to, in-person, or by telephone, mail, delivery service, 2.16 facsimile, Internet, e-mail or other electronic means. A ticket reseller does not include a 2.17 person that purchases a ticket solely for their own use or the use of their invitees, employees, 2.18 2.19 or agents. (j) "URL" means a uniform resource locator for a website on the Internet. 2.20 Subd. 2. **Disclosures.** (a) An operator, ticket reseller, or online ticket marketplace must, 2.21 at all times during the ticket listing and purchasing process, disclose in an easily readable 2.22 and conspicuous manner and in dollars: 2.23 (1) the total cost of the ticket, inclusive of all fees and surcharges that must be paid in 2.24 order to purchase the ticket; 2.25 (2) the portion of the ticket price that represents a service charge; and 2.26 (3) any other fee or surcharge to the purchaser. 2.27 (b) The disclosure of subtotals, fees, charges, and all other components of the total price 2.28 must not be false or misleading, and shall not be presented more prominently or in the same 2.29 or larger size than the total price. The disclosure of subtotals, fees, charges, and all other 2.30 components of the total price may be displayed in a way that allows the purchaser to hide 2.31 or minimize the itemized list. The price of a ticket must not increase with respect to a 2.32

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particular person after the ticket is first displayed to such person, excluding reasonable fees
for the delivery of nonelectronic tickets based on the delivery method selected by the
purchaser and any additional purchases made by the purchaser, which must be disclosed
prior to accepting payment.
(c) A ticket reseller and online ticket marketplace must disclose in an easily readable
and conspicuous manner on its website or electronic service:
(1) that the website or electronic service is owned or operated by a ticket reseller or
online ticket marketplace and that the price of a resale ticket offered for sale may be higher
or lower than the original purchase price;
(2) that the purchaser is responsible for checking with the place of entertainment for
information on changes to the event or cancellations prior to the event's start time; and
(3) the refund policy of the ticket reseller or online ticket marketplace.
A ticket reseller or online ticket marketplace must require a purchaser to confirm having
read the disclosures required by this paragraph before completing a transaction.
(d) A ticket reseller or online ticket marketplace must provide proof of purchase to the
purchaser which must include all event and ticket information within 24 hours of the
purchase, including:
(1) that the purchaser is responsible for checking with the place of entertainment for
information on changes to the event or cancellations prior to the event's start time; and
(2) the refund policy of the ticket reseller or online ticket marketplace.
(e) An online ticket marketplace must not use any combination of text, images, trademark,
copyright, web designs, or Internet addresses that is identical or substantially similar to text,
images, trademark, copyright, web designs, or Internet addresses associated with a place of
entertainment without the written permission of the place of entertainment duly authorized
to provide such permission. This paragraph does not prohibit an online ticket marketplace
from using text containing the name of a place of entertainment or of an event in order to
describe the location of the event or the event itself. This paragraph does not prohibit an
online ticket marketplace from providing information or images identifying the specific
seat or area the purchaser will occupy in the place of entertainment.
(f) The obligations of paragraphs (a) to (d) do not apply to any person, unless the person
engaged in annual aggregate transactions that were equal to or greater than \$5,000.
Subd. 3. Prohibitions. (a) A ticket reseller or online ticket marketplace must not:

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4.1	(1) sell or offer to sell more than one copy of the same ticket to a place of entertainment;
1.2	(2) employ another person directly or indirectly to wait in line to purchase tickets for
1.3	the purpose of reselling the tickets if the practice is prohibited or if the place of entertainment
1.4	has posted a policy prohibiting the practice;
1.5	(3) sell or offer to sell a ticket without first informing the person of the location of the
1.6	place of entertainment and the ticket's assigned seat, including but not limited to the seat
1.7	number, row, and section number of the seat;
1.8	(4) sell or offer to sell a ticket for which there is no assigned seat without first informing
1.9	the person of the general admission area to which the ticket corresponds; or
4.10	(5) advertise, offer for sale, or contract for the sale of a ticket before the ticket has been
4.11	made available to the public, including via presale, without first obtaining permission from
1.12	the place of entertainment, and having actual or constructive possession of such ticket,
4.13	unless the ticket reseller owns the ticket pursuant to a season ticket package purchased by
1.14	the ticket reseller.
4.15	(b) A person must not use or cause to be used an Internet domain name or subdomain
4.16	thereof in an operator, ticket reseller, or online ticket marketplace website's URL that contains
1.17	any of the following, unless acting on behalf of the place of entertainment, event, or person
1.18	scheduled to perform or appear at the event:
1.19	(1) the name of a place of entertainment;
1.20	(2) the name of an event, including the name of a person scheduled to perform or appear
4.21	at the event; or
1.22	(3) a name substantially similar to those described in clause (1) or (2).
1.23	(c) A person must not:
1.24	(1) circumvent any portion of the process for purchasing a ticket on the Internet or for
1.25	admission to a place of entertainment, including but not limited to security or identity
1.26	validation measures or an access control system; or
1.27	(2) disguise the identity of a purchaser for the purpose of purchasing a number of tickets
1.28	for admission to a place of entertainment that exceeds the maximum number of tickets
1.29	allowed for purchase by a person.
1.30	(d) A person must not sell a ticket obtained in violation of paragraph (c) if the person:
4.31	(1) participated in or had the ability to control the conduct committed in violation of
1.32	paragraph (c); or

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sold on or after that date.

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