# **House of Representatives**



General Assembly

File No. 602

January Session, 2025

Substitute House Bill No. 7182

House of Representatives, April 8, 2025

The Committee on General Law reported through REP. LEMAR of the 96th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

# AN ACT CONCERNING ENTERTAINMENT EVENT TICKETS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 53-289a of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective October 1, 2025*):
- 3 (a) As used in this section: [, "service charge"]
- 4 (1) "Entertainment event" includes, but is not limited to, an athletic
  5 competition, sporting event, concert, operatic performance or theatrical
- 6 performance, but does not include a movie;
- 7 (2) "Entertainment venue" includes, but is not limited to, an arena,
  8 exhibition hall, performance hall, stadium or theater, but does not
  9 include a movie theater;
- (3) "Person" means an individual, association, corporation, limited
   liability company, partnership, trust or other legal entity;
- (4) "Service charge" means any additional fee or charge that is
  designated as an "administrative fee", "service fee" or "surcharge" or by
  using another substantially similar term;

15 (5) "Ticket reseller" means any person doing business in this state that 16 (A) resells, or facilitates the resale of, a ticket to an entertainment event 17 in the ordinary course of such person's business, and (B) derived at least five thousand dollars in gross revenues from the resale, or the 18 19 facilitation of the resale, of tickets to entertainment events in the most 20 recently completed fiscal year; and 21 (6) "Ticket seller" means any person doing business in this state that 22 (A) sells, or facilitates the sale of, a ticket to an entertainment event in 23 the ordinary course of such person's business, and (B) derived at least 24 five thousand dollars in gross revenues from the sale, or the facilitation 25 of the sale, of tickets to entertainment events in the most recently

26 <u>completed fiscal year</u>.

27 (b) No [person] ticket seller or ticket reseller shall advertise the prices 28 of tickets to any entertainment event for which a service charge is 29 imposed, including, but not limited to, any [place of amusement, arena, 30 stadium, theater, performance, sport, exhibition or athletic contest 31 given] entertainment venue in this state [for] at which a service charge 32 is imposed for the sale of a ticket at [the site of the event] such 33 entertainment venue, without conspicuously disclosing in such 34 advertisement, whether displayed at [the site of the event] such 35 entertainment venue or elsewhere, the total price for each ticket and 36 [what] which portion of each ticket price, stated in a dollar amount, 37 represents a service charge.

(c) (<u>1</u>) If a price is charged for admission to [a place of] <u>an</u> entertainment <u>venue</u>, the operator of the [place of] entertainment <u>venue</u> shall print, endorse or otherwise disclose on the face of each ticket to an entertainment event at such [place of] entertainment [(1)] <u>venue (A)</u> the price established for such ticket, or [(2)] (<u>B</u>) if such operator, or such operator's agent, sells or resells such ticket, including at auction, the final price of such ticket.

45 (2) No operator of an entertainment venue, or agent of an operator of
 46 an entertainment venue, shall enter into an agreement with a ticket
 47 seller or ticket reseller that provides the ticket seller or ticket reseller

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48 with the exclusive right to sell or resell tickets to entertainment events
49 at the entertainment venue.

50 (d) (1) [Any person that] Each ticket seller or ticket reseller that 51 advertises or facilitates the sale or resale of a ticket to an entertainment 52 event shall (A) disclose the total price of such ticket, which total price 53 shall include all service charges required to purchase such ticket, and 54 (B) disclose, in a clear and conspicuous manner, to the purchaser of such 55 ticket the portion of the total ticket price, expressed as a dollar amount, 56 that is attributable to service charges charged to such purchaser for such 57 ticket.

58 (2) The disclosures required under subdivision (1) of this subsection 59 shall be displayed [in the ticket listing before the ticket is selected for 60 purchase. The total ticket price] when the ticket is initially offered for 61 sale or resale to purchasers and the displayed prices shall not increase 62 during the period beginning when a ticket is [selected for purchase] 63 initially offered for sale or resale to purchasers and ending when a ticket 64 is purchased, except a reasonable service charge may be charged for 65 delivery of a nonelectronic ticket if (A) such service charge is based on 66 the delivery method selected by the ticket purchaser, and (B) such 67 service charge is disclosed to such purchaser before such purchaser 68 purchases such ticket.

(3) No disclosure required under this subsection shall be (A) false or
misleading, (B) presented more prominently than the total ticket price,
or (C) displayed in a font size that is as large or larger than the font size
in which the total ticket price is displayed.

[(e) A movie shall not be deemed to constitute an entertainment eventfor the purposes of this section.]

(e) (1) Each ticket seller that sells, or ticket reseller that resells, a ticket
to a live entertainment event shall (A) if the live entertainment event is
cancelled, provide a refund to the purchaser (i) in an amount that is
equal to the total price of such ticket, which total price shall include all
service charges that were charged to purchase such ticket except for any

80	reasonable service charge that was charged for delivery of a
81	nonelectronic ticket, and (ii) not later than thirty days following
82	cancellation of such live entertainment event, and (B) disclose, in a clear
83	and conspicuous manner, to each purchaser of a ticket to the live
84	entertainment event that such purchaser is entitled to a refund in the
85	amount and within the thirty-day period set forth in subparagraph (A)
86	of this subdivision if such live entertainment event is cancelled.
87 88 89 90 91 92	<ul> <li>(2) The disclosure required under subparagraph (B) of subdivision (1) of this subsection shall be displayed to each purchaser of a ticket to a live entertainment event before such purchaser purchases such ticket.</li> <li>(f) The Commissioner of Consumer Protection may adopt regulations, in accordance with the provisions of chapter 54, to implement the provisions of this section.</li> </ul>
93	(g) A violation of any provision of subsections (b) to (e), inclusive, of
94	this section shall constitute an unfair or deceptive act or practice in the
95	conduct of trade or commerce pursuant to subsection (a) of section 42-
96	<u>110b.</u>

This act shall take effect as follows and shall amend the following<br/>sections:Section 1October 1, 202553-289a

## Statement of Legislative Commissioners:

In Subsec. (d)(1), "Any [person] <u>ticket</u>" was changed to "[Any person that] <u>Each ticket</u>" for clarity; in Subsec. (e)(1)(A), "<u>if the live entertainment event is cancelled</u>," was added after "(A)" for clarity; and in Subsec. (g), "<u>subsections (b) to (e), inclusive, of</u>" was added before "<u>this section</u>" for consistency with standard drafting conventions.

GL Joint Favorable Subst.

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

## **OFA Fiscal Note**

State Impact: None

Municipal Impact: None

#### Explanation

The bill makes various changes to operators selling entertainment event tickets and makes violations an unfair trade practice violation resulting in no fiscal impact to the state. The Department of Consumer Protection enforces unfair trade practice violations and has the resources and expertise to meet the requirements of the bill.

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State Impact: None Municipal Impact: None

## OLR Bill Analysis sHB 7182

## AN ACT CONCERNING ENTERTAINMENT EVENT TICKETS.

## SUMMARY

This bill makes numerous changes to the law requiring disclosure of the total ticket price to an entertainment event and the amount of any service charge. Specifically, the bill does the following:

- 1. limits these provisions by making them applicable only to ticket sellers and resellers (generally, those with at least \$5,000 in gross revenue from ticket sales or resales);
- 2. makes minor and technical changes to the types of tickets that are subject to these requirements;
- 3. adjusts when a price disclosure is required;
- 4. adjusts the time period when a ticket price may not increase;
- 5. prohibits an entertainment venue operator or its agent from entering an agreement with a ticket seller or reseller for the exclusive right to sell or resell tickets to entertainment events at the venue;
- 6. requires ticket sellers and resellers to refund the total price of a ticket to a live entertainment event that is cancelled;
- 7. allows the Department of Consumer Protection (DCP) to adopt regulations to implement its provisions; and
- 8. makes violations of the ticket sale and resale provisions a Connecticut Unfair Trade Practices Act (CUTPA) violation.

EFFECTIVE DATE: October 1, 2025

#### TICKET SELLERS AND RESELLERS

The bill defines a "ticket seller" as an individual or entity doing business in the state that sells, or facilitates the sale, of entertainment event tickets in the ordinary course of business and has at least \$5,000 in gross revenue from these activities in the last fiscal year. A "ticket reseller" is similarly defined in relation to the resale of entertainment event tickets.

#### TICKETS

Current law applies to tickets to an entertainment event, including a place of amusement, arena, stadium, theater, performance, sport, exhibition, or athletic contest, but not including movies. The bill instead applies to tickets to events including an athletic competition, sporting event, concert, operatic performance, or theatrical performance, other than a movie, including tickets to venues such as arenas, exhibition halls, performance halls, stadiums, and theaters other than movie theaters.

#### TICKET PRICE DISCLOSURE

Generally, the law requires conspicuously disclosing in an advertisement of ticket prices the total price for each ticket and the dollar amount that represents a service charge (an administrative fee, service fee, surcharge, or another fee or charge using substantially similar terms). Individuals facilitating the sale or resale of a ticket must also disclose the total price, as well as the amount of any included service charges.

The bill limits these provisions by making them applicable only to ticket sellers and resellers, instead of any person, and the types of tickets described above.

The bill also requires the price disclosure be made when the ticket is initially offered for sale or resale, instead of when the ticket is selected for purchase.

Lastly, the law prohibits increasing a ticket price during a specified period of time. Currently, the total price cannot increase beginning when a ticket is selected for purchase and until the ticket is purchased. The bill instead begins this period when the ticket is initially offered for sale or resale to purchasers.

## LIVE EVENT TICKET REFUNDS

For live entertainment events that are cancelled, the bill requires ticket sellers and resellers to refund purchasers their total ticket price within 30 days of the cancellation (excluding any reasonable service charge allowed by law for delivering a nonelectronic ticket). It requires ticket sellers and resellers to clearly and conspicuously disclose this refund requirement to purchasers of live entertainment event tickets before a purchase.

## BACKGROUND

## CUTPA

By law, CUTPA prohibits businesses from engaging in unfair and deceptive acts or practices. It allows the DCP commissioner, under specified procedures, to issue regulations defining an unfair trade practice, investigate complaints, issue cease and desist orders, order restitution in cases involving less than \$10,000, impose civil penalties of up to \$5,000, enter into consent agreements, ask the attorney general to seek injunctive relief, and accept voluntary statements of compliance. It also allows individuals to sue. Courts may issue restraining orders; award actual and punitive damages, costs, and reasonable attorney's fees; and impose civil penalties of up to \$25,000 for a restraining order violation.

## **Related Bills**

sHB 6858 (File 349), favorably reported by the General Law Committee, imposes certain requirements on ticket resellers for resale contracts and disclosures; prohibits anyone, except for a person acting on behalf of a venue, from using the name of an entertainment event or venue in a website name related to ticket sale or resale; and makes numerous changes to ticket price disclosure requirements.

## **COMMITTEE ACTION**

General Law Committee

Joint Favorable Substitute

Yea 21 Nay 0 (03/21/2025)