### Adopted COMMITTEE AMENDMENT NO 1 PROPOSED TO

Senate Bill No. 2313

### **BY: Committee**

## Amend by striking all after the enacting clause and inserting in lieu thereof the following:

SECTION 1. This act shall be known, and may be cited as the 50 51 "Mississippi Intercollegiate Athletics Compensation Rights Act." 52 SECTION 2. As used in this chapter, the following terms 53 shall have the following meanings unless the context clearly 54 indicates otherwise: 55 (a) "Compensation" means any form of payment or remuneration, including, but not limited to, cash, gifts, in-kind 56 57 items of value, social media compensation, payments for licensing 58 or use of publicity rights, payments for other intellectual or 59 intangible property rights under federal or state law and any

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other form of payment or remuneration, except as excluded under
the provisions of this act. For the purposes of this act,
"compensation" shall not mean or include the following:

(i) Tuition, room, board, books, fees and personal
expenses that a postsecondary educational institution provides a
student-athlete in accordance with the rules of the athletic
association or conference of which the postsecondary educational
institution is a member;

(ii) Federal Pell Grants and other state and
federal grants or scholarships unrelated to, and not awarded
because of a student-athlete's participation in intercollegiate
athletics or sports competition;

(iii) Any other financial aid, benefits or awards that a postsecondary educational institution provides a student-athlete in accordance with the rules of the athletic association or conference of which the postsecondary educational institution is a member; or

(iv) The payment of wages and benefits to a student-athlete for work actually performed, but not for athletic ability or participation in intercollegiate athletics, at a rate commensurate with the prevailing rate for similar work in the locality of the student-athlete's postsecondary educational institution.

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(b) "Image" means a picture of the student-athlete.

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84 (c) "Intercollegiate athletics program" means an
85 intercollegiate athletics program played at the collegiate level
86 for which eligibility requirements for participation by a
87 student-athlete are established by a national association for the
88 promotion or regulation of collegiate athletics.

89 (d) "Likeness" means a physical, digital or other90 depiction or representation of a student-athlete.

91 (e) "Name" means the first or last name, or the 92 nickname, of a student-athlete when used in a context that 93 reasonably identifies the student-athlete with particularity.

94 (f) "Name, image and likeness agreement" means a 95 contract or similar arrangement between a student-athlete and a 96 third-party licensee regarding the commercial use of the name, 97 image or likeness of the student-athlete.

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(g) "Publicity right" means any right that is:

99 (i) Licensed under a name, image and likeness 100 agreement; or

(ii) Recognized under a federal or state law that permits an individual to control and profit from the commercial use of the name, image or likeness of the individual.

104 (h) "Postsecondary educational institution" means a 105 public university or community college or private university or 106 college.

107 (i) "Social media compensation" means all forms of108 payment for engagement on social media received by a

21/HR26/SB2313A.J PAGE 3 (DJ/KW) 109 student-athlete as a result of the use of that student-athlete's
110 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, the individual is not a student-athlete for purposes of that sport.

(k) "Third party licensee" means any individual or entity that licenses publicity rights or the use of name, image or likeness from any prospective or current student-athlete or group of student-athletes. The term "third-party licensee" shall not include any national association for the promotion or regulation of collegiate athletics, athletics conference or postsecondary educational institution.

125 <u>SECTION 3.</u> (1) Except as provided in Section 4 of this act, 126 a student-athlete may:

(a) Earn compensation, commensurate with market value,
for the use of the name, image or likeness of the student-athlete
while enrolled at a postsecondary educational institution; and
(b) Obtain and retain a certified agent for any matter

131 or activity relating to such compensation.

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132 (2) No student-athlete may earn compensation in exchange for
133 the student-athlete's athletic ability or participation in
134 intercollegiate athletics or sports competition.

(3) Notwithstanding any other provision of applicable law or agreement to the contrary, a student-athlete shall not be deemed an employee or independent contractor of an association, a conference, or a postsecondary educational institution based on the student-athlete's participation in an intercollegiate athletics program.

141 SECTION 4. (1) (a) Except as provided for under this act, 142 a postsecondary educational institution shall not uphold any contract, rule, regulation, standard, or other requirement that 143 144 prevents a student-athlete of that institution from earning 145 compensation as a result of the use of the student's name, image 146 or likeness. Any such contract, rule, regulation, standard or 147 other requirement shall be void and unenforceable against the 148 postsecondary educational institution or the student-athlete. Compensation from the use of a student-athlete name, image or 149 150 likeness may not affect the student-athlete's scholarship 151 eligibility, grant-in-aid or other financial aid, awards or 152 benefits or the student-athlete's intercollegiate athletic 153 eligibility. Nothing in this act is intended to alter any state 154 and federal laws or regulations regarding the award of financial 155 aid at postsecondary educational institutions.

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156 (b) Except as provided for in this act, an athletic 157 association, conference or other group or organization with 158 authority over intercollegiate athletic programs, including, but 159 not limited to, the National Collegiate Athletic Association (NCAA) and the National Junior College Athletic Association, shall 160 161 not prevent or otherwise enforce a contract, rule, regulation, 162 standard or other requirement that prevents a student-athlete of a 163 postsecondary educational institution from earning compensation as 164 a result of the use of the student-athlete's name, image or 165 likeness. To protect the integrity of its educational mission and 166 intercollegiate athletics program, a postsecondary educational 167 institution may impose reasonable limitations on the dates and 168 time that a student-athlete may participate in endorsement, 169 promotional, social media, or other activities related to the 170 license or use of the student-athlete's name, image and likeness. 171 Nothing in this act shall restrict a postsecondary educational 172 institution from exercising its sole discretion to control the authorized use of its trademarks or logos or to determine a 173 174 student-athlete's apparel, gear or other wearables during an 175 intercollegiate athletics competition or university-sponsored 176 event.

(c) An athletic association, conference or other group
or organization with authority over intercollegiate athletics
programs, including, but not limited to, the National Collegiate
Athletic Association and the National Junior College Athletic

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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.

187 (2) A postsecondary educational institution, athletic
188 association, conference or other group or organization with
189 authority over intercollegiate athletics programs, including, but
190 not limited to, the National Collegiate Athletic Association and
191 the National Junior College Athletic Association, shall not,
192 directly or indirectly:

(a) Enter into, or offer to enter into, a name, image
and likeness agreement with a prospective or current
student-athlete; or

(b) Provide a prospective or current student-athlete or
the student-athlete's family compensation in relation to the use
of the student-athlete's name, image or likeness.

199 (3) A postsecondary educational institution, athletic (a) 200 association, conference or other group or organization with 201 authority over intercollegiate athletics programs, including, but 202 not limited to, the National Collegiate Athletic Association and 203 the National Junior College Athletic Association shall not prevent 204 a student-athlete from obtaining professional representation in 205 relation to name, image or likeness, or to secure a name, image

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206 and likeness agreement, including, but not limited to,

207 representation provided by athlete agents or legal representation 208 provided by attorneys.

(b) Professional representation obtained by
student-athletes must be from persons registered as athlete agents
as provided in Section 73-42-1 et seq., of the Uniform Athlete
Agent Law. Attorneys who provide legal representation to
student-athletes must be licensed to practice law in the State of
Mississippi and in good standing with The Mississippi Bar.

(c) Athlete agents representing student-athletes shall
comply with the Uniform Athlete Agents Law, established under
Section 73-42-1, et seq., and the federal Sports Agent
Responsibility and Trust Act, established under 15 USCS Sections
7801-7807, in their relationships with student-athletes.

(4) A grant-in-aid, including cost of attendance, and other permissible financial aid, awards or benefits from the postsecondary educational institution in which a student-athlete is enrolled shall not be revoked, reduced, nor the terms and conditions altered, as a result of a student-athlete earning compensation or obtaining professional or legal representation pursuant to this act.

(5) A student-athlete who enters into a name, image and likeness agreement for compensation shall disclose the contract to a designated official of the postsecondary educational institution in which the student is enrolled. The disclosure shall be made

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within three (3) calendar days of the execution of the name, image and likeness agreement, or three (3) calendar days before the next scheduled intercollegiate athletics competition in which the student-athlete may participate, whichever occurs earlier in time. The postsecondary educational institution shall designate the official to whom the student-athlete must disclose these contracts.

238 (6) A third-party licensee may not enter into, or offer to 239 enter into, a name, image and likeness agreement with a 240 student-athlete or otherwise compensate a student-athlete for the 241 use of the student-athlete's name, image and likeness rights if a provision of the name, image and likeness agreement or the use of 242 the student-athlete's name, image and likeness rights conflicts 243 244 with a provision of a contract, rule, regulation, standard or other requirement of the postsecondary educational institution 245 246 unless such contract or use is expressly approved in writing by 247 the postsecondary educational institution.

(7) (a) No postsecondary educational institution, booster, third-party licensee, or any other individual or entity shall provide a prospective or current student-athlete compensation or enter into a name, image and likeness agreement as an inducement for the student-athlete to attend or enroll in a specific institution or group of institutions.

254 (b) No student-athlete shall enter into a name, image 255 and likeness agreement or receive compensation from a third-party

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256 licensee relating to the name, image or likeness of the 257 student-athlete:

258 (i) Before the date on which the student-athlete259 enrolls at a postsecondary educational institution; or

(ii) For the endorsement or promotion of gambling,
sports betting, marijuana, tobacco or alcohol products,
performance enhancing supplements, adult entertainment or any
other product or service that is reasonably considered to be
inconsistent with the values or mission of a postsecondary
educational institution.

(8) Nothing in this act shall be interpreted to modify any
requirements or obligations imposed under Title IX of the
Education Amendments of 1972 (20 USCS Section 1681, et seq.).

269 SECTION 5. The following shall be codified as Section 270 93-19-17, Mississippi Code of 1972:

<u>93-19-17.</u> (1) All persons eighteen (18) years of age or
older, if not otherwise disqualified, or prohibited by law, shall
have the capacity to enter into binding contractual relationships
affecting the use of their name, image or likeness while
participating in intercollegiate sports as student-athletes.
Nothing in this section shall be construed to affect any contracts
entered into prior to the effective date of this act.

(2) In any legal action founded on a student-athlete name,
image or likeness contract entered into by a person eighteen (18)
years of age or older, the person may sue in his or her own name

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281 as an adult and be sued in his or her own name as an adult and be 282 served with process as an adult.

283 (3) For purposes of this section:

(a) "Intercollegiate sport" means a sport played at the
collegiate level for which eligibility requirements for
participation by a student-athlete are established by a national
association for the promotion or regulation of collegiate
athletics; and

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

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

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306 not waive or diminish any applicable defenses and immunities, 307 including, without limitation, sovereign immunity applicable to 308 postsecondary educational institutions. For purposes of this 309 section, the words "private cause of action or any claim for 310 damages of any kind" means any claim or action brought by any 311 person or current or former student-athlete who is not a party to 312 a name, image and likeness agreement or contract with the 313 postsecondary educational institution, athletic association, 314 conference or other group or organization with authority over 315 intercollegiate athletic programs. The words "private cause of 316 action or any claim for damages of any kind" shall not be 317 construed to include any claim or action by the student-athlete 318 that is engaged in a name, image and likeness agreement for 319 compensation. 320 SECTION 7. Section 73-42-3, Mississippi Code of 1972, is 321 amended as follows: 322 73-42-3. In this chapter: 323 (a) "Agency contract" means an agreement in which a 324 student-athlete authorizes a person to negotiate or solicit on 325 behalf of the student-athlete a professional-sports-services 326 contract, an endorsement contract, compensation for the use of the 327 student-athlete's name, image or likeness, or enrollment at any 328 educational institution that offers an athletic scholarship to the student-athlete. 329

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330 (b) "Athlete agent" means an individual who enters into 331 an agency contract with a student-athlete or, directly or 332 indirectly, recruits, induces or solicits a student-athlete to 333 enter into an agency contract. The term does not include a 334 spouse, parent, sibling, grandparent or guardian of the 335 student-athlete or an individual acting solely on behalf of a 336 professional sports team or professional sports organization. The 337 term includes an individual who represents to the public that the 338 individual is an athlete agent.

339 (c) "Athletic director" means an individual responsible 340 for administering the overall athletic program of an educational 341 institution or, if an educational institution has separately 342 administered athletic programs for male students and female 343 students, the athletic program for males or the athletic program 344 for females, as appropriate.

345 (d) "Contact" means a communication, direct or
346 indirect, written or oral, between an athlete agent and a
347 student-athlete, to recruit, induce or solicit the student-athlete
348 to enter into an agency contract.

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(e) "Endorsement contract" means:

350 <u>(i)</u> An agreement under which a student-athlete is 351 employed or receives consideration or anything of value for the 352 student-athlete's publicity, reputation, following **\* \* \*** or fame 353 obtained because of the student-athlete's athletic ability or 354 performance; and

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355 (ii) An agreement under which a student-athlete
356 receives compensation, consideration or anything of value for the
357 use of the student-athlete's name, image or likeness.

358 (f) "Intercollegiate sport" means a sport played at the 359 collegiate level for which eligibility requirements for 360 participation by a student-athlete are established by a national 361 association for the promotion or regulation of collegiate 362 athletics.

363 (g) "Person" means an individual, corporation, business 364 trust, estate, trust, partnership, limited liability company, 365 association, joint venture, government; governmental subdivision, 366 agency or instrumentality; public corporation, or any other legal 367 or commercial entity.

(h) "Professional-sports-services contract" means an
agreement under which an individual is employed or agrees to
render services as a player on a professional sports team, with a
professional sports organization, or as a professional athlete.

(i) "Record" means information that is inscribed on a tangible medium or that is stored in an electronic or other medium and is retrievable in perceivable form.

375 (j) "Registration" means registration as an athlete376 agent pursuant to this chapter.

377 (k) "State" means a state of the United States, the378 District of Columbia, Puerto Rico, the United States Virgin

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379 Islands, or any territory or insular possession subject to the 380 jurisdiction of the United States.

(1) "Student-athlete" means an individual who engages in, is eligible to engage in, or may be eligible in the future to engage in, a sport for a professional sports team or in any intercollegiate sport at any educational institution. If an individual is permanently ineligible to participate in a particular intercollegiate sport, the individual is not a student-athlete for purposes of that sport.

388 **SECTION 8.** This act shall take effect and be in force from 389 and after July 1, 2021, and shall stand repealed on June 30, 2021.

## Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

1 AN ACT TO CREATE THE "MISSISSIPPI INTERCOLLEGIATE ATHLETICS 2 COMPENSATION RIGHTS ACT"; TO DEFINE TERMINOLOGY; TO PROVIDE THAT A 3 STUDENT-ATHLETE MAY EARN COMPENSATION FOR THE USE OF HIS OR HER 4 NAME, IMAGE OR LIKENESS WHILE ENROLLED IN A POSTSECONDARY 5 INSTITUTION AND OBTAIN A CERTIFIED AGENT FOR MATTERS RELATING TO 6 THAT COMPENSATION; TO PROHIBIT STUDENT-ATHLETES FROM EARNING 7 COMPENSATION IN EXCHANGE FOR HIS OR HER ABILITY OR PARTICIPATION 8 IN INTERCOLLEGIATE ATHLETICS OR SPORTS COMPETITIONS; TO PROVIDE 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 13 UPHOLDING REQUIREMENTS THAT RESTRICT A STUDENT-ATHLETES ABILITY TO 14 RECEIVE COMPENSATION FOR THE STUDENT'S NAME, IMAGE OR LIKENESS; TO 15 PROHIBIT ATHLETIC ORGANIZATIONAL ENTITIES FROM INTERFERING WITH A 16 CONTRACT OR OTHER REQUIREMENTS THAT PREVENT A STUDENT-ATHLETE FROM 17 RECEIVING COMPENSATION FOR HIS OR HER NAME, IMAGE OR LIKENESS OR 18 PREVENT A POSTSECONDARY EDUCATIONAL INSTITUTION FROM PARTICIPATING 19 IN AN INTERCOLLEGIATE ATHLETIC PROGRAM AS A RESULT OF THE 20 STUDENT-ATHLETE RECEIVING COMPENSATION FOR HIS OR HER NAME, IMAGE 21 OR LIKENESS; TO ALLOW POSTSECONDARY EDUCATIONAL INSTITUTIONS TO 22 IMPOSE REASONABLE LIMITATIONS ON THE TIMES A STUDENT-ATHLETE MAY

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23 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 REQUIRE PERSONS OBTAINED BY STUDENT-ATHLETES AS PROFESSIONAL REPRESENTATIVES TO BE REGISTERED AS ATHLETE AGENTS AND ATTORNEYS 28 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 INTEREST 34 BETWEEN THIRD-PARTY LICENSEES AND STUDENT-ATHLETES; TO EXEMPT 35 POSTSECONDARY EDUCATIONAL INSTITUTIONS FROM PRIVATE CAUSES OF 36 ACTION FOR UNFAIR TRADE OR TORTIOUS INTERFERENCE; TO DEFINE THE TERM "PRIVATE CAUSE OF ACTION" TO PROVIDE A LEGAL RECOURSE TO 37 THOSE STUDENT-ATHLETES WHOSE NAMES, IMAGES AND LIKENESSES WERE 38 USED WITHOUT THEIR CONSENT; TO CREATE NEW SECTION 93-19-17, 39 40 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT QUALIFYING INDIVIDUALS 41 18 YEARS OF AGE AND OLDER SHALL HAVE THE CAPACITY TO ENTER INTO BINDING CONTRACTS AFFECTING THEIR NAME, IMAGE AND LIKENESS WHILE 42 43 PARTICIPATING IN COLLEGIATE SPORTS AS STUDENT-ATHLETES; TO PROVIDE 44 THAT ANY LEGAL ACTION FOUNDED ON A STUDENT-ATHLETE'S NAME, IMAGE 45 AND LIKENESS BY A QUALIFYING STUDENT-ATHLETE MAY BE BOUGHT IN THE 46 STUDENT-ATHLETE'S OWN NAME; TO AMEND SECTION 73-42-3, MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE PRECEDING PROVISIONS; AND FOR 47 48 RELATED PURPOSES.