H.C.R. NO. 119

1

HOUSE CONCURRENT RESOLUTION

URGING THE DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS, IN COLLABORATION WITH THE DEPARTMENT OF THE ATTORNEY GENERAL, TO INVESTIGATE AND REGULATE THE SALE OF TICKETS TO LIVE ENTERTAINMENT EVENTS UNDER ITS AUTHORITY TO PROTECT CONSUMERS AGAINST UNFAIR OR DECEPTIVE ACTS OR PRACTICES IN THE CONDUCT OF ANY COMMERCE.

WHEREAS, the ticket-purchasing process for popular live 1 entertainment events is frustrating for consumers in the State; 2 3 and 4 WHEREAS, event tickets for popular live entertainment 5 events are distributed through one of three channels: holds, 6 7 pre-sales, and general public sales; and 8 9 WHEREAS, tickets placed on hold are those reserved for a variety of industry insiders, including the venue operator, 10 artists, promoters, agents, marketing departments, record 11 labels, media outlets, high-profile quests, or friends and 12 13 family; and 14 WHEREAS, pre-sales are the sale of tickets to non-public 15 groups, such as persons who are holders of certain credit cards 16 17 or members of the artist's fan club; and 18 WHEREAS, there have been a number of live entertainment 19 20 events in the State where the number of tickets made available to the general public has been significantly reduced due to 21 event tickets being placed on hold or sold through pre-sales: 22 23 For Earth, Wind and Fire's 2017 concert at the Neal S. 24 (1) 25 Blaisdell Arena, eighty-two percent of tickets were held or sold through pre-sales; 26 27



Page 2

H.C.R. NO. 119

(2) For Mariah Carey's 2017 concert at the Neal S. 1 Blaisdell Arena, ninety-three percent of tickets were 2 held or sold through pre-sales; and 3 4 For Janet Jackson's 2016 concert at the Neal S. 5 (3) Blaisdell Arena, ninety-two percent of tickets were 6 7 held or sold through pre-sales; and 8 9 WHEREAS, the total cost for an event ticket is typically not disclosed until the end of the ticket-purchasing process, 10 further adding to the frustration of consumers; and 11 12 WHEREAS, popular live entertainment events attract 13 secondary market profiteers who exacerbate the frustration of 14 the ticket-purchasing process to the detriment of ordinary 15 16 consumers by competing with consumers for the limited event tickets; and 17 18 19 WHEREAS, modern technology has made it substantially easier for secondary market profiteers to engage in ticket scalping, 20 with some profiteers using computer programs to circumvent 21 security measures or other technological control or access to 22 purchase many tickets; and 23 24 25 WHEREAS, the federal Better Online Ticket Sales Act of 26 2016, also referred to as the BOTS Act of 2016, deems the use of such program as an unfair or deceptive act or practice under 27 28 federal law; and 29 WHEREAS, state law prohibits unfair or deceptive acts or 30 31 practices in the conduct of any commerce and authorizes the Attorney General and Director of the Office of Consumer 32 33 Protection to enforce the prohibition; now, therefore, 34 BE IT RESOLVED by the House of Representatives of the 35 Thirty-second Legislature of the State of Hawaii, Regular 36 Session of 2024, the Senate concurring, that the Department of 37 Commerce and Consumer Affairs, in collaboration with the 38 39 Department of the Attorney General, is urged to investigate and regulate the sale of tickets to live entertainment events under 40 41 its authority to protect consumers against unfair or deceptive 42 acts or practices in the conduct of any commerce; and



2

Page 3

1

6 7 8

H.C.R. NO.

2 BE IT FURTHER RESOLVED that certified copies of this 3 Concurrent Resolution be transmitted to the Director of Commerce 4 and Consumer Affairs, Attorney General, and Executive Director 5 of the Office of Consumer Protection.

OFFERED BY:

MAR 0 7 2024

