HOUSE BILL NO. HB0186

Uniform Athlete Agents Act.

Sponsored by: Representative(s) Walsh, Brown, Esquibel,
Morgan, Olsen, Reese, Slater and White and
Senator(s) Coe, Decaria, Hines, Nicholas and
Vasey

A BILL

for

1 AN ACT relating to athletic agents; providing for

- 2 disclosure as specified; providing requirements for
- 3 contracts and contacts with student athletes as specified;
- 4 providing definitions; providing criminal and civil
- 5 remedies; and providing for an effective date.

6

7 Be It Enacted by the Legislature of the State of Wyoming:

8

9 **Section 1.** W.S. 33-44-101 through 33-44-114 are

10 created to read:

11

12 CHAPTER 44

13 UNIFORM ATHLETE AGENTS ACT

14

15 **33-44-101**. Short title.

2 This act may be cited as the "Uniform Athlete Agents Act."

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4 **33-44-102**. Definitions.

5

6 (a) As used in this act:

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8 (i) "Agency contract" means an agreement in which
9 a student athlete authorizes a person to negotiate or
10 solicit on behalf of the student athlete a professional
11 sports services contract or an endorsement contract;

12

13 (ii) "Athlete agent" means an individual who 14 enters into an agency contract with a student athlete or, directly or indirectly, recruits or solicits a student 15 16 athlete to enter into an agency contract. The term does not 17 include a spouse, parent, sibling, grandparent or legal quardian of the student athlete or an individual acting 18 solely on behalf of a professional sports team or 19 20 professional sports organization. The term includes an 21 individual who represents to the public that the individual 22 is an athlete agent;

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(iii) "Athletic director" means an individual 1 2 responsible for administering the overall athletic program 3 an educational institution or, if an educational 4 institution has separately administered athletic programs 5 for male students and female students, the athletic program males or the athletic program for females, 6 for 7 appropriate; 8 9 (iv) "Contact" means a communication, direct or 10 indirect, between an athlete agent and a student athlete, to 11 recruit or solicit the student athlete to enter into an agency contract; 12 13 (v) "Endorsement contract" means an agreement 14 under which a student athlete is employed or receives 15 16 consideration to use on behalf of the other party any value 17 that the student athlete may have because of publicity, reputation, following or fame obtained because of athletic 18 ability or performance; 19 20 21 (vi) "Intercollegiate sport" means a sport played 22 at the collegiate level for which eligibility requirements

for participation by a student athlete are established by a

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1 national association for the promotion or regulation of

2 collegiate athletics;

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4 (vii) "Person" means an individual, corporation,

5 business trust, estate, trust, partnership, limited

6 liability company, association, joint venture or government;

7 governmental subdivision, agency or instrumentality; public

8 corporation; or any other legal or commercial entity;

9

10 (viii) "Professional sports services contract"

11 means an agreement under which an individual is employed or

12 agrees to render services as a player on a professional

13 sports team, with a professional sports organization, or as

14 a professional athlete;

15

16 (ix) "Record" means information that is inscribed

17 on a tangible medium or that is stored in an electronic or

18 other medium and is retrievable in perceivable form;

19

20 (x) "State" means a state of the United States,

21 the District of Columbia, Puerto Rico, the United States

22 Virgin Islands, or any territory or insular possession

4

23 subject to the jurisdiction of the United States;

24

(xi) "Student athlete" means an individual who 1 2 engages in, is eligible to engage in, or may be eligible in 3 the future to engage in, any intercollegiate sport. If an 4 individual is permanently ineligible to participate in a 5 particular intercollegiate sport, the individual is not a student athlete for purposes of that sport; and 6 7 (xii) "This act" means W.S. 33-44-101 through 8 9 33-44-114. 10 11 33-44-103. Service of process. 12 13 By engaging in the business of an athlete agent in this state, a nonresident individual appoints the secretary of 14

state as the individual's agent to accept service of process 15 in any civil action related to the individual's business as 16

17 an athlete agent in this state.

18

21

19 33-44-104. Athlete agents; delivery of disclosure form 20 required.

22 (a) Except as otherwise provided in subsection (b) of this section, an individual may not act as an athlete agent 23 in this state unless on the day of initial contact with any 24

1 student athlete the athlete agent delivers to the student

2 athlete the athlete agent disclosure form as required by

3 W.S. 33-44-105.

4

5 (b) An individual may act as an athlete agent before

6 delivering an athlete agent disclosure form for all purposes

7 except signing an agency contract if:

8

9 (i) A student athlete or another acting on behalf

10 of the student athlete initiates communication with the

11 individual; and

12

(ii) Within seven (7) days after an initial act

14 as an athlete agent, the individual delivers an athlete

15 agent disclosure form to the student athlete.

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17 (c) An agency contract resulting from conduct in

18 violation of this section is void. The athlete agent shall

19 return any consideration received under the contract.

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21 33-44-105. Athlete agent disclosure form;

22 requirements.

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| 1 | (a) The athlete agent disclosure form shall be in a |
|----|---|
| 2 | record executed in the name of an individual and signed by |
| 3 | the athlete agent under penalty of perjury and, except as |
| 4 | otherwise provided in subsection (b) of this section, must |
| 5 | state or contain: |
| 6 | |
| 7 | (i) The name of the athlete agent and the |
| 8 | address of the athlete agent's principal place of business; |
| 9 | |
| 10 | (ii) The name of the athlete agent's business or |
| 11 | employer, if applicable; |
| 12 | |
| 13 | (iii) Any business or occupation engaged in by |
| 14 | the athlete agent for the five (5) years next preceding the |
| 15 | date of execution of the athlete agent disclosure form; |
| 16 | |
| 17 | (iv) A description of the athlete agent's: |
| 18 | |
| 19 | (A) Formal training as an athlete agent; |
| 20 | |
| 21 | (B) Practical experience as an athlete |
| 22 | agent; and |

1 (C) Educational background relating to the 2 athlete agent's activities as an athlete agent; 3 4 (v) The names and addresses of three (3) 5 individuals not related to the athlete agent who are willing to serve as references; 6 7 (vi) The name, sport, and last known team for 8 9 each individual for whom the athlete agent provided 10 services as an athlete agent during the five (5) years next preceding the date of execution of the athlete agent 11 12 disclosure form; 13 14 (vii) The names and addresses of all persons who 15 are: 16 17 (A) With respect to the athlete agent's business if it is not a corporation, the partners, 18 officers, associates or profit-sharers; and 19 20 21 (B) With respect to a corporation employing 22 the athlete agent, the officers, directors and any shareholder of the corporation with a five percent (5%) or 23 24 greater interest;

8

(viii) Whether the athlete agent or any other
person named pursuant to paragraph (vii) of this subsection
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;

7

8 (ix) Whether there has been any administrative
9 or judicial determination that the athlete agent or any
10 other person named pursuant to paragraph (vii) of this
11 subsection has made a false, misleading, deceptive or
12 fraudulent representation;

13

14 (x) Any instance in which the conduct of the
15 athlete agent or any other person named pursuant to
16 paragraph (vii) of this subsection resulted in the
17 imposition of a sanction, suspension or declaration of
18 ineligibility to participate in an interscholastic or
19 intercollegiate athletic event on a student athlete or
20 educational institution;

21

22 (xi) Any sanction, suspension or disciplinary 23 action taken against the athlete agent or any other person

9

1 named pursuant to paragraph (vii) of this subsection

2 arising out of occupational or professional conduct; and

3

4 (xii) Whether there has been any denial of an

5 application for, suspension or revocation of, or refusal to

6 renew, the registration or licensure of the athlete agent

7 or any other person named pursuant to paragraph (vii) of

8 this subsection as an athlete agent in any state.

9

10 (b) An individual who has submitted an application

11 for, and received a certificate of or a renewal of a

12 certificate of, registration or licensure as an athlete

13 agent in another state may submit a copy of the application

14 and a valid certificate of registration or licensure from

15 the other state in lieu of submitting an athlete agent

16 disclosure form in the form prescribed pursuant to

17 subsection (a) of this section, but only if the application

18 to the other state:

19

20 (i) Was submitted in the other state within the

21 six (6) months next preceding the date of delivery of the

22 athlete agent disclosure form in this state and the athlete

23 agent certifies the information contained in the

24 application is current;

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2 (ii) Contains information substantially similar 3 to or more comprehensive than that required in an athlete 4 agent disclosure form under subsection (a) of this section; 5 and 6 7 (iii) Was signed by the athlete agent under penalty of perjury. 8 9 10 33-44-106. Disqualifications. 11 12 (a) No person may engage in the business of an athlete 13 agent who has: 14 15 (i) Been convicted of a crime that, if committed in this state, would be a felony or other crime involving 16 moral turpitude; 17 18 19 (ii) Made a materially false, misleading, 20 deceptive or fraudulent representation as an athlete agent

or in the application for licensure or registration as an

athlete agent in another state;

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22

21

(iii) Engaged in conduct prohibited by W.S.

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2 33-44-111; 3 4 (iv) Had a registration or licensure as 5 athlete agent suspended, revoked or denied or been refused renewal of registration or licensure in any state; or 6 7 (v) Engaged in conduct or failed to engage in 8 9 conduct the consequence of which was that a sanction, 10 suspension or declaration of ineligibility to participate in an interscholastic or intercollegiate athletic event was 11 imposed on a student athlete or educational institution. 12 13 14 33-44-107. Form of contract. 15 16 (a) An agency contract shall be in a record signed by 17 the parties. 18 19 (b) An agency contract shall state or contain: 20 21 (i) The amount and method of calculating the 22 consideration to be paid by the student athlete for services to be provided by the athlete agent under the contract and 23 any other consideration the athlete agent has received or 24

| 1 | will receive from any other source for entering into the |
|----|---|
| 2 | contract or for providing the services; |
| 3 | |
| 4 | (ii) The name of any person other than the |
| 5 | athlete agent who will be compensated because the student |
| 6 | athlete signed the agency contract; |
| 7 | |
| 8 | (iii) A description of any expenses that the |
| 9 | student athlete agrees to reimburse; |
| 10 | |
| 11 | (iv) A description of the services to be provided |
| 12 | to the student athlete; |
| 13 | |
| 14 | (v) The duration of the contract; and |
| 15 | |
| 16 | (vi) The date of execution. |
| 17 | |
| 18 | (c) An agency contract must contain, in close |
| 19 | proximity to the signature of the student athlete, a |
| 20 | conspicuous notice in boldface type in capital letters |
| 21 | stating: |
| 22 | |
| 23 | WARNING TO STUDENT ATHLETE |
| 24 | IF YOU SIGN THIS CONTRACT: |

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| 2 | (1) YOU MAY LOSE YOUR ELIGIBILITY TO |
|----|---|
| 3 | COMPETE AS A STUDENT ATHLETE IN YOUR SPORT; |
| 4 | |
| 5 | (2) BOTH YOU AND YOUR ATHLETE AGENT ARE |
| 6 | REQUIRED TO TELL YOUR ATHLETIC DIRECTOR, IF YOU |
| 7 | HAVE AN ATHLETIC DIRECTOR, AT LEAST SEVENTY-TWO |
| 8 | (72) HOURS PRIOR TO ENTERING INTO AN AGENCY |
| 9 | CONTRACT AND AGAIN WITHIN SEVENTY-TWO (72) HOURS |
| 10 | AFTER ENTERING INTO AN AGENCY CONTRACT; AND |
| 11 | |
| 12 | (3) YOU MAY CANCEL THIS CONTRACT WITHIN |
| 13 | FOURTEEN (14) DAYS AFTER SIGNING IT. CANCELLATION |
| 14 | OF THE CONTRACT MAY NOT REINSTATE YOUR |
| 15 | ELIGIBILITY. |
| 16 | |
| 17 | (d) A copy of the athlete agent disclosure form |
| 18 | delivered to the student athlete shall be attached to the |
| 19 | agency contract. |
| 20 | |

(e) An agency contract that does not conform to this 21 22 section is voidable by the student athlete.

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1 (f) The athlete agent shall give a copy of the signed 2 agency contract to the student athlete at the time of

3 signing.

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5 33-44-108. Notice to educational institution.

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(a) At least seventy-two (72) hours prior to entering into an agency contract, the athlete agent shall give notice in a record of the existence of the contract and shall provide a copy of the athlete agent disclosure form to the athletic director of the educational institution at which the student athlete is enrolled or the athlete agent has reasonable grounds to believe the student athlete

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intends to enroll.

16 (b) Within seventy-two (72) hours after entering into 17 an agency contract or before the next scheduled athletic event in which the student athlete may participate, 18 whichever occurs first, the athlete agent shall give notice 19 20 in a record of the existence of the contract and shall 21 provide a copy of the athlete agent disclosure form to the athletic director of the educational institution at which 22 the student athlete is enrolled or the athlete agent has 23

1 reasonable grounds to believe the student athlete intends

2 to enroll.

3

4 (c) At least seventy-two (72) hours prior to entering

5 into an agency contract, the student athlete shall give

6 notice in a record of the existence of the contract and

7 shall provide a copy of the athlete agent disclosure form

8 to the athletic director of the educational institution at

9 which the student athlete is enrolled.

10

11 (d) Within seventy-two (72) hours after entering into

12 an agency contract or before the next athletic event in

13 which the student athlete may participate, whichever occurs

14 first, the student athlete shall inform the athletic

15 director of the educational institution at which the

16 student athlete is enrolled that he has entered into an

17 agency contract and shall provide a copy of the athlete

18 agent disclosure form.

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33-44-109. Student athlete's right to cancel.

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22 (a) A student athlete may cancel an agency contract by

23 giving notice in a record to the athlete agent of the

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cancellation within fourteen (14) days after the contract is 1 2 signed. 3 4 (b) A student athlete may not waive the right to 5 cancel an agency contract. 6 7 (c) If a student athlete cancels an agency contract, the student athlete is not required to pay any consideration 8 9 under the contract or to return any consideration received from the agent to induce the student athlete to enter into 10 11 the contract. 12 13 33-44-110. Required records; retention. 14 15 (a) An athlete agent shall retain the following records for a period of five (5) years: 16 17 18 (i) The name and address of each individual 19 represented by the athlete agent; 20 21 (ii) Any agency contract entered into by the 22 athlete agent; and 23

22

(iii) Any direct costs incurred by the athlete 1 2 agent in the recruitment or solicitation of a student athlete. 3 4 5 (b) Records required by subsection (a) of this section to be retained are subject to subpoena in a judicial 6 7 proceeding. 8 33-44-111. Prohibited acts. 9 10 (a) An athlete agent may not do any of the following 11 with the intent to induce a student athlete to enter into an 12 13 agency contract: 14 15 (i) Give any materially false or misleading information or make a materially false promise or 16 17 representation; 18 19 (ii) Furnish anything of value to a student 20 athlete before the student athlete enters into the agency 21 contract; or

(iii) Furnish anything of value to any individual 1 2 other than the student athlete or another registered athlete agent. 3 4 5 (b) An athlete agent may not intentionally: 6 7 (i) Initiate contact with a student athlete unless providing the student athlete with the athlete agent 8 9 disclosure form as provided in W.S. 33-44-104; 10 11 (ii) Refuse or willfully fail to retain or 12 produce in response to subpoena the records required by W.S. 33-44-110; 13 14 15 (iii) Fail to disclose information required by W.S. 33-44-105; 16 17 18 (iv) Provide materially false or misleading 19 information in an athlete agent disclosure form; 20 21 (v) Predate or postdate an agency contract; 22 23 (vi) Fail to notify a student athlete prior to the student athlete's signing an agency contract for a 24

particular sport that the signing by the student athlete may

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2
    make the student athlete ineligible to participate as a
 3
    student athlete in that sport;
 4
5
              (vii) Ask or allow a student athlete to waive or
    attempt to waive rights under this act;
 6
7
              (viii) Fail to give notice required under W.S.
8
 9
    33-44-108; or
10
11
              (ix) Engage in the business of an athlete agent
    in this state:
12
13
                   (A) At any time after conviction under W.S.
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15
    33-44-112; or
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17
                   (B) Within five (5) years of entry of a
    civil judgment under W.S. 33-44-113.
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         33-44-112. Criminal and civil penalties.
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    The commission of any act prohibited by W.S. 33-44-111 by an
    athlete agent is a felony punishable by imprisonment of not
23
    less than one (1) year, a fine of not more than ten thousand
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1 dollars (\$10,000.00), or both. In addition to any criminal

2 penalties, the court may assess a civil penalty of up to ten

3 thousand dollars (\$10,000.00) for a violation of W.S.

4 33-44-111.

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6 33-44-113. Civil remedies.

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8 (a) An educational institution has a right of action 9 against an athlete agent or a former student athlete for

10 damages caused by a violation of this act. In an action

11 under this section, the court may award to the prevailing

12 party costs and reasonable attorneys' fees.

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14 (b) Damages of an educational institution under subsection (a) of this section include losses and expenses 15 incurred because, as a result of the activities of an 16 17 athlete agent or former student athlete, the educational institution was injured by a violation of this act or was 18 19 penalized, disqualified or suspended from participation in 20 athletics by a national association for the promotion and 21 regulation of athletics, by an athletic conference or by 22 reasonable self-imposed disciplinary action taken to

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mitigate sanctions.

1 (c) A right of action under this section does not

2 accrue until the educational institution discovers or by the

3 exercise of reasonable diligence would have discovered the

4 violation by the athlete agent or former student athlete.

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6 (d) Any liability of the athlete agent or the former

7 student athlete under this section is several and not joint.

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9 (e) This act does not restrict rights, remedies or

10 defenses of any person under law or equity.

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12 33-44-114. Application; construction.

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14 In applying and construing this uniform act, consideration

15 shall be given to the need to promote uniformity of the law

16 with respect to its subject matter of this act among states

17 that enact it.

18

19 **Section 2.** This act is effective immediately upon

20 completion of all acts necessary for a bill to become law

21 as provided by Article 4, Section 8 of the Wyoming

22 Constitution.

23

24 (END)