NetChoice Promoting Convenience, Choice, and Commerce on The Net Steve DelBianco, President and CEO 1401 K St NW, Suite 502 Washington, DC 20005 202-420-7482 www.netchoice.org



Sen. Senator Bob Onder, Chair Senate General Laws Committee Missouri Senate 201 W Capitol Ave, Rm. 331 Jefferson City, Missouri 65101 February 6, 2018

RE: Support for SB 952, Relating to Deceptive Internet Domain Names

Dear Chairman Onder and members of the committee:

We ask that you pass SB 952.

Fans across Missouri regularly search online for tickets to their favorite concerts and shows. Unfortunately, many fans are misled by deceptive domain names in search results, which are designed to trick fans into thinking they are seeing unsold seats offered by the venue.

Take for example, a search for "Blake Shelton Scottrade", who's performing at Scottrade on Feb 24. Here's the top search result we see:

Blake Shelton Tickets 2018 | Country Music Freaks US Tour [Ad] www.blakesheltonshows.com/ •

Blake Shelton Concert Tickets w/Eldredge, Adkins 2018 Tour Resale On Sale Now.

The domain name (BlakeSheltonShows.com) is designed specifically to deceive fans into thinking they are seeing the artist or venue's website, where they expect to see unsold seats.

Despite the domain name, this site has no affiliation with Blake Shelton, his concert, or any venues.

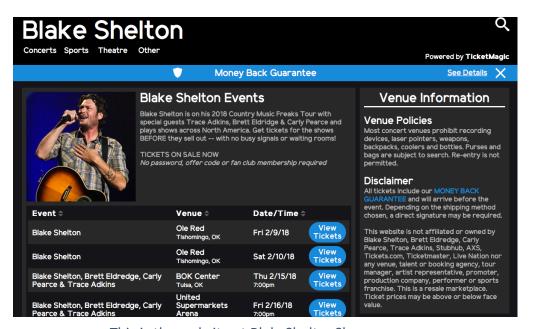
In fact, this ad is not for Blake Shelton or his tour, but is a website owned by TicketMagic, a ticket-reseller with an "F" rating from the Better Business Bureau.¹

¹ In addition, according to the Better Business Bureau, TicketMagic has 21 complaints filed against it. In the Bureau's latest investigation, they "were unable to locate the identified addresses and mail sent was returned as 'undeliverable' or 'address unknown'." *See* Better Business Bureau *available at* https://www.bbb.org/connecticut/business-reviews/event-ticket-sales/ticketmagic-com-inc-in-east-haven-ct-87124953

These deceptive domains add no value for consumers when unsold seats are still available at the venue/promoter website. When a show is sold-out, fans will often turn to trusted secondary market websites where they can see a larger selection of resale seats.

But deceptive websites like BlakeSheltonShows.com are luring Missouri fans into over-paying for a small selection of resale seats – without seeing all the seats that are actually available. The Better Business Bureau has logged hundreds of complaints against these tactics.

This deception can extend beyond the domain name and to the linked website, where fans continue to believe they are engaging with the actual artist or venue. Take for example the website of "BlakeSheltonShows.com":



This is the website at BlakeSheltonShows.com – it has no affiliation with the artist, the tour, or the venue.

As you can see, there is little to alert Missouri fans that this site has no affiliation with the artist, tour, or venue. These deceptive sites may have fine-print disclosures about their lack of affiliation with the artist or venue, but such disclosures are rarely noticeable to fans.

A good way to stop this deception is to prohibit artist or venue names from being used in domain names.

Other states have taken action to stop these deceptive domains. Nevada recently enacted a law criminalizing these deceptive domain names. The Connecticut Attorney General and the Federal Trade Commission settled with two notorious deceptive domain operators, resulting in a permanent injunction and \$1.4 million in fines.²

² Federal Trade Commission, *TicketNetwork and Marketing Partners Ryadd and Secure Box Office Settle Charges of Deceptively Marketing Resale Tickets* (July 24, 2014)

Missouri should join other states in stopping this deception. SB 952 gives your Attorney General the power to take action against these bad actors. Moreover, SB 952 is narrowly written to avoid unintended consequences, since it is limited to those who *intentionally* use these misleading domain names.

We ask that you take the steps to arm your Attorney General with the tools to stop these bad actors and protect Missouri fans from this deception.

To that end we ask that you pass SB 952.

Sincerely,

Steve DelBianco

President and CEO, NetChoice

NetChoice is a trade association of e-Commerce and online businesses. www.netchoice.org