

102ND GENERAL ASSEMBLY State of Illinois 2021 and 2022 SB2975

Introduced 1/5/2022, by Sen. Sara Feigenholtz

SYNOPSIS AS INTRODUCED:

New Act

Creates the Fair Food Delivery Act. Prohibits a third-party delivery service from using the likeness, registered trademark, or intellectual property belonging to a merchant, and from taking or arranging for the pickup or delivery of an order from a merchant through the marketplace, without first obtaining written consent from the merchant. Provides that an agreement subject to the Act may not include a provision that requires a merchant to indemnify a third-party delivery service, an independent contractor of the third-party delivery service, or a registered agent of the third-party delivery service for any damages or harm partially or wholly caused by or resulting from the third-party delivery service, an independent contractor of the third-party delivery service, or a registered agent of the third-party delivery service. Authorizes recovery of actual damages or \$5,000, whichever is greater. Imposes a civil penalty of not more than \$1,000 per violation. Provides that each day a violation occurs constitutes a separate violation. Defines terms.

LRB102 22173 KTG 31302 b

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1 AN ACT concerning business.

Be it enacted by the People of the State of Illinois, 2 represented in the General Assembly:

- 4 Section 1. Short title. This Act may be cited as the Fair
- 5 Food Delivery Act.
- Section 5. Definitions. In this Act: 6
- 7 "Agreement" means a written contractual agreement between
- 8 the merchant and a third-party delivery service.
- 9 "Customer" means the person, business, or other entity
- that places an order for merchant products through the 10
- 11 marketplace.
- 12 "Likeness" means identifiable symbols attributed and
- easily identified as belonging to a specific merchant or 13
- 14 retailer.
- "Marketplace" means a third-party delivery service's 15
- 16 proprietary online communication platform by means of which
- 17 customers may view, search, and place orders for the products
- of merchants via the third-party delivery service's website or 18
- 19 mobile application for delivery by the third-party delivery
- 20 service to the customer.
- 21 "Merchant" means a restaurant, bar, or other retail
- 22 entity.
- "Third-party delivery service" means 2.3 a company,

- 1 organization, or entity outside of the operation of the
- 2 merchant's business that provides limited delivery services to
- 3 customers.

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- Section 10. Third-party use of merchant likenesses and delivery. A third-party delivery service may not purchase or use the name, likeness, registered trademark, or intellectual property belonging to a merchant, and may not take or arrange for the pickup or delivery of an order from a merchant through the marketplace, without first obtaining written consent from the merchant.
 - Section 15. Indemnity agreements void. An agreement entered into pursuant to this Act may not include a provision that requires a merchant to indemnify a third-party delivery service, an independent contractor of the third-party delivery service, or a registered agent of the third-party delivery service for any damages or harm partially or wholly caused by or resulting from the third-party delivery service, an independent contractor of the third-party delivery service, or a registered agent of the third-party delivery service.
- 20 Section 20. Enforcement and penalties.
- 21 (a) A merchant whose likeness is used, or pickup or 22 delivery is arranged through the marketplace, by a third-party 23 delivery service in violation of this Act may bring an action

relief it deems appropriate.

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- in the circuit court in the county in which the merchant or third-party delivery service conducts business to recover actual damages or \$5,000, whichever is greater. The court may, in its discretion, award punitive damages and other equitable
 - (b) The court may impose upon a third-party delivery service found to have violated this Act a civil penalty of not more than \$1,000 per violation payable to the State. Each day a violation occurs shall count as a separate violation.