SF2003

S2003-2

SENATE STATE OF MINNESOTA NINETY-THIRD SESSION

RSI

S.F. No. 2003

(SENATE AUTHORS: KLEIN, Port, Seeberger, Kupec and Pha)				
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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		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) "Ope	erator" means a person,	including an ag	gent, employee, or ass	ignee of such person,	
2.2	who:					
2.3	<u>(1) own</u>	s, operates, or controls	a place of ente	ertainment;		
2.4	(2) prod	luces entertainment; or				
2.5	(3) sells	a ticket to a place of e	entertainment f	or original sale.		
2.6	(g) "Per	son" means a party, in	dividual, partn	ership, association, co	prporation, or other	
2.7	legal entity	• •			· · · · ·	
2.8	<u>(h) "Pla</u>	ce of entertainment" m	eans an enterta	ainment facility, inclu	ding but not limited	
2.9	to an amph	itheater, theater, stadiu	m, arena, racet	rack, museum, amuse	ement park, venue,	
2.10	club, or oth	er place where perform	nances, concer	ts, exhibits, athletic g	ames, contests, or	
2.11	other forms	of entertainment are he	eld. For the purj	poses of this section, p	lace of entertainment	
2.12	does not in	clude movie theaters.				
2.13	<u>(i)</u> "Ticl	ket reseller" means a pe	erson that offers	s or sells tickets for res	sale after the original	
2.14	sale to an e	ntertainment event loc	ated in this stat	te and includes an ope	erator to the extent	
2.15	that the ope	erator offers or sells tic	kets for resale.	Sales by a ticket rese	ller includes sales by	
2.16	any means, including, but not limited to, in-person, or by telephone, mail, delivery service,					
2.17	facsimile, Internet, e-mail or other electronic means. A ticket reseller does not include a					
2.18	person that purchases a ticket solely for their own use or the use of their invitees, employees,					
2.19	2.19 <u>or agents.</u>					
2.20	(j) "URL" means a uniform resource locator for a website on the Internet.					
2.21	Subd. 2	<u>.</u> Disclosures. (a) An o	perator, ticket	reseller, or online tick	et marketplace must,	
2.22	at all times	during the ticket listin	g and purchasi	ng process, disclose i	n an easily readable	
2.23	and conspicuous manner and in dollars:					
2.24	(1) the t	total cost of the ticket,	inclusive of all	fees and surcharges	that must be paid in	
2.25	order to pu	rchase the ticket;				
2.26	(2) the j	portion of the ticket pri	ce that represe	nts a service charge; a	and	
2.27	<u>(3) any</u>	other fee or surcharge	to the purchase	er.		
2.28	<u>(b)</u> The	disclosure of subtotals	, fees, charges,	and all other compone	ents of the total price	
2.29	must not be	false or misleading, ar	nd shall not be j	presented more promi	nently or in the same	
2.30	or larger siz	ze than the total price.	The disclosure	of subtotals, fees, cha	arges, and all other	
2.31	component	s of the total price may	be displayed	in a way that allows th	he purchaser to hide	
2.32	or minimiz	e the itemized list. The	price of a tick	et must not increase v	with respect to a	

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particular pe	erson after the ticket is	s first displaye	d to such person, exc	cluding reasonable fees
for the deliv	very of nonelectronic	tickets based of	on the delivery method	od selected by the
purchaser an	nd any additional pure	chases made b	y the purchaser, whi	ch must be disclosed
prior to acce	epting payment.			
<u>(c) A tic</u>	ket reseller and online	e ticket marke	tplace must disclose	in an easily readable
and conspic	uous manner on its w	ebsite or elect	ronic service:	
<u>(1) that t</u>	he website or electron	nic service is o	owned or operated by	y a ticket reseller or
online ticke	t marketplace and that	the price of a	resale ticket offered	for sale may be higher
or lower that	n the original purchas	se price;		
(2) that t	he purchaser is response	nsible for che	cking with the place	of entertainment for
information	on changes to the eve	ent or cancella	tions prior to the eve	ent's start time; and
(3) the re	efund policy of the tic	ket reseller or	online ticket marke	tplace.
A ticket reso	eller or online ticket n	narketplace m	ust require a purchas	ser to confirm having
read the disc	closures required by t	his paragraph	before completing a	transaction.
(d) A tic	ket reseller or online	ticket marketp	place must provide p	roof of purchase to the
purchaser w	hich must include all	event and ticl	ket information with	in 24 hours of the
purchase, in	cluding:			
(1) that t	he purchaser is respo	nsible for che	cking with the place	of entertainment for
information	on changes to the eve	ent or cancella	tions prior to the eve	ent's start time; and
(2) the re	efund policy of the tic	ket reseller or	online ticket marke	tplace.
<u>(e) An or</u>	nline ticket marketplac	e must not use	any combination of t	text, images, trademark <u>,</u>
<u>copyright,</u> w	veb designs, or Interne	t addresses th	at is identical or subs	tantially similar to text,
images, trad	lemark, copyright, we	b designs, or I	nternet addresses ass	sociated with a place of
				inment duly authorized
to provide s	uch permission. This	paragraph doe	es not prohibit an on	line ticket marketplace
from using 1	text containing the nat	me of a place	of entertainment or o	of an event in order to
describe the	location of the event	or the event i	tself. This paragraph	does not prohibit an
online ticke	t marketplace from pr	oviding inform	nation or images ide	entifying the specific
seat or area	the purchaser will occ	cupy in the pla	ace of entertainment.	<u>.</u>
<u>(f) The o</u>	bligations of paragrap	bhs(a) to (d) d	o not apply to any pe	erson, unless the person
engaged in a	annual aggregate trans	sactions that v	vere equal to or grea	ter than \$5,000.
<u>Subd. 3.</u>	Prohibitions. (a) A t	icket reseller	or online ticket mark	cetplace must not:

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4.1	<u>(1) sell o</u>	r offer to sell more tha	n one copy of t	he same ticket to a pla	ace of entertainment;
4.2	<u>(2)</u> empl	oy another person dire	ectly or indirect	ly to wait in line to p	ourchase tickets for
4.3	the purpose	of reselling the tickets	if the practice is	prohibited or if the p	lace of entertainment
4.4	has posted a	policy prohibiting the	e practice;		
4.5	<u>(3) sell c</u>	or offer to sell a ticket	without first in	forming the person o	f the location of the
4.6	place of ente	ertainment and the tick	cet's assigned s	eat, including but not	t limited to the seat
4.7	number, row	v, and section number	of the seat;		
4.8	<u>(4) sell o</u>	or offer to sell a ticket f	or which there	is no assigned seat wi	ithout first informing
4.9	the person o	of the general admissio	n area to whicl	the ticket correspon	nds; or
4.10	(5) adver	rtise, offer for sale, or	contract for the	sale of a ticket befor	re the ticket has been
4.11	made availa	ble to the public, inclu	ding via presal	e, without first obtain	ning permission from
4.12	the place of	entertainment, and ha	ving actual or o	constructive possession	on of such ticket,
4.13	unless the ti	cket reseller owns the	ticket pursuant	to a season ticket pa	ckage purchased by
4.14	the ticket rea	seller.			
4.15	<u>(b)</u> A per	rson must not use or c	ause to be used	an Internet domain	name or subdomain
4.16	thereof in an	operator, ticket reselle	r, or online ticke	et marketplace websit	e's URL that contains
4.17	any of the fo	ollowing, unless acting	on behalf of th	e place of entertainm	nent, event, or person
4.18	scheduled to	o perform or appear at	the event:		
4.19	<u>(1) the n</u>	ame of a place of ente	rtainment;		
4.20	(2) the na	ame of an event, includ	ling the name o	f a person scheduled	to perform or appear
4.21	at the event;	or			
4.22	<u>(3)</u> a nar	ne substantially simila	r to those descr	ribed in clause (1) or	(2).
4.23	<u>(c)</u> A per	rson must not:			
4.24	<u>(1) circu</u>	mvent any portion of	the process for	purchasing a ticket o	on the Internet or for
4.25	admission to	o a place of entertainm	ent, including	but not limited to sec	curity or identity
4.26	validation m	neasures or an access c	control system;	or	
4.27	<u>(2) disgu</u>	ise the identity of a pu	rchaser for the	purpose of purchasin	g a number of tickets
4.28	for admissic	on to a place of enterta	inment that exc	ceeds the maximum r	number of tickets
4.29	allowed for	purchase by a person.			
4.30	<u>(d)</u> A pe	rson must not sell a tic	eket obtained in	violation of paragra	ph (c) if the person:
4.31	(1) partic	cipated in or had the al	bility to contro	the conduct commit	tted in violation of
4.32	paragraph (o	c); or			

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5.1	<u>(2) knev</u>	w that the ticket was ac	quired in viola	tion of paragraph (c).	
5.2	<u>(e)</u> An c	pperator, online ticket n	narketplace, or	ticket reseller must no	t sell a ticket unless:
5.3	<u>(1) the t</u>	icket is in the possessic	on or constructiv	ve possession of the op	perator, online ticket
5.4	marketplac	e, or ticket reseller; or			
5.5	<u> </u>	operator, online ticket 1	-	ticket reseller has a v	vritten contract with
5.6	the place of	f entertainment to obta	in the ticket.		
5.7	(f) Purs	uant to United States C	Code, title 15, se	ection 45c, circumven	tion of a security
5.8	measure, ac	ccess control system, o	r other technol	ogical control measure	e used by an online
5.9	ticket marketplace to enforce posted event ticket purchasing limits or to maintain the integrity				
5.10	of posted online ticket purchasing order rules is prohibited.				
5.11 Subd. 4. Commissioner data requests; data practices. (a) Upon request by the					
5.12	commissioner, an online ticket marketplace must disclose to the commissioner information				
5.13	about technology and methods used in an alleged violation of subdivision 3, paragraph (f).				
5.14	Data collected or maintained by the commissioner under this subdivision are civil				
5.15	investigative data under section 13.39, and the commissioner may share with the attorney				
5.16	general any not public data, as defined in section 13.02, subdivision 8a, received under this				
5.17	subdivisior	<u>l.</u>			
5.18	<u>(b) The</u>	commissioner may en	force this section	on under section 45.02	27.
5.19	EFFEC	CTIVE DATE. This se	ction is effectiv	e January 1, 2025, an	d applies to tickets
5.20	sold on or a	after that date.			