

## **Consumer Protection Committee**

## Filed: 3/1/2005

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09400HB0873ham001 LRB094 04214 RLC 42720 a 1 AMENDMENT TO HOUSE BILL 873 2 AMENDMENT NO. . Amend House Bill 873 by replacing 3 everything after the enacting clause with the following: "Section 5. The Ticket Scalping Act is amended by changing 4 5 Sections 0.01, 1, and 1.5 as follows: (720 ILCS 375/0.01) (from Ch. 121 1/2, par. 157.30) 6 7 Sec. 0.01. Short title. This Act may be cited as the Ticket Sale and Resale Scalping Act. (Source: P.A. 86-1324.) 9 (720 ILCS 375/1) (from Ch. 121 1/2, par. 157.31) 10 Sec. 1. Sale of tickets other than at box office 11 12 prohibited; exceptions. (a) It is unlawful for any person, firm or corporation, 13 14 owner, lessee, manager, trustee, or any of their employees or agents, owning, conducting, managing or operating any theater, 15 circus, baseball park, place of public entertainment or 16 17 amusement where tickets of admission are sold for any such places of amusement or public entertainment to sell or permit 18 the sale, barter or exchange of such admission tickets at any 19 20 other place than in the box office or on the premises of such 21 theater, circus, baseball park, place of public entertainment or amusement, but nothing herein prevents such theater, circus, 22

baseball park, place of public entertainment or amusement from

- placing any of its admission tickets for sale at any other 1
- place at the same price such admission tickets are sold by such 2
- 3 theater, circus, baseball park or other place of public
- 4 entertainment or amusement at its box office or on the premises
- 5 of such places, at the same advertised price or printed rate
- thereof. 6
- 7 (b) Any term or condition of the original sale of a ticket
- to any theater, circus, baseball park, or place of public 8
- entertainment or amusement where tickets of admission are sold 9
- 10 that purports to limit the terms or conditions of resale of the
- ticket (including but not limited to the resale price of the 11
- ticket) shall be unenforceable, null, and void, if the resale 12
- transaction is carried out by any of the means set forth in 13
- subsections (b), (c), (d), and (e) of Section 1.5 of this Act. 14
- 15 (Source: Laws 1923, p. 322.)
- 16 (720 ILCS 375/1.5) (from Ch. 121 1/2, par. 157.32)
- 17 Sec. 1.5. Sale of tickets at more than face value
- prohibited; exceptions. 18

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- 19 (a) Except as otherwise provided in subsections (b), (c),
- 20 (d), and (e) subsection (b) of this Section and in Section 4,
- it is unlawful for any person, persons, firm or corporation to 21

sell tickets for baseball games, football games, hockey games,

- 23 theatre entertainments, or any other amusement for a price more
- 24 than the price printed upon the face of said ticket, and the
- 25 price of said ticket shall correspond with the same price shown
- at the box office or the office of original distribution. 26
- 27 (b) This Act does not apply to the sale of tickets of
- 28 admission to a sporting event, theater, musical performance, or
- 29 place of public entertainment or amusement of any kind for a
- 30 price in excess of the printed box office ticket price by a
- ticket broker who meets all of the following requirements: 31
- (1) The ticket broker is duly registered with the 32
- Office of the Secretary of State on a registration form 33

1	provided by that Office. The registration must contain a
2	certification that the ticket broker:
3	(A) engages in the resale of tickets on a regular
4	and ongoing basis from one or more permanent or fixed
5	locations located within this State;
6	(B) maintains as the principal business activity
7	at those locations the resale of tickets;
8	(C) displays at those locations the ticket
9	broker's registration;
10	(D) maintains at those locations a listing of the
11	names and addresses of all persons employed by the
12	ticket broker;
13	(E) is in compliance with all applicable federal,
14	State, and local laws relating to its ticket selling
15	activities, and that neither the ticket broker nor any
16	of its employees within the preceding 12 months have
17	been convicted of a violation of this Act; and
18	(F) that the ticket broker meets the following
19	requirements:
20	(i) maintains a statewide toll free number for
21	consumer complaints and inquiries;
22	(ii) has adopted a code that advocates
23	consumer protection that includes, at a minimum:
24	(a-1) consumer protection guidelines;
25	(b-1) a standard refund policy; and
26	(c-1) standards of professional conduct;
27	(iii) has adopted a procedure for the binding
28	resolution of consumer complaints by an
29	independent, disinterested third party; and
30	(iv) has established and maintains a consumer
31	protection rebate fund in an amount in excess of
32	\$100,000, at least 50% of which must be cash
33	available for immediate disbursement for
34	satisfaction of valid consumer complaints.

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Alternatively, the ticket broker may fulfill the requirements of subparagraph (F) of this subsection (b) if the ticket broker certifies that he or she belongs to a professional association organized under the laws of this State, or organized under the laws of any other state and authorized to conduct business in Illinois, that has been in existence for at least 3 years prior to the date of that broker's registration with the Office of the Secretary of State, and is specifically dedicated, for and on behalf of its members, to provide and maintain the consumer protection requirements of subparagraph (F) of subsection (b) to maintain the integrity of the ticket brokerage industry.

- (2) (Blank).
- (3) The ticket broker and his employees must not engage in the practice of selling, or attempting to sell, tickets for any event while sitting or standing near the facility at which the event is to be held or is being held.
- (4) The ticket broker must comply with all requirements of the Retailers' Occupation Tax Act and all other applicable federal, State and local laws in connection with his ticket selling activities.
- (5) Beginning January 1, 1996, no ticket broker shall advertise for resale any tickets within this State unless the advertisement contains the name of the ticket broker and the Illinois registration number issued by the Office of the Secretary of State under this Section.
- (6) Each ticket broker registered under this Act shall pay an annual registration fee of \$100.
- (c) This Act does not apply to the sale of tickets of admission to a sporting event, theater, musical performance, or place of public entertainment or amusement of any kind for a price in excess of the printed box office ticket price by a

1	seller engaged in interstate or intrastate commerce on an
2	Internet auction listing service duly registered with the
3	Department of Financial and Professional Regulation under the
4	Auction License Act. This subsection (c) applies to both sales
5	through an online bid submission process and to sales at a
6	fixed price on the same website or interactive computer service
7	as an Internet auction listing service registered with the
8	Department of Financial and Professional Regulation.
9	This subsection (c) applies to sales described in this
10	subsection so long as the operator of the Internet auction
11	listing service duly registered with the Department of
12	Financial and Professional Regulation under the Auction
13	License Act:
14	(1) Guarantees to all purchasers that it will provide
15	and in fact provides a full refund of the amount paid by
16	the purchaser (including, but not limited to, all fees,
17	regardless of how characterized) if any of the following
18	occurs:
19	(A) the ticketed event is cancelled; provided,
20	that if the event is cancelled then reasonable handling
21	and delivery fees need not be refunded as long as such
22	previously disclosed guarantee specifies that such
23	fees will not be refunded, and also provided that the
24	purchaser returns the tickets to the seller or Internet
25	auction listing service;
26	(B) the ticket received by the purchaser does not
27	allow the purchaser to enter the ticketed event for
28	reasons that may include, without limitation, that the
29	ticket is counterfeit or that the ticket has been
30	cancelled by the issuer due to non-payment, unless the
31	ticket is cancelled due to an act or omission by such
32	purchaser; or
33	(C) the ticket fails to conform to its description
34	on the Internet auction listing service.

1	(2) Publishes a written notice on the Internet Auction
2	listing service after the sale of one or more tickets that
3	automatically informs the ticket seller of their potential
4	legal obligation to comply with any applicable local
5	amusement tax in connection with the seller's sale of
6	tickets.
7	(d) This Act does not apply to the sale of tickets of
8	admission to a sporting event, theater, musical performance, or
9	place of public entertainment or amusement of any kind for a
10	price in excess of the printed box office ticket price
11	conducted at an auction at solely by or for a not-for-profit
12	organization for charitable purposes under clause (a)(1) of
13	Section 10-1 of the Auction License Act.
14	(e) This Act does not prohibit the resale of a ticket for
15	admission to a baseball game, football game, hockey game,
16	theatre entertainment, or any other amusement for a price more
17	than the price printed on the face of the ticket and for more
18	than the price of the ticket at the box office if the resale is
19	<pre>made through an Internet website:</pre>
20	(1) whose operator has a business presence and physical
21	street address in the State of Illinois and clearly and
22	conspicuously posts that address on the website; and
23	(2) whose operator guarantees to all purchasers that it
24	will provide and in fact provides a full refund of the
25	amount paid by the purchaser (including, but not limited
26	to, all fees, regardless of how characterized) if any of
27	the following occurs:
28	(A) the ticketed event is cancelled; provided,
29	that if the event is cancelled then reasonable handling
30	and delivery fees need not be refunded as long as such
31	previously disclosed guarantee specifies that such
32	fees will not be refunded, and also provided that the
33	purchaser returns the tickets to the website operator;
34	(B) the ticket received by the purchaser does not

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19 becoming law.".

1	allow the purchaser to enter the ticketed event for
2	reasons that may include, without limitation, that the
3	ticket is counterfeit or that the ticket has been
4	cancelled by the issuer due to non-payment, unless the
5	ticket is cancelled due to an act or omission by such
6	purchaser; or
7	(C) the ticket fails to conform to its description
8	on the website.
9	Nothing is this subsection (e) shall be deemed to imply any
10	limitation on ticket sales made pursuant and in accordance with
11	subsections (b), (c), and (d) of this Section and any
12	limitation on sales made pursuant to and in accordance with
13	Section 4.
14	The provisions of Public Act 89-406 this amendatory Act of
15	1995 are severable under Section 1.31 of the Statute on
16	Statutes.
17	(Source: P.A. 89-406, eff. 11-15-95.)

Section 99. Effective date. This Act takes effect upon