Senate Amendments to House Bill No. 1068

TO THE CLERK OF THE HOUSE:

THIS IS TO INFORM YOU THAT THE SENATE HAS ADOPTED THE AMENDMENTS SET OUT BELOW:

AMENDMENT NO. 1

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

23 SECTION 1. Section 37-97-101, Mississippi Code of 1972, is
24 brought forward as follows:

25 37-97-101. This article shall be known and may be cited as 26 the "Mississippi Intercollegiate Athletics Compensation Rights 27 Act."

28 SECTION 2. Section 37-97-103, Mississippi Code of 1972, is 29 amended as follows:

30 37-97-103. (1) As used in this article, the following terms 31 shall have the following meanings unless the context clearly 32 indicates otherwise:

(a) "Compensation" means anything of value, monetary or
otherwise, including, but not limited to, cash, gifts, in-kind
items of value, social media compensation, payments for licensing
or use of publicity rights, payments for other intellectual or
intangible property rights under federal or state law, and any
other form of payment or remuneration, except as excluded under
this article.

40 For the purposes of this article, "compensation" shall not 41 mean or include the following:

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

47 (ii) Federal Pell Grants and other state and
48 federal grants or scholarships unrelated to, and not awarded
49 because of a student-athlete's participation in intercollegiate
50 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 * * * <u>for services</u> <u>unrelated to a student-athlete's publicity rights or other</u> <u>intellectual or intangible property rights of a student-athlete</u> <u>under federal or state law</u>.

(b) "Image" means a picture of the student-athlete.
(c) "Intercollegiate athletics program" means an
intercollegiate athletics program played at the collegiate level
for which eligibility requirements for participation by a

65 student-athlete are established by a national association for the 66 promotion or regulation of collegiate athletics.

67 (d) "Likeness" means a physical, digital or other68 depiction or representation of a student-athlete.

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

(f) "Name, Image and Likeness Agreement" means a contract or * * * <u>other</u> arrangement between a student-athlete and a third-party * * regarding the * * * use of the * * * <u>publicity</u> rights of the student-athlete.

76 (g) "Publicity right" means any right * * *: 77 (i) * * * <u>Associated with the</u> name, image, * * * 78 likeness * * , publicity, reputation, fame or personal following 79 <u>of a student-athlete;</u> or

80 (ii) Recognized under a federal or state law * * *
81 <u>as permitting</u> an individual to control and profit from the * * *
82 use of the name, image * * *, likeness, publicity, reputation,
83 fame or personal following of the individual.

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

87 (i) "Social media compensation" means all forms of
88 payment for engagement on social media received by a
89 student-athlete as a result of the use of that
90 student-athlete's * * publicity rights.
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91 (i) "Student-athlete" means an individual who engages 92 in, is eligible to engage in, or may be eligible in the future to engage in, intercollegiate athletics program at a postsecondary 93 educational institution, including without limitation, prospective 94 95 student-athletes of an intercollegiate athletics program. If an 96 individual is permanently ineligible to participate in a 97 particular intercollegiate sport, the individual is not a 98 student-athlete for purposes of that sport.

99 (k) "Third-party * * *" means any individual or entity 100 <u>or group of the same, acting independently or collectively,</u> 101 that * * <u>enters into an agreement for the</u> publicity rights * * * 102 <u>of</u> student-athlete or group of student-athletes. The term 103 "third-party * * *" shall not include any national association for 104 the promotion or regulation of collegiate athletics, athletics 105 conference, or postsecondary educational institution.

106 SECTION 3. Section 37-97-105, Mississippi Code of 1972, is 107 amended as follows:

108 37-97-105. (1) Except as provided in Section 37-97-107, a
109 student-athlete may:

110 (a) Earn compensation * * * for the use of the * * *
111 publicity rights of the student-athlete * * *; and

(b) Obtain and retain a certified agent for any matter or activity relating to such compensation.

114 (2) No student-athlete may earn compensation in exchange for 115 the student-athlete's athletic ability or participation in

116 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.

123 SECTION 4. Section 37-97-107, Mississippi Code of 1972, is 124 amended as follows:

125 37-97-107. (1) Except as provided for under this article, a postsecondary educational institution shall not uphold any 126 127 contract, rule, regulation, standard or other requirement that 128 prevents a student-athlete of that institution from earning 129 compensation * * * for the use of the student's * * * publicity 130 rights. Any such contract, rule, regulation standard or other 131 requirement shall be void and unenforceable against the postsecondary educational institution or the student-athlete. 132 133 Compensation from the use of a student-athlete's *** * *** publicity 134 rights may not affect the student-athlete's scholarship 135 eligibility, grant-in-aid or other financial aid, awards or 136 benefits, or the student-athlete's intercollegiate athletic 137 eligibility. Nothing in this article is intended to alter any 138 state and federal laws or regulations regarding the award of 139 financial aid at postsecondary educational institutions.

140 (2) Except as provided for in this article, an athletic
141 association, conference or other group or organization with
142 authority over intercollegiate athletic programs, including, but
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143 not limited to, the National Collegiate Athletic Association 144 (NCAA) and the National Junior College Athletic Association 145 (NJCAA), shall not prevent, or otherwise enforce a contract, rule, 146 regulation, standard or other requirement that prevents, a 147 student-athlete of a postsecondary educational institution from 148 earning compensation as a result of the use of the 149 student-athlete's * * * publicity rights.

150 To protect the integrity of its educational mission and (3)151 intercollegiate athletics program, a postsecondary educational 152 institution may impose reasonable limitations on the dates and 153 time that a student-athlete may participate in endorsement, 154 promotional, social media or other activities related to the 155 license or use of the student-athlete's * * * publicity rights. 156 Nothing in this article shall restrict a postsecondary educational 157 institution from exercising its sole discretion to control the 158 authorized use of its marks or logos or to determine a 159 student-athlete's apparel, gear or other wearables during an 160 intercollegiate athletics competition or institution-sponsored 161 event. A student-athlete may not receive or enter into a contract 162 for compensation for the use of his or her *** * *** publicity rights 163 in a way that also uses any registered or licensed marks, logos, 164 verbiage or designs of a postsecondary institution, unless the 165 institution has provided the student-athlete with written 166 permission to do so prior to * * * entering into the agreement or 167 receipt of compensation. If permission is granted, the 168 postsecondary educational institution, by agreement of all H. B. 1068 PAGE 6

parties, may be compensated for the use in a manner consistent with market rates. A postsecondary educational institution may also prohibit a student-athlete from wearing any item of clothing, shoes, or other gear or wearables with the name, logo or insignia of any entity during an intercollegiate athletics competition or institution-sponsored event.

(4) An athletic association, conference or other group or 175 176 organization with authority over intercollegiate athletics 177 programs, including, but not limited to, the National Collegiate Athletic Association and the National Junior College Athletic 178 179 Association, shall not enforce a contract, rule, regulation, 180 standard or other requirement that prevents a postsecondary 181 educational institution from participating in an intercollegiate 182 athletics program, or otherwise penalize the postsecondary educational institution or its intercollegiate athletic program, 183 184 as a result of activities permitted by this article, including 185 without limitation, the compensation of a student-athlete for the 186 use of the student-athlete's * * * publicity rights. 187 (5) A postsecondary educational institution may facilitate 188 opportunities for student-athletes to engage with third-parties 189 interested in entering into name, image, and likeness agreements, 190 and may communicate with third-parties interested in providing 191 name, image, and likeness agreements to student-athletes. A 192 postsecondary educational institution, athletic association, 193 conference or other group or organization with authority over 194 intercollegiate athletics programs, including, but not limited to,

195 the National Collegiate Athletic Association and the National 196 Junior College Athletic Association, shall not * * *:

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

(b) Provide a * * * student-athlete or the student-athlete's family compensation in relation to the use of the student-athlete's * * * publicity rights.

202 A postsecondary educational institution, athletic (6) 203 association, conference or other group or organization with authority over intercollegiate athletics programs, including, but 204 205 not limited to, the National Collegiate Athletic Association and 206 the National Junior College Athletic Association shall not prevent 207 a student-athlete from obtaining professional representation in 208 relation to *** * *** publicity rights, or to secure a name, image and 209 likeness agreement, including, but not limited to, representation 210 provided by athlete agents or legal representation provided by 211 attorneys. A student-athlete shall provide the postsecondary 212 educational institution with written notice at least seven (7) 213 days prior to entering into a representation agreement with any 214 individual for the purpose of exploring or securing compensation for use of the student-athlete's * * * publicity rights. 215

(7) 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 Act.
Attorneys who provide legal representation to student-athletes

220 must be licensed to practice law in the State of Mississippi and 221 in good standing with The Mississippi Bar.

(8) Athlete agents representing student-athletes shall comply with the Uniform Athlete Agents Act, Section 73-42-1 et seq., Mississippi Code of 1972, and the federal Sports Agent Responsibility and Trust Act in 15 USC Sections 7801-7807 in their relationships with student-athletes.

(9) 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 article.

(10) Before any * * * agreement for compensation for the use 234 235 of a student-athlete's * * * publicity rights is * * * entered 236 into, and before any compensation is provided to the 237 student-athlete in advance of * * * an agreement, the 238 student-athlete shall disclose the * * * agreement to a designated 239 official of the postsecondary educational institution in which the 240 student-athlete is enrolled in a manner prescribed by the 241 institution.

(11) A third-party * * * may not enter into, or offer to enter into, a name, image and likeness agreement with a student-athlete or otherwise compensate a student-athlete for the use of the student-athlete's * * * <u>publicity</u> rights if a provision H. B. 1068 PAGE 9 of the name, image and likeness agreement or the use of the student-athlete's * * * <u>publicity</u> rights conflicts with a provision of a contract, rule, regulation, standard or other requirement of the postsecondary educational institution unless such contract or use is expressly approved in writing by the postsecondary educational institution.

(12) No postsecondary educational institution, booster * * *
<u>or</u> third-party * * * shall provide a * * *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. Compensation for a
student-athlete's * * <u>publicity rights</u> may not be conditioned on
athletic performance * * *.

259 * * *

260 (* * *13) No student-athlete shall enter into a name, 261 image, and likeness agreement or receive compensation from a 262 third-party licensee for the endorsement or promotion of gambling, 263 sports betting, controlled substances, marijuana, tobacco or 264 alcohol * * * brand or products, alternative or electronic 265 nicotine product or delivery system, performance-enhancing 266 supplements, adult entertainment or any other product or service 267 that is reasonably considered to be inconsistent with the values 268 or mission of a postsecondary educational institution or that 269 negatively impacts or reflects adversely on a postsecondary 270 education institution or its athletic programs, including, without 271 limitation, bringing about public disrepute, embarrassment,

272 scandal, ridicule or otherwise negatively impacting the reputation 273 or the moral or ethical standards of the postsecondary educational 274 institution.

275 (15) A contract for the use of * * * a

276 student-athlete's * * * publicity rights which is formed while the 277 student-athlete is participating in an intercollegiate sport at a 278 postsecondary educational institution may not extend beyond the 279 student-athlete's participation in the sport at the institution.

(16) Nothing in this article shall be interpreted to modify
any requirements or obligations imposed under Title IX of the
Education Amendments of 1972 (20 USC 1681 et seq.).

283 SECTION 5. Section 37-97-109, Mississippi Code of 1972, is 284 brought forward as follows:

285 37-97-109. No postsecondary educational institution shall be 286 subject to a claim for damages of any kind under this article, 287 including, without limitation, a claim for unfair trade or 288 competition or tortious interference. No postsecondary 289 educational institution shall be subject to a claim for damages 290 related to its adoption, implementation or enforcement of any 291 contract, rule, regulation, standard or other requirement in 292 compliance with this article. This article is not intended to and 293 shall not waive or diminish any applicable defenses and 294 immunities, including, without limitation, sovereign immunity applicable to postsecondary educational institutions. 295

296 **SECTION 6.** Section 73-42-1, Mississippi Code of 1972, is 297 brought forward as follows:

298 73-42-1. This chapter may be cited as the "Uniform Athlete 299 Agents Act."

300 SECTION 7. Section 73-42-3, Mississippi Code of 1972, is
301 brought forward as follows:

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73-42-3. In this chapter:

(a) "Agency contract" means an agreement in which a
student-athlete authorizes a person to negotiate or solicit on
behalf of the student-athlete a professional-sports-services
contract, an endorsement contract, compensation for the use of the
student-athlete's name, image or likeness, or enrollment at any
educational institution that offers an athletic scholarship to the
student-athlete.

"Athlete agent" means an individual who enters into 310 (b) an agency contract with a student-athlete or, directly or 311 312 indirectly, recruits, induces or solicits a student-athlete to 313 enter into an agency contract. The term does not include a 314 spouse, parent, sibling, grandparent or guardian of the 315 student-athlete or an individual acting solely on behalf of a 316 professional sports team or professional sports organization. The 317 term includes an individual who represents to the public that the 318 individual is an athlete agent.

319 (c) "Athletic director" means an individual responsible 320 for administering the overall athletic program of an educational 321 institution or, if an educational institution has separately 322 administered athletic programs for male students and female

323 students, the athletic program for males or the athletic program 324 for females, as appropriate.

325 (d) "Contact" means a communication, direct or 326 indirect, written or oral, between an athlete agent and a 327 student-athlete, to recruit, induce or solicit the student-athlete 328 to enter into an agency contract.

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(e) "Endorsement contract" means:

(i) An agreement under which a student-athlete is employed or receives consideration or anything of value for the student-athlete's publicity, reputation, following, or fame obtained because of the student-athlete's athletic ability or performance; and

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

(f) "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.

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

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

352 (i) "Record" means information that is inscribed on a 353 tangible medium or that is stored in an electronic or other medium 354 and is retrievable in perceivable form.

355 (j) "Registration" means registration as an athlete 356 agent pursuant to this chapter.

357 (k) "State" means a state of the United States, the 358 District of Columbia, Puerto Rico, the United States Virgin 359 Islands, or any territory or insular possession subject to the 360 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.

368 SECTION 8. Section 73-42-5, Mississippi Code of 1972, is
369 brought forward as follows:

370 73-42-5. (1) The Secretary of State shall administer this371 chapter.

372 (2) By engaging in the business of an athlete agent in this
 373 state, a nonresident individual appoints the Secretary of State as
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374 the individual's agent to accept service of process in any civil 375 action related to the individual's business as an athlete agent in 376 this state.

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(3) The Secretary of State may:

(a) Conduct public or private investigations within or
outside of this state which he considers necessary or appropriate
to determine whether a person has violated, is violating, or is
about to violate any provision of this chapter or a rule adopted
under this chapter, or to aid in the enforcement of this chapter
or in the adoption of rules and forms under this chapter;

384 (b) Require or permit a person to testify, file a 385 statement, or produce a record, under oath or otherwise as he may 386 determine, as to all facts and circumstances concerning a matter 387 to be investigated or about which an action or proceeding is to be 388 instituted; and

(c) Publish a record concerning an action, proceeding, or an investigation under, or a violation of, this chapter or a rule adopted under this chapter if he determines it is necessary or appropriate in the public interest.

(4) For the purpose of an investigation under this chapter, the Secretary of State or his designated officer may administer oaths and affirmations, subpoena witnesses, seek compulsion of attendance, take evidence, require the filing of statements, and require the production of any records that the Secretary of State considers relevant or material to the investigation.

399 SECTION 9. Section 73-42-7, Mississippi Code of 1972, is
400 brought forward as follows:

401 73-42-7. (1) Except as otherwise provided in subsection
402 (2), an individual may not act as an athlete agent in this state
403 before being issued a certificate of registration under Section
404 73-42-11 or 73-42-15.

405 (2) Before being issued a certificate of registration, an 406 individual may act as an athlete agent for all purposes except 407 signing an agency contract if within seven (7) days after an 408 initial act as an athlete agent, the individual submits an 409 application to register as an athlete agent in this state.

410 (3) An agency contract resulting from conduct in violation 411 of this section is void. The athlete agent shall return any 412 consideration received under the contract to the individual or 413 entity who tendered or paid the consideration.

414 **SECTION 10.** Section 73-42-9, Mississippi Code of 1972, is 415 brought forward as follows:

416 73-42-9. (1) An applicant for registration shall submit an 417 application for registration to the Secretary of State in a form 418 prescribed by the Secretary of State. An application filed under 419 this section is a public record. Except as otherwise provided in 420 subsection (2), the application must be in the name of an 421 individual, signed by the applicant under penalty of perjury and 422 must state or contain:

423 (a) The name of the applicant and the address of the424 applicant's principal place of business;

425 (b) The name of the applicant's business or employer, 426 if applicable;

427 (c) Any business or occupation engaged in by the 428 applicant for the five (5) years next preceding the date of 429 submission of the application;

(d) A description of the applicant's:
(i) Formal training as an athlete agent;
(ii) Practical experience as an athlete agent; and
(iii) Educational background relating to the
applicant's activities as an athlete agent;

(e) The names and addresses of three (3) individuals
not related to the applicant who are willing to serve as
references;

(f) The name, sport and last known team for each individual for whom the applicant provided services as an athlete agent during the five (5) years next preceding the date of submission of the application;

(g) The names and addresses of all persons who are: (i) With respect to the athlete agent's business if it is not a corporation, the partners, officers, associates, individuals or profit-sharers; and

(ii) With respect to a company or corporation
employing the athlete agent, the officers, directors and any
shareholder of the corporation or member with a five percent (5%)
or greater interest;

(h) Whether the applicant or any other person named pursuant to paragraph (g) has been convicted of a crime that, if committed in this state, would be a felony or other crime involving moral turpitude, and identify the crime;

454 (i) Whether there has been any administrative or
455 judicial determination that the applicant or any other person
456 named pursuant to paragraph (g) has made a false, misleading,
457 deceptive or fraudulent representation;

(j) Any instance in which the conduct of the applicant or any other person named pursuant to paragraph (g) resulted in the imposition of a sanction, suspension or declaration of ineligibility to participate in an interscholastic or intercollegiate athletic event on a student-athlete or educational institution;

464 Any sanction, suspension or disciplinary action (k) 465 taken against the applicant or any other person named pursuant to 466 paragraph (g) arising out of occupational or professional conduct; 467 Whether there has been any denial of an application (1) 468 for, suspension or revocation of, or refusal to renew, the 469 certification, registration or licensure of the applicant or any 470 other person named pursuant to paragraph (g) as an athlete agent 471 in any state;

472 (m) Any pending litigation against the applicant in the 473 applicant's capacity as an agent;

(n) A list of all other states in which the applicant
is currently licensed or registered as an athlete agent and a copy
of each state's license or registration, as applicable; and
(o) Consent to submit to a criminal background check
before being issued a certificate of registration. Any fees
connected with the background check shall be assessed to the

An individual who has submitted an application for, and 481 (2) 482 received a certificate of, registration or licensure as an athlete agent in another state, may submit a copy of the application and a 483 484 valid certificate of registration or licensure from the other 485 state in lieu of submitting an application in the form prescribed 486 pursuant to subsection (1), along with the information requested 487 in paragraphs (1), (m), (n) and (o) of subsection (1). The Secretary of State shall accept the application and the 488 489 certificate from the other state as an application for 490 registration in this state if the application to the other state:

(a) Was submitted in the other state within the six (6)
months next preceding the submission of the application in this
state and the applicant certifies the information contained in the
application is current;

(b) Contains information substantially similar to or more comprehensive than that required in an application submitted in this state; and

498 (c) Was signed by the applicant under penalty of499 perjury.

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applicant.

500 (3) An athlete agent must notify the Secretary of State 501 within thirty (30) days whenever the information contained in any 502 application for registration as an athlete agent in this state 503 changes in a material way or is, or becomes, inaccurate or 504 incomplete in any respect. Events requiring notice shall include, 505 but are not limited to, the following:

506 (a) Change in address of the athlete agent's principal507 place of business;

508 (b) Conviction of a felony or other crime involving 509 moral turpitude by the athlete agent;

510 (c) Denial, suspension, refusal to renew, or revocation 511 of a registration or license of the athlete agent as an athlete 512 agent in any state; or

513 (d) Sanction, suspension or other disciplinary action 514 taken against the athlete agent arising out of occupational or 515 professional conduct.

516 **SECTION 11.** Section 73-42-11, Mississippi Code of 1972, is 517 brought forward as follows:

518 73-42-11. (1) Except as otherwise provided in subsection 519 (3), the Secretary of State shall issue a certificate of 520 registration to an individual who complies with Section 521 73-42-9(1).

522 (2) Except as otherwise provided in subsection (3), the
523 Secretary of State shall issue a certificate of registration to an
524 individual whose application has been accepted under Section
525 73-42-9(2).

526 (3) The Secretary of State may refuse to issue a certificate 527 of registration if he determines that the applicant has engaged in 528 conduct that has a significant adverse effect on the applicant's 529 fitness to serve as an athlete agent. In making the 530 determination, the Secretary of State may consider whether the 531 applicant has:

(a) Been convicted of a crime in another state that, if
committed in this state, would be a felony or other crime
involving moral turpitude;

(b) Made a materially false, misleading, deceptive or fraudulent representation as an athlete agent or in the application;

538 (c) Engaged in conduct that would disqualify the 539 applicant from serving in a fiduciary capacity;

(d) Engaged in conduct prohibited by Section 73-42-27;
(e) Had a registration, licensure or certification as
an athlete agent suspended, revoked, or denied or been refused
renewal of registration, licensure or certification in any state;

(f) Engaged in conduct or failed to engage in conduct the consequence of which was that a sanction, suspension or declaration of ineligibility to participate in an interscholastic or intercollegiate athletic event was imposed on a student-athlete or educational institution; or

549 (g) Engaged in conduct that significantly adversely550 reflects on the applicant's trustworthiness or credibility.

551 (4) In making a determination under subsection (3), the 552 Secretary of State shall consider:

553 (a) How recently the conduct occurred;

554 (b) The nature of the conduct and the context in which 555 it occurred; and

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(c) Any other relevant conduct of the applicant.

(5) An athlete agent may apply to renew a registration by submitting an application for renewal in a form prescribed by the Secretary of State. An application filed under this section is a public record. The application for renewal must be signed by the applicant under penalty of perjury and must contain current information on all matters required in an original registration.

563 (6) An individual who has submitted an application for 564 renewal of registration or licensure in another state, in lieu of submitting an application for renewal in the form prescribed 565 566 pursuant to subsection (5), may file a copy of the application for 567 renewal and a valid certificate of registration from the other 568 The Secretary of State shall accept the application for state. 569 renewal from the other state as an application for renewal in this 570 state if the application to the other state:

(a) Was submitted in the other state within the last
six (6) months and the applicant certifies the information
contained in the application for renewal is current;

574 (b) Contains information substantially similar to or 575 more comprehensive than that required in an application for 576 renewal submitted in this state; and

577 (c) Was signed by the applicant under penalty of 578 perjury.

579 (7) Except as provided in Section 33-1-39, a certificate of
580 registration or a renewal of a registration is valid for two (2)
581 years.

582 SECTION 12. Section 73-42-13, Mississippi Code of 1972, is 583 brought forward as follows:

584 73-42-13. (1) After proper notice and an opportunity for a 585 hearing, the Secretary of State may deny, suspend, revoke or 586 refuse to renew a registration for conduct that would have 587 justified denial of registration under Section 73-42-11(3) or for 588 a violation of any provision of this chapter.

589 (2) The Secretary of State shall appoint at least one (a) 590 (1) hearing officer for the purpose of holding hearings, compiling 591 evidence and rendering decisions under this section and Section 73-42-11. The hearing officer shall fix the date for an 592 593 adjudicatory hearing and notify the athlete agent involved. The 594 hearing shall be held at a location to be designated by the 595 hearing officer. Unless the time period is extended by the 596 hearing officer, the hearing shall be held not less than fifteen 597 (15) nor more than thirty (30) days after the mailing of notice to 598 the athlete agent involved. At the conclusion of the hearing, the 599 hearing officer shall make a recommendation regarding the 600 registration of the athlete agent involved. The Secretary of 601 State shall then take appropriate action by final order.

602 (b) Any athlete agent whose application for registration has been denied or not renewed, or whose registration 603 604 has been revoked or suspended by the Secretary of State, within 605 thirty (30) days after the date of such final order, shall have 606 the right of a trial de novo on appeal to the circuit court of the 607 county of residence of the athlete agent, the student-athlete, or 608 the educational institution that issued an athletic scholarship to 609 the student-athlete. If the secretary's final order is supported 610 by substantial evidence and does not violate a state or federal law, then it shall be affirmed by the circuit court. Either party 611 612 shall have the right of appeal to the Supreme Court as provided by 613 law from any decision of the circuit court. No athlete agent 614 shall be allowed to deliver services to a student-athlete 615 domiciled or residing in Mississippi while any such appeal is 616 pending.

617 (3) In addition to the reasons specified in subsection (1) 618 of this section, the secretary shall be authorized to suspend the 619 registration of any person for being out of compliance with an 620 order for support, as defined in Section 93-11-153. The procedure 621 for suspension of a registration for being out of compliance with 622 an order for support, and the procedure for the reissuance or 623 reinstatement of a registration suspended for that purpose, and 624 the payment of any fees for the reissuance or reinstatement of a 625 registration suspended for that purpose, shall be governed by 626 Section 93-11-157 or 93-11-163, as the case may be. Actions taken 627 by the secretary in suspending the registration of a person when H. B. 1068 PAGE 24

628 required by Section 93-11-157 are not actions from which an appeal 629 may be taken under this section. Any appeal of a registration 630 suspension that is required by Section 93-11-157 or 93-11-163 631 shall be taken in accordance with the appeal procedure specified 632 in Section 93-11-157 or 93-11-163, as the case may be, rather than 633 the procedure specified in this section. If there is any conflict 634 between any provision of Section 93-11-157 or 93-11-163 and any 635 provision of this chapter, the provisions of Section 93-11-157 or 636 93-11-163, as the case may be, shall control.

637 SECTION 13. Section 73-42-15, Mississippi Code of 1972, is 638 brought forward as follows:

639 73-42-15. The Secretary of State may issue a temporary
640 certificate of registration while an application for registration
641 or renewal is pending.

642 SECTION 14. Section 73-42-17, Mississippi Code of 1972, is 643 brought forward as follows:

644 73-42-17. (1) An application for registration or renewal of
645 registration must be accompanied by a fee in the following amount:

646 (a) Two Hundred Dollars (\$200.00) for an initial647 application for registration.

(b) Two Hundred Dollars (\$200.00) for an application
for registration based upon a certificate of registration or
licensure issued by another state.

(c) Two Hundred Dollars (\$200.00) for an applicationfor renewal of registration.

(d) Two Hundred Dollars (\$200.00) for an application
for renewal of registration based upon an application for renewal
of registration or licensure submitted in another state.

(2) In addition, the Secretary of State may impose a fee for
the actual costs incurred by the Secretary of State's office for
processing and administering one or more criminal history
background checks.

660 **SECTION 15.** Section 73-42-19, Mississippi Code of 1972, is 661 brought forward as follows:

662 73-42-19. (1) An agency contract must be in a record,663 signed by the parties.

664 (2) An agency contract must state or contain:

(a) The amount and method of calculating the
consideration to be paid by the student-athlete for services to be
provided by the athlete agent under the contract and any other
consideration or anything of value that the athlete agent has
received or will receive from any other source for entering into
the contract or for providing the services;

(b) The name of any person not listed in the
application for registration or renewal who will be compensated
because the student-athlete signed the agency contract;

674 (c) A description of any expenses that the675 student-athlete agrees to reimburse;

676 (d) A description of the services to be provided to the677 student-athlete;

678 (e) The duration of the contract; and

679

(f) The date of execution.

680 (3) An agency contract must contain, in close proximity to
681 the signature of the student-athlete, a conspicuous notice in
682 boldface type in capital letters stating:

683

WARNING TO STUDENT-ATHLETE

684 IF YOU SIGN THIS CONTRACT:

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

687 (2) BOTH YOU AND YOUR ATHLETE AGENT ARE REQUIRED TO TELL
688 YOUR ATHLETIC DIRECTOR, IF YOU HAVE AN ATHLETIC DIRECTOR, WITHIN
689 72 HOURS AFTER ENTERING INTO AN AGENCY CONTRACT; AND

690 (3) YOU MAY CANCEL THIS CONTRACT WITHIN 14 DAYS AFTER
 691 SIGNING IT. CANCELLATION OF THE CONTRACT MAY NOT REINSTATE YOUR
 692 ELIGIBILITY.

693 (4) An agency contract that does not conform to this section694 is voidable by the student-athlete.

(5) The athlete agent shall give a copy of the signed agencycontract to the student-athlete at the time of signing.

697 SECTION 16. Section 73-42-21, Mississippi Code of 1972, is 698 brought forward as follows:

699 73-42-21. (1) Before an athlete agent, or his or her 700 employee or representative, may initiate a first contact, direct 701 or indirect, with any of the individuals listed below, with the 702 intent or for the purpose of soliciting the student-athlete or of 703 procuring employment from the student-athlete, the athlete agent, 704 or his or her employee or representative, must provide the

705 educational institution at which the student-athlete is enrolled 706 with written notification of the planned contact with these 707 individuals:

708

(a) The student-athlete;

(b) The student-athlete's spouse, parent, foster
parent, guardian, sibling, aunt, uncle, grandparent, child or
first cousin; or the parent, foster parent, sibling, aunt, uncle,
grandparent, child or first cousin of the student-athlete's
spouse; or

(c) A representative of any of the individualsenumerated in paragraphs (a) and (b) of this subsection (1).

716 Within seventy-two (72) hours after entering into an (2)agency contract or before the next scheduled athletic event in 717 718 which the student-athlete may participate, whichever occurs first, 719 the athlete agent shall give notice of the existence of the agency contract to the athletic director of the educational institution 720 at which the student-athlete is enrolled or at which the athlete 721 722 agent has reasonable grounds to believe the student-athlete 723 intends to enroll.

(3) Within seventy-two (72) hours after entering into an agency contract or before the next athletic event in which the student-athlete may participate, whichever occurs first, the student-athlete shall inform the athletic director of the educational institution at which the student-athlete is enrolled that he or she has entered into an agency contract.

730 SECTION 17. Section 73-42-23, Mississippi Code of 1972, is
731 brought forward as follows:

732 73-42-23. (1) A student-athlete may cancel an agency
733 contract by giving notice to the athlete agent of the cancellation
734 within fourteen (14) days after the date the contract is signed.

735 (2) A student-athlete may not waive the right to cancel any736 agency contract.

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

741 SECTION 18. Section 73-42-25, Mississippi Code of 1972, is
742 brought forward as follows:

743 73-42-25. (1) An athlete agent shall retain the following
744 records for a period of five (5) years:

745 (a) The name and address of each individual represented746 by the athlete agent;

747 (b) Any agency contract entered into by the athlete748 agent; and

749 (c) Any direct costs incurred by the athlete agent in 750 the recruitment or solicitation of a student-athlete.

(2) Records required by subsection (1) to be retained are
open to inspection by the Secretary of State during normal
business hours.

754 **SECTION 19.** Section 73-42-27, Mississippi Code of 1972, is 755 brought forward as follows:

756 73-42-27. (1) An athlete agent may not engage in any of the 757 following activities, within this state or otherwise, with the 758 intent to induce a student-athlete to enter into an agency 759 contract:

760 (a) Give any materially false or misleading information
761 or make a materially false promise or representation;

(b) Furnish anything of value to a student-athletebefore the student-athlete enters into the agency contract; or

764 (c) Furnish anything of value to any individual other765 than the student-athlete or another registered athlete agent.

(2) An athlete agent may not intentionally:

767 (a) Initiate contact with a student-athlete unless768 registered under this chapter;

(b) Refuse or willfully fail to retain or permit inspection of the records required by Section 73-42-25 or fail to provide the Secretary of State with any statements, documents, records or testimony required by the secretary under Section 73 73-42-5(3) and (4);

774 Violate Section 73-42-7 by failing to register; (C) 775 Provide materially false or misleading information (d) 776 in an application for registration or renewal of registration; 777 Predate or postdate an agency contract; or (e) 778 Fail to notify a student-athlete prior to the (f) 779 student-athlete's signing an agency contract for a particular 780 sport that the signing by the student-athlete may make the

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766

781 student-athlete ineligible to participate as a student-athlete in 782 that sport.

783 SECTION 20. Section 73-42-29, Mississippi Code of 1972, is
784 brought forward as follows:

785 73-42-29. The commission of any act prohibited by Section 786 73-42-27 by an athlete agent is a felony punishable by a fine of 787 not more than Ten Thousand Dollars (\$10,000.00) or by

788 imprisonment * * * for not more than two (2) years, or both.

789 SECTION 21. Section 73-42-31, Mississippi Code of 1972, is
790 brought forward as follows:

791 73-42-31. (1) An educational institution has a right of 792 action against an athlete agent or a former student-athlete for 793 damages caused by a violation of this act. In an action under 794 this section, the court may award to the prevailing party costs 795 and reasonable attorney's fees.

796 (2)Damages of an educational institution under subsection 797 (1) include losses and expenses incurred because, as a result of 798 the activities of an athlete agent or former student-athlete, the 799 educational institution was injured by a violation of this chapter 800 or was penalized, disqualified or suspended from participation in 801 athletics by a national association for the promotion and 802 regulation of athletics, by an athletic conference, or by 803 reasonable self-imposed disciplinary action taken to mitigate 804 sanctions.

805 (3) A right of action under this section does not accrue806 until the educational institution discovers or by the exercise of

807 reasonable diligence would have discovered the violation by the 808 athlete agent or former student-athlete.

809 (4) Any liability of the athlete agent or the former 810 student-athlete under this section is several and not joint.

811 (5) This chapter does not restrict rights, remedies or812 defenses of any person under law or equity.

813 SECTION 22. Section 73-42-33, Mississippi Code of 1972, is 814 brought forward as follows:

73-42-33. The Secretary of State may assess a civil penalty
against an athlete agent not to exceed Twenty-five Thousand
Dollars (\$25,000.00) for a violation of this chapter.

818 **SECTION 23.** Section 73-42-34, Mississippi Code of 1972, is 819 brought forward as follows:

820 73-42-34. (1) If the Secretary of State determines that a 821 person has engaged in or is engaging in an act, practice, or 822 course of business constituting a violation of this chapter or a 823 rule adopted or order issued under this chapter, or that a person 824 has materially aided or is materially aiding in an act, practice, 825 or course of business constituting a violation of this chapter or 826 a rule adopted or order issued under this chapter, then the 827 secretary may:

(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

832 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

837 (c) Take any other action authorized under the838 provisions of this chapter.

839 An order issued under subsection (1) of this section is (2) 840 effective on the date of its issuance. Upon the order's issuance, 841 the Secretary of State shall promptly serve each person subject to 842 the order with a copy of the order and a notice that the order has 843 been entered. The order must include a statement of any civil 844 penalty or other administrative remedy to be imposed under 845 subsection (1) of this section, a statement of the costs of 846 investigation that the secretary will seek to recover, a statement 847 of the reasons for the order, and a statement notifying the person 848 of his or her right to a hearing under Section 73-42-13. If a 849 person subject to the order does not request a hearing in writing 850 within thirty (30) days of the date of the order and none is 851 ordered by the hearing officer, then the order, including the 852 imposition of a civil penalty or requirement for payment of the costs of investigation, shall become final as to that person by 853 854 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 Section 73-42-37, 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.

865 If a person does not comply with an order issued under (5)866 this section, the secretary may petition a court of competent 867 jurisdiction to enforce the order and collect administrative civil 868 penalties and costs imposed under the final order. The court may 869 not require the secretary to post a bond in an action or 870 proceeding under this section. If the court finds, after service 871 and opportunity for hearing, that the person did not comply with 872 the order, the court may adjudge the person in civil contempt of 873 the order. The court may grant any relief the court determines is 874 just and proper in the circumstances.

875 Any person aggrieved by a final order of the secretary (6) 876 may obtain a review of the order in the circuit court of the 877 county of residence of the athlete agent, the student-athlete, or 878 the public or private college, university, community or junior 879 college in the state that issued an athletic scholarship to the 880 student-athlete, by filing within thirty (30) days after the entry 881 of the order, a written petition praying that the order be 882 modified or set aside, in whole or in part. A copy of the 883 petition shall be served upon the secretary, and the secretary H. B. 1068 PAGE 34

884 shall certify and file with the court a copy of the record and evidence upon which the order was entered. When these have been 885 886 filed, the court has exclusive jurisdiction to affirm, modify, 887 enforce or set aside the order, in whole or in part. The findings of the secretary as to the facts, if supported by competent 888 889 material and substantial evidence, are conclusive. The beginning 890 of proceedings under this subsection does not operate as a stay of 891 the secretary's order, unless specifically ordered by the court.

892 SECTION 24. Section 73-42-35, Mississippi Code of 1972, is893 brought forward as follows:

894 73-42-35. In applying and construing this uniform act, 895 consideration must be given to the need to promote uniformity of 896 the law with respect to its subject matter among states that enact 897 it.

898 SECTION 25. Section 73-42-37, Mississippi Code of 1972, is 899 brought forward as follows:

900 73-42-37. The provisions of this chapter modify, limit and 901 supersede the federal Electronic Signatures in Global and National 902 Commerce Act, 15 USCS Section 7001, et seq., except that those 903 provisions do not modify, limit, or supersede Section 101(c) of 904 that act, 15 USCS Section 7001(c), and do not authorize electronic 905 delivery of any of the notices described in Section 103(b) of that 906 act, 15 USCS Section 7003(b).

907 SECTION 26. Section 73-42-39, Mississippi Code of 1972, is 908 brought forward as follows:

909 73-42-39. The Secretary of State may promulgate rules and
910 regulations necessary to administer, carry out and enforce this
911 chapter and to define terms whether or not used in this chapter,
912 but those definitions may not be inconsistent with this chapter.
913 SECTION 27. This act shall take effect and be in force from
914 and after July 1, 2022.

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

1 AN ACT TO AMEND SECTION 37-97-103, MISSISSIPPI CODE OF 1972, 2 TO REVISE CERTAIN DEFINITIONS OF THE MISSISSIPPI INTERCOLLEGIATE 3 ATHLETICS COMPENSATION RIGHTS ACT, INCLUDING THE DEFINITIONS OF 4 NAME, IMAGE AND LIKENESS AGREEMENTS, PUBLICITY RIGHTS AND 5 STUDENT-ATHLETE; TO AMEND SECTION 37-97-105, MISSISSIPPI CODE OF 6 1972, TO REVISE A PROVISION THAT ALLOWS STUDENT ATHLETES TO EARN 7 COMPENSATION FOR THE USE OF THEIR PUBLICITY RIGHTS; TO AMEND 8 SECTION 37-97-107, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT A 9 POSTSECONDARY EDUCATIONAL INSTITUTION MAY FACILITATE OPPORTUNITIES 10 FOR STUDENT-ATHLETES TO ENGAGE WITH THIRD PARTIES INTERESTED IN 11 ENTERING INTO NAME, IMAGE AND LIKENESS AGREEMENTS; TO FURTHER 12 CONFORM TO THE PROVISIONS OF THE ACT; TO BRING FORWARD SECTIONS 37-97-101 AND 37-97-103, MISSISSIPPI CODE OF 1972, WHICH ARE 13 14 PROVISIONS OF THE MISSISSIPPI INTERCOLLEGIATE ATHLETICS 15 COMPENSATION RIGHTS ACT, FOR THE PURPOSES OF POSSIBLE AMENDMENT; 16 TO BRING FORWARD SECTIONS 73-42-1, 73-42-3, 73-42-5, 73-42-7, 17 73-42-9, 73-42-11, 73-42-13, 73-42-15, 73-42-17, 73-42-19, 73-42-21, 73-42-23, 73-42-25, 73-42-27, 73-42-29, 73-42-31, 73-42-33, 73-42-34, 73-42-35, 73-42-37 AND 73-42-39, MISSISSIPPI 18 19 CODE OF 1972, WHICH IS THE MISSISSIPPI UNIFORM AGENTS ACT, FOR THE 20 PURPOSES OF POSSIBLE AMENDMENT; AND FOR RELATED PURPOSES. 21

SS26\HB1068A.J

Eugene S. Clarke Secretary of the Senate