MISSISSIPPI LEGISLATURE

By: Representatives Zuber, Stamps

To: Judiciary A

HOUSE BILL NO. 3 (As Passed the House)

1 AN ACT TO PROVIDE DEFINITIONS RELATING TO THIRD-PARTY 2 DELIVERY SERVICES THAT ADVERTISE, PROMOTE OR CONVEY ANY 3 RELATIONSHIP WITH A RESTAURANT OR USE THE NAME, LIKENESS, TRADEMARK, OR INTELLECTUAL PROPERTY BELONGING TO A RESTAURANT ON 4 5 THE THIRD-PARTY DELIVERY PLATFORM; TO PROHIBIT THIRD-PARTY 6 DELIVERY SERVICES FROM USING THE NAME OR LIKENESS OR ANY 7 INTELLECTUAL PROPERTY OF A RESTAURANT WITHOUT AN AGREEMENT; TO PROHIBIT AN INDEMNITY CLAUSE IN SUCH AGREEMENT; TO PROVIDE A RIGHT 8 9 TO BRING ACTION RELATING TO THIRD-PARTY DELIVERY SERVICES THAT USE 10 THE NAME, LIKENESS, TRADEMARK, OR INTELLECTUAL PROPERTY OF A RESTAURANT IN VIOLATION OF THIS ACT; TO PROVIDE PENALTIES RELATING 11 12 TO THIRD-PARTY DELIVERY SERVICES THAT USE THE NAME, LIKENESS, 13 TRADEMARK, OR INTELLECTUAL PROPERTY OF A RESTAURANT IN VIOLATION 14 OF THIS ACT; AND FOR RELATED PURPOSES.

15 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

16 **SECTION 1.** As used in this act, the following words and

17 phrases have the following meanings, unless the context clearly

18 indicates otherwise:

19 (a) "Agreement" means a written contractual agreement

20 between the restaurant and the third-party delivery service.

21 (b) "Consumer" means a person, business, or other

22 entity that places an order for restaurant products through the

23 third-party delivery platform.

H. B. No. 3	~ OFFICIAL ~	G1/2
23/HR26/R1110PH		
PAGE 1 (gt\kw)		

(c) "Likeness" means the logo, motto, or any
identifiable symbols attributed and easily identified as belonging
to a specific restaurant.

27 (d) "Restaurant" means and includes a restaurant owner
28 <u>or</u> a restaurant.

(e) "Third-party delivery platform" means the online communication platform of the third-party delivery service on which a consumer can view and search the menus of restaurants and place an order for restaurant products through internet-enabled technology and digital media, including websites and consumer applications accessible through smart phones and other mobile devices.

36 (f) "Third-party delivery service" means a company,
37 organization other than a restaurant, that is licensed to do
38 business in this state and provides limited delivery services to a
39 consumer.

40 <u>SECTION 2.</u> (1) In the absence of an agreement, a 41 third-party delivery service shall not advertise, promote, or 42 otherwise convey any relationship with a restaurant or use the 43 name, likeness, trademark, or intellectual property belonging to a 44 restaurant on the third-party delivery platform.

45 (<u>2</u>) A restaurant whose name, likeness, trademark, or
46 intellectual property is used by a third-party delivery service in
47 violation of this chapter shall have the right to bring an action
48 in a court of competent jurisdiction.

H. B. No. 3 ~ OFFICIAL ~ 23/HR26/R1110PH PAGE 2 (GT\KW) 49 (3) Upon a finding by a court of competent jurisdiction that 50 a third-party delivery service used the name, likeness, trademark, 51 or intellectual property of a restaurant in violation of this act, 52 the court may impose a civil penalty in an amount not to exceed 53 five thousand dollars (\$5,000.00), or the amount of the restaurant's actual damages, whichever is greater. 54 The court may, 55 in its discretion, award attorney fees to the prevailing party. 56 SECTION 3. This act shall take effect and be in force from 57 and after July 1, 2023.