SUBSTITUTE FOR SENATE BILL NO. 385

A bill to amend 1931 PA 328, entitled "The Michigan penal code,"

by amending section 465 (MCL 750.465).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 465. (1) The owner, lessee, operator, or manager of each 2 theatre, circus, athletic grounds used for an athletic game, or 3 place of public entertainment or amusement shall have printed on each ticket issued for admission to, or for a seat of, the theatre, 4 circus, athletic grounds, or place of public entertainment or 5 6 amusement, in conspicuous type, the price of the ticket, and the 7 number on the seat when each seat is if the seats are numbered. The owner, lessee, operator, or manager also shall print or endorse on 8 9 the ticket the charge in excess of the box office price at which

1 the ticket is sold if the ticket is purchased at a location other
2 than the box office where the event occurs and the following
3 statement: "This ticket may be purchased at the box office price
4 without the surcharge by purchasing the ticket at the box office
5 where the event is scheduled to occur.".

6 (2) A person owning, occupying, managing, or controlling a 7 building, room, park or enclosure for the sale of tickets for a 8 theatre, circus, athletic game, or place of public entertainment or 9 amusement, who asks, demands, or receives from a person for the 10 sale of the ticket to a theatre, circus, athletic grounds, or place 11 of public entertainment or amusement, a price in excess of the 12 general admission advertised or charged for the same privilege, or a person, who by himself or herself or his or her agent or 13 14 employee, offers for sale upon a public place or thoroughfare, a 15 ticket to a theatre, circus, athletic grounds, or place of public 16 entertainment or amusement, for admission to, or for a seat or 17 other privilege in a theatre, circus, athletic grounds, or place of 18 public entertainment or amusement, at a price in excess of that 19 demanded or received from the general public for the same 20 privilege, or in excess of the advertised or printed rate, shall be 21 punished as provided in subsection (6), except if the request, 22 demand, or receipt is with the written permission of the owner, 23 lessee, operator, or manager of the theatre, circus, athletic 24 grounds, or place of public entertainment or amusement where the 25 event occurs. If the owner, lessee, operator, or manager permits, 26 in writing, a charge in excess of the box office price, the 27 permission shall be limited to the sales of tickets at locations other than the box office where the event occurs. 28 29 (3) Except as provided in subsections (1) and (2), a person

S01793'19 ** (S-1)

s 02884 01292020

ELF

1 shall not establish an agency or suboffice for the sale of a seat 2 ticket of admission to a theatre, circus, athletic grounds, or 3 place of public entertainment or amusement at a price greater than 4 the sale of a seat ticket at the box office of the theatre, circus, 5 athletic grounds, place of public entertainment or amusement, or in 6 excess of the advertised price of the seat ticket.

7 (4) Except as provided in subsections (1) and (2), the owner, 8 lessee, operator, or occupant of a building, room, enclosure, or 9 other place open to the public, who permits a person to sell or 10 exhibit for sale in the building, room, enclosure, or other place 11 open to the public, 1 or more tickets for a theatre, circus, athletic grounds, or place of public entertainment or amusement, 12 for more than the price printed on the ticket, shall be liable and 13 14 guilty equally as the person.

15 (5) If the owner, lessee, operator, or manager of a circus, 16 theatre, athletic grounds, or place of public entertainment or 17 amusement has sold a ticket or admission to a person, under 18 restrictive conditions and at a less rate than the general 19 admission charged, and whose name appears on the face of the ticket 20 or is registered in the office of the owner, lessee, operator, or 21 managers as the holder of the ticket and if it is printed on the face of the ticket that the ticket is nontransferable and sold only 22 23 to the person whose name appears on the face of the ticket or is registered, the holder of the ticket shall not sell the ticket to 24 25 another person, and a person selling the ticket shall be punished as provided in subsection (6). 26 27 (6) A person who violates this section is guilty of a 28 misdemeanor.

29

(2) A person shall not knowingly sell, give, transfer, use,

1 distribute, or possess with the intent to distribute software that 2 is primarily designed or produced for the purpose of interfering 3 with the ticket sale operations of any owner, lessee, operator, or manager of a theatre, circus, athletic grounds, or place of public 4 5 entertainment or amusement over the internet by circumventing any 6 measures or controls on the seller's website that are instituted to 7 enforce event ticket purchasing limits or to maintain the integrity 8 of online purchasing order rules.

9 (3) Except as provided in subsection (4), a person owning, 10 operating, or controlling a ticket website for an event scheduled 11 at a venue in this state shall not use an internet domain name or 12 subdomain thereof in the ticket website's URL that contains any of 13 the following:

14 (a) The name of the venue.

15 (b) The name of the event, including the name of a person or16 entity scheduled to perform or appear at the event.

17 (c) A name substantially similar to those described in18 subdivision (a) or (b).

(4) Subsection (3) does not apply if the person owning,
operating, or controlling a ticket website for an event scheduled
in this state is acting on behalf of the venue, event, person, or
entity scheduled to perform or appear at the event.

(5) A ticket seller shall not contract for the sale of tickets
or accept consideration for payment in full or for a deposit for
the sale of tickets unless the ticket seller meets 1 or more of the
following requirements:

(a) The ticket seller has the ticket in his or her possession.
(b) The ticket seller has a written contract to obtain the
offered ticket at a certain price from a person in possession of

ELF

the ticket or from a person who has a contractual right to obtain
 the ticket from the primary contractor.

3 (c) The ticket seller clearly and in a conspicuous manner 4 informs the purchaser at the time of the contract or receipt of consideration, whichever is earlier, and again in writing within 2 5 6 business days, that the seller does not have possession of the 7 tickets, has no contract to obtain the offered ticket at a certain 8 price from a person in possession of the ticket or from a person 9 who has a contractual right to obtain the ticket from the primary 10 contractor, and may not be able to supply the ticket at the 11 contracted price or range of prices. The ticket seller must also 12 clearly and in a conspicuous manner informs the purchaser of the 13 date on which the tickets will be delivered to the purchaser.

14 (6) Subsection (5) does not prohibit a ticket seller from 15 accepting a deposit from a prospective purchaser as part of an agreement that the ticket seller will make best efforts to obtain a 16 17 ticket at a specified price or price range and within a specified 18 time, provided that the ticket seller informs the purchaser at the 19 time of the contract or receipt of consideration, whichever is 20 earlier, and again in writing within 2 business days, of the terms 21 of the deposit agreement, and includes in the oral and written 22 notice the disclosures otherwise required by subsection (5).

(7) A ticket seller that engages in a sale under subsection
(5) (c) must inform the purchaser if the ticket seller does not have
possession of the purchased ticket not less than 48 hours before
the event for which the ticket was purchased is scheduled to occur,
unless waived by the purchaser prior to 48 hours before the event.
(8) A ticket seller shall refund to a purchaser any

29 consideration or deposit paid for tickets under subsection (5)(c)

S01793'19 ** (S-1) s_02884_01292020

ELF

or (6) if the ticket seller fails to obtain the tickets by the
 stated delivery date or specified time.

3 (9) A person that violates this section is guilty of a
4 misdemeanor punishable by imprisonment for not more than 93 days or
5 a fine of not more than \$1,000.00, or both.

6 Enacting section 1. This amendatory act takes effect 90 days7 after the date it is enacted into law.

8 Enacting section 2. This amendatory act does not take effect
9 unless Senate Bill No. 384 of the 100th Legislature is enacted into
10 law.

Final Page S01793'19 ** (S-1)

s 02884 01292020