Chapter 307

### (Senate Bill 891)

# AN ACT concerning

#### Consumer Protection – Resale of Tickets – Disclosures and Refunds

FOR the purpose of prohibiting a ticket reseller from selling or offering to sell tickets that are not currently in the possession of the reseller speculative tickets unless the reseller makes certain disclosures; requiring a reseller to refund a certain deposit or other consideration within a certain period of time, under certain circumstances; defining certain terms; and generally relating to the resale of tickets.

BY repealing and reenacting, without amendments,

Article - Commercial Law

Section 13-310

Annotated Code of Maryland

(2013 Replacement Volume and 2018 Supplement)

## BY adding to

Article – Commercial Law

Section 13–310.1

Annotated Code of Maryland

(2013 Replacement Volume and 2018 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

### Article - Commercial Law

13 - 310.

- (a) This section does not apply to nonprofit organizations.
- (b) A person who sells reserved seat tickets for an athletic, recreational, cultural, or entertainment event shall display prominently at the ticket—sale location a seating plan which clearly shows the location of every reserved seat and every physical obstruction to the viewing of the event.

### 13-310.1.

(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

- (2) (I) "RESALE" MEANS THE SALE OF A TICKET BY A PERSON OTHER THAN THE ISSUER OF THE TICKET OR A PERSON EXPRESSLY AUTHORIZED TO MAKE THE FIRST SALE OF THE TICKET SECOND OR SUBSEQUENT SALE OF A TICKET.
- (II) "RESALE" INCLUDES A SALE BY ANY MEANS, INCLUDING IN PERSON, BY TELEPHONE, BY MAIL, BY E-MAIL, BY FACSIMILE, OR THROUGH A WEBSITE OR OTHER ELECTRONIC MEANS.
- (3) "RESELLER" MEANS A PERSON WHO OFFERS A TICKET FOR RESALE.
- (4) (I) "SPECULATIVE TICKET" MEANS A TICKET THAT IS NOT IN THE ACTUAL OR CONSTRUCTIVE POSSESSION OF A RESELLER AT THE TIME OF SALE.
- (II) "SPECULATIVE TICKET" INCLUDES A TICKET SOLD BY A RESELLER THAT, AT THE TIME OF RESALE:
- 1. <u>IS NOT IN THE PHYSICAL POSSESSION OF THE</u> RESELLER;
  - 2. IS NOT OWNED BY THE RESELLER; OR
- 3. IS NOT UNDER CONTRACT TO BE TRANSFERRED TO THE RESELLER.
- (4) (5) "TICKET" MEANS PHYSICAL, ELECTRONIC, OR OTHER EVIDENCE, THAT GRANTS THE POSSESSOR OF THE EVIDENCE PERMISSION TO ENTER A PLACE OF ENTERTAINMENT FOR ONE OR MORE EVENTS AT A SPECIFIED DATE AND TIME.
- (B) A RESELLER MAY NOT SELL OR OFFER TO SELL TICKETS THAT ARE NOT CURRENTLY IN THE POSSESSION OF THE RESELLER UNLESS THE RESELLER
- (B) A RESELLER MAY NOT SELL OR OFFER TO SELL SPECULATIVE TICKETS
  UNLESS THE RESELLER, CLEARLY AND CONSPICUOUSLY, DISCLOSES TO A
  PROSPECTIVE PURCHASER AT THE OUTSET OF THE SALES TRANSACTION:
- (1) That <u>the tickets are speculative tickets</u>, <u>and</u> the reseller is not in possession of the tickets;
- (2) THAT THE RESELLER IS MAKING AN OFFER TO PROCURE THE TICKETS FOR THE PROSPECTIVE PURCHASER;

- (2) (3) AN APPROXIMATE DATE ON WHICH THE TICKETS WILL BE DELIVERED TO THE PURCHASER;
- (3) (4) THE NAME OR A DESCRIPTION OF THE EVENT FOR WHICH THE TICKETS WILL PERMIT ENTRY;
- (4) (5) THE TOTAL NUMBER OF TICKETS INCLUDED IN THE TRANSACTION;
  - (5) (6) THE NUMBER OF TICKETS FOR SEATS THAT ARE TOGETHER;
- (6) (7) THE ZONE OR SECTION NUMBER OF THE TICKETS, TO THE EXTENT APPLICABLE TO THE VENUE; AND
  - (7) (8) FOR RESERVED SEAT TICKETS, THE:
    - (I) THE SEAT NUMBERS OF THE TICKETS; OR
- (II) IF APPLICABLE, THAT THE RESELLER CANNOT GUARANTEE THE SPECIFIC SEATS BECAUSE THE TICKETS ARE SPECULATIVE TICKETS.
- (C) (1) A RESELLER SHALL REFUND TO A PURCHASER ANY CONSIDERATION OR DEPOSIT PAID FOR TICKETS SOLD UNDER THIS SECTION IF THE RESELLER FAILS TO OBTAIN THE TICKETS:
- (I) WITHIN 24 HOURS AFTER THE APPROXIMATE DATE OF DELIVERY SPECIFIED IN SUBSECTION (B)(2) OF THIS SECTION, BUT BEFORE THE COMMENCEMENT OF THE EVENT FOR WHICH THE TICKETS WERE SOLD; OR
- $\hbox{ (II)} \quad \hbox{In conformity with the disclosures required under this section.} \\$
- (2) A RESELLER SHALL MAKE A REFUND REQUIRED UNDER THIS SUBSECTION NOT LATER THAN 10 DAYS AFTER THE FINAL DAY OF THE EVENT FOR WHICH THE TICKETS WERE SOLD.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2019.

Approved by the Governor, April 30, 2019.