

State of Misconsin 2023 - 2024 LEGISLATURE

LRB-5180/1 JAM:skw&amn

2023 ASSEMBLY BILL 1048

February 2, 2024 – Introduced by Representatives EMERSON, HONG, J. ANDERSON, BARE, CLANCY, MADISON, PALMERI and SINICKI, cosponsored by Senators LARSON and TAYLOR. Referred to Committee on Colleges and Universities.

AUTHORS SUBJECT TO CHANGE

1 AN ACT to create 36.39, 38.25 and 39.43 of the statutes; relating to: name, 2 image, and likeness compensation for students at institutions of higher 3 education.

Analysis by the Legislative Reference Bureau

This bill creates certain restrictions on higher education institutions, including the Board of Regents of the University of Wisconsin System and its institutions, the Technical College System Board, district boards, and technical colleges, and private colleges (collectively, "institutions"); student athletes; student organization members; and students' professional representatives in relation to compensation for the use of student athletes' and student organization members' name, image, or likeness. In the bill, "student athlete" is defined to mean a student at an institution who participates in an intercollegiate sport. "Intercollegiate sport" is defined as a sport played at the collegiate level for which eligibility requirements for participation are established by an athletic organization, but does not include a recreational, intramural, or club sport. "Student organization member" is defined to mean a student at an institution who participates in an institution-affiliated student organization.

The bill requires institutions to ensure that 1) no institution requirement prevents a student athlete or student organization member from receiving compensation on the basis of the student's name, image, or likeness; 2) any money or item of value received by a student athlete or student organization member for the student's name, image, or likeness is considered compensation and does not affect

the student's receipt of a scholarship from the institution; 3) neither an institution nor any person related to or benefiting an institution compensates or promises future compensation to a prospective student athlete for the prospective student athlete's name, image, or likeness; 4) an institution does not compensate or cause compensation to be directed to a student athlete or student organization member for the use of the student's name, image, or likeness; 5) a prospective student athlete or student athlete not be prevented by a contract between the prospective student athlete or student athlete and the institution from using the prospective student athlete's or student athlete's name, image, or likeness for a commercial purpose when the prospective student athlete or student athlete is not engaged in an official team activity; 6) any contract between an institution and a prospective student athlete or student athlete allows the institution and any organization with relevant authority over intercollegiate athletics to use the prospective student athlete's or student athlete's name, image, or likeness for advertising and marketing purposes without paying additional compensation to the prospective student athlete or student athlete; 7) a student athlete or student organization member may obtain professional representation in relation to a name, image, or likeness contract or legal matter; and 8) that each institution create a written policy for how it will respond to a situation in which a student athlete or student organization member at the institution violates the bill's prohibition on a student athlete or student organization member earning name, image, or likeness compensation in connection with certain goods or services.

The bill also requires an attorney representing a student athlete or student organization member in relation to the student's name, image, or likeness to be licensed to practice law in this state, and requires an agent obtained by a student athlete to comply with certain federal law with regard to the agent's relationship with the student athlete.

The bill also prohibits student athletes and student organization members from earning name, image, or likeness compensation in connection with any person related to the development, production, distribution, wholesaling, or retailing of adult entertainment products and services, alcohol products, betting activities, tobacco, electronic smoking products and devices, prescription pharmaceuticals, controlled dangerous substances, and weapons, firearms, or ammunition. Student athletes and student organization members are also prohibited from entering into a name, image, or likeness contract that conflicts with a portion of the student's institutional contract, team contract, or institutional student policy. The bill also requires student athletes and student organization members that enter into a name, image, or likeness contract to disclose the contract to an institutional official, as designated by the institution.

The bill first applies to affected persons in the fifth fall semester commencing after the effective date of the bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

1 **SECTION 1.** 36.39 of the statutes is created to read: $\mathbf{2}$ 36.39 Name, image, and likeness compensation. (1) DEFINITIONS. In this 3 section: 4 (a) "Intercollegiate sport" means a sport played at the collegiate level for which $\mathbf{5}$ eligibility requirements for participation are established by an athletic organization. 6 "Intercollegiate sport" does not include a recreational, intramural, or club sport. (b) "Prospective student athlete" means an individual who is not yet a student 7 8 athlete but who is considering whether to become a student athlete. 9 (c) "Student athlete" means a student at an institution who participates in an 10 intercollegiate sport. (d) "Student organization member" means a student at an institution who 11 12 participates in an institution-affiliated student organization. 13 (2) BOARD AND INSTITUTION REQUIREMENTS. The board shall ensure all of the 14 following: 15(a) Subject to the requirements of this section, that no board or institution rule, 16 requirement, standard, or other limitation prevents a student athlete or a student 17organization member from receiving compensation, or entering into a contract to 18 receive compensation, on the basis of the student's name, image, or likeness. 19 (b) That if a student athlete or student organization member receives money 20 or an item of value on the basis of the student's name, image, or likeness, the money 21or item of value is considered compensation for the purposes of this section, and that 22the compensation does not affect the student's receipt of a scholarship from the 23institution at which the student is enrolled. 24(c) That neither the board, an institution, nor an entity whose purpose includes

24 (c) That neither the board, an institution, nor an entity whose purpose includes 25 supporting or benefiting the board, an institution, or an institution's athletic

ASSEMBLY BILL 1048

programs, nor any person related to the board, an institution, or such an entity,
compensates or causes compensation to be directed for use of a prospective student
athlete's name, image, or likeness or promises that, if a prospective student athlete
attends an institution, the prospective student athlete will receive future
compensation based on name, image, or likeness.

- 6 (d) That neither the board nor an institution compensates or causes 7 compensation to be directed to a student athlete or student organization member for 8 the use of the student's name, image, or likeness.
- 9 (e) That any contract between the board or an institution and a prospective 10 student athlete or a student athlete does not prevent that individual from using the 11 individual's name, image, or likeness for a commercial purpose when the individual 12 is not engaged in an official team activity.
- (f) That any contract between the board or an institution and a prospective student athlete or a student athlete allows the institution and any organization with relevant authority over intercollegiate athletics to use the individual's name, image, or likeness for advertising and marketing purposes without paying additional compensation to the individual.
- (g) That neither the board nor an institution prevents a student athlete or
 student organization member from obtaining professional representation in relation
 to a name, image, or likeness contract or legal matter.
- (h) That each institution create a written policy for how the institution will
 respond to a situation in which a student athlete or student organization member at
 the institution violates the prohibition under sub. (4) (a).

- 4 -

1	(3) ATTORNEY AND AGENT REQUIREMENTS. (a) An attorney obtained by a student
2	athlete or student organization member seeking legal representation relating to that
3	student's name, image, or likeness must be licensed to practice law in this state.
4	(b) An agent obtained by a student athlete shall comply with 15 USC 7801 et
5	seq. with regard to the agent's relationship with the student athlete.
6	(4) STUDENT REQUIREMENTS. (a) A student athlete or student organization
7	member may not earn compensation as a result of the student's name, image, or
8	likeness in connection with any person related to or associated with the development,
9	production, distribution, wholesaling, or retailing of any of the following:
10	1. Adult entertainment products and services.
11	2. Alcohol products.
12	3. Casinos, sports betting, lotteries, betting in connection with video games,
13	online games, or mobile devices, and other gambling entities.
14	4. Tobacco.
15	5. Electronic smoking products and devices.
16	6. Prescription pharmaceuticals.
17	7. Controlled dangerous substances.
18	8. Weapons, firearms, or ammunition.
19	(b) A student athlete or student organization member may not enter into a
20	contract providing compensation to the student for use of the student's name, image,
21	or likeness if a provision of the contract conflicts with a portion of the student's team
22	contract, student organization contract, or contract with, or student policy at, the
23	institution at which the student is enrolled. If an institution asserts that a student
24	athlete's or student organization member's contract providing compensation for use
25	of the student's name, image, or likeness conflicts with a portion of the student's team

- 5 -

ASSEMBLY BILL 1048

1 contract, student organization contract, or contract with, or student policy at, the $\mathbf{2}$ institution at which the student is enrolled, the institution shall disclose to the 3 student and, if applicable, to the student's professional representation the relevant 4 contractual provisions that it asserts are in conflict. 5 (c) A student athlete or student organization member who has entered into a 6 contract providing compensation to the student for use of the student's name, image, 7 or likeness shall disclose the contract to an official of the institution at which the student athlete is enrolled, as designated by the institution. 8 9 **SECTION 2.** 38.25 of the statutes is created to read: 10 **38.25 Name, image, and likeness compensation. (1)** DEFINITIONS. In this 11 section: 12(a) "Intercollegiate sport" means a sport played at the collegiate level for which 13eligibility requirements for participation are established by an athletic organization. 14"Intercollegiate sport" does not include a recreational, intramural, or club sport. 15(b) "Prospective student athlete" means an individual who is not yet a student 16 athlete but who is considering whether to become a student athlete. 17(c) "Student athlete" means a student at a technical college who participates 18 in an intercollegiate sport. (d) "Student organization member" means a student at a technical college who 19 20participates in a technical college-affiliated student organization. 21(2) BOARD, DISTRICT BOARD, AND TECHNICAL COLLEGE REQUIREMENTS. The board 22shall ensure all of the following: 23(a) Subject to the requirements of this section, that no board, district board, or $\mathbf{24}$ technical college rule, requirement, standard, or other limitation prevents a student 25athlete or a student organization member from receiving compensation, or entering

- 6 -

into a contract to receive compensation, on the basis of the student's name, image,
 or likeness.

3 (b) That if a student athlete or student organization member receives money 4 or an item of value on the basis of the student's name, image, or likeness, the money 5 or item of value is considered compensation for the purposes of this section, and that 6 the compensation does not affect the student's receipt of a scholarship from the 7 board, a district board, or a technical college.

8 (c) That neither the board, a district board, a technical college, nor an entity 9 whose purpose includes supporting or benefiting the board, a district board, or a 10 technical college's athletic programs, nor any person related to the board, a district 11 board, a technical college, or such an entity, compensates or causes compensation to 12 be directed for use of a prospective student athlete's name, image, or likeness or 13 promises that, if a prospective student athlete attends a technical college, the 14 prospective student athlete will receive future compensation based on name, image, 15or likeness.

(d) That neither the board, a district board, nor a technical college compensates
or causes compensation to be directed to a student athlete or student organization
member for the use of the student's name, image, or likeness.

(e) That any contract between the board, a district board, or a technical college
and a prospective student athlete or a student athlete does not prevent that
individual from using the individual's name, image, or likeness for a commercial
purpose when the individual is not engaged in an official team activity.

(f) That any contract between the board, a district board, or a technical college
and a prospective student athlete or a student athlete allows the board, district
board, or technical college and any organization with relevant authority over

intercollegiate athletics to use the individual's name, image, or likeness for
 advertising and marketing purposes without paying additional compensation to the
 individual.

(g) That neither the board, a district board, nor a technical college prevents a
student athlete or student organization member from obtaining professional
representation in relation to a name, image, or likeness contract or legal matter.

(h) That each technical college create a written policy for how the technical
college will respond to a situation in which a student athlete or student organization
member at the technical college violates the prohibition under sub. (4) (a).

(3) ATTORNEY AND AGENT REQUIREMENTS. (a) An attorney obtained by a student
 athlete or student organization member seeking legal representation relating to that
 student's name, image, or likeness must be licensed to practice law in this state.

(b) An agent obtained by a student athlete shall comply with 15 USC 7801 et
seq. with regard to the agent's relationship with the student athlete.

(4) STUDENT REQUIREMENTS. (a) A student athlete or student organization
member may not earn compensation as a result of the student's name, image, or
likeness in connection with any person related to or associated with the development,
production, distribution, wholesaling, or retailing of any of the following:

19

1. Adult entertainment products and services.

- 20 2. Alcohol products.
- 21 3. Casinos, sports betting, lotteries, betting in connection with video games,
 22 online games, or mobile devices, and other gambling entities.

23 4. Tobacco.

5. Electronic smoking products and devices.

25 6. Prescription pharmaceuticals.

ASSEMBLY BILL 1048

LRB-5180/1 JAM:skw&amn SECTION 2

1

 $\mathbf{2}$

- 7. Controlled dangerous substances.
- 8. Weapons, firearms, or ammunition.

3 (b) A student athlete or student organization member may not enter into a contract providing compensation to the student for use of the student's name, image, 4 or likeness if a provision of the contract conflicts with a portion of the student's team 5 6 contract, student organization contract, or contract with, or student policy at, the 7 technical college at which the student is enrolled. If a technical college asserts that 8 a student athlete's or student organization member's contract providing 9 compensation for use of the student's name, image, or likeness conflicts with a 10 portion of the student's team contract, student organization contract, or contract 11 with, or student policy at, the technical college at which the student is enrolled, the 12technical college shall disclose to the student and, if applicable, to the student's 13professional representation the relevant contractual provisions that it asserts are in conflict. 14

- (c) A student athlete or student organization member who has entered into a
 contract providing compensation to the student for use of the student's name, image,
 or likeness shall disclose the contract to an official of the technical college at which
 the student athlete is enrolled, as designated by the technical college.
- 19

SECTION 3. 39.43 of the statutes is created to read:

39.43 Name, image, and likeness compensation. (1) DEFINITIONS. In this
 section:

(a) "Institution" means a private, nonprofit institution of higher education that
is a member of the Wisconsin Association of Independent Colleges and Universities.

ASSEMBLY BILL 1048

1	(b) "Intercollegiate sport" means a sport played at the collegiate level for which
2	eligibility requirements for participation are established by an athletic organization.
3	"Intercollegiate sport" does not include a recreational, intramural, or club sport.
4	(c) "Prospective student athlete" means an individual who is not yet a student
5	athlete but who is considering whether to become a student athlete.
6	(d) "Student athlete" means a student at an institution who participates in an
7	intercollegiate sport.
8	(e) "Student organization member" means a student at an institution who
9	participates in an institution-affiliated student organization.
10	(2) INSTITUTION REQUIREMENTS. Institutions shall ensure all of the following:
11	(a) Subject to the requirements of this section, that no institution rule,
12	requirement, standard, or other limitation prevents a student athlete or a student
13	organization member from receiving compensation, or entering into a contract to
14	receive compensation, on the basis of the student's name, image, or likeness.
15	(b) That if a student athlete or student organization member receives money
16	or an item of value on the basis of the student's name, image, or likeness, the money
17	or item of value is considered compensation for the purposes of this section, and that
18	the compensation does not affect the student's receipt of a scholarship from the
19	institution at which the student is enrolled.
20	(c) That neither an institution nor an entity whose purpose includes supporting
21	or benefiting the institution, or an institution's athletic programs, nor any person
22	related to an institution or such an entity, compensates or causes compensation to
23	be directed for use of a prospective student athlete's name, image, or likeness or
24	promises that, if a prospective student athlete attends an institution, the prospective
25	student athlete will receive future compensation based on name, image, or likeness.

- 10 -

ASSEMBLY BILL 1048

1 (d) That an institution does not compensate or cause compensation to be 2 directed to a student athlete or student organization member for the use of the 3 student's name, image, or likeness.

4 (e) That any contract between an institution and a prospective student athlete
5 or a student athlete does not prevent that individual from using the individual's
6 name, image, or likeness for a commercial purpose when the individual is not
7 engaged in an official team activity.

8 (f) That any contract between an institution and a prospective student athlete 9 or a student athlete allows the institution and any organization with relevant 10 authority over intercollegiate athletics to use the individual's name, image, or 11 likeness for advertising and marketing purposes without paying additional 12 compensation to the individual.

(g) That an institution does not prevent a student athlete or student
organization member from obtaining professional representation in relation to a
name, image, or likeness contract or legal matter.

(h) That each institution create a written policy for how the institution will
respond to a situation in which a student athlete or student organization member at
the institution violates the prohibition under sub. (4) (a).

(3) ATTORNEY AND AGENT REQUIREMENTS. (a) An attorney obtained by a student
 athlete or student organization member seeking legal representation relating to that
 student's name, image, or likeness must be licensed to practice law in this state.

(b) An agent obtained by a student athlete shall comply with 15 USC 7801 et
seq. with regard to the agent's relationship with the student athlete.

(4) STUDENT REQUIREMENTS. (a) A student athlete or student organization
 member may not earn compensation as a result of the student's name, image, or

- 11 -

ASSEMBLY BILL 1048

1	likeness in connection with any person related to or associated with the development,
2	production, distribution, wholesaling, or retailing of any of the following:
3	1. Adult entertainment products and services.
4	2. Alcohol products.
5	3. Casinos, sports betting, lotteries, betting in connection with video games,
6	online games, or mobile devices, and other gambling entities.
7	4. Tobacco.
8	5. Electronic smoking products and devices.
9	6. Prescription pharmaceuticals.
10	7. Controlled dangerous substances.
11	8. Weapons, firearms, or ammunition.
12	(b) A student athlete or student organization member may not enter into a
13	contract providing compensation to the student for use of the student's name, image,
14	or likeness if a provision of the contract conflicts with a portion of the student's team
15	contract, student organization contract, or contract with, or student policy at, the
16	institution at which the student is enrolled. If an institution asserts that a student
17	athlete's or student organization member's contract providing compensation for use
18	of the student's name, image, or likeness conflicts with a portion of the student's team
19	contract, student organization contract, or contract with, or student policy at, the
20	institution at which the student is enrolled, the institution shall disclose to the
21	student and, if applicable, to the student's professional representation the relevant
22	contractual provisions that it asserts are in conflict.
~ ~	

- 12 -

(c) A student athlete or student organization member who has entered into a
contract providing compensation to the student for use of the student's name, image,

ASSEMBLY BILL 1048

or likeness shall disclose the contract to an official of the institution at which the
 student athlete is enrolled, as designated by the institution.

3

SECTION 4. Initial applicability.

(1) This act first applies to the Board of Regents of the University of Wisconsin
System, institutions, as defined under s. 36.05 (9), the Technical College System
Board, district boards, as defined under s. 38.01 (6), technical colleges, private,
nonprofit institutions of higher education that are members of the Wisconsin
Association of Independent Colleges and Universities, student athletes, student
organization members, and students' professional representatives in the 5th fall
semester commencing after the effective date of this subsection.

11

(END)