THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1378 Session of 2023

INTRODUCED BY MALAGARI, MADDEN, CIRESI, HILL-EVANS, SANCHEZ, KINKEAD, CERRATO, WARNER, BRIGGS, MADSEN, GAYDOS, PIELLI, GERGELY, McANDREW, HADDOCK, FLOOD, DONAHUE, PISCIOTTANO, SALISBURY, T. DAVIS, GALLAGHER, GIRAL AND JAMES, JUNE 12, 2023

REFERRED TO COMMITTEE ON CONSUMER PROTECTION, TECHNOLOGY AND UTILITIES, JUNE 12, 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
- any trade or commerce, giving the Attorney General and
- 5 District Attorneys certain powers and duties and providing
- 6 penalties," providing for online access control measures.
- 7 The General Assembly of the Commonwealth of Pennsylvania
- 8 hereby enacts as follows:
- 9 Section 1. The act of December 17, 1968 (P.L.1224, No.387),
- 10 known as the Unfair Trade Practices and Consumer Protection Law,
- 11 is amended by adding a section to read:
- 12 Section 3.2. Online Access Control Measures.--(a) Except as
- 13 provided in subsection (b), it shall be unlawful for any person
- 14 <u>in this Commonwealth to:</u>
- 15 (1) Use or cause to be used a software application that runs
- 16 automated tasks over the Internet to access a computer, computer
- 17 <u>network or computer system, or any part of a computer, computer</u>
- 18 network or computer system, for the purpose of purchasing

- 1 tickets with the intent to resell the tickets.
- 2 (2) Use or cause to be used a software application that runs
- 3 automated tasks over the Internet and that circumvents or
- 4 <u>disables any electronic queues, waiting periods or other sales</u>
- 5 volume limitation systems associated with online ticket sales
- 6 for events, or uses or causes to be used multiple email_
- 7 <u>addresses or Internet service providers to circumvent or disable</u>
- 8 the systems.
- 9 (3) Use or cause to be used a software application that runs
- 10 automated tasks over the Internet to circumvent or disable a
- 11 <u>security measure</u>, access control system or other technological
- 12 <u>control or measure on an Internet website or online service that</u>
- 13 <u>is used by the operator to facilitate authorized entry into an</u>
- 14 <u>event.</u>
- 15 (4) Sell or offer to sell any product or service obtained in
- 16 <u>violation of paragraph (1), (2) or (3) if the person selling or</u>
- 17 offering to sell the product or service:
- 18 (i) participated directly in or had the ability to control
- 19 the conduct in violation of paragraph (1), (2) or (3); or
- 20 (ii) knew or should have known that the product or service
- 21 was acquired in violation of paragraph (1), (2) or (3).
- 22 (b) It shall not be unlawful under this act for a person to
- 23 create or use any computer software or system to:
- 24 (1) investigate or further the enforcement or defense of any
- 25 alleged violation of this section or other statute or
- 26 regulation; or
- 27 (2) engage in research necessary to identify and analyze
- 28 <u>flaws and vulnerabilities of measures, systems or controls</u>
- 29 described in subsection (a), if these research activities are
- 30 conducted to:

- 1 (i) advance the state of knowledge in the field of computer
- 2 system security; or
- 3 (ii) assist in the development of a computer security
- 4 product.
- 5 (c) An operator, primary ticket platform or rights holder
- 6 that suffers injury as a result of another person's violation of
- 7 this act may bring a civil action against the person for damages
- 8 for the injury, plus one thousand dollars (\$1,000) for each
- 9 ticket sale made in violation of this act, reasonable attorney
- 10 fees and costs.
- 11 (d) As used in this section:
- 12 "Operator" means a person that owns, operates or controls a
- 13 <u>venue or that organizes or produces entertainment.</u>
- 14 "Rights holder" means any of the following:
- 15 (1) A person, including a venue, that has the initial
- 16 ownership rights to sell a ticket to an event for which tickets
- 17 for entry by the public are required.
- 18 (2) With respect to a specific live event, a performing
- 19 artist or team or an agent working on behalf of the performing
- 20 artist or team.
- "Venue" means a public or private facility at which the
- 22 general public is admitted for a sporting event, concert,
- 23 theater performance, amusement or other entertainment event.
- 24 Section 2. This act shall take effect in 60 days.