House Amendments to Senate Bill No. 2417

TO THE SECRETARY OF THE SENATE:

THIS IS TO INFORM YOU THAT THE HOUSE 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:

SECTION 1. Section 37-97-101, Mississippi Code of 1972, is 61 62 amended as follows: 37-97-101. This article shall be known and may be cited as 63 64 the "Mississippi Intercollegiate Athletics Compensation and Publicity Rights Act." 65 SECTION 2. Section 37-97-103, Mississippi Code of 1972, is 66 67 amended as follows: 68 37-97-103. As used in this article, the following terms shall have the following meanings unless the context clearly 69 70 indicates otherwise: 71 "Compensation" means * * * any remuneration, in (a) 72 cash or in kind, whether provided at the time or at any subsequent 73 date, to a student-athlete. For the purposes of this article, "compensation" shall not 74 75 mean * * * any grant, scholarship, fellowship, tuition assistance, or other form of financial aid provided to a student for pursuing 76 77 a post-secondary education. S. B. 2417

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78 * * *

79	(* * * <u>b</u>) "Intercollegiate athletics program" means an
80	intercollegiate athletics \star \star \star <u>sport</u> played at the collegiate
81	level for which eligibility requirements for participation by a
82	student-athlete are established by a national association * * * <u>/</u>
83	conference or any other group or organization with authority over
84	the sport, that promotes or regulates collegiate athletics.
85	* * *
86	(* * * <u>c</u>) " * * * <u>Publicity Rights</u> " means * * * <u>any</u>
87	right associated with the name, image, likeness, publicity,
88	reputation, fame, or personal following of a student recognized
89	under federal or state law as permitting an individual to control
90	or profit from the use of the same.
91	* * *
92	(* * * <u>d</u>) "Postsecondary educational institution" means
93	a public university or community college or private university or
94	college.
95	* * *
96	(* * * <u>e</u>) "Student-athlete" means an * * * <u>individual</u>
97	who is enrolled in or has signed a National Letter of Intent or
98	other written agreement to enroll in a postsecondary educational
99	institution or is being recruited by a postsecondary educational
100	institution to participate in an intercollegiate athletics
101	program. If an individual is permanently ineligible to
102	participate in a particular intercollegiate sport, the individual
103	is not a student-athlete for purposes of that sport.
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104	(* * * <u>f</u>) "Third party" means * * * <u>any individual or</u>
105	entity or group of the same other than a postsecondary educational
106	institution, including a charitable organization that qualifies as
107	an exempt organization under 26 USC Section 501(c)(3), as
108	amended. * * *
109	SECTION 3. Section 37-97-105, Mississippi Code of 1972, is
110	amended as follows:
111	37-97-105. (1) * * * <u>A postsecondary educational</u>
112	institution or any officer, trustee, or employee, of a
113	postsecondary educational institution, shall have the right to,
114	directly or through an agreement with a third party, identify,
115	create, solicit, facilitate, negotiate, support, assist and
116	otherwise enable opportunities for a student-athlete to earn or
117	attempt to earn compensation for the use of the student-athlete's
118	publicity rights. Such right shall include, without limitation,
119	the right to discuss with a student-athlete the potential to earn
120	compensation for their publicity rights if they attend the
121	postsecondary educational institution. Provided that a
122	postsecondary educational institution or any officer, trustee, or
123	employee, of a postsecondary educational institution does not:
124	(a) * * * Receive compensation from the student-athlete
125	for facilitating, enabling, or assisting with such opportunities;
126	(b) * * * Attempt to influence a student-athlete's
127	choice of professional representation related to such
128	opportunities; or

129 (c) Attempt in bad faith to reduce such 130 student-athlete's opportunities from competing third parties. 131 (2) * * * A third party shall have the right to compensate a 132 student-athlete for the use of the student-athlete's publicity 133 rights. This shall include the right to compensate the 134 student-athlete for the use of the student-athlete's publicity rights in connection with the promotion of an athletic event in 135 136 which the student-athlete may participate, the promotion of the 137 postsecondary educational institution the student-athlete attends, 138 and the promotion of the postsecondary educational institution's 139 intercollegiate athletics programs. 140 (3) * * * A postsecondary educational institution or officer, trustee, or employee of a postsecondary institution shall 141 142 have the right to compensate a student-athlete for the use of the 143 student-athlete's publicity rights to the extent consistent with 144 any legally enforceable rules of a national association, a 145 conference or any other group or organization with authority over 146 the sport, that promotes or regulates collegiate athletics 147 applicable to that institution. Before any agreement for 148 compensation for the use of a student-athlete's publicity rights 149 is entered into, and before any compensation is provided to the 150 student-athlete, a postsecondary educational institution may require a student-athlete enrolled at that institution or who has 151 152 announced an intention to attend that institution, to disclose the 153 agreement or the terms thereof to a designated official of the 154 postsecondary educational institution in which the student-athlete S. B. 2417

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155 is enrolled or intends to enroll in a manner prescribed by the

156 <u>institution</u>.

157 Student-athlete agreements, proposed agreements and any

158 documents that compile, summarize or disclose any of the terms of

159 such agreements shall be exempt from the Mississippi Public

160 Records Act of 1983. Postsecondary educational institutions and

161 student-athletes shall not be compelled to disclose

162 student-athlete agreements, proposed agreements and any documents

163 that compile, summarize or disclose any of the terms of such

164 agreements to a national association, a conference or any other

165 group or organization with authority over the sport, that promotes

166 or regulates collegiate athletics.

167 SECTION 4. Section 37-97-107, Mississippi Code of 1972, is 168 amended as follows:

169 37-97-107. (1) *** * *** An agreement for the use of a

170 student-athlete's publicity rights which is formed after the

171 student-athlete has announced an intention to attend a

172 postsecondary educational institution or while the student-athlete

173 is participating in an intercollegiate sport at a postsecondary

174 educational institution may be terminated either by the

175 student-athlete or any other party to the agreement when the

176 student-athlete's participation in the sport at the institution

177 <u>ends</u>.

178 (2) * * * <u>A postsecondary educational institution may impose</u>
179 reasonable limitations on the dates and time that a

180 student-athlete may participate in publicity rights activities.
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181	(3) * * * Nothing in this chapter shall restrict a
182	postsecondary educational institution from exercising its sole
183	discretion to control the authorized use of its marks or logos or
184	to determine a student-athlete's apparel, gear or other wearables
185	while participating in an intercollegiate athletics program
186	activity.
187	(4) * * * <u>A student-athlete may not receive or enter into a</u>
188	contract for compensation for the use of his or her publicity
189	rights in a way that also uses any registered or licensed marks,
190	logos, verbiage or designs of a postsecondary educational
191	institution, unless the institution has provided the
192	student-athlete with written permission to do so prior to entering
193	into the agreement or receipt of compensation.
194	(5) * * * If a student-athlete is granted permission to use
195	the marks or logos, independently or through a third-party, the
196	postsecondary educational institution may be compensated for the
197	use. A postsecondary educational institution may prohibit a
198	student-athlete from wearing any item of clothing, shoes, or other
199	gear or wearables with the name, logo or insignia of any third
200	party while participating in an intercollegiate athletics program
201	activity.
202	(6) * * * A third party may not enter into, or offer to
203	enter into, a publicity rights agreement with a student-athlete or
204	otherwise compensate a student-athlete for the use of the
205	student-athlete's publicity rights if a provision of the agreement
206	or the use of the student-athlete's publicity rights conflicts
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207 with a provision of a contract, rule, regulation, standard or 208 other requirement of the postsecondary educational institution 209 where the student-athlete is enrolled or intends to enroll unless 210 such contract or use is expressly approved in writing by the 211 postsecondary educational institution. 212 (7) * * * No student-athlete who is enrolled in a 213 postsecondary educational institution shall enter into a publicity 214 rights agreement or receive compensation from a third party for 215 the endorsement or promotion of brands, products, or services 216 involving gambling, sports betting, controlled substances, 217 marijuana, tobacco, alternative or electronic nicotine product or 218 delivery system, alcohol, adult entertainment or any other brand, 219 product or service that is reasonably considered to be 220 inconsistent with the values or mission of a postsecondary 221 educational institution or that, in the institution's sole 222 judgment, negatively impacts or reflects adversely on a 223 postsecondary education institution or its athletic programs, 224 including, without limitation, bringing about public disrepute, 225 embarrassment, scandal, ridicule or otherwise negatively impacting the reputation or the moral or ethical standards of the 226 227 postsecondary educational institution. 228 (8) * * * Nothing in this chapter shall be construed to 229 qualify a student-athlete as an employee of a postsecondary 230 educational institution.

231	(9) * * * <u>No postsecondary educational institution may use</u>
232	funds appropriated from the State General Fund to compensate a
233	student-athlete for their publicity rights.
234	* * *
235	SECTION 5. Section 37-97-109, Mississippi Code of 1972, is
236	amended as follows:
237	37-97-109. * * * (1) No postsecondary educational
238	institution or any officer, trustee, or employee of a
239	postsecondary educational institution shall be subject to a claim
240	for damages related to their adoption, implementation, or
241	enforcement of any contract, rule, regulation, standard or other
242	requirement in compliance with this chapter. This chapter is not
243	intended to and shall not waive or diminish any applicable
244	defenses and immunities, including, without limitation, sovereign
245	immunity applicable to public postsecondary educational
246	institutions.
247	(2) A national association, a conference or any other group
248	or organization with authority over the sport, that promotes or
249	regulates collegiate athletics at a postsecondary educational
250	institution to which this chapter applies shall not:
251	(a) Enforce a contract term, a rule, a regulation, a
252	standard, a bylaw, guidance, or any other requirement that
253	penalizes the institution, the institution's intercollegiate
254	athletics program, or student-athlete for performing,
255	participating in, or allowing an activity required or authorized
256	by this chapter;
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257 (b) Prevent a postsecondary educational institution 258 from or penalize it for establishing agreements with a third-party entity to act on the institution's behalf to identify, create, 259 260 solicit, facilitate, negotiate, support, assist, and otherwise 261 enable opportunities for a student-athlete to earn compensation 262 from their publicity rights; or 263 (c) Penalize a postsecondary educational institution 264 because an individual or entity whose purpose includes supporting 265 and benefiting the postsecondary institution or its 266 intercollegiate athletic programs violates any contract term, a 267 rule, a regulation, a standard, a bylaw, guidance, or any other 268 requirement that is in conflict with actions required or 269 authorized by this chapter. 270 (3) A person or entity, regardless of residence, shall not 271 give or promise compensation for the use of publicity rights of a 272 student-athlete that is currently enrolled in or has signed a 273 National Letter of Intent or other written agreement to enroll in 274 a postsecondary educational institution within the State of 275 Mississippi with the purpose of recruiting or inducing the 276 student-athlete to enroll at another postsecondary educational 277 institution. SECTION 6. Section 73-42-1, Mississippi Code of 1972, is 278 279 brought forward as follows: 280 73-42-1. This chapter may be cited as the "Uniform Athlete 281 Agents Act."

282 SECTION 7. Section 73-42-3, Mississippi Code of 1972, is 283 amended as follows:

284 73-42-3. In this chapter:

285 "Agency contract" means an agreement in which a (a) 286 student-athlete authorizes a person to negotiate or solicit on 287 behalf of the student-athlete a professional-sports-services 288 contract, an endorsement contract, or compensation for the use of 289 the student-athlete's *** * *** publicity rights, provided, however, 290 that an agency contract shall not provide for athlete agent 291 compensation that exceeds twenty percent (20%) of the agency 292 contract.

293 "Athlete agent" means an individual who enters into (b) 294 an agency contract with a student-athlete or, directly or 295 indirectly, recruits, induces or solicits a student-athlete to 296 enter into an agency contract. The term does not include a 297 spouse, parent, sibling, grandparent or guardian of the 298 student-athlete or an individual acting solely on behalf of a 299 professional sports team or professional sports organization. The 300 term includes an individual who represents to the public that the 301 individual is an athlete agent.

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

308 (d) "Contact" means a communication, direct or 309 indirect, written or oral, between an athlete agent and a 310 student-athlete, to recruit, induce or solicit the student-athlete 311 to enter into an agency contract.

(e) "Endorsement contract" means * * * an agreement under which a student-athlete * * * receives * * * <u>compensation</u> or anything of value for the student-athlete's publicity * * * rights; and

316 * * *

317 (f) "Intercollegiate * * * <u>athletics program</u>" <u>means an</u> 318 <u>intercollegiate athletics sport played at the collegiate level for</u> 319 <u>which eligibility requirements for participation by a</u>

320 <u>student-athlete are established by a national association</u> * * *, 321 <u>conference or any other group or organization with authority over</u> 322 the sport, that promotes or regulates collegiate athletics.

323 (g) "Person" means an individual, corporation, business 324 trust, estate, trust, partnership, limited liability company, 325 association, joint venture, government; governmental subdivision, 326 agency or instrumentality; public corporation, or any other legal 327 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.

335 (j) "Registration" means registration as an athlete 336 agent pursuant to this chapter.

337 (k) "State" means a state of the United States, the
338 District of Columbia, Puerto Rico, the United States Virgin
339 Islands, or any territory or insular possession subject to the
340 jurisdiction of the United States.

(1) "Student-athlete" means an individual who * * * is
enrolled in or has signed a National Letter of Intent or other
written agreement to enroll in a postsecondary educational
institution or is being recruited by a postsecondary educational
institution to participate in an intercollegiate athletics

346 program. If an individual is permanently ineligible to

347 participate in a particular intercollegiate sport, the individual

348 is not a student-athlete for purposes of that sport.

349 SECTION 8. Section 73-42-5, Mississippi Code of 1972, is 350 amended as follows:

351 73-42-5. (1) The Secretary of State shall administer this352 chapter.

353 (2) By engaging in the business of an athlete agent in this 354 state, a nonresident individual appoints the Secretary of State as 355 the individual's agent to accept service of process in any civil 356 action related to the individual's business as an athlete agent in 357 this state.

358

(3) The Secretary of State may:

(a) Conduct public or private investigations within or
outside of this state which * * they consider 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;

(b) Require or permit a person to testify, file a statement, or produce a record, under oath or otherwise as * * * <u>they</u> may determine, as to all facts and circumstances concerning a matter to be investigated or about which an action or proceeding is to be instituted; and

371 (c) Publish a record concerning an action, proceeding,
372 or an investigation under, or a violation of, this chapter or a
373 rule adopted under this chapter if * * * they determine it is
374 necessary or appropriate in the public interest.

(4) For the purpose of an investigation under this chapter, the Secretary of State or * * * their 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.

382 **SECTION 9.** Section 73-42-7, Mississippi Code of 1972, is 383 brought forward as follows:

384 73-42-7. (1) Except as otherwise provided in subsection 385 (2), an individual may not act as an athlete agent in this state 386 before being issued a certificate of registration under Section 387 73-42-11 or 73-42-15.

388 (2) Before being issued a certificate of registration, an 389 individual may act as an athlete agent for all purposes except 390 signing an agency contract if within seven (7) days after an 391 initial act as an athlete agent, the individual submits an 392 application to register as an athlete agent in this state.

393 (3) An agency contract resulting from conduct in violation 394 of this section is void. The athlete agent shall return any 395 consideration received under the contract to the individual or 396 entity who tendered or paid the consideration.

397 SECTION 10. Section 73-42-9, Mississippi Code of 1972, is
398 brought forward as follows:

399 73-42-9. (1) An applicant for registration shall submit an 400 application for registration to the Secretary of State in a form 401 prescribed by the Secretary of State. An application filed under 402 this section is a public record. Except as otherwise provided in 403 subsection (2), the application must be in the name of an 404 individual, signed by the applicant under penalty of perjury and 405 must state or contain:

406 (a) The name of the applicant and the address of the407 applicant's principal place of business;

408 (b) The name of the applicant's business or employer,409 if applicable;

410 (C) Any business or occupation engaged in by the 411 applicant for the five (5) years next preceding the date of 412 submission of the application; 413 (d) A description of the applicant's: 414 (i) Formal training as an athlete agent; 415 (ii) Practical experience as an athlete agent; and 416 Educational background relating to the (iii) 417 applicant's activities as an athlete agent; 418 The names and addresses of three (3) individuals (e) 419 not related to the applicant who are willing to serve as 420 references; 421 The name, sport and last known team for each (f) 422 individual for whom the applicant provided services as an athlete 423 agent during the five (5) years next preceding the date of submission of the application; 424 425 (q) The names and addresses of all persons who are: 426 With respect to the athlete agent's business (i) 427 if it is not a corporation, the partners, officers, associates, 428 individuals or profit-sharers; and 429 (ii) With respect to a company or corporation 430 employing the athlete agent, the officers, directors and any 431 shareholder of the corporation or member with a five percent (5%) 432 or greater interest; 433 Whether the applicant or any other person named (h) pursuant to paragraph (g) has been convicted of a crime that, if 434

435 committed in this state, would be a felony or other crime 436 involving moral turpitude, and identify the crime;

437 (i) Whether there has been any administrative or
438 judicial determination that the applicant or any other person
439 named pursuant to paragraph (g) has made a false, misleading,
440 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;

(k) Any sanction, suspension or disciplinary action
taken against the applicant or any other person named pursuant to
paragraph (g) arising out of occupational or professional conduct;
(1) Whether there has been any denial of an application
for, suspension or revocation of, or refusal to renew, the

452 certification, registration or licensure of the applicant or any 453 other person named pursuant to paragraph (g) as an athlete agent 454 in any state;

455 (m) Any pending litigation against the applicant in the 456 applicant's capacity as an agent;

457 (n) A list of all other states in which the applicant
458 is currently licensed or registered as an athlete agent and a copy
459 of each state's license or registration, as applicable; and

460 (o) Consent to submit to a criminal background check
461 before being issued a certificate of registration. Any fees
462 connected with the background check shall be assessed to the
463 applicant.

464 (2) An individual who has submitted an application for, and 465 received a certificate of, registration or licensure as an athlete 466 agent in another state, may submit a copy of the application and a 467 valid certificate of registration or licensure from the other 468 state in lieu of submitting an application in the form prescribed pursuant to subsection (1), along with the information requested 469 470 in paragraphs (1), (m), (n) and (o) of subsection (1). The 471 Secretary of State shall accept the application and the 472 certificate from the other state as an application for 473 registration in this state if the application to the other state: 474 Was submitted in the other state within the six (6) (a)

475 months next preceding the submission of the application in this 476 state and the applicant certifies the information contained in the 477 application is current;

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

481 (c) Was signed by the applicant under penalty of482 perjury.

483 (3) An athlete agent must notify the Secretary of State
484 within thirty (30) days whenever the information contained in any
485 application for registration as an athlete agent in this state
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486 changes in a material way or is, or becomes, inaccurate or 487 incomplete in any respect. Events requiring notice shall include, 488 but are not limited to, the following:

489 (a) Change in address of the athlete agent's principal490 place of business;

491 (b) Conviction of a felony or other crime involving492 moral turpitude by the athlete agent;

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

496 (d) Sanction, suspension or other disciplinary action
497 taken against the athlete agent arising out of occupational or
498 professional conduct.

499 SECTION 11. Section 73-42-11, Mississippi Code of 1972, is 500 amended as follows:

501 73-42-11. (1) Except as otherwise provided in subsection 502 (3), the Secretary of State shall issue a certificate of 503 registration to an individual who complies with Section 504 73-42-9(1).

505 (2) Except as otherwise provided in subsection (3), the 506 Secretary of State shall issue a certificate of registration to an 507 individual whose application has been accepted under Section 508 73-42-9(2).

(3) The Secretary of State may refuse to issue a certificate of registration if * * * <u>they determine</u> that the applicant has engaged in conduct that has a significant adverse effect on the S. B. 2417 PAGE 18 512 applicant's fitness to serve as an athlete agent. In making the 513 determination, the Secretary of State may consider whether the 514 applicant has:

515 (a) Been convicted of a crime in another state that, if 516 committed in this state, would be a felony or other crime 517 involving moral turpitude;

518 (b) Made a materially false, misleading, deceptive or 519 fraudulent representation as an athlete agent or in the 520 application;

521 (c) Engaged in conduct that would disqualify the 522 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

532 (g) Engaged in conduct that significantly adversely533 reflects on the applicant's trustworthiness or credibility.

534 (4) In making a determination under subsection (3), the535 Secretary of State shall consider:

536 (a) How recently the conduct occurred;

537 (b) The nature of the conduct and the context in which 538 it occurred; and

539

(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.

(6) An individual who has submitted an application for 546 547 renewal of registration or licensure in another state, in lieu of 548 submitting an application for renewal in the form prescribed 549 pursuant to subsection (5), may file a copy of the application for 550 renewal and a valid certificate of registration from the other 551 state. The Secretary of State shall accept the application for 552 renewal from the other state as an application for renewal in this 553 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;

557 (b) Contains information substantially similar to or 558 more comprehensive than that required in an application for 559 renewal submitted in this state; and

560 (c) Was signed by the applicant under penalty of561 perjury.

562 (7) Except as provided in Section 33-1-39, a certificate of 563 registration or a renewal of a registration is valid for two (2) 564 years.

565 SECTION 12. Section 73-42-13, Mississippi Code of 1972, is 566 amended as follows:

567 73-42-13. (1) After proper notice and an opportunity for a 568 hearing, the Secretary of State may deny, suspend, revoke or 569 refuse to renew a registration for conduct that would have 570 justified denial of registration under Section 73-42-11(3) or for 571 a violation of any provision of this chapter.

572 (2) (a) The Secretary of State shall appoint at least one 573 (1) hearing officer for the purpose of holding hearings, compiling 574 evidence and rendering decisions under this section and Section 575 The hearing officer shall fix the date for an 73-42-11. 576 adjudicatory hearing and notify the athlete agent involved. The 577 hearing shall be held at a location to be designated by the 578 hearing officer. Unless the time period is extended by the 579 hearing officer, the hearing shall be held not less than fifteen 580 (15) nor more than thirty (30) days after the mailing of notice to 581 the athlete agent involved. At the conclusion of the hearing, the 582 hearing officer shall make a recommendation regarding the 583 registration of the athlete agent involved. The Secretary of State shall then take appropriate action by final order. 584

(b) Any athlete agent whose application for
registration has been denied or not renewed, or whose registration
has been revoked or suspended by the Secretary of State, within

588 thirty (30) days after the date of such final order, shall have 589 the right of a trial de novo on appeal to the circuit court * * * 590 in Mississippi in the county of residence of the athlete agent, 591 the student-athlete, or the educational institution * * *. If the 592 secretary's final order is supported by substantial evidence and 593 does not violate a state or federal law, then it shall be affirmed 594 by the circuit court. Either party shall have the right of appeal to the Supreme Court as provided by law from any decision of the 595 596 circuit court. No athlete agent shall be allowed to deliver 597 services to a student-athlete domiciled or residing in Mississippi 598 while any such appeal is pending.

599 In addition to the reasons specified in subsection (1) (3)600 of this section, the secretary shall be authorized to suspend the 601 registration of any person for being out of compliance with an 602 order for support, as defined in Section 93-11-153. The procedure 603 for suspension of a registration for being out of compliance with 604 an order for support, and the procedure for the reissuance or 605 reinstatement of a registration suspended for that purpose, and 606 the payment of any fees for the reissuance or reinstatement of a 607 registration suspended for that purpose, shall be governed by 608 Section 93-11-157 or 93-11-163, as the case may be. Actions taken 609 by the secretary in suspending the registration of a person when 610 required by Section 93-11-157 are not actions from which an appeal 611 may be taken under this section. Any appeal of a registration 612 suspension that is required by Section 93-11-157 or 93-11-163 613 shall be taken in accordance with the appeal procedure specified S. B. 2417 PAGE 22

in Section 93-11-157 or 93-11-163, as the case may be, rather than the procedure specified in this section. If there is any conflict between any provision of Section 93-11-157 or 93-11-163 and any provision of this chapter, the provisions of Section 93-11-157 or 93-11-163, as the case may be, shall control.

619 SECTION 13. Section 73-42-15, Mississippi Code of 1972, is 620 brought forward as follows:

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

624 **SECTION 14.** Section 73-42-17, Mississippi Code of 1972, is 625 brought forward as follows:

626 73-42-17. (1) An application for registration or renewal of 627 registration must be accompanied by a fee in the following amount:

628 (a) Two Hundred Dollars (\$200.00) for an initial629 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.

633 (c) Two Hundred Dollars (\$200.00) for an application634 for 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.

638 (2) In addition, the Secretary of State may impose a fee for639 the actual costs incurred by the Secretary of State's office for

640 processing and administering one or more criminal history 641 background checks.

642 SECTION 15. Section 73-42-19, Mississippi Code of 1972, is 643 amended as follows:

644 73-42-19. (1) An agency contract must be in a record,645 signed by the parties.

646 (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;

656 (c) A description of any expenses that the657 student-athlete agrees to reimburse;

(d) A description of the services to be provided to thestudent-athlete;

660

(e) The duration of the contract; and

(f) The date of execution.

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

665

WARNING TO STUDENT-ATHLETE

666 IF YOU SIGN THIS CONTRACT:

667 (1) YOU MAY LOSE YOUR ELIGIBILITY TO COMPETE AS A
668 STUDENT-ATHLETE IN YOUR SPORT * * <u>UNLESS THIS CONTRACT IS</u>
669 <u>SERVING AS A PUBLICITY RIGHTS AGREEMENT PURSUANT TO SECTION</u>
670 37-97-103;

671 (2) BOTH YOU AND YOUR ATHLETE AGENT ARE REQUIRED TO TELL
672 YOUR ATHLETIC DIRECTOR, IF YOU HAVE AN ATHLETIC DIRECTOR, WITHIN
673 72 HOURS AFTER ENTERING INTO AN AGENCY CONTRACT; AND

674 (3) YOU MAY CANCEL THIS CONTRACT WITHIN 14 DAYS AFTER
675 SIGNING IT. CANCELLATION OF THE CONTRACT MAY NOT REINSTATE YOUR
676 ELIGIBILITY.

677 (4) An agency contract that does not conform to this section678 is voidable by the student-athlete.

679 (5) The athlete agent shall give a copy of the signed agency680 contract to the student-athlete at the time of signing.

681 SECTION 16. Section 73-42-21, Mississippi Code of 1972, is 682 amended as follows:

683 73-42-21. (1) Before an athlete agent, or his or her 684 employee or representative, may initiate a first contact, direct 685 or indirect, with any of the individuals listed below, with the intent or for the purpose of soliciting the student-athlete or of 686 687 procuring *** * *** an agency contract from the student-athlete, the 688 athlete agent, or his or her employee or representative, must 689 provide the educational institution at which the student-athlete is enrolled with written notification of the planned contact with 690 691 these individuals:

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(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

698 (c) A representative of any of the individuals699 enumerated in paragraphs (a) and (b) of this subsection (1).

700 Within seventy-two (72) hours after entering into an (2)701 agency contract or before the next scheduled athletic event in 702 which the student-athlete may participate, whichever occurs first, 703 the athlete agent shall give notice of the existence of the agency 704 contract to the athletic director of the educational institution 705 at which the student-athlete is enrolled or at which the athlete 706 agent has reasonable grounds to believe the student-athlete 707 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 <u>or intends to enroll</u> that he or she has entered into an agency contract.

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

717 73-42-23. (1) A student-athlete may cancel an agency 718 contract by giving notice to the athlete agent of the cancellation 719 within fourteen (14) days after the date the contract is signed.

720 (2) A student-athlete may not waive the right to cancel any721 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.

726 **SECTION 18.** Section 73-42-25, Mississippi Code of 1972, is 727 brought forward as follows:

728 73-42-25. (1) An athlete agent shall retain the following
729 records for a period of five (5) years:

730 (a) The name and address of each individual represented731 by the athlete agent;

(b) Any agency contract entered into by the athleteagent; and

(c) Any direct costs incurred by the athlete agent inthe 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.

739 SECTION 19. Section 73-42-27, Mississippi Code of 1972, is
740 brought forward as follows:

741 73-42-27. (1) An athlete agent may not engage in any of the 742 following activities, within this state or otherwise, with the S. B. 2417 PAGE 27 743 intent to induce a student-athlete to enter into an agency 744 contract:

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

747 (b) Furnish anything of value to a student-athlete748 before the student-athlete enters into the agency contract; or

749 (c) Furnish anything of value to any individual other750 than the student-athlete or another registered athlete agent.

751 (2) An athlete agent may not intentionally:

752 (a) Initiate contact with a student-athlete unless753 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 758 73-42-5(3) and (4);

(c) Violate Section 73-42-7 by failing to register;
(d) Provide materially false or misleading information
in an application for registration or renewal of registration;
(e) Predate or postdate an agency contract; or

(f) Fail to notify a student-athlete prior to the student-athlete's signing an agency contract for a particular sport that the signing by the student-athlete may make the student-athlete ineligible to participate as a student-athlete in that sport.

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

770 73-42-29. The commission of any act prohibited by Section 771 73-42-27 by an athlete agent is a felony punishable by a fine of 772 not more than Ten Thousand Dollars (\$10,000.00) or by imprisonment 773 of not more than two (2) years, or both.

774 SECTION 21. Section 73-42-31, Mississippi Code of 1972, is 775 amended as follows:

776 73-42-31. (1) An educational institution has a right of 777 action against an athlete agent or a former student-athlete for 778 damages caused by a violation of this act. In an action under 779 this section, the court may award to the prevailing party costs 780 and reasonable attorney's fees, except that costs and attorney's 781 fees shall not be levied against a public educational institution.

782 Damages of an educational institution under subsection (2)783 (1) include losses and expenses incurred because, as a result of 784 the activities of an athlete agent or former student-athlete, the 785 educational institution was injured by a violation of this chapter 786 or was penalized, disqualified or suspended from participation in 787 athletics by a national association * * *, a conference or any 788 other group or organization with authority over the sport, that 789 promotes or regulates collegiate athletics or by reasonable 790 self-imposed disciplinary action taken to mitigate sanctions. 791 A right of action under this section does not accrue (3) 792 until the educational institution discovers or by the exercise of

793 reasonable diligence would have discovered the violation by the 794 athlete agent or * * * student-athlete.

795 (4) Any liability of the athlete agent or the * * *
796 student-athlete under this section is several and not joint.

797 (5) This chapter does not restrict rights, remedies or798 defenses of any person under law or equity.

799 SECTION 22. Section 73-42-33, Mississippi Code of 1972, is
800 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.

804 SECTION 23. Section 73-42-34, Mississippi Code of 1972, is 805 amended as follows:

806 73-42-34. (1) If the Secretary of State determines that a 807 person has engaged in or is engaging in an act, practice, or 808 course of business constituting a violation of this chapter or a 809 rule adopted or order issued under this chapter, or that a person 810 has materially aided or is materially aiding in an act, practice, 811 or course of business constituting a violation of this chapter or 812 a rule adopted or order issued under this chapter, then the 813 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
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

823 (c) Take any other action authorized under the 824 provisions of this chapter.

825 An order issued under subsection (1) of this section is (2) 826 effective on the date of its issuance. Upon the order's issuance, 827 the Secretary of State shall promptly serve each person subject to the order with a copy of the order and a notice that the order has 828 829 been entered. The order must include a statement of any civil 830 penalty or other administrative remedy to be imposed under 831 subsection (1) of this section, a statement of the costs of 832 investigation that the secretary will seek to recover, a statement 833 of the reasons for the order, and a statement notifying the person 834 of his or her right to a hearing under Section 73-42-13. If a 835 person subject to the order does not request a hearing in writing 836 within thirty (30) days of the date of the order and none is 837 ordered by the hearing officer, then the order, including the 838 imposition of a civil penalty or requirement for payment of the costs of investigation, shall become final as to that person by 839 840 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.

851 If a person does not comply with an order issued under (5)852 this section, the secretary may petition a court of competent 853 jurisdiction to enforce the order and collect administrative civil 854 penalties and costs imposed under the final order. The court may 855 not require the secretary to post a bond in an action or 856 proceeding under this section. If the court finds, after service 857 and opportunity for hearing, that the person did not comply with 858 the order, the court may adjudge the person in civil contempt of 859 the order. The court may grant any relief the court determines is 860 just and proper in the circumstances.

861 Any person aggrieved by a final order of the secretary (6) 862 may obtain a review of the order in the circuit court * * * in 863 Mississippi in the county of residence of the athlete agent, the 864 student-athlete, or * * * educational institution by filing within thirty (30) days after the entry of the order, a written petition 865 866 praying that the order be modified or set aside, in whole or in 867 part. A copy of the petition shall be served upon the secretary, 868 and the secretary shall certify and file with the court a copy of 869 the record and evidence upon which the order was entered. When

these have been filed, the court has exclusive jurisdiction to affirm, modify, enforce or set aside the order, in whole or in part. The findings of the secretary as to the facts, if supported by competent material and substantial evidence, are conclusive. The beginning of proceedings under this subsection does not operate as a stay of the secretary's order, unless specifically ordered by the court.

877 SECTION 24. Section 73-42-35, Mississippi Code of 1972, is 878 brought forward as follows:

879 73-42-35. In applying and construing this uniform act, 880 consideration must be given to the need to promote uniformity of 881 the law with respect to its subject matter among states that enact 882 it.

883 **SECTION 25.** Section 73-42-37, Mississippi Code of 1972, is 884 brought forward as follows:

885 73-42-37. The provisions of this chapter modify, limit and 886 supersede the federal Electronic Signatures in Global and National 887 Commerce Act, 15 USCS Section 7001, et seq., except that those 888 provisions do not modify, limit, or supersede Section 101(c) of 889 that act, 15 USCS Section 7001(c), and do not authorize electronic 890 delivery of any of the notices described in Section 103(b) of that 891 act, 15 USCS Section 7003(b).

892 SECTION 26. Section 73-42-39, Mississippi Code of 1972, is 893 brought forward as follows:

894 73-42-39. The Secretary of State may promulgate rules and 895 regulations necessary to administer, carry out and enforce this S. B. 2417 PAGE 33 896 chapter and to define terms whether or not used in this chapter, 897 but those definitions may not be inconsistent with this chapter.

898 SECTION 27. Section 93-19-17, Mississippi Code of 1972, is 899 amended as follows:

900 93-19-17. (1) All persons eighteen (18) years of age or 901 older, if not otherwise disgualified, or prohibited by law, shall 902 have the capacity to enter into binding contractual relationships 903 affecting the use of their * * * publicity rights while 904 participating in intercollegiate sports as student-athletes in 905 accordance with the Mississippi Intercollegiate Athletics 906 Compensation and Publicity Rights Act. Nothing in this section 907 shall be construed to affect any contracts entered into prior to 908 July 1, 2021.

909 (2) In any legal action founded on a student-athlete * * * 910 <u>publicity rights</u> contract entered into by a person eighteen (18) 911 years of age or older, the person may sue in his or her own name 912 as an adult and be sued in his or her own name as an adult and be 913 served with process as an adult.

914 (3) For j

(3) For purposes of this section:

915 (a) "Intercollegiate * * * <u>athletics program</u>" <u>means an</u>
916 <u>intercollegiate athletics sport played at the collegiate level for</u>
917 which eligibility requirements for participation by a

918 student-athlete are established by a national association * * *,

919 conference or any other group or organization with authority over

920 the sport, that promotes or regulates collegiate athletics; and

921 (b) "Student-athlete" means an individual who *** * *** is

922 enrolled in or has signed a National Letter of Intent or other

923 written agreement to enroll in a postsecondary educational

924 institution or is being recruited by a postsecondary educational

925 institution to participate in an intercollegiate athletics

926 program. If an individual is permanently ineligible to

927 participate in a particular intercollegiate sport, the individual

928 is not a student-athlete for purposes of that sport.

929 SECTION 28. This act shall take effect and be in force from

930 and after its passage.

Further, amend by striking the title in its entirety and

inserting in lieu thereof the following:

AN ACT TO AMEND SECTION 37-97-101, MISSISSIPPI CODE OF 1972, 1 2 TO PROVIDE THAT THE ACT MAY BE CITED AS THE "MISSISSIPPI 3 INTERCOLLEGIATE ATHLETICS COMPENSATION AND PUBLICITY RIGHTS ACT"; 4 TO AMEND SECTION 37-97-103, MISSISSIPPI CODE OF 1972, TO REVISE 5 THE DEFINITION OF "COMPENSATION", "INTERCOLLEGIATE ATHLETICS 6 PROGRAM", "PUBLICITY RIGHTS", "STUDENT-ATHLETE", AND "THIRD 7 PARTY"; TO AMEND SECTION 37-97-105, MISSISSIPPI CODE OF 1972, TO 8 AUTHORIZE CERTAIN ACTIONS TAKEN BY A POSTSECONDARY EDUCATIONAL 9 INSTITUTION OR AN OFFICER OR EMPLOYEE THEREOF RELATED TO 10 STUDENT-ATHLETES AND THEIR PUBLICITY RIGHTS; TO AUTHORIZE A THIRD 11 PARTY TO COMPENSATE A STUDENT-ATHLETE FOR THE USE OF THE 12 STUDENT-ATHLETE'S PUBLICITY RIGHTS; TO AUTHORIZE SUCH INSTITUTION TO REQUIRE STUDENT-ATHLETES TO DISCLOSE PUBLICITY RIGHTS 13 14 AGREEMENTS; TO AMEND SECTION 37-97-107, MISSISSIPPI CODE OF 1972, 15 TO DELETE VARIOUS PROVISIONS THEREOF; TO PROVIDE THAT A POSTSECONDARY EDUCATIONAL INSTITUTION MAY IMPOSE REASONABLE 16 17 LIMITATIONS ON THE DATES AND TIME THAT A STUDENT-ATHLETE MAY 18 PARTICIPATE IN PUBLICITY RIGHTS ACTIVITIES; TO PROVIDE THAT 19 NOTHING IN THIS CHAPTER SHALL RESTRICT A POSTSECONDARY EDUCATIONAL 20 INSTITUTION FROM EXERCISING ITS SOLE DISCRETION TO CONTROL THE 21 AUTHORIZED USE OF ITS MARKS OR LOGOS OR TO DETERMINE A 22 STUDENT-ATHLETE'S APPAREL, GEAR OR OTHER WEARABLES WHILE 23 PARTICIPATING IN AN INTERCOLLEGIATE ATHLETICS PROGRAM ACTIVITY; TO 24 PROHIBIT A STUDENT-ATHLETE FROM USING REGISTERED OR LICENSED LOGOS 25 OR MARKS UNLESS THE INSTITUTION HAS PROVIDED WRITTEN PERMISSION TO 26 DO SO; TO PROVIDE THAT NO STUDENT-ATHLETE WHO IS ENROLLED IN A

27 POSTSECONDARY EDUCATIONAL INSTITUTION SHALL ENTER INTO A PUBLICITY 28 RIGHTS AGREEMENT OR RECEIVE COMPENSATION FROM A THIRD PARTY FOR 29 THE ENDORSEMENT OR PROMOTION OF BRANDS, PRODUCTS, OR SERVICES 30 INVOLVING GAMBLING, SPORTS BETTING, CONTROLLED SUBSTANCES, MARIJUANA, TOBACCO, ALTERNATIVE OR ELECTRONIC NICOTINE PRODUCT OR 31 32 DELIVERY SYSTEM, ALCOHOL, ADULT ENTERTAINMENT OR ANY OTHER BRAND, 33 TO PROVIDE THAT NOTHING IN THIS CHAPTER SHALL BE CONSTRUED TO 34 QUALIFY A STUDENT-ATHLETE AS AN EMPLOYEE OF A POSTSECONDARY 35 EDUCATIONAL INSTITUTION; TO AMEND SECTION 37-97-109, MISSISSIPPI 36 CODE OF 1972, TO SET CERTAIN PROHIBITIONS AGAINST ACTIONS TAKEN BY 37 A NATIONAL ASSOCIATION, A CONFERENCE OR ANY OTHER GROUP OR 38 ORGANIZATION WITH AUTHORITY OVER THE SPORT THAT PROMOTES OR 39 REGULATES COLLEGIATE ATHLETICS AT A POSTSECONDARY EDUCATIONAL 40 INSTITUTION; TO PROVIDE THAT A PERSON OR ENTITY, REGARDLESS OF 41 RESIDENCE, SHALL NOT GIVE OR PROMISE COMPENSATION FOR THE USE OF 42 PUBLICITY RIGHTS OF A STUDENT-ATHLETE WHO IS CURRENTLY ENROLLED IN 43 OR HAS SIGNED A NATIONAL LETTER OF INTENT OR OTHER WRITTEN 44 AGREEMENT TO ENROLL IN A POSTSECONDARY EDUCATIONAL INSTITUTION 45 WITHIN THE STATE OF MISSISSIPPI WITH THE PURPOSE OF RECRUITING OR INDUCING THE STUDENT-ATHLETE TO ENROLL AT ANOTHER POSTSECONDARY 46 EDUCATIONAL INSTITUTION; TO AMEND SECTION 73-42-3, MISSISSIPPI 47 CODE OF 1972, TO PROVIDE THAT AN AGENCY CONTRACT SHALL NOT PROVIDE 48 49 FOR ATHLETE AGENT COMPENSATION THAT EXCEEDS 20% OF THE AGENCY 50 CONTRACT; TO REVISE THE DEFINITION OF "AGENCY CONTRACT", "ENDORSEMENT CONTRACT" AND "STUDENT-ATHLETE" AND TO DEFINE 51 52 "INTERCOLLEGIATE ATHLETICS PROGRAM"; TO AMEND SECTIONS 73-42-5, 73-42-11, 73-42-13, 73-42-19, 73-42-21, 73-42-31, 73-42-34 AND 53 93-19-17, MISSISSIPPI CODE OF 1972, TO CONFORM TO THE PROVISIONS 54 55 OF THE ACT; TO BRING FORWARD SECTIONS 73-42-1, 73-42-7, 73-42-9, 73-42-15, 73-42-17, 73-42-23, 73-42-25, 73-42-27, 73-42-29, 73-42-33, 73-42-35, 73-42-37 AND 73-42-39, MISSISSIPPI CODE OF 56 57 58 1972, FOR THE PURPOSE OF POSSIBLE AMENDMENT; AND FOR RELATED 59 PURPOSES.

HR26\SB2417A.1J

Andrew Ketchings Clerk of the House of Representatives