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 5 requirements related to ticket refunds; revising 6 ticket resale disclosure requirements; providing 7 ticket transferability guidelines; revising provisions 8 relating to prohibitions on bypassing portions of the ticket buying process, disguising the identity of a 9 10 buyer, or circumventing security measures; providing criminal penalties; providing for recovery of damages 11 12 up to treble the amount of actual damages for such 13 violations; requiring specified disclosures before 14 resale of a ticket; providing indemnity for resale 15 websites and online marketplaces from the representations of resellers; prohibiting 16 misrepresentations of affiliation or endorsement by 17 resellers without consent; providing exceptions; 18 19 providing criminal penalties; authorizing declaratory 20 judgments; authorizing the Department of Agriculture and Consumer Services to enforce the ticket resale 21 2.2 provisions; providing criminal penalties for certain violations; authorizing rulemaking; deleting 23 provisions imposing penalties for intentionally using 24 25 or selling software to circumvent certain ticket 26 seller security measures; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

- Section 1. Section 817.36, Florida Statutes, is amended to read:
 - 817.36 Ticket sales Resale of tickets.-
 - (1) As used in this section, the term:
- (a) "Department" means the Department of Agriculture and Consumer Services.
- (b) "Face value" means the face price of a ticket, as determined by the event presenter and printed or displayed on the ticket when originally offered for sale.
- (c) "Online marketplace" means a website, software application for a mobile device, or any other digital platform that provides an online forum for the buying and selling of tickets in transactions between ticket resellers and purchasers.
- (d) "Place of entertainment" means a privately owned and operated entertainment facility or publicly owned and operated entertainment facility in this state, such as a theater, stadium, museum, arena, racetrack, entertainment/resort complex as defined in s. 561.01, or part thereof, or other place where performances, concerts, exhibits, games, athletic events, or contests are held and for which an entry fee is charged. A facility owned by a school, college, university, or house of worship is a place of entertainment only when an event is held for which an entry fee is charged.

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(e) "Resale website" means a website, software application for a mobile device, any other digital platform, or portion thereof, whose primary purpose is to facilitate the resale of tickets to consumers, but excludes an online marketplace.

- (f) "Ticket" means a printed, electronic, or other type of evidence of the right, option, or opportunity to occupy space at or to enter place of entertainment even if not evidenced by any physical manifestation of such right.
- (2)(1) A person or entity that offers for resale or resells any ticket may charge only \$1 above the <u>face value</u> admission price charged therefor by the original ticket seller of the ticket for the following transactions:
- (a) Passage or accommodations on any common carrier in this state. However, this paragraph does not apply to travel agencies that have an established place of business in this state and are required to pay state, county, and city occupational license taxes.
- (b) Multiday or multievent Tickets to a park or entertainment complex or to a concert, entertainment event, permanent exhibition, or recreational activity within such a park or complex, including an entertainment/resort complex as defined in s. 561.01 561.01(18).
- (c) Event tickets originally issued by a charitable organization exempt from taxation under s. 501(c)(3) of the Internal Revenue Code for which no more than 3,000 tickets are issued per performance. The charitable organization must issue

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event tickets with the following statement conspicuously printed or displayed on the face or back of the ticket: "Pursuant to s. 817.36, Florida Statutes, this ticket may not be resold for more than \$1 over the face value original admission price." This paragraph does not apply to tickets issued or sold by a third party contractor ticketing services provider on behalf of a charitable organization otherwise included in this paragraph unless the required disclosure is printed or displayed on the ticket.

- (d) Any tickets, other than the tickets in paragraph (a), paragraph (b), or paragraph (c), that are resold or offered through a resale an Internet website or online marketplace, unless such resale website or online marketplace is authorized by the original ticket seller to sell such tickets or makes and posts the following guarantees and disclosures on through Internet web pages on which are visibly posted, or links to web pages on which are posted, text to which a prospective purchaser is directed before completion of the resale transaction:
- 1. The <u>resale</u> website <u>or online marketplace</u> operator guarantees a full refund of the amount paid for the ticket including any servicing, handling, or processing fees, if such fees are not disclosed, when:
- a. The ticketed event is canceled <u>and the purchaser</u> requests a refund;
- b. The purchaser is denied admission to the ticketed event, unless such denial is due to the action or omission of

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105 the purchaser; or

- c. The ticket is not delivered to the purchaser in the manner requested and pursuant to any delivery guarantees made by the reseller and such failure results in the purchaser's inability to attend the ticketed event.
- 2. The <u>resale</u> website <u>or online marketplace</u> operator discloses that it is not the issuer, <u>or</u> original seller, or reseller of the ticket <u>and that the prices of tickets often</u> exceed face or items and does not control the pricing of the ticket or items, which may be resold for more than their original value.
- (3)(2) This section does not authorize any individual or entity to sell or purchase tickets at any price on property or place of entertainment where an event is being held without the prior express written consent of the owner of the property or place of entertainment.
- $\underline{(4)}$ (3) Any sales tax due for resales under this section shall be remitted to the Department of Revenue in accordance with s. 212.04.
- (5) (a) A person may not sell, use, or cause to be used by any technology, device, or software that is designed, intended, or functions to bypass portions of the ticket-buying process or circumvent a security measure, an access control system, or other control, authorization, or measure on a ticket issuer's or resale ticket agent's website, software application for a mobile device, or digital platform for the purpose of purchasing

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131 tickets for commercial resale.

- (b) A person may not use or cause to be used any technology that is designed or intended to disguise the identity of the purchaser with the purpose of purchasing tickets for resale or attempting to purchase tickets for resale via online sale a quantity of tickets to a place of entertainment in excess of authorized limits established by the owner or operator of a place of entertainment or of the entertainment event or an agent of any such person.
- (c) A person who knowingly violates this subsection commits a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083. Each ticket purchase, sale, or violation of this subsection constitutes a separate offense.
- (d) A party that has been injured by wrongful conduct in violation of this subsection may bring an action to recover all actual damages suffered as a result of any of such wrongful conduct. The court in its discretion may award damages up to three times the amount of actual damages.
- (4) A person who knowingly resells a ticket or tickets in violation of this section is liable to the state for a civil penalty equal to treble the amount of the price for which the ticket or tickets were resold.
- (6) A reseller selling a ticket to an event at a place of entertainment not constructed in whole or in part with taxpayer funds on a retail website or online marketplace must clearly and

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conspicuously disclose to a prospective ticket resale purchaser on the resale website or online marketplace, before a resale:

- (a) The refund policy of the reseller, resale website, or online marketplace in connection with the cancellation or postponement of an entertainment event.
- (b) That the ticket is being sold on a resale website or online marketplace and that the price of tickets can often exceed face value.
- (c)1. If the ticket is in the actual physical possession of the reseller, the general location of the seat offered for sale, including the section and a range of not more than five rows, or an area specifically designated as accessible seating; or
- 2. If the ticket is not in the actual physical possession of the reseller:
- a. That the ticket offered for sale is not in the actual physical possession of the reseller.
- b. The period of time when the reseller reasonably expects to have the ticket in actual physical possession and available for delivery.
- c. Whether the reseller is actively making an offer to procure the ticket.
- 3. A resale website or online marketplace is not liable for any representations made by a reseller using its platform to offer a ticket for sale; however, a resale website or online marketplace may not permit a reseller to use the resale website

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or online marketplace to offer a ticket for sale if the disclosures required by this subsection are not provided by the reseller.

- (7) (a) A resale website or online marketplace shall not make any representation of affiliation or endorsement with a venue or artist without the express consent of the venue or artist, except when it constitutes fair use or is consistent with applicable laws.
- (b) 1. Except as provided in subparagraph 2., a person who knowingly violates this subsection commits a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083.
- 2. A person who has been convicted two or more times for a violation of this subsection, and who subsequently knowingly violates this subsection, commits a misdemeanor of the first degree, punishable as provided in s. 775.082 or s. 775.083.
- (8) (a) A person aggrieved by a violation of this section may, without regard to any other remedy or relief to which the person is entitled, bring an action to obtain a declaratory judgment that an act or practice violates this section and to enjoin a person who has violated, is violating, or is otherwise likely to violate this section.
- (b) In any action brought by a person who has suffered a loss as a result of a violation of this section, such person may recover actual damages, plus attorney fees and court costs.
 - (9) If the department, by its own inquiry or as a result

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of complaints, has reason to believe that a violation of this section has occurred or is occurring, the department may conduct an investigation, conduct hearings, subpoena witnesses and evidence, and administer oaths and affirmations. If, as a result of the investigation, the department has reason to believe a violation of this section has occurred, the department with the coordination of the Department of Legal Affairs and any state attorney, if the violation has occurred or is occurring within her or his judicial circuit, may bring a civil or criminal action and seek other relief, including injunctive relief, as the court deems appropriate. This subsection does not prohibit the department from providing information to any law enforcement agency or to any other regulatory agency and the department may report to the appropriate law enforcement officers any information concerning a violation of this section. (10) Except as otherwise provided in this section, a

- person who knowingly resells a ticket or tickets in violation of this section commits a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083. Each violation of this section constitutes a separate offense.
- (11) The department may adopt rules to implement and enforce this section.
- (5) A person who intentionally uses or sells software to circumvent on a ticket seller's Internet website a security measure, an access control system, or any other control or measure that is used to ensure an equitable ticket-buying

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process is liable to the state for a civil penalty equal to treble the amount for which the ticket or tickets were sold.

(6) As used in this section, the term "software" means

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(6) As used in this section, the term "software" means computer programs that are primarily designed or produced for the purpose of interfering with the operation of any person or entity that sells, over the Internet, tickets of admission to a sporting event, theater, musical performance, or place of public entertainment or amusement of any kind.

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

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