Session of 2020

SENATE BILL No. 474

By Committee on Ways and Means

2-26

AN ACT concerning postsecondary educational institution student
 athletes; relating to compensation for the use of a student athlete's
 name, image, likeness rights or athletic reputation.

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Be it enacted by the Legislature of the State of Kansas:

Section 1. As used in this act:

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(a) "Act" means sections 1 through 6, and amendments thereto.

8 (b) "Athletic association" means an athletic association, conference or 9 other group or organization with authority over, or that is recognized as a 10 regulatory or promotional authority by, postsecondary educational 11 institutions participating in intercollegiate athletics, including, but not 12 limited to, the national collegiate athletic association.

(c) "Athlete agent" means an athlete agent as defined in the uniform
athlete agents act who has obtained and maintains a current certificate of
registration as set forth in the uniform athlete agents act and who complies
with the federal sports agent responsibility and trust act, 15 U.S.C. § 7801
et seq., established in chapter 104 of title 15 of the United States code.

18 (d) "Intercollegiate athletics" means sports played at the collegiate 19 level for which eligibility requirements for participation by a student 20 athlete are established by an athletic association that promotes or regulates 21 collegiate athletics.

(e) "Postsecondary educational institution" means a public or private
 institution in this state that offers a degree or course of study beyond grade
 and its controlled athletics entities. "Postsecondary educational
 institution" includes a technical college, municipal university, community
 college, college, university, state educational institution and not-for-profit
 corporation controlled by an educational institution for the sole purpose of
 operating its athletic program.

(f) "Student athlete" or "athlete" means a participant in varsity intercollegiate athletics who is a student at a postsecondary educational institution registered for courses full-time on the first day of class of a semester, session or term or who practices or competes in intercollegiate athletics.

34 Sec. 2. (a) A postsecondary educational institution shall not create or 35 enforce any rule, requirement, standard or other limitation that prevents a 36 student athlete of that institution from earning compensation as a result of the use of the student athlete's name, image, likeness rights or athletic reputation. The earning of compensation by a student athlete from the use of a student athlete's name, image, likeness rights or athletic reputation shall not affect a student athlete's scholarship eligibility or scholarship renewal eligibility, unless otherwise required by federal laws or institutional standards governing need-based awards due to income received.

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(b) An athletic association shall not:

9 (1) Prevent, restrict, impose any condition or penalty upon or 10 otherwise limit a student athlete of a postsecondary educational institution 11 from fully participating in intercollegiate athletics and earning 12 compensation as a result of the student athlete's use of the student athlete's 13 name, image, likeness rights or athletic reputation; or

(2) prevent, restrict, impose any condition or penalty upon or
otherwise limit a postsecondary educational institution, its employees or
volunteers from fully participating in intercollegiate athletics as a result of
a student athlete's use of the student athlete's name, image, likeness rights
or athletic reputation to earn compensation.

(c) A postsecondary educational institution or athletic association shall not provide a prospective student athlete who will attend a postsecondary educational institution or a current student athlete with compensation in relation to the athlete's name, image, likeness rights or athletic reputation.

24 (d) For the purposes of this act, an athletics grant-in-aid or a stipend 25 scholarship from a postsecondary educational institution in which a student athlete is enrolled shall not be considered compensation for use of 26 a student athlete's name, image, likeness rights or athletic reputation, and 27 28 no postsecondary educational institution shall revoke or reduce an athletics 29 grant-in-aid or stipend scholarship as a result of a student athlete earning 30 compensation in accordance with this act, unless otherwise required by 31 federal laws or institutional standards governing need-based awards due to 32 income received.

33 Sec. 3. (a) A postsecondary educational institution or athletic 34 association shall not:

(1) Interfere with or prevent a student athlete who is enrolled at a postsecondary educational institution within the state of Kansas and who participates in intercollegiate athletics from obtaining professional representation in relation to contracts or legal matters, including, but not limited to, representation provided by an athlete agent or legal representation provided by an athlete agent or legal

41 (2) interfere with or prevent a student athlete from fully participating
42 in intercollegiate athletics as a result of the student athlete obtaining
43 professional representation in relation to contracts or legal matters,

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including, but not limited to, representation provided by an athlete agent or
 legal representation provided by an attorney.

3 (b) An athletic association shall not prevent, restrict, impose any 4 condition or penalty upon or otherwise limit a postsecondary educational 5 institution from fully participating in intercollegiate athletics as a result of 6 a student athlete obtaining professional representation in relation to 7 contracts or legal matters, including, but not limited to, representation 8 provided by an athlete agent or legal representation provided by an 9 attorney.

(c) Professional representation on behalf of a student athlete by an
athlete agent or attorney shall only be provided by persons licensed by this
state or holding certificates of registration as provided by applicable
Kansas law, including the uniform athlete agents act, and who are in
compliance with such Kansas law and the federal sports agent
responsibility and trust act, 15 U.S.C. § 7801 et seq., established in chapter
104 of title 15 of the United States code.

17 Sec 4 (a) A student athlete shall be deemed to have granted the 18 student's postsecondary educational institution the right, royalty-free and 19 without compensation in return therefor, to use the student athlete's name, 20 image, likeness rights or athletic reputation and any alterations thereto, to 21 the extent and in the form determined in the institution's sole discretion, at 22 any time for its advertising and marketing related to the postsecondary 23 educational institution's athletic, academic, promotional and historical 24 interests. Any contractual provision in a contract between a student athlete 25 and a third-party sponsor or athlete agent in conflict with this provision is 26 null and void.

27 (b) A student athlete shall not enter into a contract providing 28 compensation to the student athlete for use of the student athlete's name, 29 image, likeness rights or athletic reputation if a provision of that contract is 30 in conflict with a provision of a contract entered into by the postsecondary 31 educational institution's department or an affiliated entity, including, but 32 not limited to, a contract that requires the student athlete to display a 33 sponsor's apparel, or otherwise advertise for a sponsor, during official team 34 activities if such provision is in conflict with a provision of a contract 35 binding the postsecondary educational institution.

36 (c) A postsecondary educational institution asserting a conflict 37 described in subsection (b) shall disclose to the student athlete and the 38 student athlete's professional representative, if applicable, the full contract 39 that the postsecondary educational institution asserts is in conflict and 40 shall designate the relevant contractual provisions asserted to be in 41 conflict.

42 (d) A postsecondary educational institution or its athletic program 43 shall not enter into a contract that prevents a student athlete from receiving compensation for using the student athlete's name, image, likeness rights
 or athletic reputation for a commercial purpose when the student athlete is
 not engaged in official team activities.

4 (e) A student athlete who enters into a contract providing 5 compensation to the student athlete for the use of the student athlete's 6 name, image, likeness rights or athletic reputation shall disclose the 7 contract to an official of the postsecondary educational institution to be 8 designated by the postsecondary educational institution. Notice of the 9 official to receive disclosure of the contract shall be provided to all student 10 athletes by the postsecondary educational institution upon request or prior to the first day of class of a semester, session or term. A student athlete 11 shall provide disclosure of a contract within five business days of the date 12 13 of signature of the contract by the student athlete.

(f) This act shall not authorize prospective student athletes who may
attend a postsecondary educational institution to negotiate, discuss or
receive compensation for the use of the prospective student athlete's name,
image, likeness rights or athletic reputation prior to the student athlete's
enrollment in a postsecondary educational institution or practice or
competition in intercollegiate athletics.

20 Sec. 5. (a) This act shall not apply to a contract executed, modified or 21 renewed by a student athlete before the effective date of this act.

(b) A legal settlement arising under this act shall not permitnoncompliance with this act.

Sec. 6. (a) The attorney general shall certify to the secretary of state when a total of 15 other states have enacted legislation similar to this act, permitting student athletes to receive compensation from the use of their name, image, likeness rights or athletic reputation. Upon receipt of such certification, the secretary of state shall cause a notice of such certification to be published in the Kansas register.

(b) The provisions of sections 1 through 5, and amendments thereto,
shall take effect from and after July 1 following the publication of the
notice by the secretary of state in the Kansas register as provided by
subsection (a).

34 Sec. 7. This act shall take effect and be in force from and after its 35 publication in the statute book.