

May 25, 2022

The Honorable Chuck Schumer Majority Leader U.S. Senate Washington, DC 20510

The Honorable Nancy Pelosi Speaker U.S. House of Representatives Washington, DC 20515 The Honorable Mitch McConnell Minority Leader U.S. Senate Washington, DC 20510

The Honorable Kevin McCarthy Minority Leader U.S. House of Representatives Washington, DC 20515

Cc: Conference Committee Members of the Bipartisan Innovation Act

Dear Majority Leader Schumer, Speaker Pelosi, Minority Leader McConnell, and Minority Leader McCarthy:

The Makers and Merchants Coalition, which represents small business owners from across the country, and other online sellers write to express concerns with H.R. 5374, the Stopping Harmful Offers on Platforms by Screening Against Fakes in E-commerce (SHOP SAFE) Act, being considered in the Bipartisan Innovation Act.

We are aware of the threat counterfeit goods can pose to the public's health and safety and support the legislation's goal of mitigating harm. However, as written, SHOP SAFE will do more to unintentionally endanger this country's thriving small business community and its customers than it will to fulfill the bill's intended purpose.

SHOP SAFE could effectively devastate how America's thriving small business community operates online. If passed, this legislation will eliminate standing legal precedent and embolden big-name, global brands to wield even more power against small businesses. By effectively allowing trademark holders to further contest product listings and increasing the liability threshold for online sellers, the onus for our country's counterfeit problem will be shoved squarely on the shoulders of Virtual Main Street America.

As a result, small American businesses could be forced to go toe to toe with some of the wealthiest brands in the world supported by best-in-class legal departments, creating a David and Goliath scenario that many won't be able to recover from. Many of our products are vintage or artistic by nature. SHOP SAFE could unintentionally restrict the sale of previously used goods or creatively crafted products through arduous pre-screening.

Moreover, SHOP SAFE language is so vague that everyday Americans who might not even consider themselves online sellers could be compelled to comply. People using the internet to resell and consign clothes, get rid of old furniture, or host a virtual yard sale all stand to be affected by these regulations.

A distinct increase in largely subjective red tape regulations won't only impact our businesses, it will trickle down to our customers. If our online stores can't withstand the convoluted compliance standards, consumers could potentially see the price of goods they depend on skyrocket. The affordability and accessibility of eCommerce as we know it could be set up to drastically change at a time where inflation, gas prices, and a supply chain shortage are already putting a dent in shoppers' wallets.

Thousands of Americans rely on online marketplaces to make a living. While we unequivocally support combatting the sale of counterfeit goods, this legislation could inflict seismic damage on small businesses, representing 44% of the United States' economy. We strongly implore that you ensure that the final version of the Bipartisan Innovation Act completely excludes SHOP SAFE from its text and ask that it not be considered in any future legislation.

Sincerely,

Mike Andrews, Right Foot Raynham, Massachusetts

Brian Berg, Oak Brook Clothiers Fayetteville, Georgia

Dave and Laurie Bilyeu, eBLISS Reseller Solutions Englewood, Colorado

Andrew Borakove, Gongs Unlimited LLC Lincoln, Nebraska

John Brandolino, Desire and Sole Miami Beach, Florida

Mace Brasher, Jester Mace's Jerseys Stansbury Park, Utah

Joseph Brozovsky, uCell2us Inc Roanoke, Virginia

Aaron Bushey, Almost Anything Opelika, Alabama

Larry Chabira, lamontsanfurd Austin, Texas

Tim Chapman, Mr. Customer Service Tustin, California

Jacqueline Concannon, Acliffs Gear Room Salt Lake City, Utah

Richard Cooley, Sale Area Campell, California

Joe Cortese, Noble Spirit Pittsfield, New Hampshire

Lee Crane, L & C Coins Los Alamitos, California

Fernando K. Cubillas, De Billas Lux Oro Valley, Arizona

Ryan DeBari, RTM (ReadyToMount) Asheboro, North Carolina

Ahmad Deiranieh, Homie Gear Chula Vista, California

Victoria Eagan, LV Pink Peacock Las Vegas, Nevada

David Earl, Shades of the Past Hulbert, Oklahoma

Candace Fitzsimmons, NVA FAM Fairfax, Virginia

Bruce R Foote, Disney Nanas Treasure Gilbert, Arizona

Michael Freed, My Things and More Avon, Indianna

Dana Golden, Saddle Up, Inc Gilcrest, Colorado Mac Griffiths, MDG Sales LLC South Jordan, Utah

Guerry Grune, 3rd Rock Essentials Virginia Beach, Virginia

Sandra Gustard, Fountain Pimento Oil Brooklyn, New York

Carolyn Hiler, A Zillion Dollars Stationery and Gifts Mt Baldy, California

Stephanie Inge, StephinTexas Rowlett, Texas

William Ingersoll, Bikes Trikes and Quads Sloansville, New York

Chris Ko, Revive IT Mesa, Arizona

Jakob Kristensen, MemoryC Inc. Charlotte, North Carolina

Bryce Lee, Hand & Home LLC Columbus, Ohio

Linden Lehner, Linden Lane Artworks Cuyahoga Falls, Ohio

Rebecca Leigh, Textile Magic Washington, DC

Mendy Lieberman, Prune Danish Brooklyn, New York

Alyssa Marquez, 444 Vintage Tucson, Arizona

James Matkaitis, Bargain Buyouts Evergreen Park, Illinois Arun Matthews, Hebron Stores Naperville, Illinois

Mark T. McKean, Parsons Creek General Store Chillicothe, Missouri

Justin D. Meunier, Boardwalk Numismatics Middlefield, Connecticut

Mark Meyer, BIO Tool Store Freeport, New York

Christina Mosley, Love Lake Irises Atlanta, Missouri

Shelley Parish, Cicely's Closet & Little Cicely's Closet Hampton Falls, New Hampshire

Justin Pepple, Pepple Jay Brokers LLC Canton, Georgia

Jennifer Reichardt, Parkscole Whittier, North Carolina

Alicia Reisinger, Wax Buffalo Lincoln, Nebraska

Scott Rowbotham, HPTautosport Arden, North Carolina

Sergio, Salgado, Barrio Woodworks Chula Vista, California

Joel Sappenfield, NPS Store Salt Lake City, Utah

Harry Shamoyan, Lots of Pets Montrose, California

Julie Shapiro, Casa Chic Fort Lauderdale, Florida

Greg Shepard, First Rate Golf Inc Southern Pines, North Carolina Shelby Smith, Gym-N-Eat Crickets LLC Ames, Iowa

Nicki Stark, Stark Custom Creations Appleton, Wisconsin

Sophia Stevens, Sweet Pea Spice Dallas, Texas

Aimee and Greg Talbot, EuroLux Imports LLC Newberry, South Carolina

Kathy Terrill, NYC Fitness Family Finds New York City, New York

Jen Thames, Zenvesco Inc. North Canton, Ohio

Tim Wagner, Accurate Technical Services, LLC Bitely, Michigan

Jennie Walker, WV Vibe Pasadena, California

Robin Weber, Billy the Tree Largo, Florida

Mark Whiteside, eTech Surplus, LLC Rochester, New York

Zachary Williams, Flashback Limited Columbia, Maryland

Michael Wilson, Wilson Brothers Jewelry Greensboro, North Carolina

Joy Woodruff, Sound of Tri-State Claymont, Delaware