#### 108TH CONGRESS 2D SESSION

# H. R. 3872

To prohibit the misappropriation of databases while ensuring consumer access to factual information.

#### IN THE HOUSE OF REPRESENTATIVES

March 2, 2004

Mr. Stearns (for himself, Ms. Schakowsky, Mr. Boucher, Mr. Upton, Mr. Dingell, Mr. Shadegg, Mr. Markey, Mr. Pickering, Mr. Deutsch, Mr. Terry, Mr. Towns, Mr. Issa, Mr. Gordon, Mr. Rush, Ms. Eshoo, Mr. Green of Texas, Ms. McCarthy of Missouri, Ms. Solis, and Mr. Gonzalez) introduced the following bill; which was referred to the Committee on Energy and Commerce

## A BILL

To prohibit the misappropriation of databases while ensuring consumer access to factual information.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Consumer Access to
- 5 Information Act of 2004".
- 6 SEC. 2. MISAPPROPRIATION OF A DATABASE.
- 7 (a) Misappropriation Prohibited.—The mis-
- 8 appropriation of a database is an unfair method of com-

- 1 petition and an unfair or deceptive act or practice in com-
- 2 merce under section 5(a)(1) of the Federal Trade Com-
- 3 mission Act (15 U.S.C. 45(a)(1)).
- 4 (b) Definition.—For purposes of subsection (a),
- 5 the term "misappropriation of a database" means that—
- 6 (1) a person (referred to in this section as the
- 7 "first person") generates or collects the information
- 8 in the database at some cost or expense;
- 9 (2) the value of the information is highly time-
- sensitive;
- 11 (3) another person's (referred to in this section
- as the "other person" use of the information con-
- stitutes free-riding on the first person's costly efforts
- to generate or collect it;
- 15 (4) the other person's use of the information is
- in direct competition with a product or service of-
- 17 fered by the first person; and
- 18 (5) the ability of other parties to free-ride on
- 19 the efforts of the first person would so reduce the
- 20 incentive to produce the product or service that its
- 21 existence or quality would be substantially threat-
- ened.
- 23 SEC. 3. LIMITATION ON LIABILITY OF CERTAIN ENTITIES.
- 24 (a) Limitation on Liability.—No provider of an
- 25 interactive computer service shall be liable under section

- 1 2 for making available information that is provided by an-
- 2 other information content provider.
- 3 (b) Definitions.—In this section, the terms "inter-
- 4 active computer service" and "information content pro-
- 5 vider" have the meaning given to those terms in section
- 6 230(f) of the Communications Act of 1934 (47 U.S.C.
- 7 230(f)).
- 8 (c) Construction.—For purposes of section 230 of
- 9 the Communications Act of 1934 (47 U.S.C. 230), the
- 10 provisions of this Act shall not be construed to be a law
- 11 pertaining to intellectual property.
- 12 SEC. 4. REMEDIES.
- 13 (a) Treatment of Violations as Rule Viola-
- 14 TIONS.—A misappropriation of a database under section
- 15 2 shall be treated as a violation of a rule defining an un-
- 16 fair or deceptive act or practice prescribed under section
- 17 18(a)(1)(B) of the Federal Trade Commission Act (15
- 18 U.S.C. 57a(a)(1)(B)).
- 19 (b) FTC AUTHORITY.—The Federal Trade Commis-
- 20 sion shall enforce this Act in the same manner, by the
- 21 same means, and with the same jurisdiction, powers, and
- 22 duties as though all applicable terms and provisions of the
- 23 Federal Trade Commission Act (15 U.S.C. 41 et seq.)
- 24 were incorporated into and made a part of this Act.

### 1 SEC. 5. EXCLUSIONS.

2	Nothing in this Act shall—
3	(1) affect the operation of the Securities Act of
4	1933 (15 U.S.C. 78a et seq.), the Securities Ex-
5	change Act of 1934 (15 U.S.C. 78a et seq.), the
6	Trust Indenture Act of 1939 (15 U.S.C. 77aaa et
7	seq.), the Investment Company Act of 1940 (15
8	U.S.C. 80a-1 et seq.), the Investment Advisers Act
9	of 1940 (15 U.S.C. 80b et seq.), the Securities In-
10	vestor Protection Act of 1970 (15 U.S.C. 78aaa et
11	seq.), or the rules and regulations thereunder;
12	(2) affect the authority of the Securities and
13	Exchange Commission; or
14	(3) apply to information with respect to
15	quotations for, or indications, orders, or transactions
16	in, securities.

 $\bigcirc$