Stricken language would be deleted from and underlined language would be added to present law. Act 810 of the Regular Session

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3		HOUSE BILL 1671	
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6	, ,	Cozart, Dalby, Eaves, Evans, Fortner, Godfrey, Hillman, M. Hodges, L. Johnson, Ladyman, Lynch,	
7		Maddox, McCullough, M. McElroy, McNair, Payton, Perry, Rye, Scott, S. Smith, Springer, Vaught,	
8	Warren, Watson, D. Whitaker, Wooten, Beaty Jr., Clowney, Fielding, C. Fite, Hudson, McClure		
9	By: Senators Hester, B. Ballinger, Beckham, L. Chesterfield, J. Dismang, L. Eads, Elliott, J. English,		
10	10 Flippo, J. Hendren, Hill, K. Ingram, B. Johnson, G. Leding, C. Tucker, I.	rvin	
11	11		
12	For An Act To Be Entitled		
13	AN ACT TO ESTABLISH THE ARKANSAS STUDENT-	ATHLETE	
14	PUBLICITY RIGHTS ACT; AND FOR OTHER PURPO	SES.	
15	15		
16	16		
17	17 Subtitle		
18	TO ESTABLISH THE ARKANSAS STUDENT-AT	HLETE	
19	19 PUBLICITY RIGHTS ACT.		
20	20		
21	21		
22	22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF	ARKANSAS:	
23	23		
24	24 SECTION 1. Arkansas Code Title 4, Chapter 75,	is amended to add an	
25	25 additional subchapter to read as follows:		
26	26 <u>Subchapter 13 - Arkansas Student-Athlete Publ</u>	icity Rights Act	
27			
28	28 4-75-1301. Title.		
29		as the "Arkansas	
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34		an individual's readily	
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1	purchases of products, merchandise, goods, or services; or	
2	(ii) On or in connection with products, merchandise,	
3	goods, or other commercial activity that is not exempt under this subchapter	
4	(B) "Commercial use" does not include the use of an	
5	individual's name, voice, signature, photograph, or likeness to identify the	
6	individual for the purpose of:	
7	(i) Data collection or data reporting and supplying	
8	the data collected or reported; or	
9	(ii) Data processing, data matching, data	
10	distribution, or data licensing;	
11	(2) "Image" means a picture or other recognizable visual	
12	representation of a student-athlete;	
13	(3) "Likeness" means a reproduction of an image of an individual	
14	by any means other than a photograph;	
15	(4) "Name" means:	
16	(A) The first, middle, or last name of a student-athlete;	
17	<u>or</u>	
18	(B) When used in a context that reasonably identifies a	
19	student-athlete with particularity:	
20	(i) The initials of the student-athlete; or	
21	(ii) The nickname of the student-athlete;	
22	(5) "Photograph" means a reproduction of an image of an	
23	individual that readily identifies the individual, whether made by	
24	photography, videotape, live transmission, or other means;	
25	(6) "Publicity right" means a right that is recognized under	
26	state or federal law that permits an individual to control and profit from	
27	commercial use of the individual's name, image, voice, signature, photograph,	
28	or likeness;	
29	(7)(A) "Student-athlete" means an individual enrolled at an	
30	institution of higher education who is eligible to engage in any varsity	
31	intercollegiate athletics program at the institution.	
32	(B) "Student-athlete" does not include an individual who	
33	is permanently ineligible to participate in a particular varsity	
34	intercollegiate athletics program for the purposes of the particular varsity	
35	intercollegiate athletics program; and	
36	(8)(A) "Third-party licensee" means an individual or entity that	

- l licenses, secures, or uses the publicity rights of a student-athlete or that
- 2 provides compensation in any form to a current or prospective student-
- 3 athlete, or anyone on behalf of the student-athlete, in exchange for the
- 4 student-athlete's using, displaying, referring to, mentioning, endorsing,
- 5 advertising, selling, marketing, promoting, or soliciting the purchase of a
- 6 product, merchandise, good, service, organization, or business.
- 7 (B) "Third-party licensee" does not include an athletic
- 8 association, athletic conference, institution of higher education, or
- 9 nonprofit organization, club, or supporting foundation that is authorized by
- 10 an institution of higher education and established solely to advance the
- 11 purposes of the institution of higher education.

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- 13 4-75-1303. Right to compensation.
- 14 (a) Except as prohibited in this subchapter, a student-athlete may
- $\underline{\text{enter into a contract and receive compensation for the commercial use of the}}$
- 16 <u>student-athlete's publicity rights.</u>
- 17 (b) Except as provided in this subchapter or applicable federal law,
- 18 an institution of higher education shall not uphold any rule, requirement,
- 19 standard, or other limitation of an athletic association or athletic
- 20 conference that prevents a student athlete from earning compensation for the
- 21 <u>commercial use of the student-athlete's publicity rights.</u>
- 22 (c) Earning compensation for the commercial use of a student-athlete's
- 23 <u>publicity rights shall not affect the student-athlete's scholarship</u>
- 24 <u>eligibility</u>.
- 25 (d) An athletic association, athletic conference, or any other
- organization with authority over varsity intercollegiate athletics shall not:
- 27 (1) Prevent a student-athlete from receiving compensation for
- 28 the commercial use of the student-athlete's publicity rights under this
- 29 <u>subchapter</u>;
- 30 (2) Penalize a student-athlete for receiving compensation for
- 31 the commercial use of the student-athlete's publicity rights under this
- 32 subchapter; or
- 33 (3) Prevent an institution of higher education from
- 34 participating in varsity intercollegiate athletics, or otherwise penalize an
- 35 <u>institution of higher education</u>, as a result of a student-athlete's receipt
- 36 of compensation under this subchapter.

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2	4-75-1304. Conflicts.	
3	(a) A third-party licensee or student-athlete shall not enter into a	
4	contract for the commercial use of the student-athlete's publicity rights in	
5	the contract:	
6	(1) Requires the student-athlete to endorse, use, solicit, sell,	
7	market, advertise, promote, refer to, mention, display, or otherwise promote	
8	the name, image, logo, product, service, purpose, campaign, business, digital	
9	or physical address, or location of any third-party licensee or commercial	
10	entity during a varsity intercollegiate athletic practice, competition, or	
11	other activity;	
12	(2) Conflicts with a term or condition of a contract, policy,	
13	rule, regulation, or standard of the student-athlete's enrolled institution	
14	of higher education; or	
15	(3) Involves the student-athlete's performance or lack of	
16	performance in athletic competition.	
17	(b) A contract in violation of this subchapter is void and	
18	unenforceable.	
19		
20	4-75-1305. Representation.	
21	(a) An agent, athlete agent, financial advisor, or attorney who is	
22	providing professional representation of a student-athlete shall be licensed,	
23	as applicable, in this state.	
24	(b) An institution of higher education, athletic association, athletic	
25	conference, or other organization with authority over varsity intercollegiate	
26	athletics shall not prevent a student-athlete from participating in a varsity	
27	intercollegiate sport, or otherwise penalize a student-athlete, for obtaining	
28	professional representation in connection with an opportunity to earn	
29	compensation for the commercial use of the student-athlete's publicity	
30	rights.	
31	(c) A student-athlete may rescind a publicity rights contract with a	
32	third-party licensee or a contract for professional representation related to	
33	publicity rights without being held liable for breach of contract and with no	
34	obligation to return payments received before giving notice of rescission if	
35	the student-athlete is no longer:	

36

(1) Enrolled at an institution of higher education;

1	(2) Eligible to engage in any varsity intercollegiate athletics
2	program at an institution of higher education; or
3	(3) Participating in varsity intercollegiate athletics at an
4	institution of higher education.
5	
6	4-75-1306. Disclosure.
7	(a)(1) A student-athlete who enters into a contract related to the
8	commercial use of the student-athlete's publicity rights shall disclose to a
9	designated official of the student-athlete's institution of higher education
10	the existence of the contract, including the contract terms, conditions,
11	parties, and compensation amounts.
12	(2) The disclosure described in subdivision (a)(1) of this
13	section shall be made within a time period and in a manner designated by the
14	institution of higher education.
15	(b)(1) A professional representative of a student-athlete for a
16	contractual or legal matter regarding the student-athlete's opportunity to
17	earn compensation for the commercial use of the student-athlete's publicity
18	rights shall disclose to a designated official of the student-athlete's
19	institution of higher education the relationship between the professional
20	representative and the student-athlete and the existence of the contract,
21	including without limitation the contract terms, conditions, parties, and
22	compensation amounts.
23	(2) The disclosure described in subdivision (b)(1) of this
24	section shall be made within a time period and in a manner designated by the
25	institution of higher education.
26	
27	4-75-1307. Scope.
28	(a) This subchapter does not:
29	(1) Allow a student-athlete to seek or obtain compensation for
30	any use of the student-athlete's publicity rights stated in § 4-75-1110;
31	(2) Require an institution of higher education, athletic
32	association, conference, or other organization with authority over varsity
33	intercollegiate athletics to identify, create, facilitate, negotiate, or
34	otherwise enable opportunities for a student-athlete to earn compensation for
35	the commercial use of the student-athlete's publicity rights;
36	(3) Authorize a student-athlete to use the name, nicknames,

1	trademarks, service marks, landmarks, facilities, trade dress, uniforms,	
2	songs, mascots, logos, images, symbols, or other intellectual property,	
3	whether registered or not, of an institution of higher education, athletic	
4	association, conference, or other organization with authority over varsity	
5	intercollegiate athletics;	
6	(4) Limit the right of an institution of higher education to	
7	establish and enforce:	
8	(A) Academic standards, requirements, regulations or	
9	obligations for its students;	
10	(B) Team rules of conduct or other rules of conduct;	
11	(C) Standards or policies regarding the governance or	
12	operation of or participation in varsity intercollegiate athletics; or	
13	(D) Disciplinary rules generally applicable to all	
14	students of the institution of higher education;	
15	(5) Authorize any prospective student-athlete who may attend an	
16	institution of higher education, any third-party licensee, or anyone acting	
17	on behalf of the prospective student-athlete to negotiate or receive	
18	compensation for the commercial use of the prospective student-athlete's	
19	publicity rights before the student-athlete's enrollment in an institution of	
20	higher education or practice or competition in varsity intercollegiate	
21	athletics; or	
22	(6) Render student-athletes employees of the institution of	
23	higher education based on participation in varsity intercollegiate athletic	
24	<pre>competition.</pre>	
25	(b) Notwithstanding any other provision of this subchapter, a student-	
26	$\underline{\text{athlete participating in varsity intercollegiate athletics is prohibited from}}$	
27	earning compensation as a result of the commercial use of the student-	
28	athlete's publicity rights in connection with any person or entity related to	
29	or associated with the development, promotion, production, distribution,	
30	wholesaling, or retailing of:	
31	(1) Adult entertainment, sexually suggestive products, or sex-	
32	oriented products, services, conduct, imagery, or inferences;	
33	(2) Alcohol products;	
34	(3) A casino and gambling, including without limitation sports	
35	betting and betting in connection with a video game or online game, or on a	
36	<pre>mobile device;</pre>	

1	(4) Tobacco, marijuana, or electronic smoking products and
2	devices;
3	(5) Pharmaceuticals;
4	(6) Any dangerous or controlled substance;
5	(7) Drug paraphernalia;
6	(8) Weapons, including without limitation firearms and
7	ammunition; or
8	(9) Any product, substance, or method that is prohibited in
9	competition by an athletic association, athletic conference, or other
10	organization governing varsity intercollegiate athletic competition.
11	
12	4-75-1308. Civil remedy.
13	(a)(1) An institution of higher education or a student-athlete as
14	defined in § 4-75-1302 has a cause of action for damages against an athlete
15	agent or third-party licensee if the institution of higher education or
16	student-athlete is adversely affected by an act or omission of the athlete
17	agent, third-party licensee, or anyone acting on behalf of the athlete agent
18	or third-party licensee in violation of this subchapter.
19	(2) An institution of higher education or student-athlete is
20	adversely affected by an act or omission of an athlete agent, third-party
21	licensee, or anyone acting on behalf of the athlete agent or third-party
22	licensee, only if, because of the act or omission, the institution of higher
23	education or student-athlete:
24	(A) Is suspended or disqualified from participating in an
25	intercollegiate sport; or
26	(B) Suffers financial damage.
27	(b) A student-athlete has a cause of action under this section only in
28	the student-athlete was enrolled in an institution of higher education at the
29	time of the act or omission.
30	(c) In an action under this section, a prevailing plaintiff may
31	recover punitive damages, reasonable attorney's fees and costs, and any other
32	reasonable litigation expenses.
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34	SECTION 2. EFFECTIVE DATE. This act is effective on and after January
35	<u>1, 2022.</u>

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1	/s/Shep	/s/Shepherd	
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