By: False

To: Universities and Colleges; Judiciary A

HOUSE BILL NO. 1030

AN ACT TO "MISSISSIPPI INTERCOLLEGIATE ATHLETICS COMPENSATION RIGHTS ACT"; TO DEFINE TERMINOLOGY; TO PROVIDE THAT A 3 STUDENT-ATHLETE MAY EARN COMPENSATION FOR THE USE OF HIS OR HER NAME, IMAGE OR LIKES WHILE ENROLLED IN A POSTSECONDARY INSTITUTION 5 AND OBTAIN AN CERTIFIED AGENT FOR MATTERS RELATING TO THAT COMPENSATION; TO PROHIBIT STUDENT-ATHLETES FROM EARNING 7 COMPENSATION IN EXCHANGE OF HIS OR HER ABILITY OR PARTICIPATION IN INTERCOLLEGIATE ATHLETICS OR SPORTS COMPETITIONS; TO PROVIDE 8 9 THAT A STUDENT-ATHLETE SHALL NOT BE DEEMED AN EMPLOYEE OR 10 INDEPENDENT CONTRACTOR OF ANY ATHLETIC ORGANIZATIONAL ENTITY BASED 11 ON HIS OR HER PARTICIPATION IN AN INTERCOLLEGIATE ATHLETIC 12 PROGRAM; TO PROHIBIT POSTSECONDARY EDUCATIONAL INSTITUTIONS FROM UPHOLD REQUIREMENTS THAT RESTRICT A STUDENT-ATHLETES ABILITY TO RECEIVE COMPENSATION FOR THE STUDENT'S NAME, IMAGE OR LIKENESS; TO 14 1.5 PROHIBIT ATHLETIC ORGANIZATIONAL ENTITIES FROM INTERFERING WITH A CONTRACT OR OTHER REQUIREMENTS THAT PREVENT A STUDENT-ATHLETE FROM 16 17 RECEIVING COMPENSATION FOR HIS OR HER NAME, IMAGE OR LIKENESS OR 18 PREVENTS A POSTSECONDARY EDUCATIONAL INSTITUTION FROM 19 PARTICIPATING IN AN INTERCOLLEGIATE ATHLETIC PROGRAM AS A RESULT 20 OF THE STUDENT-ATHLETE RECEIVING COMPENSATION OF HIS OR HER NAME, 21 IMAGE OR LIKENESS; TO ALLOW POSTSECONDARY EDUCATIONAL INSTITUTIONS 22 TO IMPOSE REASONABLE LIMITATIONS ON THE TIMES A STUDENT-ATHLETE 23 MAY PARTICIPATE IN CERTAIN PROMOTIONAL ACTIVITIES RELATED TO THE 24 LICENSE OR USE OF THE STUDENT'S NAME, IMAGE OR LIKENESS; TO 25 PROHIBIT POSTSECONDARY EDUCATIONAL INSTITUTIONS FROM PREVENTING 26 STUDENT-ATHLETES FROM OBTAINING PROFESSIONAL REPRESENTATION; TO 27 REOUIRE PERSONS OBTAINED BY STUDENT-ATHLETES AS PROFESSIONAL 28 REPRESENTATIVES TO BE REGISTERED AS ATHLETE AGENTS AND ATTORNEYS 29 WHO PROVIDE LEGAL REPRESENTATION TO BE LICENSED BY THE MISSISSIPPI 30 BAR ASSOCIATION; TO REQUIRE STUDENT-ATHLETES TO DISCLOSE CONTRACTS 31 FOR COMPENSATION TO THE POSTSECONDARY EDUCATIONAL INSTITUTION OF 32 ENROLLMENT THE EARLIER OF THREE DAYS OF ITS EXECUTION OR THREE 33 DAYS OF THE NEXT COMPETITION; TO PROHIBIT CONFLICTS OF INTERESTS BETWEEN THIRD-PARTY LICENSEES AND STUDENT-ATHLETES; TO EXEMPT 34

- 35 POSTSECONDARY EDUCATIONAL INSTITUTIONS FROM PRIVATE CAUSES OF
- 36 ACTION FOR UNFAIR TRADE OR TORTIOUS INTERFERENCE; TO CREATE NEW
- 37 SECTION 93-19-17, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT
- 38 OUALIFYING INDIVIDUALS 18 YEARS OF AGE AND OLDER SHALL HAVE THE
- 39 CAPACITY TO ENTER INTO BINDING CONTRACTS AFFECTING THEIR NAME,
- 40 IMAGE AND LIKENESS WHILE PARTICIPATING IN COLLEGIATE SPORTS AS
- 41 STUDENT-ATHLETES; TO PROVIDE THAT ANY LEGAL ACTION FOUNDED ON A
- 42 STUDENT-ATHLETE'S NAME, IMAGE AND LIKENESS BY A QUALIFYING
- 43 STUDENT-ATHLETE MAY BE BOUGHT IN THE STUDENT-ATHLETE'S OWN NAME;
- 44 TO AMEND SECTION 73-42-3, MISSISSIPPI CODE OF 1972, IN CONFORMITY
- 45 TO THE PRECEDING PROVISIONS; AND FOR RELATED PURPOSES.
- 46 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 47 **SECTION 1.** This act shall be known, and may be cited as the
- 48 "Mississippi Intercollegiate Athletics Compensation Rights Act."
- 49 **SECTION 2.** As used in this chapter, the following terms
- 50 shall have the following meanings unless the context clearly
- 51 indicates otherwise:
- 52 (a) "Compensation" means any form of payment or
- 53 remuneration, including, but not limited to, cash, gifts, in-kind
- 54 items of value, social media compensation, payments for licensing
- or use of publicity rights, payments for other intellectual or
- 56 intangible property rights under federal or state law and any
- 57 other form of payment or remuneration, except as excluded under
- 58 the provisions of this act. For the purposes of this act,
- 59 "compensation" shall not mean or include the following:
- 60 (i) Tuition, room, board, books, fees and personal
- 61 expenses that a postsecondary educational institution provides a
- 62 student-athlete in accordance with the rules of the athletic
- 63 association or conference of which the postsecondary educational
- 64 institution is a member;

65 (ii) Federal Pell Grants and other state a	nd
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- 66 federal grants or scholarships unrelated to, and not awarded
- 67 because of a student-athlete's participation in intercollegiate
- 68 athletics or sports competition;
- 69 (iii) Any other financial aid, benefits or awards
- 70 that a postsecondary educational institution provides a
- 71 student-athlete in accordance with the rules of the athletic
- 72 association or conference of which the postsecondary educational
- 73 institution is a member; or
- 74 (iv) The payment of wages and benefits to a
- 75 student-athlete for work actually performed, but not for athletic
- 76 ability or participation in intercollegiate athletics, at a rate
- 77 commensurate with the prevailing rate for similar work in the
- 78 locality of the student-athlete's postsecondary educational
- 79 institution.
- 80 (b) "Image" means a picture of the student-athlete.
- 81 (c) "Intercollegiate athletics program" means an
- 82 intercollegiate athletics program played at the collegiate level
- 83 for which eligibility requirements for participation by a
- 84 student-athlete are established by a national association for the
- 85 promotion or regulation of collegiate athletics.
- 86 (d) "Likeness" means a physical, digital or other
- 87 depiction or representation of a student-athlete.

88		(e)	"Name"	means	the	firs	t or	last	name,	or	the
89	nickname,	of a	student	t-athle	ete v	when 1	used	in a	contex	kt t	hat
90	reasonably	, ider	ntifies	the st	tuder	nt-atl	hlete	e with	n part:	icul	Larity.

- 91 (f) "Name, image and likeness agreement" means a
 92 contract or similar arrangement between a student-athlete and a
 93 third-party licensee regarding the commercial use of the name,
 94 image or likeness of the student-athlete.
- 95 (g) "Publicity right" means any right that is:
- 96 (i) Licensed under a name, image and likeness
- 97 agreement; or
- 98 (ii) Recognized under a federal or state law that
 99 permits an individual to control and profit from the commercial
 100 use of the name, image or likeness of the individual.
- 101 (h) "Postsecondary educational institution" means a
 102 public university or community college or private university or
 103 college.
- 104 (i) "Social media compensation" means all forms of
 105 payment for engagement on social media received by a
 106 student-athlete as a result of the use of that student-athlete's
 107 name, image or likeness.
- (j) "Student-athlete" means an individual who engages
 in, is eligible to engage in, or may be eligible in the future to
 engage in, intercollegiate athletics program at a postsecondary
 educational institution. If an individual is permanently
 ineligible to participate in a particular intercollegiate sport,

113	the	individual	is	not	а	student-athlete	for	purposes	of	that

- 114 sport.
- 115 (k) "Third party licensee" means any individual or
- 116 entity that licenses publicity rights or the use of name, image or
- 117 likeness from any prospective or current student-athlete or group
- 118 of student-athletes. The term "third-party licensee" shall not
- 119 include any national association for the promotion or regulation
- 120 of collegiate athletics, athletics conference or postsecondary
- 121 educational institution.
- 122 **SECTION 3.** (1) Except as provided in Section 4 of this act,
- 123 a student-athlete may:
- 124 (a) Earn compensation, commensurate with market value,
- 125 for the use of the name, image or likeness of the student-athlete
- 126 while enrolled at a postsecondary educational institution; and
- 127 (b) Obtain and retain a certified agent for any matter
- 128 or activity relating to such compensation.
- 129 (2) No student-athlete may earn compensation in exchange for
- 130 the student-athlete's athletic ability or participation in
- 131 intercollegiate athletics or sports competition.
- 132 (3) Notwithstanding any other provision of applicable law or
- 133 agreement to the contrary, a student-athlete shall not be deemed
- 134 an employee or independent contractor of an association, a
- 135 conference, or a postsecondary educational institution based on
- 136 the student-athlete's participation in an intercollegiate
- 137 athletics program.

138 **SECTION 4.** (1)(a) Except as provided for under this act, 139 a postsecondary educational institution shall not uphold any contract, rule, regulation, standard, or other requirement that 140 prevents a student-athlete of that institution from earning 141 142 compensation as a result of the use of the student's name, image 143 or likeness. Any such contract, rule, regulation, standard or 144 other requirement shall be void and unenforceable against the 145 postsecondary educational institution or the student-athlete. 146 Compensation from the use of a student-athlete name, image or likeness may not affect the student-athlete's scholarship 147 148 eligibility, grant-in-aid or other financial aid, awards or 149 benefits or the student-athlete's intercollegiate athletic 150 eligibility. Nothing in this act is intended to alter any state 151 and federal laws or regulations regarding the award of financial 152 aid at postsecondary educational institutions.

(b) Except as provided for in this act, an athletic association, conference or other group or organization with authority over intercollegiate athletic programs, including, but not limited to, the National Collegiate Athletic Association (NCAA) and the National Junior College Athletic Association, shall not prevent or otherwise enforce a contract, rule, regulation, standard or other requirement that prevents a student-athlete of a postsecondary educational institution from earning compensation as a result of the use of the student-athlete's name, image or

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162	likeness. To protect the integrity of its educational mission and
163	intercollegiate athletics program, a postsecondary educational
164	institution may impose reasonable limitations on the dates and
165	time that a student-athlete may participate in endorsement,
166	promotional, social media, or other activities related to the
167	license or use of the student-athlete's name, image and likeness.
168	Nothing in this act shall restrict a postsecondary educational
169	institution from exercising its sole discretion to control the
170	authorized use of its trademarks or logos or to determine a
171	student-athlete's apparel, gear or other wearables during an
172	intercollegiate athletics competition or university-sponsored
173	event.

- or organization with authority over intercollegiate athletics programs, including, but not limited to, the National Collegiate Athletic Association and the National Junior College Athletic Association, shall not prevent or otherwise enforce a contract, rule, regulation, standard or other requirement that prevents a postsecondary educational institution from participating in an intercollegiate athletics program as a result of the compensation of a student-athlete for the use of the student-athlete's name, image, or likeness.
- 184 (2) A postsecondary educational institution, athletic
 185 association, conference or other group or organization with
 186 authority over intercollegiate athletics programs, including, but

187	not	limited	to,	the	National	Collegiate	Athletic	Association	and
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- 188 the National Junior College Athletic Association, shall not,
- 189 directly or indirectly:
- 190 (a) Enter into, or offer to enter into, a name, image
- 191 and likeness agreement with a prospective or current
- 192 student-athlete; or
- 193 (b) Provide a prospective or current student-athlete or
- 194 the student-athlete's family compensation in relation to the use
- 195 of the student-athlete's name, image or likeness.
- 196 (3) (a) A postsecondary educational institution, athletic
- 197 association, conference or other group or organization with
- 198 authority over intercollegiate athletics programs, including, but
- 199 not limited to, the National Collegiate Athletic Association and
- 200 the National Junior College Athletic Association shall not prevent
- 201 a student-athlete from obtaining professional representation in
- 202 relation to name, image or likeness, or to secure a name, image
- 203 and likeness agreement, including, but not limited to,
- 204 representation provided by athlete agents or legal representation
- 205 provided by attorneys.
- 206 (b) Professional representation obtained by
- 207 student-athletes must be from persons registered as athlete agents
- 208 as provided in Section 73-42-1 et seq., of the Uniform Athlete
- 209 Agent Law. Attorneys who provide legal representation to
- 210 student-athletes must be licensed to practice law in the State of
- 211 Mississippi and in good standing with The Mississippi Bar.

212	(C)	Athlete	agents	representing	student-athletes	shall

- 213 comply with the Uniform Athlete Agents Law, established under
- 214 Section 73-42-1, et seq., and the federal Sports Agent
- 215 Responsibility and Trust Act, established under 15 USCS Sections
- 216 7801-7807, in their relationships with student-athletes.
- 217 (4) A grant-in-aid, including cost of attendance, and other
- 218 permissible financial aid, awards or benefits from the
- 219 postsecondary educational institution in which a student-athlete
- 220 is enrolled shall not be revoked, reduced, nor the terms and
- 221 conditions altered, as a result of a student-athlete earning
- 222 compensation or obtaining professional or legal representation
- 223 pursuant to this act.
- 224 (5) A student-athlete who enters into a name, image and
- 225 likeness agreement for compensation shall disclose the contract to
- 226 a designated official of the postsecondary educational institution
- 227 in which the student is enrolled. The disclosure shall be made
- 228 within three (3) calendar days of the execution of the name, image
- 229 and likeness agreement, or three (3) calendar days before the next
- 230 scheduled intercollegiate athletics competition in which the
- 231 student-athlete may participate, whichever occurs earlier in time.
- 232 The postsecondary educational institution shall designate the
- 233 official to whom the student-athlete must disclose these
- 234 contracts.
- 235 (6) A third-party licensee may not enter into, or offer to
- 236 enter into, a name, image and likeness agreement with a

237	student-athlete or otherwise compensate a student-athlete for the
238	use of the student-athlete's name, image and likeness rights if a
239	provision of the name, image and likeness agreement or the use of
240	the student-athlete's name, image and likeness rights conflicts
241	with a provision of a contract, rule, regulation, standard or
242	other requirement of the postsecondary educational institution
243	unless such contract or use is expressly approved in writing by
244	the postsecondary educational institution.

- 245 (7) (a) No postsecondary educational institution, booster,
 246 third-party licensee, or any other individual or entity shall
 247 provide a prospective or current student-athlete compensation or
 248 enter into a name, image and likeness agreement as an inducement
 249 for the student-athlete to attend or enroll in a specific
 250 institution or group of institutions.
- 251 (b) No student-athlete shall enter into a name, image 252 and likeness agreement or receive compensation from a third-party 253 licensee relating to the name, image or likeness of the 254 student-athlete:
- 255 (i) Before the date on which the student-athlete 256 enrolls at a postsecondary educational institution; or
- 257 (ii) For the endorsement or promotion of gambling,
 258 sports betting, marijuana, tobacco or alcohol products,
 259 performance enhancing supplements, adult entertainment or any
 260 other product or service that is reasonably considered to be

261	inconsistent	with	the	values	or	mission	of	а	postsecondary
262	educational	insti	cutio	on.					

- (8) Nothing in this act shall be interpreted to modify any 263 264 requirements or obligations imposed under Title IX of the 265 Education Amendments of 1972 (20 USCS Section 1681, et seq.).
- 266 SECTION 5. The following shall be codified as Section
- 267 93-19-17, Mississippi Code of 1972:
- 268 93-19-17. (1) All persons eighteen (18) years of age or
- 269 older, if not otherwise disqualified, or prohibited by law, shall
- 270 have the capacity to enter into binding contractual relationships
- affecting the use of their name, image or likeness while 271
- 272 participating in intercollegiate sports as student-athletes.
- 273 Nothing in this section shall be construed to affect any contracts
- 274 entered into prior to the effective date of this act.
- 275 In any legal action founded on a student-athlete name,
- 276 image or likeness contract entered into by a person eighteen (18)
- 277 years of age or older, the person may sue in his or her own name
- 278 as an adult and be sued in his or her own name as an adult and be
- 279 served with process as an adult.
- 280 For purposes of this section: (3)
- 281 "Intercollegiate sport" means a sport played at the
- 282 collegiate level for which eligibility requirements for
- 283 participation by a student-athlete are established by a national
- 284 association for the promotion or regulation of collegiate
- athletics; and 285

286	(b) "Student-athlete" means an individual who engages
287	in, is eligible to engage in, or may be eligible in the future to
288	engage in, any intercollegiate athletics program at a
289	postsecondary educational institution. If an individual is
290	permanently ineligible to participate in a particular
291	intercollegiate sport, the individual is not a student-athlete for
292	purposes of that sport.

293 SECTION 6. No postsecondary educational institution, 294 athletic association or conference shall be subject to a private 295 cause of action or any claim for damages of any kind under this 296 act, including, without limitation, a claim for unfair trade or 297 competition or tortious interference. No postsecondary 298 educational institution, athletic association or conference shall 299 be subject to a private cause of action or any claim for damages 300 related to its adoption, implementation or enforcement of any 301 contract, rule, regulation, standard or other requirement in 302 compliance with this act. This act is not intended to and shall 303 not waive or diminish any applicable defenses and immunities, 304 including, without limitation, sovereign immunity applicable to 305 postsecondary educational institutions.

- 306 SECTION 7. Section 73-42-3, Mississippi Code of 1972, is 307 amended as follows:
- 308 73-42-3. In this chapter:

purposes of that sport.

309 "Agency contract" means an agreement in which a (a) student-athlete authorizes a person to negotiate or solicit on 310

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- 312 contract, an endorsement contract, compensation for the use of the
- 313 student-athlete's name, image or likeness, or enrollment at any
- 314 educational institution that offers an athletic scholarship to the
- 315 student-athlete.
- 316 (b) "Athlete agent" means an individual who enters into
- 317 an agency contract with a student-athlete or, directly or
- 318 indirectly, recruits, induces or solicits a student-athlete to
- 319 enter into an agency contract. The term does not include a
- 320 spouse, parent, sibling, grandparent or guardian of the
- 321 student-athlete or an individual acting solely on behalf of a
- 322 professional sports team or professional sports organization. The
- 323 term includes an individual who represents to the public that the
- 324 individual is an athlete agent.
- 325 (c) "Athletic director" means an individual responsible
- 326 for administering the overall athletic program of an educational
- 327 institution or, if an educational institution has separately
- 328 administered athletic programs for male students and female
- 329 students, the athletic program for males or the athletic program
- 330 for females, as appropriate.
- 331 (d) "Contact" means a communication, direct or
- 332 indirect, written or oral, between an athlete agent and a
- 333 student-athlete, to recruit, induce or solicit the student-athlete
- 334 to enter into an agency contract.
- 335 (e) "Endorsement contract" means:

336	(i) An agreement under which a student-athlete is
337	employed or receives consideration or anything of value for the
338	student-athlete's publicity, reputation, following * * * or fame
339	obtained because of the student-athlete's athletic ability or
340	performance; and
341	(ii) An agreement under which a student-athlete
342	receives compensation, consideration or anything of value for the
343	use of the student-athlete's name, image or likeness.
344	(f) "Intercollegiate sport" means a sport played at the
345	collegiate level for which eligibility requirements for
346	participation by a student-athlete are established by a national
347	association for the promotion or regulation of collegiate
348	athletics.
349	(g) "Person" means an individual, corporation, business
350	trust, estate, trust, partnership, limited liability company,
351	association, joint venture, government; governmental subdivision,
352	agency or instrumentality; public corporation, or any other legal
353	or commercial entity.
354	(h) "Professional-sports-services contract" means an
355	agreement under which an individual is employed or agrees to
356	render services as a player on a professional sports team, with a
357	professional sports organization, or as a professional athlete.
358	(i) "Record" means information that is inscribed on a
359	tangible medium or that is stored in an electronic or other medium

and is retrievable in perceivable form.

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361	(j)	"Regist	ration"	means	registration	as	an	athlete
362	agent pursuant	to this	chapter	<u>.</u>				

- 363 (k) "State" means a state of the United States, the
 364 District of Columbia, Puerto Rico, the United States Virgin
 365 Islands, or any territory or insular possession subject to the
 366 jurisdiction of the United States.
- 367 (1) "Student-athlete" means an individual who engages
 368 in, is eligible to engage in, or may be eligible in the future to
 369 engage in, a sport for a professional sports team or in any
 370 intercollegiate sport at any educational institution. If an
 371 individual is permanently ineligible to participate in a
 372 particular intercollegiate sport, the individual is not a
 373 student-athlete for purposes of that sport.
- 374 **SECTION 8.** This act shall take effect and be in force from and after July 1, 2021.