# Washington State House of Representatives Office of Program Research

BILL ANALYSIS

## **Technology & Economic Development Committee**

### **HB 2699**

**Brief Description**: Concerning the sale of software used in the unauthorized interference of ticket sales over the internet.

**Sponsors**: Representatives Young, Van De Wege, Morris, Smith, Magendanz, Muri, Stanford, Harmsworth and Goodman.

#### **Brief Summary of Bill**

• Provides that a seller of ticket bot software violates the Consumer Protection Act only if he or she knows or markets that the purpose of the software is to circumvent, thwart, interfere with, or evade a security measure, access control system, or other control or measure on a ticket seller's Internet web site.

**Hearing Date**: 1/27/16

Staff: Nikkole Hughes (786-7156).

#### Background:

#### Ticket Web Robots.

Ticket bots, or web robots, are software programs used to interfere with or disrupt the operation of ticket sales over the Internet, or to buy up a substantial portion of the available tickets for later private resale. Interference by ticket bots includes gaining unauthorized priority access to purchasing tickets and reducing access of the general public to online ticket sales at the intended, original price. Commonly affected ticket sales include those for concerts, sporting events, and other entertainment events.

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#### Consumer Protection Act.

The Washington Consumer Protection Act (CPA) declares that unfair and deceptive practices in trade or commerce are illegal. The CPA allows a person injured by an unfair or deceptive practice to bring a private cause of action for damages. The Office of the Attorney General may investigate and prosecute claims under the CPA on behalf of the state or individuals in the state.

The use or sale of software with the purpose to interfere with or disrupt the operation of Internet ticket sales is an unfair or deceptive act and an unfair method of competition for the purposes of applying the CPA. The use or sale of ticket bot software is only a violation of the CPA if the user or seller knows or should know that the purpose of the software is to interfere with or disrupt ticket sales over the Internet.

#### **Summary of Bill**:

The exception that the sale of ticket bot software is only a violation of the CPA if the seller should know the purpose of the software is removed. Instead, a seller of ticket bot software violates the CPA only if he or she knows or markets that the purpose of the software is to circumvent, thwart, interfere with, or evade a security measure, access control system, or other control or measure on a ticket seller's Internet web site.

**Appropriation**: None.

Fiscal Note: Not requested.

**Effective Date**: The bill takes effect 90 days after adjournment of the session in which the bill is passed.