119TH CONGRESS 1ST SESSION S.

To improve online ticket sales and protect consumers, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mrs. BLACKBURN (for herself and Mr. LUJÁN) introduced the following bill; which was read twice and referred to the Committee on

A BILL

To improve online ticket sales and protect consumers, and for other purposes.

1 Be it enacted by the Senate and House of Representa-

2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

4 This Act may be cited as the "Mitigating Automated
5 Internet Networks for Event Ticketing Act" or the
6 "MAIN Event Ticketing Act".

7 SEC. 2. STRENGTHENING THE BOTS ACT.

8 (a) IN GENERAL.—Section 2 of the Better Online
9 Ticket Sales Act of 2016 (15 U.S.C. 45c) is amended—
10 (1) in subsection (a)(1)—

1	(A) in subparagraph (A), by striking ";
2	or" and inserting a semicolon;
3	(B) in subparagraph (B), by striking the
4	period at the end and inserting "; or"; and
5	(C) by adding at the end the following new
6	subparagraph:
7	"(C) to use or cause to be used an applica-
8	tion that performs automated tasks to purchase
9	event tickets from an Internet website or online
10	service in circumvention of posted online ticket
11	purchasing order rules of the Internet website
12	or online service, including a software applica-
13	tion that circumvents an access control system,
14	security measure, or other technological control
15	or measure.";
16	(2) by redesignating subsections (b) and (c) as
17	subsections (c) and (d), respectively;
18	(3) by inserting after subsection (a) the fol-
19	lowing new subsection:
20	"(b) Requiring Online Ticket Issuers To Put
21	IN PLACE SITE POLICIES AND ESTABLISH SAFEGUARDS
22	To Protect Site Security.—
23	"(1) Requirement to enforce site poli-
24	CIES.—Each ticket issuer that owns or operates an
25	Internet website or online service that facilitates or

executes the sale of event tickets shall ensure that
 such website or service has in place an access control
 system, security measure, or other technological con trol or measure to enforce posted event ticket pur chasing limits.

6 "(2) REQUIREMENT TO ESTABLISH SITE SECU7 RITY SAFEGUARDS.—

8 "(A) IN GENERAL.—Each ticket issuer 9 that owns or operates an Internet website or 10 online service that facilitates or executes the 11 sale of event tickets shall establish, implement, 12 and maintain reasonable administrative, tech-13 nical, and physical safeguards to protect the se-14 curity, confidentiality, integrity, or availability 15 of the website or service.

16 "(B) CONSIDERATIONS.—In establishing
17 the safeguards described in subparagraph (A),
18 each ticket issuer described in such paragraph
19 shall consider—

20 "(i) the administrative, technical, and
21 physical safeguards that are appropriate to
22 the size and complexity of the ticket issuer;
23 "(ii) the nature and scope of the ac24 tivities of the ticket issuer;

1	"(iii) the sensitivity of any customer
2	information at issue; and
3	"(iv) the range of security risks and
4	vulnerabilities that are reasonably foresee-
5	able or known to the ticket issuer.
6	"(C) THIRD PARTIES AND SERVICE PRO-
7	VIDERS.—
8	"(i) IN GENERAL.—Where applicable,
9	a ticket issuer that owns or operates an
10	Internet website or online service that fa-
11	cilitates or executes the sale of event tick-
12	ets shall implement and maintain proce-
13	dures to require that any third party or
14	service provider that performs services with
15	respect to the sale of event tickets or has
16	access to data regarding event ticket pur-
17	chasing on the website or service maintains
18	reasonable administrative, technical, and
19	physical safeguards to protect the security
20	and integrity of the website or service and
21	that data.
22	"(ii) Oversight procedure re-
23	QUIREMENTS.—The procedures imple-
24	mented and maintained by a ticket issuer

1	in accordance with clause (i) shall include
2	the following:
3	"(I) Taking reasonable steps to
4	select and retain service providers
5	that are capable of maintaining ap-
6	propriate safeguards for the customer
7	information at issue.
8	"(II) Requiring service providers
9	by contract to implement and main-
10	tain adequate safeguards.
11	"(III) Periodically assessing serv-
12	ice providers based on the risk they
13	present and the continued adequacy of
14	their safeguards.
15	"(D) UPDATES.—A ticket issuer that owns
16	or operates an Internet website or online service
17	that facilitates or executes the sale of event
18	tickets shall regularly evaluate and make ad-
19	justments to the safeguards described in sub-
20	paragraph (A) in light of any material changes
21	in technology, internal or external threats to
22	system security, confidentiality, integrity, and
23	availability, and the changing business arrange-
24	ments or operations of the ticket issuer.

1	"(3) Requirement to report incidents of
2	CIRCUMVENTION; CONSUMER COMPLAINTS.—
3	"(A) IN GENERAL.—A ticket issuer that
4	owns or operates an Internet website or online
5	service that facilitates or executes the sale of
6	event tickets shall report to the Commission
7	any incidents of circumvention of which the
8	ticket issuer has actual knowledge.
9	"(B) Consumer complaint website.—
10	Not later than 180 days after the date of enact-
11	ment of the Mitigating Automated Internet
12	Networks for Event Ticketing Act, the Commis-
13	sion shall create a publicly available website (or
14	modify an existing publicly available website of
15	the Commission) to allow individuals to report
16	violations of this subsection to the Commission.
17	"(C) Reporting timeline and proc-
18	ESS.—
19	"(i) TIMELINE.—A ticket issuer shall
20	report known incidents of circumvention
21	within a reasonable period of time after
22	the incident of circumvention is discovered
23	by the ticket issuer, and in no case later
24	than 30 days after an incident of cir-

1	cumvention is discovered by the ticket
2	issuer.
3	"(ii) Automated submission.—The
4	Commission may establish a reporting
5	mechanism to provide for the automatic
6	submission of reports required under this
7	subsection.
8	"(iii) Coordination with state at-
9	TORNEYS GENERAL.—The Commission
10	shall—
11	"(I) share reports received from
12	ticket issuers under subparagraph (A)
13	with State attorneys general as appro-
14	priate; and
15	"(II) share consumer complaints
16	submitted through the website estab-
17	lished under subparagraph (B) with
18	State attorneys general as appro-
19	priate.
20	"(4) DUTY TO ADDRESS CAUSES OF CIR-
21	CUMVENTION.—A ticket issuer that owns or operates
22	an Internet website or online service that facilitates
23	or executes the sale of event tickets must take rea-
24	sonable steps to improve its access control systems,
25	security measures, and other technological controls

1	or measures to address any incidents of circumven-
2	tion of which the ticket issuer has actual knowledge.
3	"(5) FTC GUIDANCE.—Not later than 1 year
4	after the date of enactment of the Mitigating Auto-
5	mated Internet Networks for Event Ticketing Act,
6	the Commission shall publish guidance for ticket
7	issuers on compliance with the requirements of this
8	subsection.";
9	(4) in subsection (c), as redesignated by para-
10	graph (1) of this subsection—
11	(A) by striking "subsection (a)" each place
12	it appears and inserting "subsection (a) or (b)";
13	(B) in paragraph (2)—
14	(i) in subparagraph (A), by striking
15	"The Commission" and inserting "Except
16	as provided in paragraph (3), the Commis-
17	sion"; and
18	(ii) in subparagraph (B), by striking
19	"Any person" and inserting "Subject to
20	paragraph (3), any person''; and
21	(C) by adding at the end the following new
22	paragraphs:
23	"(3) CIVIL ACTION.—
	"(3) CIVIL ACTION.— "(A) IN GENERAL.—If the Commission has

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1	a violation of subsection (a) or (b), the Commis-
2	sion may bring a civil action in an appropriate
3	district court of the United States to—
4	"(i) recover a civil penalty under
5	paragraph (4) ; and
6	"(ii) seek other appropriate relief, in-
7	cluding injunctive relief and other equi-
8	table relief.
9	"(B) LITIGATION AUTHORITY.—Except as
10	otherwise provided in section $16(a)(3)$ of the
11	Federal Trade Commission Act (15 U.S.C.
12	56(a)(3)), the Commission shall have exclusive
13	authority to commence or defend, and supervise
14	the litigation of, any civil action authorized
15	under this paragraph and any appeal of such
16	action in its own name by any of its attorneys
17	designated by it for such purpose, unless the
18	Commission authorizes the Attorney General to
19	do so. The Commission shall inform the Attor-
20	ney General of the exercise of such authority
21	and such exercise shall not preclude the Attor-
22	ney General from intervening on behalf of the
23	United States in such action and any appeal of
24	such action as may be otherwise provided by
25	law.

1	"(C) RULE OF CONSTRUCTION.—Any civil
2	penalty or relief sought through a civil action
3	under this paragraph shall be in addition to
4	other penalties and relief as may be prescribed
5	by law.
6	"(4) Civil penalties.—
7	"(A) IN GENERAL.—Any person who vio-
8	lates subsection (a) or (b) shall be liable for-
9	"(i) a civil penalty of not less than
10	\$10,000 for each day during which the vio-
11	lation occurs or continues to occur; and
12	"(ii) an additional civil penalty of not
13	less than \$1,000 per violation.
14	"(B) ENHANCED CIVIL PENALTY FOR IN-
15	TENTIONAL VIOLATIONS.—In addition to the
16	civil penalties under subparagraph (A), a per-
17	son that intentionally violates subsection (a) or
18	(b) shall be liable for a civil penalty of not less
19	than \$10,000 per violation.";
20	(5) in subsection (d), as redesignated by para-
21	graph (1) of this subsection, by striking "subsection
22	(a)" each place it appears and inserting "subsection
23	(a) or (b)"; and
24	(6) by adding at the end the following new sub-
25	sections:

1 "(e) LAW ENFORCEMENT COORDINATION.— 2 "(1) IN GENERAL.—The Federal Bureau of In-3 vestigation, the Department of Justice, and other 4 relevant State or local law enforcement officials shall 5 coordinate as appropriate with the Commission to 6 share information about known instances of 7 cyberattacks on security measures, access control 8 systems, or other technological controls or measures 9 on an Internet website or online service that are 10 used by ticket issuers to enforce posted event ticket 11 purchasing limits or to maintain the integrity of 12 posted online ticket purchasing order rules. Such co-13 ordination may include providing information about 14 ongoing investigations but may exclude classified in-15 formation or information that could compromise a 16 law enforcement or national security effort, as ap-17 propriate. 18 "(2) CYBERATTACK DEFINED.—In this para-19 graph, the term 'cyberattack' means an attack, via 20 cyberspace, targeting an enterprise's use of cyber-

21 space for the purpose of—

22 "(A) disrupting, disabling, destroying, or
23 maliciously controlling a computing environ24 ment or computing infrastructure; or

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"(B) destroying the integrity of data or
 stealing controlled information.

3 "(f) CONGRESSIONAL REPORT.—Not later than 1 4 year after the date of enactment of this paragraph, the 5 Commission shall report to Committee on Commerce, Science, and Transportation of the Senate and the Com-6 7 mittee on Energy and Commerce of the House of Rep-8 resentatives on the status of enforcement actions taken 9 pursuant to this Act, as well as any identified limitations 10 to the Commission's ability to pursue incidents of cir-11 cumvention described in subsection (a)(1)(A).".

(b) ADDITIONAL DEFINITION.—Section 3 of the Better Online Ticket Sales Act of 2016 (15 U.S.C. 45c note)
is amended by adding at the end the following new paragraph:

16 "(4) CIRCUMVENTION.—The term 'circumven17 tion' means the act of avoiding, bypassing, removing,
18 deactivating, or otherwise impairing an access con19 trol system, security measure, safeguard, or other
20 technological control or measure described in section
21 2(b)(1).".