By: Thimesch, Capriglione, Isaac, Frazier, Jones of Dallas, et al.

H.B. No. 2444

Substitute the following for H.B. No. 2444:

By: Isaac

C.S.H.B. No. 2444

A BILL TO BE ENTITLED

| 1 | 1 | AN ACT |
|---|---|--------|

- 2 relating to prohibitions in connection with ticket sales on an
- 3 Internet website; providing a civil penalty.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subtitle B, Title 10, Business & Commerce Code,
- 6 is amended by adding Chapter 328 to read as follows:

7 CHAPTER 328. ONLINE SALE OF EVENT TICKETS

- 8 Sec. 328.001. DEFINITIONS. In this chapter:
- 9 (1) "Bot" means any automated software program that
- 10 performs automatic and repetitive tasks and is designed to
- 11 impersonate or replicate human activity online.
- 12 (2) "Event" means a concert, theatrical performance,
- 13 sporting event, exhibition, show, or similar scheduled activity
- 14 that:
- 15 (A) is open to the public;
- 16 (B) is held in a public or private venue; and
- 17 <u>(C) requires payment of an admission</u> fee to
- 18 <u>attend the activity.</u>
- 19 (3) "Ticket" means a physical or electronic
- 20 certificate, voucher, document, token, or other evidence of a right
- 21 for admission to enter a place of entertainment for one or more
- 22 events at one or more specified dates and times.
- 23 Sec. 328.002. PROHIBITION ON USE OR CREATION OF BOTS TO
- 24 ENGAGE IN CERTAIN ONLINE TICKET ACTIVITY. A person may not use or

- 1 create a bot to:
- 2 (1) purchase tickets in excess of posted limits for an
- 3 online ticket sale;
- 4 (2) use multiple Internet Protocol (IP) addresses,
- 5 multiple purchaser accounts, or multiple e-mail addresses to
- 6 purchase tickets in excess of posted limits for an online ticket
- 7 sale;
- 8 (3) circumvent or disable an electronic queue, waiting
- 9 period, presale code, or other sales volume limitation system
- 10 associated with an online ticket sale; or
- 11 (4) circumvent or disable a security measure, access
- 12 control system, or other control or measure that is used to
- 13 facilitate authorized entry to an event.
- 14 Sec. 328.003. ENFORCEMENT BY ATTORNEY GENERAL; INJUNCTION;
- 15 CIVIL PENALTY. (a) The attorney general may investigate a claim
- 16 that a person violated this chapter.
- 17 (b) If the attorney general concludes that a person is
- 18 violating or about to violate this chapter, the attorney general
- 19 may bring an action in the name of the state to restrain or enjoin
- 20 the person from violating this chapter.
- 21 (c) In addition to bringing an action for injunctive relief
- 22 under this chapter, the attorney general may seek restitution and
- 23 petition a district court for the assessment of a civil penalty as
- 24 provided by this section.
- 25 (d) A person who knowingly violates Section 328.002 is
- 26 liable for a civil penalty of not more than \$10,000 for each
- 27 violation.

C.S.H.B. No. 2444

- 1 (e) Every ticket transaction in which a ticket is acquired
- 2 to be sold in violation of Section 328.002 constitutes a separate
- 3 violation for purposes of assessing a civil penalty.
- 4 (f) The civil penalty for a violation of a court order or
- 5 injunction issued to enforce this section may not exceed \$100,000.
- 6 (g) The attorney general may recover all reasonable costs of
- 7 bringing an action under this section, including court costs,
- 8 reasonable attorney's fees, and investigation costs.
- 9 SECTION 2. Section 328.002, Business & Commerce Code, as
- 10 added by this Act, applies only to a purchase that occurs on or
- 11 after the effective date of this Act, regardless of whether a ticket
- 12 for an event was issued before that date.
- SECTION 3. This Act takes effect September 1, 2023.