Union Calendar No.

119TH CONGRESS 1ST SESSION H.R. 1479

[Report No. 119-]

To prohibit unfair and deceptive advertising of prices for hotel rooms and other places of short-term lodging, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

February 21, 2025

Mrs. Kim (for herself, Ms. Castor of Florida, Mr. Fry, and Mr. Mullin) introduced the following bill; which was referred to the Committee on Energy and Commerce

APRIL --, 2025

Committed to the Committee of the Whole House on the State of the Union, and ordered to be printed

A BILL

To prohibit unfair and deceptive advertising of prices for hotel rooms and other places of short-term lodging, and for other purposes.

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 "Hotel Fees Trans-
5	parency Act of 2025".
6	SEC. 2. PROHIBITION ON UNFAIR AND DECEPTIVE ADVER-
7	TISING OF HOTEL ROOMS AND OTHER
8	SHORT-TERM RENTAL PRICES.
9	(a) Prohibition.—
10	(1) In general.—It shall be unlawful for a
11	covered entity to display, advertise, market, or offer
12	in interstate commerce, including through direct of-
13	ferings, third-party distribution, or metasearch refer-
14	rals, a price for covered services that does not clear-
15	ly, conspicuously, and prominently—
16	(A) display the total services price, if a
17	price is displayed, in any advertisement, mar-
18	keting, or price list wherever the covered serv-
19	ices are displayed, advertised, marketed, or of-
20	fered for sale;
21	(B) disclose to any individual who seeks to
22	purchase covered services the total services
23	price at the time the covered services are first
24	displayed to the individual and anytime there-

1	after throughout the covered services pur-
2	chasing process; and
3	(C) disclose, prior to the final purchase,
4	any tax, fee, or assessment imposed by any gov-
5	ernment entity, quasi-government entity, or
6	government-created special district or program
7	on the sale of covered services.
8	(2) Individual components.—Provided that
9	such displays are less prominent than the total serv-
10	ice price required in paragraph (1), nothing in this
11	Act shall be construed to prohibit the display of—
12	(A) individual components of the total
13	price; or
14	(B) details of other items not required by
15	paragraph (1).
16	(3) Indemnification provisions.—Nothing
17	in this section shall be construed to prohibit any cov-
18	ered entity from entering into a contract with any
19	other covered entity that contains an indemnification
20	provision with respect to price or fee information
21	disclosed, exchanged, or shared between the covered
22	entities that are parties to the contract.
23	(b) Enforcement.—
24	(1) Enforcement by the commission.—

1	(A) Unfair or deceptive acts or prac-
2	TICES.—A violation of subsection (a) shall be
3	treated as a violation of a rule defining an un-
4	fair or deceptive act or practice prescribed
5	under section 18(a)(1)(B) of the Federal Trade
6	Commission Act (15 U.S.C. 57a(a)(1)(B)).
7	(B) Powers of the commission.—
8	(i) In General.—The Commission
9	shall enforce this section in the same man-
10	ner, by the same means, and with the
11	same jurisdiction, powers, and duties as
12	though all applicable terms and provisions
13	of the Federal Trade Commission Act (15
14	U.S.C. 41 et seq.) were incorporated into
15	and made a part of this Act.
16	(ii) Privileges and immunities.—
17	Any person who violates this section shall
18	be subject to the penalties and entitled to
19	the privileges and immunities provided in
20	the Federal Trade Commission Act (15
21	U.S.C. 41 et seq.).
22	(iii) Authority Preserved.—Noth-
23	ing in this section shall be construed to
24	limit the authority of the Commission
25	under any other provision of law.

1	(2) Enforcement by states.—
2	(A) IN GENERAL.—If the attorney general
3	of a State has reason to believe that an interest
4	of the residents of the State has been or is
5	being threatened or adversely affected by a
6	practice that violates subsection (a), the attor-
7	ney general of the State may, as parens patriae,
8	bring a civil action on behalf of the residents of
9	the State in an appropriate district court of the
10	United States to obtain appropriate relief.
11	(B) Rights of the commission.—
12	(i) Notice to the commission.—
13	(I) In general.—Except as pro-
14	vided in subclause (III), the attorney
15	general of a State, before initiating a
16	civil action under subparagraph (A)
17	shall notify the Commission in writing
18	that the attorney general intends to
19	bring such civil action.
20	(II) Contents.—The notifica-
21	tion required by subclause (I) shall in-
22	clude a copy of the complaint to be
23	filed to initiate the civil action.
24	(III) Exception.—If it is not
25	feasible for the attorney general of a

1	State to provide the notification re-
2	quired by subclause (I) before initi-
3	ating a civil action under subpara-
4	graph (A), the attorney general shall
5	notify the Commission immediately
6	upon instituting the civil action.
7	(ii) Intervention by the commis-
8	SION.—The Commission may—
9	(I) intervene in any civil action
10	brought by the attorney general of a
11	State under subparagraph (A); and
12	(II) upon intervening—
13	(aa) be heard on all matters
14	arising in the civil action; and
15	(bb) file petitions for appeal.
16	(C) Investigatory powers.—Nothing in
17	this paragraph may be construed to prevent the
18	attorney general of a State from exercising the
19	powers conferred on the attorney general by the
20	laws of the State to conduct investigations, to
21	administer oaths or affirmations, or to compel
22	the attendance of witnesses or the production of
23	documentary or other evidence.
24	(D) ACTION BY THE COMMISSION.—When-
25	ever a civil action has been instituted by or on

1	behalf of the Commission for violation of sub-
2	section (a), no attorney general of a State may,
3	during the pendency of that action, institute an
4	action under subparagraph (A) against any de-
5	fendant named in the complaint in that action
6	for a violation of subsection (a) alleged in such
7	complaint.
8	(E) Venue; service of process.—
9	(i) Venue.—Any action brought
10	under subparagraph (A) may be brought
11	in—
12	(I) the district court of the
13	United States that meets applicable
14	requirements relating to venue under
15	section 1391 of title 28, United States
16	Code; or
17	(II) another court of competent
18	jurisdiction.
19	(ii) Service of process.—In an ac-
20	tion brought under subparagraph (A),
21	process may be served in any district in
22	which—
23	(I) the defendant is an inhab-
24	itant, may be found, or transacts
25	business; or

1	(II) venue is proper under section
2	1391 of title 28, United States Code.
3	(F) ACTIONS BY OTHER STATE OFFI-
4	CIALS.—
5	(i) In general.—In addition to civil
6	actions brought by an attorney general
7	under subparagraph (A), any other officer
8	of a State who is authorized by the State
9	to do so may bring a civil action under
10	subparagraph (A), subject to the same re-
11	quirements and limitations that apply
12	under this paragraph to civil actions
13	brought by attorneys general.
14	(ii) Savings Provision.—Nothing in
15	this paragraph may be construed to pro-
16	hibit an authorized official of a State from
17	initiating or continuing any proceeding in
18	a court of the State for a violation of any
19	civil or criminal law of the State.
20	(3) Affirmative Defense.—In any action
21	pursuant to paragraph (1) or (2), an intermediary
22	or third-party online seller may assert an affirmative
23	defense if such intermediary or third-party online
24	seller—

1	(A) established procedures to receive up-to-
2	date price information from hotels or short-
3	term rentals, or agents acting on behalf of a
4	hotel or short-term rental;
5	(B) relied in good faith on information
6	provided to the intermediary or third-party on-
7	line seller by a hotel or short-term rental, or
8	agent acting on behalf of such hotel or short-
9	term rental, and such information was inac-
10	curate at the time it was provided to the inter-
11	mediary or third-party online seller; and
12	(C) took prompt action to remove or cor-
13	rect any false or inaccurate information about
14	the total services price after receiving notice
15	that such information was false or inaccurate.
16	(c) Preemption.—
17	(1) In general.—A State, or political subdivi-
18	sion of a State, may not maintain, enforce, pre-
19	scribe, or continue in effect any law, rule, regulation,
20	requirement, standard, or other provision having the
21	force and effect of law of the State, or political sub-
22	division of the State, that prohibits a covered entity
23	from advertising, displaying, marketing, or otherwise
24	offering, or otherwise affects the manner in which a
25	covered entity may advertise, display, market, or

25

1	otherwise offer, for sale in interstate commerce, in-
2	cluding through a direct offering, third-party dis-
3	tribution, or metasearch referral, a price of a res-
4	ervation for a covered service, and that requires fee
5	disclosure, unless such provision requires the total
6	services price to include each service fee in accord-
7	ance with subsection $(a)(1)$.
8	(2) Rule of construction.—This section
9	may not be construed to—
10	(A) preempt any law of a State or political
11	subdivision of a State relating to contracts or
12	torts; or
13	(B) preempt any law of a State or political
14	subdivision of a State to the extent that such
15	law relates to an act of fraud, unauthorized ac-
16	cess to personal information, or notification of
17	unauthorized access to personal information.
18	(d) Definitions.—In this Act:
19	(1) Base services price.—The term "base
20	services price"—
21	(A) means, with respect to the covered
22	services provided by a hotel or short-term rent-
23	al, the price in order to obtain the covered serv-
24	ices of the hotel or short-term rental; and
25	(B) does not include—

1	(i) any service fee;
2	(ii) any taxes or fees imposed by a
3	government or quasi-government entity;
4	(iii) assessment fees of a government-
5	created special district or program; or
6	(iv) any charges or fees for an op-
7	tional product or service associated with
8	the covered services that may be selected
9	by a purchaser of covered services.
10	(2) Commission.—The term "Commission"
11	means the Federal Trade Commission.
12	(3) COVERED ENTITY.—The term "covered en-
13	tity" means a person, partnership, or corporation
14	with respect to whom the Commission has jurisdic-
15	tion under section 5(a)(2) of the Federal Trade
16	Commission Act (15 U.S.C. 45(a)(2)), including—
17	(A) a hotel or short-term rental;
18	(B) a third-party online seller; or
19	(C) an intermediary.
20	(4) COVERED SERVICES.—The term "covered
21	services"—
22	(A) means the temporary provision of a
23	room, building, or other lodging facility; and

1	(B) does not include the provision of a
2	meeting room, banquet services, or catering
3	services.
4	(5) Hotel.—The term "hotel" means an es-
5	tablishment that is—
6	(A) primarily engaged in providing a cov-
7	ered service to the general public; and
8	(B) promoted, advertised, or marketed in
9	interstate commerce or for which such estab-
10	lishment's services are sold in interstate com-
11	merce.
12	(6) Intermediary.—The term "intermediary"
13	means an entity that operates either as a business-
14	to-business platform, consumer-facing platform, or
15	both, that displays, including through direct offer-
16	ings, third-party distribution, or metasearch referral,
17	a price for covered services or price comparison tools
18	for consumers seeking covered services.
19	(7) OPTIONAL PRODUCT OR SERVICE.—The
20	term "optional product or service" means a product
21	or service that an individual does not need to pur-
22	chase to use or obtain covered services.
23	(8) Service fee —The term "service fee"—

1	(A) means a charge imposed by a covered
2	entity that must be paid in order to obtain cov-
3	ered services; and
4	(B) does not include—
5	(i) any taxes or fees imposed by a
6	government or quasi-government entity;
7	(ii) any assessment fees of a govern-
8	ment-created special district or program;
9	or
10	(iii) any charges or fees for an op-
11	tional product or service associated with
12	the covered services that may be selected
13	by a purchaser of covered services.
14	(9) Short-term rental.—The term "short-
15	term rental" means a property, including a single-
16	family dwelling or a unit in a condominium, coopera-
17	tive, or time-share, that provides covered services
18	(either with respect to the entire property or a part
19	of the property) to the general public—
20	(A) in exchange for a fee;
21	(B) for periods shorter than 30 consecutive
22	days; and
23	(C) is promoted, advertised, or marketed in
24	interstate commerce or for which such prop-
25	erty's services are sold in interstate commerce.

1	(10) State.—The term "State" means each of
2	the 50 States, the District of Columbia, and any ter-
3	ritory or possession of the United States.
4	(11) THIRD-PARTY ONLINE SELLER.—The term
5	"third-party online seller" means any person other
6	than a hotel or short-term rental that sells covered
7	services or offers for sale covered services with re-
8	spect to a hotel or short-term rental in a transaction
9	facilitated on the internet.
10	(12) Total services price.—The term "total
11	services"—
12	(A) means, with respect to covered serv-
13	ices, the total cost of the covered services, in-
14	cluding the base services price and any service
15	fees; and
16	(B) does not include—
17	(i) any taxes or fees imposed by a
18	government or quasi-government entity;
19	(ii) any assessment fees of a govern-
20	ment-created special district or program;
21	or
22	(iii) any charges or fees for an op-
23	tional product or service associated with
24	the covered services that may be selected
25	by a purchaser of covered services.

- 1 (e) Effective Date.—The prohibition under sub-
- 2 section (a) shall take effect 450 days after the date of
- 3 the enactment of this Act and shall apply to advertise-
- 4 ments, displays, marketing, and offers of covered services
- 5 of a covered entity made on or after such date.