Granted as Submitted

\*\*\*See eSignature page\*\*\*

Clerk of the Superior Court
\*\*\* Electronically Filed \*\*\* D. Tapia, Deputy 10/28/2020 8:00:00 AM Filing ID 12150431

1	MARK BRNOVICH
2	ATTORNEY GENERAL
3	(Firm State Bar No. 14000) JOSEPH SCIARROTTA, JR. (BAR No. 017481)
4	MATTHEW DU MEE (BAR NO. 028468)
-	REBECCA SALISBURY (BAR NO. 022006)
5	ASSISTANT ATTORNEY GENERAL
6	OFFICE OF THE ATTORNEY GENERAL 2005 North Central Avenue
7	Phoenix, AZ 85004-1592
8	Telephone: (602) 542-7757
	Facsimile: (602) 542-4377
9	Rebecca.Salisbury@azag.gov
10	Electronic Filing: consumer@azag.gov
11	Attorneys for the State of Arizona
12	IN THE SUPERIOR COURT OF THE STATE OF ARIZONA
13	IN AND FOR THE COUNTY OF MARICOPA
14	
15	STATE OF ARIZONA, ex rel. MARK Case No. CV2020-013425

#### OF MARICOPA

VICH, Allorney General.

Plaintiff,

v.

16

17

18

19

20

21

22

23

24

25

26

27

28

TICKETMASTER, L.L.C., a Virginia limited liability company,

Defendant.

#### **CONSENT AGREEMENT**

(Assigned to the Hon. Judge James Smith)

The State of Arizona, ex rel. Mark Brnovich, the Attorney General (the "State"), filed a Complaint and Ticketmaster L.L.C. ("Ticketmaster") has waived service of the Complaint, has been advised of the right to a trial in this matter, and has waived the same. Ticketmaster admits the jurisdiction of this Court over the subject matter and parties, stipulates that this Court may enter this Consent Agreement, and acknowledges that this Court shall retain jurisdiction for the purpose of enforcing this Consent Agreement.

1 | 1 | 2 | 1 | 3 | 4 | 6 | 5 | 6 | 2 |

8

7

10 11

12

13

1415

16

17

18

19 20

2122

2324

26 27

28

25

fact or law and without admission or finding of any violations of any law. Ticketmaster neither admits nor denies the Factual Background below or any of the allegations in the State's Complaint. Ticketmaster, not out of any admission of guilt, wrongdoing or violation, has consented and stipulated to entry of this Consent Agreement to compromise an inquiry by the Arizona Attorney General's Office. This Consent Agreement is entered into solely for the purposes of settlement and to avoid incurring costs associated with litigation.

The Parties enter into this Consent Agreement without trial or adjudication of any issue of

#### **PARTIES**

- 1. The State is authorized to bring this action under A.R.S. §§ 44-1521 to 1534.
- 2. Ticketmaster is a Virginia limited liability company, incorporated on January 14, 1999, with a principal place of business at 9348 Civic Center Drive, Beverly Hills, CA 90210.
- 3. This Court has jurisdiction over the Complaint and the parties necessary for the Court to enter this Consent Agreement and any orders hereafter appropriate pursuant to A.R.S. § 44-1528 and this Consent Agreement.
  - 4. Venue is proper in Maricopa County pursuant to A.R.S. § 12-401(17).

# FACTUAL BACKGROUND

- 5. Ticketmaster sold tickets for events in Arizona to consumers.
- 6. Ticketmaster sold tickets to Arizona events as an agent of Event Organizers (also known as Event Providers), such as artists, venues and promoters.
- 7. In 2020, many of these events did not take place as scheduled and were canceled, rescheduled or postponed because of public health concerns related to COVID-19.
- 8. At the time of sale, Ticketmaster's disclosed purchase policy provided that Ticketmaster would automatically issue refunds for canceled events. Ticketmaster's purchase policy further provided that Event Providers may set refund limitations on moved or rescheduled events and instructed consumers to contact Ticketmaster for more information or to request a refund if a consumer could not attend the rescheduled event.

- 9. Consumers were presented with the purchase policy when setting up an account with Ticketmaster and upon completing any ticket purchase.
- 10. Up to and until March 13, 2020, however, Ticketmaster's website on a webpage entitled "Refunds" in Ticketmaster's FAQs provided that "Refunds are available if your event is postponed, rescheduled or canceled," and further provided that "Ticket refunds should be received within 7-10 business days."
- 11. As of March 14, 2020, and in order to clarify any inconsistencies on the Ticketmaster website, visitors to the same "Refunds" page were redirected to a page that stated refunds were available for cancellations, and made no mention of refunds for postponed or rescheduled events.
- 12. Ticketmaster has consistently provided an automatic refund to ticket purchasers for canceled Arizona events before and after March 14, 2020.
- 13. Consistent with its disclosed purchase policy, Ticketmaster did not provide an automatic refund to ticket purchasers for Arizona events that were postponed or rescheduled unless refunds had been authorized by the Event Organizer.
- 14. As a result, certain consumers were not initially provided refunds for postponed or rescheduled events because their ticket purchase monies were held by Event Organizers who had not authorized refunds.
  - 15. Ticket sales for the events at issue totaled \$71,030,000.
- 16. On May 1, 2020, the Office of the Attorney General of Arizona inquired and requested Ticketmaster to offer a refund to Arizona consumers for all postponed and rescheduled events.
- 17. Ticketmaster responded promptly to the Attorney General's inquiry, cooperated fully, and made steadfast, good-faith efforts to convince Event Organizers to authorize refunds for consumers.
- 18. As of June 29, 2020, Ticketmaster had convinced Event Organizers to authorize \$63,490,000 million in refunds for 576 Arizona events. A remaining \$7,540,000 in ticket sales for 74 events remained unauthorized for refunds.

- 19. During July and August, 2020, Ticketmaster remained wholly cooperative with the Attorney General's office, and continued to work to get Event Organizers to provide refunds for the remaining consumers.
- 20. As of September 22, 2020, Ticketmaster had convinced Event Organizers to authorize refunds for all Arizona events, including those events that have been canceled, postponed or rescheduled. Overall, consumers have been offered over \$71 million in refunds, and consumers for Arizona concerts have had the opportunity to obtain a refund, even if the ticketed event remains postponed or has been rescheduled.

## **ALLEGATIONS**

- 21. The State alleges that the following conduct of Ticketmaster constituted practices in violation of A.R.S. § 44-1521 et seq.:
- 22. Up to and until March 13, 2020, Ticketmaster's website on a webpage entitled "Refunds" in Ticketmaster's FAQs provided that "Refunds are available if your event is postponed, rescheduled or canceled," and further provided that "Ticket refunds should be received within 7-10 business days."
- 23. Refunds were not made available for some postponed or rescheduled events and sometimes were not received within 7-10 business days.
- 24. As a result, consumers did not have an opportunity to obtain refunds on some postponed or rescheduled Arizona events as represented in Ticketmaster's FAQs.
- 25. Ticketmaster denies and does not admit the State's allegations, and denies that it has engaged in any unlawful conduct. Ticketmaster has entered into this Consent Agreement solely for the purpose of resolving the State's inquiry, and this Consent Agreement should not be construed to be an admission by Ticketmaster of any liability.

# **ORDER**

## NOW, THEREFORE, IT IS ORDERED, ADJUDGED AND DECREED:

26. The injunctive relief set forth in this Consent Agreement is binding upon any of the following that receive actual notice of this Consent Agreement through personal service or

otherwise: (a) Ticketmaster; (b) their officers, agents, servants, employees, and attorneys; and (c) those persons in active concert or participation with Ticketmaster or any of their officers, agents, servants, employees, or attorneys.

- 27. Pursuant to A.R.S. § 44-1528, Ticketmaster is permanently enjoined, restrained and prohibited from:
  - a. Making representations that are inconsistent with their purchase policy, including representations regarding the availability of refunds for postponed or rescheduled events;
  - b. Failing to disclose the material facts about refund policies for cancelled, postponed, or rescheduled events before consumers purchase their tickets.
  - 28. Pursuant to A.R.S. § 44-1528, Ticketmaster is permanently required to:
    - a. Clearly and conspicuously disclose and display on its website and at the point of purchase Ticketmaster's purchase policy, including representations regarding the availability and timing of refunds for postponed or rescheduled events.

## **RESTITUTION**

- 29. As of September 22, 2020, Ticketmaster has authorized refunds totaling \$71,030,000 for all Arizona events, including those events that have been canceled, postponed or rescheduled.
- 30. The State alleges that such refunds constitute restitution pursuant to A.R.S. § 44-1528(A)(2). Ticketmaster denies that such refunds constitute restitution for any unlawful practice pursuant to A.R.S. § 44-1528(A)(2).

# MATERIAL BREACH

- 31. In the event of a material breach of this Consent Agreement, in addition to all other remedies available under Arizona law and the penalties specifically provided under A.R.S. § 44-1532, the State may, in its sole discretion, reopen proceedings and continue with this case as though this Consent Agreement had not been entered.
  - 32. Before initiating any proceeding to enforce this Consent Agreement or reopen

proceedings, the Attorney General shall provide at least thirty (30) days written notice to Ticketmaster to provide it a reasonable opportunity to cure any alleged breach.

#### **GENERAL PROVISIONS**

- 33. This Consent Agreement is not and shall not in any event be used as an admission or evidence of any alleged wrongdoing or liability by Ticketmaster in any other civil, criminal, or administrative court, administrative agency or other tribunal anywhere in the United States of America.
- 34. Nothing in this Consent Agreement shall be construed as an approval by the Attorney General, the Court, the State of Arizona, or any agency thereof of Ticketmaster's past, present, or future conduct. Ticketmaster shall not represent or imply that the Attorney General, the Court, the State of Arizona, or any agency thereof has approved or approves of any of Ticketmaster's actions or any of Ticketmaster's past, present or future business practices.
- 35. This Consent Agreement represents the entire agreement between the parties, and there are no representations, agreements, arrangements, or understandings, oral or written, between the parties relating to the subject matter of this Consent Agreement which are not fully expressed herein or attached hereto.
- 36. If any portion of this Consent Agreement is held invalid by operation of law, the remaining terms thereof shall not be affected and shall remain in full force and effect.
- 37. Jurisdiction is retained by this Court for the purpose of entertaining an application by the State for the enforcement of this Consent Agreement.
- 38. This Consent Agreement is the result of a compromise and settlement agreement between the parties. Only the State may seek enforcement of this Consent Agreement. Nothing herein is intended to create a private right of action by other parties.
- 39. This Consent Agreement shall not limit the rights of any private party to pursue any remedies allowed by law.
- 40. The effective date of this Consent Agreement is the date that it is entered by the Court.

1	41. This Consent Agreement may	be executed by the parties in counterparts and be
2	delivered by facsimile or electronic transmis	ssion, or a copy thereof, such constituting an original
3	counterpart hereof, all of which together will	constitute one and the same document.
4	42. This Consent Agreement resolv	ves all outstanding claims in this action. As no further
5	matters remain pending, this is a final judgme	ent entered pursuant to Ariz. R. Civ. P. 54(c).
6		
7	DATED this day of	, 20
8		
9		
0		JUDGE OF THE SUPERIOR COURT
1		
12		
13		
4		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27 28		
ا نن ا	- 11	

#### CONSENT TO JUDGMENT

- 1. Defendant acknowledges that they have waived service of the Summons and Complaint, have read the Consent Agreement and Order, and are aware of their right to a trial in this matter and have waived the same.
- 2. Defendant admits the jurisdiction of this Court, and consent to the entry of the foregoing Consent Agreement and Order.
- 3. Defendant states that no promise of any kind or nature whatsoever was made to induce it to enter into this Consent Agreement and declare that it has entered into this Consent Agreement voluntarily.
- 4. This Consent Agreement is entered as a result of a compromise and a settlement agreement between the parties. Only the State may seek enforcement of this Consent Agreement. Nothing herein is intended to create a private right of action by other parties; however, this Consent Agreement shall not limit the rights of any private party to pursue any remedies allowed by law.
- 5. Defendant acknowledges that its acceptance of this Consent Agreement is only for the purpose of resolving the ongoing inquiry and lawsuit filed by the State, and further acknowledges that this Consent Agreement does not preclude any agency or officer of this State or subdivision thereof from instituting other proceedings, if appropriate.
- 6. This Consent to Judgment may be executed in counterparts and be delivered by facsimile or electronic transmission, or a copy thereof, such constituting an original counterpart hereof, all of which together will constitute one and the same document.

1	
2	<ol> <li>Defendant represents ar</li> </ol>
2	duly appointed and authorized to do so
4 5	
6	Ticketmaster L.L.C.
7	
8	NAM MI
9	By:
10	•
11	Michael Rowles, EVP & General Co
12	
13	A DED OVER A CITO FORM AND C
14	APPROVED AS TO FORM AND C
15	MARK BRNOVICH
16	Attorney General
17	0: 01
18	By: Chlessa
19	Rebecca Salisbury
20	Assistant Attorney General Attorney for the State of Arizona
21	Attorney for the State of Attacona
22	
23	
24	
25	
26	

<ol> <li>Defendant represents and warrants that the person signing below on its behalf is duly appointed and authorized to do so.</li> </ol>
Ticketmaster L.L.C.
By: Date:
APPROVED AS TO FORM AND CONTENT:  MARK BRNOVICH Attorney General

# eSignature Page 1 of 1

Filing ID: 12150431 Case Number: CV2020-013425 Original Filing ID: 12138294

**Granted as Submitted** 



#### **ENDORSEMENT PAGE**

CASE NUMBER: CV2020-013425 SIGNATURE DATE: 10/27/2020

E-FILING ID #: 12150431 FILED DATE: 10/28/2020 8:00:00 AM

REBECCA COBB SALISBURY

TICKETMASTER L L C 9348 CIVIC CENTER DR BEVERLY HILLS CA 90210