MISSISSIPPI LEGISLATURE

**REGULAR SESSION 2019** 

By: Representative Lamar

To: Judiciary A

HOUSE BILL NO. 819

1 AN ACT TO REVISE THE UNIFORM ATHLETE AGENTS ACT IN CONFORMITY 2 WITH THE 2015 AMENDED MODEL ACT ADOPTED BY THE UNIFORM LAW 3 COMMISSION; TO AMEND SECTION 73-42-3, MISSISSIPPI CODE OF 1972, TO 4 REVISE CERTAIN DEFINITIONS; TO AMEND SECTION 73-42-7, MISSISSIPPI 5 CODE OF 1972, TO CLARIFY WHEN AN INDIVIDUAL MAY ACT AS AN ATHLETE 6 AGENT BEFORE REGISTRATION WITH THE STATE AS AN ATHLETE AGENT; TO 7 AMEND SECTION 73-42-9, MISSISSIPPI CODE OF 1972, TO SPECIFY ADDITIONAL INFORMATION THAT MUST BE PROVIDED BY AN APPLICANT WHEN 8 9 REGISTERING AS AN ATHLETE AGENT; TO AMEND SECTION 73-42-11, 10 MISSISSIPPI CODE OF 1972, TO CLARIFY GROUNDS FOR DENIAL OF REGISTRATION AND THE PROCEDURE FOR FILING FOR RENEWAL; TO AMEND 11 12 SECTION 73-42-13, MISSISSIPPI CODE OF 1972, TO SPECIFY GROUNDS FOR 13 DENIAL, SUSPENSION, REVOCATION OR REFUSAL TO RENEW REGISTRATION; TO AMEND SECTION 73-42-17, MISSISSIPPI CODE OF 1972, TO DELETE THE 14 15 SECRETARY OF STATE'S AUTHORITY TO CHARGE ADDITIONAL FEES FOR 16 CONDUCTING A BACKGROUND CHECK ON AN APPLICANT; TO AMEND SECTION 17 73-42-19, MISSISSIPPI CODE OF 1972, TO CLARIFY CONTRACTUAL 18 REQUIREMENTS FOR AGENCY CONTRACTS, INCLUDING A DISCLOSURE TO 19 STUDENT-ATHLETES REGARDING THE RISK OF LOSS OF COLLEGIATE 20 ELIGIBILITY; TO AMEND SECTION 73-42-21, MISSISSIPPI CODE OF 1972, TO PRESCRIBE REQUIREMENTS FOR NOTICE TO EDUCATIONAL INSTITUTIONS 21 22 BY ATHLETE AGENTS WHEN COMMUNICATING WITH STUDENTS; TO AMEND 23 SECTION 73-42-23, MISSISSIPPI CODE OF 1972, TO RECOGNIZE THE 24 RIGHTS OF PARENTS OF A STUDENT ATHLETE WHO IS A MINOR; TO AMEND 25 SECTION 73-42-27, MISSISSIPPI CODE OF 1972, TO CLARIFY ACTS 26 PROHIBITED BY AN ATHLETE AGENT, TO AUTHORIZE THE PAYMENT OF 27 CERTAIN EXPENSES BY THE AGENT AND TO REOUIRE REPORTING OF INCURRED 28 EXPENSES; TO AMEND SECTION 73-42-31, MISSISSIPPI CODE OF 1972, TO RECOGNIZE A STUDENT ATHLETE'S RIGHT TO BRING A CAUSE OF ACTION; TO 29 30 AMEND SECTION 73-42-33, MISSISSIPPI CODE OF 1972, TO INCREASE THE 31 MAXIMUM CIVIL PENALTY ALLOWED FOR VIOLATIONS OF THE ACT; TO AMEND 32 SECTION 73-42-34, MISSISSIPPI CODE OF 1972, TO REVISE THE VENUE 33 FOR APPEALS IN MISSISSIPPI BY OUT-OF-STATE AGENTS; TO CREATE NEW 34 SECTION 73-42-41, MISSISSIPPI CODE OF 1972, TO DECLARE THE

H. B. No. 819 19/HR31/R1113 PAGE 1 (RKM\JAB) ~ OFFICIAL ~ G3/5

35 AUTHORITY AND AUTONOMY OF EDUCATIONAL INSTITUTIONS TO REGULATE INTERACTIONS WITH STUDENT ATHLETES; AND FOR RELATED PURPOSES. 36 37 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 73-42-3, Mississippi Code of 1972, is 38 amended as follows: 39 40 73-42-3. In this chapter: 41 (a) "Agency contract" means an agreement in which a student-athlete authorizes a person to negotiate or solicit on 42 43 behalf of the student-athlete a professional-sports-services 44 contract \* \* \* or endorsement contract \* \* \*. 45 (b) "Athlete agent": (i) Means an individual, whether or not registered 46 47 under this chapter, who: 48 1. \* \* \* Directly or indirectly recruits or 49 solicits a student-athlete to enter into an agency contract or, 50 for compensation, procures employment or offers, promises, 51 attempts or negotiates to obtain employment for a student-athlete as a professional athlete or member of a professional sports team 52 53 or organization; 54 2. For compensation or in anticipation of 55 compensation related to a student-athlete's participation in 56 athletics: 57 a. Serves the student-athlete in an 58 advisory capacity on a matter related to finances, business 59 pursuits or career management decisions, unless the individual is

H. B. No. 819	~ OFFICIAL ~
19/HR31/R1113	
PAGE 2 (rkm\jab)	

60	an employee of an educational institution acting exclusively as an
61	employee of the institution for the benefit of the institution; or
62	b. Manages the business affairs of the
63	student-athlete by providing assistance with bills, payments,
64	contracts or taxes; or
65	3. In anticipation of representing a
66	student-athlete for a purpose related to the student-athlete's
67	participation in athletics:
68	a. Gives consideration to the
69	student-athlete or another person;
70	b. Serves the student-athlete in an
71	advisory capacity on a matter related to finances, business
72	pursuits or career management decisions; or
73	c. Manages the business affairs of the
74	student-athlete by providing assistance with bills, payments,
75	contracts or taxes; but
76	(ii) Does not include an individual who:
77	1. Acts solely on behalf of a professional
78	sports team or organization; or
79	2. Is a licensed, registered or certified
80	professional and offers or provides services to a student-athlete
81	customarily provided by members of the profession, unless the
82	individual:
83	a. Also recruits or solicits the
84	student-athlete to enter into an agency contract;
	H. B. No. 819 <b>************************************</b>

PAGE 3 (RKM $\JAB$ )

85	b. Also, for compensation, procures
86	employment or offers, promises, attempts or negotiates to obtain
87	employment for the student-athlete as a professional athlete or
88	member of a professional sports team or organization; or
89	c. Receives consideration for providing
90	the services calculated using a different method than for an
91	individual who is not a student-athlete.
92	(c) "Athletic director" means an individual responsible
93	for administering the overall athletic program of an educational
94	institution or, if an educational institution has separately
95	administered athletic programs for male students and female
96	students, the athletic program for males or the athletic program
97	for females, as appropriate.
98	(d) "Contact" means a communication, direct or
99	indirect, written or oral, between an athlete agent and a
100	student-athlete, to recruit, induce or solicit the student-athlete
101	to enter into an agency contract.
102	(e) "Educational institution" includes a public or
103	private elementary school, secondary school, technical or
104	vocational school, community college, college and university.
105	( <b>* * *</b> <u>f</u> ) "Endorsement contract" means an agreement
106	under which a student-athlete is employed or receives
107	consideration $\star$ $\star$ $\star$ to use on behalf of the other party any value
108	that the student-athlete may have because of publicity,

H. B. No. 819	~ OFFICIAL ~
19/HR31/R1113	
PAGE 4 (RKM\JAB)	

109 reputation, following \* \* \* or fame obtained because of the 110 student-athlete's athletic ability or performance.

111(g) "Enrolled" means registered for courses and112attending athletic practice or class. "Enrolls" has a113corresponding meaning.

114 ( \* \* \*h) "Intercollegiate sport" means a sport played at the collegiate level for which eligibility requirements for 115 116 participation by a student-athlete are established by a national 117 association \* \* \* that promotes or regulates collegiate athletics. (i) "Interscholastic sport" means a sport played 118 119 between educational institutions that are not community colleges, 120 colleges or universities. 121 (j) "Licensed, registered or certified professional" 122 means an individual licensed, registered or certified as an 123 attorney, dealer in securities, financial planner, insurance 124 agent, real estate broker or sales agent, tax consultant, 125 accountant, or member of a profession, other than that of athlete agent, who is licensed, registered or certified by the state or a 126 127 nationally recognized organization that licenses, registers or 128 certifies members of the profession on the basis of experience, 129 education or testing. ( \* \* \*k) "Person" means an individual, \* \* \* 130 131 estate, \* \* \* business or nonprofit entity, public corporation, 132 government \* \* \* or governmental subdivision, agency or instrumentality \* \* \*, or \* \* \* other legal \* \* \* entity. 133

H. B. No. 819 **~ OFFICIAL ~** 19/HR31/R1113 PAGE 5 (RKM\JAB) 134 ( \* \* \*1) "Professional-sports-services contract" means 135 an agreement under which an individual is employed as a 136 professional athlete or agrees to render services as a player on a professional sports team \* \* \* or with a professional sports 137 138 organization \* \* \*. ( \* \* \*m) "Record" means information that is inscribed 139 140 on a tangible medium or that is stored in an electronic or other 141 medium and is retrievable in perceivable form. 142 (n) "Recruit or solicit" means attempt to influence the 143 choice of an athlete agent by a student-athlete, or if the student-athlete is a minor, a parent or guardian of the 144 145 student-athlete. The term does not include giving advice on the 146 selection of a particular agent in a family, coaching or social 147 situation unless the individual giving the advice does so because 148 of the receipt or anticipated receipt of an economic benefit, 149 directly or indirectly, from the agent. 150 ( \* \* \*o) "Registration" means registration as an athlete agent pursuant to this chapter. 151 152 (p) "Sign" means, with present intent to authenticate 153 or adopt a record: 154 To execute or adopt a tangible symbol; or (i) 155 (ii) To attach to or logically associate with the 156 record an electronic symbol, sound or process. 157 ( \* \* \*q) "State" means a state of the United States, the District of Columbia, Puerto Rico, the United States Virgin 158

H. B. No	o. 819	~	OFFICIAL ~	
19/HR31/	/R1113			
PAGE 6 (	(RKM\JAB)			

159 Islands, or any territory or insular possession subject to the 160 jurisdiction of the United States.

161 ( \* \* \*r) "Student-athlete" means an individual who is 162 eligible to attend an educational institution and engages in, is 163 eligible to engage in, or may be eligible in the future to engage 164 in \* \* \* any interscholastic or intercollegiate sport \* \* \*. The term does not include an individual permanently ineligible to 165 166 participate in a particular interscholastic or intercollegiate 167 sport for that sport. SECTION 2. Section 73-42-7, Mississippi Code of 1972, is 168 amended as follows:

170 73-42-7. (1) Except as otherwise provided in subsection (2), an individual may not act as an athlete agent in this state 171 before being issued a certificate of registration under \* \* \* this 172 173 chapter.

169

174 (2)Before being issued a certificate of registration under 175 this chapter, an individual may act as an athlete agent for all 176 purposes except signing an agency contract if:

177 (a) A student-athlete or another person acting on 178 behalf of the student-athlete initiates communication with the 179 individual; and

180 (b) **\* \* \*** Not later than seven (7) days after an 181 initial act that requires the individual to register as an athlete 182 agent, the individual submits an application **\* \* \*** for 183 registration as an athlete agent in this state.

H. B. No. 8	19	~ OFFICIAL	~
19/HR31/R111	3		
PAGE 7 (RKM\J	AB)		

184 (3) An agency contract resulting from conduct in violation 185 of this section is void \* \* \*, and the athlete agent shall return 186 any consideration received under the contract \* \* \*.

187 SECTION 3. Section 73-42-9, Mississippi Code of 1972, is 188 amended as follows:

189 73-42-9. (1) An applicant for registration as an athlete 190 agent shall submit an application for registration to the 191 Secretary of State \* \* \* on a form prescribed by the Secretary of 192 State. \* \* \* The applicant must be an individual, and the 193 application must be signed by the applicant under penalty of perjury. The application must contain at least the following: 194 195 The name, date and place of birth of the applicant (a) 196 and the \* \* \* following contact information for the applicant: 197 The address of the applicant's principal place (i) 198 of business; 199 (ii) Work and mobile telephone numbers; and 200 (iii) Any means of communicating electronically, 201 including a facsimile number, electronic-mail address and personal 202 and business or employer websites; 203 The name of the applicant's business or employer, (b) 204 if applicable **\* \* \***, including for each business or employer, its 205 mailing address, telephone number, organization form and the 206 nature of the business; 207 (c) Each social-media account with which the applicant 208 or the applicant's business or employer is affiliated;

H. B. No. 819	~ OFFICIAL ~
19/HR31/R1113	
PAGE 8 (rkm\jab)	

209	(d) Each business or occupation in which the applicant
210	engaged within five (5) years before the date of the application,
211	including self-employment and employment by others, and any
212	professional or occupational license, registration or
213	certification held by the applicant during that time;
214	* * *
215	$( * * * \underline{e})$ A description of the applicant's:
216	(i) Formal training as an athlete agent;
217	(ii) Practical experience as an athlete agent; and
218	(iii) Educational background relating to the
219	applicant's activities as an athlete agent;
220	* * *
221	(f) The name <b>* * *</b> <u>of each student-athlete for whom the</u>
222	applicant acted as an athlete agent within five (5) years before
223	the date of the application or if the individual is a minor, the
224	name of the parent or guardian of the minor, together with the
225	student-athlete's sport and last-known team;
226	(g) The <b>* * * <u>name</u> and * * * <u>address</u> of <b>* * *</b> <u>each</u></b>
227	person that:
228	(i) <b>* * *</b> Is a partner, member, officer, manager,
229	associate or profit-sharer or directly or indirectly holds an
230	equity interest of five percent (5%) or greater of the athlete
231	agent's business if it is not a corporation; and
232	(ii) <b>* * *</b> Is an officer or director of a
233	corporation employing the athlete agent <b>* * *</b> <u>or a</u>
	H. B. No. 819 <b>************************************</b>

PAGE 9 (RKM\JAB)

234 shareholder \* \* \* having an interest of five percent (5%) or 235 greater \* \* \* in the corporation; 236 (h) A description of the status of any application by 237 the applicant, or any person named under paragraph (g), for a 238 state or federal business, professional or occupational license, 239 other than as an athlete agent, from a state or federal agency, including any denial, refusal to renew, suspension, withdrawal or 240 241 termination of the license and any reprimand or censure related to 242 the license; 243 ( \* \* \*i) Whether the applicant or any other person 244 named pursuant to paragraph (g) \* \* \* has been convicted of, or 245 has charges pending for a crime that would involve moral 246 turpitude \* \* \* or be a felony \* \* \* if committed in this state 247 and if so, the identification of: 248 (i) The crime; 249 (ii) The law enforcement agency involved; and 250 (iii) If applicable, the date of the conviction 251 and the fine or penalty imposed; 252 (j) Whether, within fifteen (15) years before the date 253 of application, the applicant or any person named under paragraph 254 (g) has been a defendant or respondent in a civil proceeding, including a proceeding seeking adjudication of legal incompetence 255 256 and if so, the date and a full explanation of each proceeding; 257 (k) Whether the applicant or any person named under 258 paragraph (g) has an unsatisfied judgment or a judgment of

H. B. No. 819 ~ OFFICIAL ~ 19/HR31/R1113 PAGE 10 (RKM\JAB) 259 continuing effect, including alimony or a domestic order in the 260 nature of child support, which is not current at the date of the 261 application; 262 (1) Whether within ten (10) years before the date of 263 application, the applicant or any person named under paragraph (g) 264 was adjudicated bankrupt or was an owner of a business that was 265 adjudicated bankrupt; 266 ( \* \* \*m) Whether there has been any administrative or 267 judicial determination that the applicant or any other person 268 named pursuant to paragraph (g) has made a false, misleading, 269 deceptive or fraudulent representation; 270 ( \* \* \*n) \* \* \* Each instance in which the conduct of 271 the applicant or any other person named pursuant to paragraph (g) 272 resulted in the imposition of a sanction, suspension or declaration of ineligibility to participate in an interscholastic, 273 274 professional or intercollegiate athletic event on a 275 student-athlete or a sanction on an educational institution; 276 ( \* \* \*o) \* \* \* Each sanction, suspension or 277 disciplinary action taken against the applicant or any other 278 person named pursuant to paragraph (g) arising out of occupational 279 or professional conduct; 280 ( \* \* \*p) Whether there has been any denial of an 281 application for, suspension or revocation of, \* \* \* refusal to 282 renew, \* \* \* or abandonment of the registration \* \* \* of the

H. B. No. 819 **~ OFFICIAL ~** 19/HR31/R1113 PAGE 11 (RKM\JAB) 283 applicant or any other person named pursuant to paragraph (g) as 284 an athlete agent in any state; 285 \* \* \* 286 ( \* \* \*q) \* \* \* Each state in which the applicant is 287 currently **\* \* \*** registered as an athlete agent **\* \* \*** or has 288 applied to be registered as an athlete agent; 289 (r) If the applicant is certified or registered by 290 a professional league or players association: 291 (i) The name of the league or association; 292 (ii) The date of certification or registration and 293 the date of expiration of the certification or registration, if 294 any; and 295 (iii) If applicable, the date of any denial of an 296 application for, suspension or revocation of, refusal to renew, 297 withdrawal of, or termination of the certification or registration 298 or any reprimand or censure related to the certification or 299 registration; and 300 (s) Any additional information required by the 301 Secretary of State. 302 (2) \* \* \* Instead of proceeding under subsection (1), an 303 individual registered as an athlete agent in another state may apply for registration as an athlete agent in this state by 304 305 submitting to the Secretary of State: 306 (a) A copy of the application for registration in the 307 other state;

H. B. No. 819 **~ OFFICIAL ~** 19/HR31/R1113 PAGE 12 (RKM\JAB)

308	(b) A statement that identifies any material change in
309	the information on the application or verifies there is no
310	material change in the information, signed under penalty of
311	perjury; and
312	(c) A copy of the certificate of registration from the
313	other state.
314	(3) <b>* * *</b> The Secretary of State <b>* * *</b> <u>shall issue a</u>
315	certificate of registration to an individual who applies for
316	registration under subsection (2) if the Secretary of State
317	determines:
318	(a) <b>* * *</b> The application and registration requirements
319	of the other state are substantially similar to or more
320	restrictive than this chapter; and
321	(b) <b>* * *</b> The registration has not been revoked or
322	suspended, and no action involving the individual's conduct as an
323	athlete agent is pending against the individual or the
324	individual's registration in any state.
325	* * *
326	(4) For purposes of implementing subsection (3), the
327	Secretary of State shall:
328	(a) Cooperate with national organizations concerned
329	with athlete agent issues and agencies in other states which
330	register athlete agents to develop a common registration form and
331	determine which states have laws that are substantially similar to
332	or more restrictive than this chapter; and

H. B. No. 819	~ OFFICIAL ~
19/HR31/R1113	
PAGE 13 (rkm\jab)	

333 (b) Exchange information, including information related 334 to actions taken against registered athlete agents or their registrations, with those organizations and agencies. 335 336 SECTION 4. Section 73-42-11, Mississippi Code of 1972, is 337 amended as follows: 338 73-42-11. (1) Except as otherwise provided in 339 subsection \* \* \* (2), the Secretary of State shall issue a certificate of registration to an **\* \* \*** applicant for registration 340 341 who complies with Section 73-42-9(1). (2) \* \* \* The Secretary of State may refuse to issue a 342 certificate of registration to an applicant for registration under 343 344 Section 73-42-9(1) if \* \* \* the Secretary of State determines that 345 the applicant has engaged in conduct that **\* \* \*** adversely reflects 346 on the applicant's fitness to \* \* \* act as an athlete agent. In making the determination, the Secretary of State may consider 347 348 whether the applicant has: 349 (a) \* \* \* Pleaded guilty or no contest to, has been convicted of, or has charges pending for a crime \* \* \* that would 350 351 involve moral turpitude or be a felony if committed in this state; 352 Made a materially false, misleading, deceptive or (b) 353 fraudulent representation as an athlete agent or in the 354 application; 355 (C) Engaged in conduct that would disqualify the 356 applicant from serving in a fiduciary capacity; 357 Engaged in conduct prohibited by Section 73-42-27; (d)

H. B. No. 819 ~ OFFICIAL ~ 19/HR31/R1113 PAGE 14 (RKM\JAB) 358 (e) Had a registration **\* \* \*** as an athlete agent suspended, revoked, or denied \* \* \* in any state; 359 360 (f) Been refused renewal of registration as an athlete 361 agent in any state; ( \* \* \*g) Engaged in conduct \* \* \* resulting in 362 363 imposition of a sanction, suspension or declaration of 364 ineligibility to participate in an interscholastic \* \* \*, intercollegiate or professional athletic event \* \* \* on a 365 366 student-athlete or a sanction on an educational institution; or 367 ( \* \* \*h) Engaged in conduct that \* \* \* adversely 368 reflects on the applicant's \* \* \* credibility, honesty or 369 integrity. 370 (3) In making a determination under subsection \* \* \* (2), the Secretary of State shall consider: 371 372 How recently the conduct occurred; (a) 373 (b) The nature of the conduct and the context in which 374 it occurred; and 375 (c) Any other relevant conduct of the applicant. ( \* \* \*4) An athlete agent registered under subsection (1) 376 377 may apply to renew \* \* \* the registration by submitting an 378 application for renewal in a form prescribed by the Secretary of 379 State. \* \* \* The applicant shall sign the application for 380 renewal \* \* \* under penalty of perjury and \* \* \* include current 381 information on all matters required in an original registration.

H. B. No. 819	~ OFFICIAL ~
19/HR31/R1113	
PAGE 15 (rkm\jab)	

382	(* * * 5) * * * An athlete agent registered under Section
383	73-42-9(4) may renew the registration by proceeding under
384	subsection (4) or, if the registration in the other state has been
385	renewed, by submitting to the Secretary of State copies of the
386	application for renewal in the other state and the renewed
387	registration from the other state. The Secretary of State shall
388	renew the registration if the Secretary of State determines:
389	(a) The registration requirements of the other state
390	are substantially similar to or more restrictive than this
391	chapter; and
392	(b) The renewed registration has not been suspended or
393	revoked, and no action involving the individual's conduct as an
394	athlete agent is pending against the individual or the
395	individual's registration in any state.
396	( * * * 6) Except as provided in Section 33-1-39, a
397	certificate of registration or a renewal of a registration is
398	valid for two (2) years.
399	SECTION 5. Section 73-42-13, Mississippi Code of 1972, is
400	amended as follows:
401	73-42-13. (1) * * * The Secretary of State may * * * limit,
402	suspend, revoke or refuse to renew a registration of an individual
403	registered under Section 73-42-11(1) for conduct that would have
404	justified <b>* * *</b> refusal to issue a certificate of registration
405	under Section 73-42-11(2).

H. B. No. 819 **~ OFFICIAL ~** 19/HR31/R1113 PAGE 16 (RKM\JAB) 406 (2) \* \* \* The Secretary of State may suspend or revoke the 407 registration of an individual registered under Section 73-42-11(1) 408 or renewed under Section 73-42-11(4) for any reason for which the 409 Secretary of State could have refused to grant or renew 410 registration or for conduct that would justify refusal to issue a 411 certificate of registration under Section 73-42-11(2). 412 SECTION 6. Section 73-42-17, Mississippi Code of 1972, is 413 amended as follows: 414 73-42-17. \* \* \* An application for registration or renewal 415 of registration must be accompanied by a fee in the following 416 amount: 417 Two Hundred Dollars (\$200.00) for an initial (a) 418 application for registration. 419 Two Hundred Dollars (\$200.00) for an application (b) 420 for registration based upon a certificate of registration or 421 licensure issued by another state. 422 Two Hundred Dollars (\$200.00) for an application (C) 423 for renewal of registration. 424 (d) Two Hundred Dollars (\$200.00) for an application 425 for renewal of registration based upon an application for renewal 426 of registration or licensure submitted in another state. 427 \* \* \* 428 SECTION 7. Section 73-42-19, Mississippi Code of 1972, is 429 amended as follows:

H. B. No. 819 **~ OFFICIAL ~** 19/HR31/R1113 PAGE 17 (RKM\JAB) 430 73-42-19. (1) An agency contract must be in a record, 431 signed by the parties. 432 (2) An agency contract must \* \* \* contain: 433 (a) A statement that the athlete agent is registered as 434 an athlete agent in this state and a list of any other states in 435 which the agent is registered as an athlete agent; 436 ( \* \* \*b) The amount and method of calculating the 437 consideration to be paid by the student-athlete for services to be 438 provided by the \* \* \* agent under the contract and any other 439 consideration \* \* \* the \* \* \* agent has received or will receive 440 from any other source for entering into the contract or for 441 providing the services; 442 ( \* \* \*c) The name of any person not listed in the 443 agent's application for registration or renewal \* \* \* of 444 registration which will be compensated because the student-athlete 445 signed the \* \* \* contract; ( \* \* \*d) A description of any expenses that the 446 447 student-athlete agrees to reimburse; 448 ( \* \* \*e) A description of the services to be provided 449 to the student-athlete; 450 ( \* \* \*f) The duration of the contract; and 451 ( \* \* \*q) The date of execution. 452 (3) \* \* \* Subject to subsection (7), an agency contract must 453 contain \* \* \* a conspicuous notice in boldface type and in \* \* \* 454 substantially the following form:

Η.	в.	No.	819	~	OFFICIAL ~
19,	/HR	31/R1	113		
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456 **IF YOU SIGN THIS CONTRACT:** 

457 (1) YOU MAY LOSE YOUR ELIGIBILITY TO COMPETE AS A
458 STUDENT-ATHLETE IN YOUR SPORT;

IF YOU HAVE AN ATHLETIC DIRECTOR, WITHIN SEVENTY-TWO 459 (2) 460 (72) HOURS AFTER SIGNING THIS CONTRACT OR BEFORE THE NEXT 461 SCHEDULED ATHLETIC EVENT IN WHICH YOU PARTICIPATE, WHICHEVER 462 OCCURS FIRST, BOTH YOU AND YOUR ATHLETE AGENT \* \* \* MUST NOTIFY 463 YOUR ATHLETIC DIRECTOR \* \* \* THAT YOU HAVE ENTERED INTO THIS 464 CONTRACT AND PROVIDE THE NAME AND CONTACT INFORMATION OF THE 465 ATHLETE AGENT; AND 466 YOU MAY CANCEL THIS CONTRACT WITHIN FOURTEEN (14) DAYS (3) 467 AFTER SIGNING IT. CANCELLATION OF THE CONTRACT MAY NOT REINSTATE 468 YOUR ELIGIBILITY AS A STUDENT-ATHLETE IN YOUR SPORT. \* \* \* 469 (4) \* \* \* An agency contract must be accompanied by a 470 separate record signed by the student-athlete or, if the 471 student-athlete is a minor, the parent or guardian of the 472 student-athlete acknowledging that signing the contract may result 473 in the loss of the student-athlete's eligibility to participate in 474 the student-athlete's sport. 475 (5) \* \* \* A student-athlete or, if the student-athlete is a 476 minor, the parent or guardian of the student-athlete may void an 477 agency contract that does not conform to this section. If the 478 contract is voided, any consideration received from the athlete

H. B. No. 819	~ OFFICIAL ~
19/HR31/R1113	
PAGE 19 (rkm\jab)	

479 agent under the contract to induce entering into the contract is 480 not required to be returned.

481 (6) At the time an agency contract is executed, the athlete 482 agent shall give the student-athlete or, if the student-athlete is 483 a minor, the parent or guardian of the student-athlete a copy in a 484 record of the contract and the separate acknowledgement required 485 by subsection (4).

486 (7) If a student-athlete is a minor, an agency contract must
487 be signed by the parent or guardian of the minor and the notice
488 required by subsection (3) must be revised accordingly.

489 SECTION 8. Section 73-42-21, Mississippi Code of 1972, is 490 amended as follows:

491 73-42-21. (1) \* \* \* <u>In this section, "communicating" or</u>
492 <u>"attempting to communicate" means contacting or attempting to</u>
493 <u>contact by an in-person meeting, a record or any other method that</u>
494 conveys or attempts to convey a message.

495 (2) **\* \* \*** Not later than seventy-two (72) hours after entering into an agency contract or before the next scheduled 496 497 athletic event in which the student-athlete may participate, 498 whichever occurs first, the athlete agent shall give notice in a 499 record of the existence of the \* \* \* contract to the athletic director of the educational institution at which the 500 501 student-athlete is enrolled or at which the **\* \* \*** agent has 502 reasonable grounds to believe the student-athlete intends to 503 enroll.

H. B. No. 819 **~ OFFICIAL ~** 19/HR31/R1113 PAGE 20 (RKM\JAB) 504 (3) **\* \* \*** Not later than seventy-two (72) hours after 505 entering into an agency contract or before the next scheduled 506 athletic event in which the student-athlete may participate, 507 whichever occurs first, the student-athlete shall inform the 508 athletic director of the educational institution at which the 509 student-athlete is enrolled that \* \* \* the student-athlete has 510 entered into an agency contract and the name and contact 511 information of the athlete agent. 512 (4) If an athlete agent enters into an agency contract with 513 a student-athlete and the student-athlete subsequently enrolls at an educational institution, the agent shall notify the athletic 514 director of the institution of the existence of the contract not 515 516 later than seventy-two (72) hours after the agent knew or should 517 have known the athlete enrolled. 518 (5) If an athlete agent has a relationship with a 519 student-athlete before the student-athlete enrolls in an 520 educational institution and receives an athletic scholarship from 521 the institution, the agent shall notify the institution of the 522 relationship not later than ten (10) days after the enrollment if 523 the agent knows or should have known of the enrollment and: 524 (a) The relationship was motivated in whole or part by 525 the intention of the agent to recruit or solicit the 526 student-athlete to enter an agency contract in the future; or

H. B. No. 819 19/HR31/R1113 PAGE 21 (RKM\JAB) ~ OFFICIAL ~

527	(b) The agent directly or indirectly recruited or
528	solicited the student-athlete to enter an agency contract before
529	the enrollment.
530	(6) An athlete agent shall give notice in a record to the
531	athletic director of any educational institution or to an athletic
532	director for compliance at any educational institution at which a
533	student-athlete is enrolled before the agent communicates or
534	attempts to communicate with:
535	(a) The student-athlete or, if the student-athlete is a
536	minor, a parent or guardian of the student-athlete to influence
537	the student-athlete or parent or guardian to enter into an agency
538	contract; or
539	(b) Another individual to have that individual
540	influence the student-athlete or, if the student-athlete is a
541	minor, the parent or guardian of the student-athlete to enter into
542	an agency contract.
543	(7) If a communication or attempt to communicate with an
544	athlete agent is initiated by a student-athlete or another
545	individual on behalf of the student-athlete, the agent shall
546	notify in a record the athletic director of any educational
547	institution at which the student-athlete is enrolled. The
548	notification must be made not later than ten (10) days after the
549	communication or attempt.
550	(8) An educational institution that becomes aware of a
551	violation of this chapter by an athlete agent shall notify the

H. B. No. 819 ~ OFFICIAL ~ 19/HR31/R1113 PAGE 22 (RKM\JAB) 552 Secretary of State and any professional league or players

553 association with which the institution is aware the agent is

554 licensed or registered of the violation.

555 **SECTION 9.** Section 73-42-23, Mississippi Code of 1972, is 556 amended as follows:

557 73-42-23. (1) A student-athlete <u>or, if the student-athlete</u> 558 <u>is a minor, the parent or guardian of the student-athlete</u> may 559 cancel an agency contract by giving notice <u>in a record</u> to the 560 athlete agent of the cancellation **\* \* \*** <u>not later than</u> fourteen 561 (14) days after the date the contract is signed.

562 (2) A student-athlete or, if the student-athlete is a minor,
563 the parent or guardian of the student-athlete may not waive the
564 right to cancel \* \* \* an agency contract.

(3) If a student-athlete, parent or guardian cancels an agency contract, the student-athlete, parent or guardian is not required to pay any consideration under the contract or \* \* \* return any consideration received from the athlete agent to induce the student-athlete to enter into the contract.

570 **SECTION 10.** Section 73-42-27, Mississippi Code of 1972, is 571 amended as follows:

572 73-42-27. (1) **\* \* \*** Except as otherwise provided in 573 <u>subsection (3), an</u> athlete agent **\* \* \***, with the intent to **\* \* \*** 574 <u>influence</u> a student-athlete <u>or, if the student-athlete is a minor,</u> 575 <u>the parent or guardian of the student-athlete</u> to enter into an 576 agency contract, may not take any of the following actions or

H. B. No. 819	9	~ OFFICIAL ~
19/HR31/R1113		
PAGE 23 (RKM\JA	AB)	

577 encourage any other individual to take or assist any other

578 individual in taking any of the following actions on behalf of the 579 agent:

(a) Give \* \* \* materially false or misleading
information or make a materially false promise or representation;
(b) Furnish anything of value to \* \* \* the
student-athlete before the student-athlete enters into the \* \* \*

584 contract; or

585 (c) Furnish anything of value to any individual other 586 than the student-athlete or another registered athlete agent.

587 (2) An athlete agent may not intentionally <u>do any of the</u> 588 <u>following or encourage any other individual to do any of the</u>

## 589 following on behalf of the agent:

(a) Initiate contact, directly or indirectly, with a
student-athlete or, if the student-athlete is a minor, a parent or
guardian of the student-athlete to recruit or solicit the
student-athlete, parent or guardian to enter an agency contract

594 unless registered under this chapter;

595 (b) **\* \* \*** Fail to <u>create or</u> retain or <u>to</u> permit 596 inspection of the records required by Section 73-42-25 **\* \* \*;** 

597 (c) \* \* \* Fail to register when required by Section
598 73-42-7 \* \* \*;

(d) Provide materially false or misleading information
in an application for registration or renewal of registration;
(e) Predate or postdate an agency contract; or

H. B. No. 819 ~ OFFICIAL ~ 19/HR31/R1113 PAGE 24 (RKM\JAB)

602	(f) Fail to notify a student-athlete <b>* * *</b> <u>or, if the</u>
603	student-athlete is a minor, a parent or guardian of the
604	student-athlete before the student-athlete, parent or guardian
605	signs an agency contract for a particular sport that the
606	signing <b>* * *</b> may make the student-athlete ineligible to
607	participate as a student-athlete in that sport.
608	(3) (a) In this subsection, "certified athlete agent" means
609	an athlete agent registered under this chapter who is certified to
610	be an athlete agent in a particular sport by a national
611	association that promotes or regulates intercollegiate athletics
612	and establishes eligibility standards for participation by a
613	student-athlete in that sport.
614	(b) A certified athlete agent may pay expenses of a
615	student-athlete and the student-athlete's family members incurred
616	before the signing of an agency contract if:
617	(i) The expenses are for the benefit of a
618	student-athlete who is a member of a class of student-athletes
619	authorized to receive the benefit by the national association that
620	certified the agent;
621	(ii) The expenses are of a type authorized to be
622	paid by a certified agent by the national association that
623	certified the agent; and
624	(iii) The expenses are for a purpose authorized by
625	the national association that certified the agent.

Н.	в.	No.	819	~	OFFICIAL ~	~
19/HR31/R1113			113			
PAGE 25 (rkm\jab)						

626	(c) All certified athlete agents who pay any expenses
627	authorized by this subsection must file an itemized report of the
628	same with the athletic director or their designee with the
629	educational institution the student-athlete attends or intends to
630	enroll. The report must be submitted by the fifth day of the
631	month following the month during which the expenses were incurred.
632	The reporting of expenses must be in a format required by the
633	educational institution.
634	SECTION 11. Section 73-42-31, Mississippi Code of 1972, is
635	amended as follows:
636	73-42-31. (1) An educational institution <b>* * *</b> or a
637	student-athlete may bring an action for damages against an athlete
638	agent if the institution or student-athlete is adversely affected
639	by an act or omission of the agent in violation of this chapter.
640	An educational institution or student-athlete is adversely
641	affected by an act or omission of the agent only if, because of
642	the act or omission, the institution or an individual who was a
643	student-athlete at the time of the act or omission and enrolled in
644	the institution:
645	(a) Is suspended or disqualified from participation in
646	an interscholastic or intercollegiate sports event by or under the
647	rules of a state or national federation or association that
648	promotes or regulates interscholastic or intercollegiate sports;
649	or
650	(b) Suffers financial damage.

H. B. No. 819 ~ OFFICIAL ~ 19/HR31/R1113 PAGE 26 (RKM\JAB) 651 (2) A plaintiff that prevails in an action under this 652 section may recover treble damages, punitive damages, costs and 653 reasonable attorney's fees. An athlete agent found liable under 654 this section forfeits any right of payment for anything of benefit 655 or value provided to the student-athlete and must refund any 656 consideration paid to the agent by or on behalf of the 657 student-athlete. 658 (3) A violation of this chapter is an unfair trade or 659 deceptive practice for purposes of 75-24-5. 660 SECTION 12. Section 73-42-33, Mississippi Code of 1972, is amended as follows: 661 662 73-42-33. The Secretary of State may assess a civil penalty against an athlete agent not to exceed \* \* \* Fifty Thousand 663 664 Dollars (\$50,000.00) for a violation of this chapter. 665 SECTION 13. Section 73-42-34, Mississippi Code of 1972, is 666 amended as follows: 667 73-42-34. (1) If the Secretary of State determines that a person has engaged in or is engaging in an act, practice, or 668 669 course of business constituting a violation of this chapter or a 670 rule adopted or order issued under this chapter, or that a person 671 has materially aided or is materially aiding in an act, practice, 672 or course of business constituting a violation of this chapter or 673 a rule adopted or order issued under this chapter, then the 674 secretary may:

H. B. No. 819 19/HR31/R1113 PAGE 27 (RKM\JAB) (a) Issue an order directing the person to cease and
desist from engaging in the act, practice, or course of business,
or to take other action necessary or appropriate to comply with
this chapter or any rule adopted or order issued under this
chapter;

(b) Issue an order imposing an administrative penalty
against an athlete agent who violated any provision of this
chapter or any rule adopted or order issued under this chapter;
and

684 (c) Take any other action authorized under the685 provisions of this chapter.

686 An order issued under subsection (1) of this section is (2)687 effective on the date of its issuance. Upon the order's issuance, 688 the Secretary of State shall promptly serve each person subject to 689 the order with a copy of the order and a notice that the order has 690 been entered. The order must include a statement of any civil 691 penalty or other administrative remedy to be imposed under 692 subsection (1) of this section, a statement of the costs of 693 investigation that the secretary will seek to recover, a statement 694 of the reasons for the order, and a statement notifying the person 695 of his or her right to a hearing \* \* \*. If a person subject to 696 the order does not request a hearing in writing within thirty (30) 697 days of the date of the order and none is ordered by the hearing 698 officer, then the order, including the imposition of a civil

H. B. No. 819 19/HR31/R1113 PAGE 28 (RKM\JAB) ~ OFE

~ OFFICIAL ~

699 penalty or requirement for payment of the costs of investigation, 700 shall become final as to that person by operation of law.

(3) In a final order, the secretary may charge the actual cost of an investigation or proceeding for a violation of this chapter or a rule adopted or order issued under this chapter.

(4) If a petition for judicial review of a final order is not filed in accordance with \* \* \* this section, or the petition is denied by the court, the secretary may file a certified copy of the final order with the clerk of a court in the jurisdiction where enforcement will be sought. The order so filed has the same effect as a judgment of the court and may be recorded, enforced, or satisfied in the same manner as a judgment of the court.

711 If a person does not comply with an order issued under (5) 712 this section, the secretary may petition a court of competent 713 jurisdiction to enforce the order and collect administrative civil 714 penalties and costs imposed under the final order. The court may 715 not require the secretary to post a bond in an action or 716 proceeding under this section. If the court finds, after service 717 and opportunity for hearing, that the person did not comply with 718 the order, the court may adjudge the person in civil contempt of 719 the order. The court may grant any relief the court determines is 720 just and proper in the circumstances.

(6) Any person aggrieved by a final order of the secretary may obtain a review of the order in the circuit court of the county of residence of the athlete agent, \* \* \* if the athlete

H. B. No. 819 **~ OFFICIAL ~** 19/HR31/R1113 PAGE 29 (RKM\JAB)

## 724 agent is a Mississippi resident, or the circuit court of the

725 county in which the educational institution that the

726 student-athlete attends or attended is located, by filing within 727 thirty (30) days after the entry of the order, a written petition 728 praying that the order be modified or set aside, in whole or in 729 part. A copy of the petition shall be served upon the secretary, 730 and the secretary shall certify and file with the court a copy of 731 the record and evidence upon which the order was entered. When 732 these have been filed, the court has exclusive jurisdiction to 733 affirm, modify, enforce or set aside the order, in whole or in 734 part. The findings of the secretary as to the facts, if supported 735 by competent material and substantial evidence, are conclusive. 736 The beginning of proceedings under this subsection does not 737 operate as a stay of the secretary's order, unless specifically 738 ordered by the court.

739 (7) In addition to the reasons specified in this section, 740 the secretary may suspend the registration of any person for being 741 out of compliance with an order for support, as defined in Section 742 93-11-153. The procedure for suspension of a registration for 743 being out of compliance with an order for support, and the 744 procedure for the reissuance or reinstatement of a registration 745 suspended for that purpose, and the payment of any fees for the 746 reissuance or reinstatement of a registration suspended for that 747 purpose, is governed by Section 93-11-157 or 93-11-163, as the 748 case may be. Actions taken by the secretary in suspending the

H. B. No. 819 **~ OFFICIAL ~** 19/HR31/R1113 PAGE 30 (RKM\JAB) 749 registration of a person when required by Section 93-11-157 are 750 not actions from which an appeal may be taken under this section. 751 Any appeal of a registration suspension that is required by 752 Section 93-11-157 or 93-11-163 must be taken in accordance with 753 the appeal procedure specified in Section 93-11-157 or 93-11-163, 754 as the case may be, rather than the procedure specified in this 755 section. If there is any conflict between any provision of 756 Section 93-11-157 or 93-11-163 and any provision of this chapter, 757 the provisions of Section 93-11-157 or 93-11-163, as the case may 758 be, are controlling. 759 SECTION 14. The following shall be codified as Section 760 73-42-41, Mississippi Code of 1972. 73-42-41. This chapter may not be interpreted or construed 761 762 to limit, in any way, the right of a Mississippi educational 763 institution to adopt and enforce its own policies, rules or 764 regulations addressing athlete agent solicitations or interactions with the student-athletes attending that institution. 765 766 SECTION 15. This act shall take effect and be in force from 767 and after July 1, 2019.