House Bill 229

By: Representatives Carpenter of the 4<sup>th</sup>, Kelley of the 16<sup>th</sup>, Jones of the 25<sup>th</sup>, Gaines of the 117<sup>th</sup>, and Kendrick of the 93<sup>rd</sup>

# A BILL TO BE ENTITLED AN ACT

1 To amend Part 2 of Article 15 of Chapter 1 of Title 10 of the Official Code of Georgia 2 Annotated, relating to the "Fair Business Practices Act of 1975," so as to prohibit certain 3 actions by digital application distribution platforms with regard to application store 4 processing services; to provide for definitions; to provide for class actions; to provide for 5 related matters; to repeal conflicting laws; and for other purposes.

6

### BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

# 7 SECTION 1. 8 Part 2 of Article 15 of Chapter 1 of Title 10 of the Official Code of Georgia Annotated, 9 relating to the "Fair Business Practices Act of 1975," is amended by adding a new Code 10 section to read as follows:

- 11 <u>"10-1-393.16.</u>
- 12 (a) For purposes of this Code section, the term:
- 13 (1) 'Developer' means any creator of a software application made available for download
- 14 by a user through a digital application distribution platform or other digital distribution
- 15 <u>platform.</u>

21

16	(2) 'Digital application distribution platform' means a digital distribution platform for
17	applications and services provided to a user on general-purpose hardware, including a
18	mobile phone, smartphone, tablet, personal computer, and other general-purpose devices
19	connected to the internet.
20	(3) 'In-application payment system' means an application, service, or user interface used
21	to process a payment from a user to a developer for a software application and digital and
22	physical product distributed through a software application.
23	(4) 'Special-purpose digital application distribution platform' means a digital distribution
24	platform for single or specialized categories of applications, software, and services
25	provided to a user on special-purpose hardware, including a gaming console, music
26	player, and other special-purpose devices connected to the internet.
27	(b) A proprietor of a digital application distribution platform that sells such digital
28	application distribution platform to residents of this state shall not:
29	(1) Require a developer to use a specific digital application distribution platform or
30	digital transaction platform as the exclusive mode of distributing a digital product;
31	(2) Require a developer to use an in-application payment system as the exclusive mode
32	of accepting payment from a user to download a software application or purchase a
33	digital or physical product through a software application; or
34	(3) Retaliate or take any punitive action against a developer for choosing to use an
35	alternative application store or in-application payment system.
36	(c) Any agreement that violates any provision of this Code section be shall void and
37	unenforceable.
38	(d) This Code section shall not apply to a proprietor of a special-purpose digital
39	application distribution platform.
40	(e) Notwithstanding Code Section 10-1-399, a claim of a violation of this Code section
41	may be brought in a representative capacity and may be the subject of a class action under
42	Code Section 9-11-23."

## 43

21

## **SECTION 2.**

44 All laws and parts of laws in conflict with this Act are repealed.