GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2023

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HOUSE BILL 599 Committee Substitute Favorable 5/1/23

Short Titl	le: U	nfair Advertising/Food Delivery Platforms.	(Public)
Sponsors	:		
Referred	to:		
		April 17, 2023	
		A BILL TO BE ENTITLED	
AN AC	T PRO	OHIBITING UNFAIR AND DECEPTIVE ADVERTISING	BY FOOD
		PLATFORMS.	
The Gene		embly of North Carolina enacts:	
	SEC	FION 1. Article 1 of Chapter 75 of the General Statutes is amend	ed by adding
a new sec	tion to	read:	
" <u>§ 75-44.</u>	Unfai	r and deceptive trade practices by food delivery platforms.	
<u>(a)</u>	The f	ollowing definitions apply in this section:	
	<u>(1)</u>	Food delivery platform. – An online business that acts as an	
		between consumers and multiple restaurants by submitting food	orders to the
		restaurant and arranging for the delivery of the order from the	restaurant to
		consumers.	
	<u>(2)</u>	Restaurant. – A business primarily engaged in the preparation and	d sale of food
		and beverages for consumption on or off the premises.	
<u>(b)</u>		od delivery platform must obtain express written authorization from	a restaurant,
or the res	taurant	s agent, before doing any of the following:	
	<u>(1)</u>	Advertising, directly or indirectly, any statement or image the	<u>at implies a</u>
		restaurant has partnered with the food delivery platform.	
	<u>(2)</u>	Using a likeness, trademark, or other intellectual property be	<u>longing to a</u>
		<u>restaurant.</u>	
	<u>(3)</u>	Arranging for the delivery of a food order from a restaurant.	
		, or the restaurant's agent, may revoke authorization under thi	s section by
		d delivery platform in writing.	
<u>(c)</u>		bod delivery platform violates this section, the restaurant whose ex	press written
<u>authoriza</u>		s required may bring any of the following actions in civil court:	
	<u>(1)</u>	An action to enjoin further violations of this section by the f	ood delivery
		<u>platform.</u>	
	<u>(2)</u>	An action to recover treble damages pursuant to G.S. 75-16.	
		trebled in a civil action brought pursuant to this subdivision sh	all equal the
		greater of the following:	
		a. <u>The restaurant's actual damages arising from the violation</u>	
	, ·	b. The food delivery platform's profits arising from the viol	ation.
<u>(d)</u>	-	blation of this section is a violation of G.S. 75-1.1."	
	SEC	FION 2. This act becomes effective October 1, 2023.	



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