## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 450

Session of 1993

INTRODUCED BY COLAFELLA, DALEY, PESCI, GIGLIOTTI, ADOLPH, KASUNIC, BELFANTI, GERLACH, TOMLINSON, COLAIZZO AND JAMES, MARCH 15, 1993

AS AMENDED ON THIRD CONSIDERATION, HOUSE OF REPRESENTATIVES, MAY 10, 1993

## AN ACT

1 2 3	Amending Title 5 (Athletics and Sports) of the Pennsylvania Consolidated Statutes, providing for the licensing of athletic agents; and imposing a penalty.
4	The General Assembly of the Commonwealth of Pennsylvania
5	hereby enacts as follows:
6	Section 1. Title 5 of the Pennsylvania Consolidated Statutes
7	is amended by adding a part to read:
8	TITLE 5
9	ATHLETICS AND SPORTS
10	* * *
11	PART II
12	ATHLETIC AGENTS
13	Subpart
14	A. General Provisions
15	B. Licensing of Athletic Agents
16	SUBPART A
17	GENERAL PROVISIONS

- 1 Chapter
- 2 31. Preliminary Provisions
- 3 CHAPTER 31
- 4 PRELIMINARY PROVISIONS
- 5 Sec.
- 6 3101. Short title of part.
- 7 3102. Definitions.
- 8 § 3101. Short title of part.
- 9 This part shall be known and may be cited as the Athletic
- 10 Agent Licensing Act.
- 11 § 3102. Definitions.
- 12 Subject to additional definitions contained in subsequent
- 13 provisions of this part which are applicable to specific
- 14 provisions of this part, the following words and phrases when
- 15 used in this part shall have the meanings given to them in this
- 16 section unless the context clearly indicates otherwise:
- 17 "Agent contract." Any contract or agreement pursuant to
- 18 which a person authorizes or empowers an athletic agent to
- 19 negotiate or solicit on behalf of the person with one or more
- 20 professional sports teams for the employment of the person by a
- 21 professional sports team or to negotiate or solicit on behalf of
- 22 the person for the employment of the person as a professional
- 23 athlete.
- 24 "Athletic agent." A person who, directly or indirectly,
- 25 recruits or solicits a person to enter into an agent contract or
- 26 professional sport services contract or who procures, offers,
- 27 promises or attempts to obtain employment for a person with a
- 28 professional sports team or as a professional athlete, BUT SHALL <--
- 29 NOT INCLUDE THE COACH OR TRAINER OF A SECONDARY OR POSTSECONDARY
- 30 SCHOOL ATHLETE, PROVIDED THE COACH OR TRAINER IS PERFORMING HIS

- 1 WORK-RELATED RESPONSIBILITIES.
- 2 "Commission." The State Athletic Commission.
- 3 "Conviction." A finding of guilt by a judge or jury, a plea
- 4 of guilty or a plea of nolo contendere.
- 5 "Department." The Department of State of the Commonwealth.
- 6 "Institution of higher education." A public or private
- 7 college or university, including a community college.
- 8 "Person." An individual, sole proprietorship, partnership,
- 9 association, corporation or other legal entity.
- 10 "Professional sport services contract." A contract or
- 11 agreement pursuant to which a person is employed or agrees to
- 12 render services as a player on a professional sports team or as
- 13 a professional athlete.
- 14 SUBPART B
- 15 LICENSING OF ATHLETIC AGENTS
- 16 Chapter
- 17 33. Licensing.
- 18 Sec.
- 19 3301. Athletic agents' licenses.
- 20 3302. Application for license.
- 21 3303. Qualifications for license.
- 22 3304. Issuance of license to certain persons prohibited.
- 23 3305. Suspension and revocation of licenses.
- 24 3306. Bonding requirements.
- 25 3307. Penalty.
- 26 § 3301. Athletic agents' licenses.
- No person shall directly or indirectly serve or offer to
- 28 serve as an athletic agent unless the person has first procured
- 29 an athletic agent's license from the commission.
- 30 § 3302. Application for license.

- 1 (a) Procedure. -- Every application for an athletic agent's
- 2 license shall:
- 3 (1) Be in writing on a form supplied by the commission
- 4 and approved by the department.
- 5 (2) Be verified by the applicant.
- 6 (3) Contain the information required by this chapter and
- 7 such other information as the commission may reasonably
- 8 require.
- 9 (4) Be submitted together with a processing fee of \$50.
- 10 (b) Fees.--
- 11 (1) The annual license fee which shall accompany the
- 12 application for an athletic agent's license shall be as
- 13 follows:
- (i) Individual or sole proprietor \$100.
- 15 (ii) Partnership, association, corporation or other
- 16 legal entity \$200.
- 17 (2) The fee for each duplicate license shall be \$20.
- 18 (c) Term.--Licenses shall be issued on an annual basis and
- 19 shall expire on December 31 of each year.
- 20 § 3303. Qualifications for license.
- 21 The commission shall not issue an athletic agent's license to
- 22 a person unless the following qualifications are met:
- 23 (1) The applicant is 21 years of age or older.
- 24 (2) The applicant possesses good moral character.
- 25 (3) The applicant, neither at the time of application
- nor at any time prior to the time of application, has been
- 27 involved in any conduct that led to the imposition of
- 28 sanctions against an athlete, institution of higher education
- or professional sports team by any association or
- 30 organization that establishes rules for the conduct of

- 1 amateur or professional sports.
- 2 § 3304. Issuance of license to certain persons prohibited.
- 3 The commission shall not issue an athletic agent's license to
- 4 or renew the athletic agent's license of a person who has been
- 5 convicted of any of the following offenses within ten years of
- 6 the date of application:
- 7 (1) An offense under the following provisions of 18
- 8 Pa.C.S. (relating to crimes and offenses):
- 9 Section 902 (relating to criminal solicitation).
- 10 Section 908 (relating to prohibited offensive weapons).
- 11 Section 2502 (relating to murder).
- 12 Section 2901 (relating to kidnapping).
- 13 Section 3121 (relating to rape).
- 14 Section 3126 (relating to indecent assault).
- 15 Section 3923 (relating to theft by extortion).
- Section 4109 (relating to rigging publicly exhibited
- 17 contest).
- 18 Section 4301 (relating to bigamy).
- 19 Section 4302 (relating to incest).
- 20 Section 4303 (relating to concealing death of child born
- 21 out of wedlock).
- 22 Section 4304 (relating to endangering welfare of
- children).
- Section 4305 (relating to dealing in infant children).
- 25 Section 4701 (relating to bribery in official and
- 26 political matters).
- 27 Section 4902 (relating to perjury).
- 28 Section 5501 (relating to riot).
- 29 <u>Section 5502 (relating to failure of disorderly persons</u>
- 30 to disperse upon official order).

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1 Section 5503 (relating to disorderly conduct). 2 Section 5504 (relating to harassment by communication or 3 address). 4 Section 5505 (relating to public drunkenness). <----5 Section 5506 (relating to loitering and prowling at night 6 time). Section 5507 (relating to obstructing highways and other 7 public passages). 8 9 Section 5508 (relating to disrupting meetings and 10 <del>processions).</del> 11 Section 5509 (relating to desecration of venerated 12 objects). 13 Section 5510 (relating to abuse of corpse). Section 5511 (relating to cruelty to animals). 14 15 Section 5512 (relating to lotteries, etc.). Section 5513 (relating to gambling devices, gambling, 16 17 etc.). 18 Section 5514 (relating to pool selling and bookmaking). Section 5515 (relating to prohibiting of paramilitary 19 20 training). Section 5901 (relating to open lewdness). 21 Section 5902 (relating to prostitution and related 22 23 offenses). 24 Section 5903 (relating to obscene and other sexual 25 materials). 26 Section 5904 (relating to public exhibition of insane 27 or deformed person). Section 6301 (relating to corruption of minors). 28 Section 6302 (relating to sale or lease of weapons and 29 30 explosives).

- Section 6303 (relating to sale of starter pistols).

  Section 6304 (relating to sale and use of air rifles).

  Section 6305 (relating to sale of tobacco).
- Section 6306 (relating to furnishing cigarettes or cigarette papers).

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- 6 Section 6307 (relating to misrepresentation of age <-7 to secure liquor or malt or brewed beverages).
- 8 Section 6308 (relating to purchase, consumption,
  9 possession or transportation of liquor or malt or
- 10 brewed beverages).

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- Section 6309 (relating to representing that minor is of age).
- Section 6310 (relating to inducement of minors to
- 15 <u>Section 6310.1 (relating to selling or furnishing</u>
- 16 liquor or malt or brewed beverages to minors).

buy liquor or malt or brewed beverages).

- 17 <u>Section 6310.2 (relating to manufacture of sale of false</u>
  18 <u>identification card).</u>
- Section 6310.3 (relating to carrying a false identification card).
- 21 <u>Section 6311 (relating to tattooing).</u>
- 22 Section 6312 (relating to sexual abuse of children).
- 23 (2) An offense under the act of April 14, 1972 (P.L.233,
- No.64), known as The Controlled Substance, Drug, Device and
- 25 Cosmetic Act.
- 26 § 3305. Suspension and revocation of licenses.
- 27 (a) Investigation. The commission may review the operations <-
- 28 of all licensees and shall prepare a written report of all
- 29 complaints. The commission shall forward all complaints to the
- 30 Office of Attorney General for investigation.

- 1 (A) INVESTIGATION. -- THE EXECUTIVE DIRECTOR MAY REVIEW THE
- 2 OPERATIONS OF ALL LICENSES AND SHALL PREPARE A WRITTEN REPORT
- 3 FOR REVIEW BY THE COMMISSION.
- 4 (b) Cease and desist order.--Upon recommendation by the
- 5 executive director of the commission, the commission may issue
- 6 an immediate cease and desist order against a licensee who has
- 7 been found preliminarily by the commission to have committed a
- 8 violation of 18 Pa.C.S. § 7107 (relating to unlawful actions by
- 9 athlete agents) or a violation of this chapter. Within 20 days
- 10 of issuance of the cease and desist order, the commission shall
- 11 conduct a hearing to determine whether the cease and desist
- 12 order should be dissolved or made permanent.
- 13 (c) Suspension. -- Upon a finding by the commission that a
- 14 licensee has violated any provision of this chapter or upon
- 15 conviction of a licensee of a violation of 18 Pa.C.S. § 7107,
- 16 the commission may suspend the person's license for not more
- 17 than one year.
- 18 (d) Revocation.--Upon a finding by the commission that a
- 19 licensee has violated any provision of this chapter or upon
- 20 conviction of a licensee of a violation of 18 Pa.C.S. § 7107,
- 21 where the violation was committed or the conviction occurred
- 22 within 12 months of a previous violation or conviction, the
- 23 commission shall revoke the person's license.
- 24 (e) Conduct of hearings.--The commission shall conduct all
- 25 hearings in accordance with 2 Pa.C.S. Ch. 5 Subch. A (relating
- 26 to practice and procedure of Commonwealth agencies).
- 27 § 3306. Bonding requirements.
- 28 (a) Amount.--Before any athletic agent's license is issued,
- 29 the applicant shall be required to execute and file a surety
- 30 bond with the commission in such reasonable amount, but not less

- 1 than \$10,000, as the commission shall require.
- 2 (b) Bond forms. -- All bonds shall be upon forms supplied by
- 3 the commission and which have been approved by the department.
- 4 All bonds shall be accompanied by a \$25 filing fee.
- 5 (c) Conditions of bonds.--The surety bond shall be
- 6 conditioned upon the following:
- 7 (1) Compliance with this chapter.
- 8 (2) The payment of all sums due a person at the time the
- 9 sums are due and payable.
- 10 (3) The payment of all damages suffered by any person as
- a result of intentional or unintentional misstatements,
- misrepresentation, fraud, deceit or unlawful or negligent
- acts of the athletic agent while acting as an athletic agent.
- 14 (d) Alternate security.--
- 15 (1) In lieu of a surety bond, a licensee may deposit
- with the commission cash, a certified check or a letter of
- 17 credit in an equivalent amount. The provisions of this
- 18 section regarding bonds shall apply to the alternate security
- 19 provided for in this subsection.
- 20 (2) The security shall not be returned to a licensee
- 21 until one year after the athletic agent's license has
- 22 expired. After this time, if there are no claims against the
- 23 license, the alternate security shall be returned to the
- 24 depositor.
- 25 (e) Recovery on bond.--Recovery may be had on a bond or
- 26 deposit of alternate security in the same manner as penalties
- 27 are recoverable at law.
- 28 § 3307. EXEMPTION FROM BONDING REQUIREMENT.
- 29 (A) IMMEDIATE FAMILY MEMBERS.--ATHLETIC AGENTS WHO ARE
- 30 REPRESENTING AN IMMEDIATE FAMILY MEMBER ARE EXEMPT FROM SECTION

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- 1 3306 (RELATING TO BONDING REQUIREMENTS).
- 2 (B) DEFINITIONS. -- AS USED IN THIS SECTION, THE TERM
- 3 "IMMEDIATE FAMILY" MEANS A PARENT, STEPPARENT, GRANDPARENT,
- SPOUSE, SON, DAUGHTER, UNCLE, AUNT, BROTHER, SISTER OR FIRST
- 5 COUSIN.
- § <del>3307</del> 3308. Penalty. 6
- 7 The commission may impose a civil penalty of not more than

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- \$5,000 for each violation or conviction against any person who
- violates this chapter or who is convicted of a violation of 18
- Pa.C.S. § 7107 (relating to unlawful actions by athlete agents). 10
- 11 Section 2. This act shall take effect in 60 days.