118TH CONGRESS 1ST SESSION



To establish name, image, and likeness rights for college athletes at institutions of higher education, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mr. MURPHY introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

- To establish name, image, and likeness rights for college athletes at institutions of higher education, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "College Athlete Eco-
- 5 nomic Freedom Act".

6 SEC. 2. DEFINITIONS.

- 7 In this Act:
- 8 (1) ATHLETE AGENT.—The term "athlete
 9 agent" has the meaning given the term in section 2

1	of the Sports Agent Responsibility and Trust Act
2	(15 U.S.C. 7801).
3	(2) Collective Representative.—The term
4	"collective representative"—
5	(A) means an individual or organization
6	that represents a group of college athletes or
7	prospective college athletes to negotiate con-
8	tracts for the use of the names, images, or
9	likenesses of such athletes or group of athletes;
10	and
11	(B) includes—
12	(i) legal representatives;
13	(ii) athlete agents; and
14	(iii) players' associations.
15	(3) College Athlete.—The term "college
16	athlete" means an individual who participates in or
17	is eligible to participate in an intercollegiate sport
18	for an institution of higher education.
19	(4) Compensation.—The term "compensa-
20	tion" means any payment, remuneration, or benefit
21	provided to a college athlete or prospective college
22	athlete in exchange for the use of the name, image,
23	or likeness of the college athlete or prospective col-
24	lege athlete.

1	(5) GRANT-IN-AID.—The term "grant-in-aid"
2	means a scholarship, grant, or other form of finan-
3	cial assistance that is provided by an institution of
4	higher education to a college athlete for the college
5	athlete's undergraduate or graduate course of study.
6	(6) IMAGE.—The term "image", with respect to
7	a college athlete or prospective college athlete, means
8	any photograph, video, or computer-generated rep-
9	resentation that reasonably identifies the college ath-
10	lete or prospective college athlete.
11	(7) Institution of higher education.—The
12	term "institution of higher education" has the
13	meaning given the term in section 101 of the Higher
14	Education Act of 1965 (20 U.S.C. 1001 et seq.).
15	(8) INSTITUTIONAL NAME, IMAGE, AND LIKE-
16	NESS COLLECTIVE.—The term "institutional name,
17	image, and likeness collective" means any entity
18	that—
19	(A)(i) is subject to the Federal Trade
20	Commission Act (15 U.S.C. 41 et seq.); or
21	(ii) is an organization not organized to
22	carry on business for its own profit or the profit
23	of its members; and

	_
1	(B) supports the athletic interests of an in-
2	stitution of higher education or a limited group
3	of institutions of higher education by—
4	(i) accepting contributions for the
5	purpose of entering into or funding name,
6	image, or likeness agreements with college
7	athletes or prospective college athletes; or
8	(ii) arranging for college athletes to
9	be paid by third parties for the commercial
10	use of their names, images, or likenesses.
11	(9) INTERCOLLEGIATE ATHLETIC ASSOCIA-
12	TION.—The term "intercollegiate athletic associa-
13	tion" means any association, conference, or other
14	group or organization that—
15	(A) exercises authority over intercollegiate
16	athletics and the recruitment of college athletes
17	or prospective college athletes; and
18	(B) is engaged in interstate commerce or
19	in any industry or activity affecting interstate
20	commerce.
21	(10) INTERNATIONAL COLLEGE ATHLETE
22	The term "international college athlete" means an
23	alien (as defined in section 101(a) of the Immigra-
24	tion and Nationality Act (8 U.S.C. 1101(a))) law-
25	fully present in the United States in the status of

 $\mathbf{5}$

a nonimmigrant described in subparagraph (F)(ii) of
 section 101(a)(15) of the Immigration and Nation ality Act (8 U.S.C. 1101(a)(15)) who participates in
 or is eligible to participate in an intercollegiate sport
 for an institution of higher education.

6 (11) LIKENESS.—The term "likeness", with re-7 spect to a college athlete or prospective college ath-8 lete, means the uniquely identifiable voice, catch 9 phrase, or any other mark that when used in a con-10 text that reasonably identifies the college athlete or 11 prospective college athlete.

(12) NAME.—The term "name", with respect to
a college athlete or prospective college athlete, means
the first or last name, or a nickname, of the college
athlete or prospective college athlete when used in a
context that reasonably identifies the college athlete
or prospective college athlete.

18 (13) PROSPECTIVE COLLEGE ATHLETE.—The
19 term "prospective college athlete" means an indi20 vidual who—

21 (A) has not enrolled at an institution of22 higher education; and

23 (B) may be recruited by an institution of24 higher education.

(14) THIRD PARTY.—The term "third party"
 means an individual or entity other than an institu tion of higher education or an intercollegiate athletic
 association.

5 SEC. 3. ATHLETE RIGHTS TO MARKET NAME, IMAGE, AND 6 LIKENESS.

7 (a) RIGHT TO MARKET USE OF NAME, IMAGE, AND8 LIKENESS.—

9 (1) IN GENERAL.—An institution of higher edu-10 cation or intercollegiate athletic association may not 11 enact or enforce any rule, requirement, standard, or 12 other limitation that prevents college athletes or pro-13 spective college athletes, individually or as a group, 14 from marketing the use of their names, images, or 15 likenesses.

16 (2) Collusion.—An institution of higher edu-17 cation may not coordinate with any other institution 18 of higher education or third party to impose a limi-19 tation on the amount of payment offered to a college 20 athlete, prospective college athlete, or group of col-21 lege athletes or prospective college athletes under a 22 contract for the use of the name, image, or likeness 23 of the college athlete, prospective college athlete, or 24 group of college athletes or prospective college athMCC23B57 NNP

1	letes, unless such a limitation is the result of nego-
2	tiations with a collective representative.
3	(3) Right to collective representa-
4	TION.—An institution of higher education or inter-
5	collegiate athletic association may not enact or en-
6	force any rule, requirement, standard, or other limi-
7	tation, or engage in conduct that prevents college
8	athletes from forming or recognizing, or interferes
9	with such formation or recognition of, a collective
10	representative—
11	(A) to facilitate contracts for the use of
12	the name, image, or likeness of college athletes,
13	or group licensing agreements; or
14	(B) to provide representation for college
15	athletes.
16	(4) GROUP LICENSING.—
17	(A) IN GENERAL.—An institution of higher
18	education or intercollegiate athletic association
19	may not use the name, image, or likeness of
20	any group of college athletes for any type of
21	promotion, including a media rights agreement,
22	unless the institution of higher education or
23	intercollegiate athletic association obtains a li-
24	cense from the group for that purpose.

1	(B) NOTIFICATION.—An institution of
2	higher education or intercollegiate athletic asso-
3	ciation seeking a license described in subpara-
4	graph (A) shall notify the group of college ath-
5	letes concerned with respect to—
6	(i) the manner in which the name,
7	image, or likeness of the group will be used
8	under the license; and
9	(ii) the amount of revenue the institu-
10	tion of higher education or intercollegiate
11	athletic association will receive in connec-
12	tion with any type of promotion, including
13	a media rights agreement and any other
14	revenue source, based on the use of the
15	name, image, or likeness of the group.
16	(5) GRANTS-IN-AID.—Receipt of compensation
17	for the use of the name, image, or likeness of a col-
18	lege athlete or prospective college athlete shall not
19	adversely affect—
20	(A) the eligibility or opportunity of a col-
21	lege athlete or prospective college athlete to
22	apply for a grant-in-aid; or
23	(B) the amount, duration, or renewal of
24	the grant-in-aid of a college athlete or prospec-
25	tive college athlete.

MCC23B57 NNP

	U
1	(b) Equitable Institutional Support.—
2	(1) IN GENERAL.—An institution of higher edu-
3	cation, an intercollegiate athletic association, or a
4	party affiliated with an institution of higher edu-
5	cation or an intercollegiate athletic association that
6	provides direct or indirect support to college athletes
7	with respect to the marketing of their names, im-
8	ages, or likenesses shall make such support available
9	and accessible to all college athletes in the applicable
10	athletic program, regardless of gender, race, or par-
11	ticipating sport.
12	(2) INSTITUTIONAL NAME, IMAGE, AND LIKE-
13	NESS COLLECTIVES.—Each institutional name,
14	image, and likeness collective—
15	(A) shall—
16	(i) for purposes of paragraph (1), be
17	considered to be affiliated with each insti-
18	tution of higher education the athletic in-
19	terests of which the collective supports;
20	(ii) register with the Federal Trade
21	Commission as an institutional name,
22	image, and likeness collective, including by
23	identifying the institutions of higher edu-
24	cation with which the collective affiliates;

	10
1	(iii) maintain, with respect to college
2	athletes enrolled at each affiliated institu-
3	tion of higher education—
4	(I) the number of name, image,
5	or likeness agreements facilitated by
6	the collective, disaggregated by gen-
7	der, race, and participating sport;
8	(II) the total monetary value of
9	name, image, or likeness agreements
10	facilitated by the collective,
11	disaggregated by gender, race, and
12	participating sport; and
13	(III) the number of college ath-
14	letes and prospective college athletes
15	assisted by the collective,
16	disaggregated by gender, race, and
17	participating sport; and
18	(iv) not later than September 1 each
19	year, submit to the Federal Trade Com-
20	mission a report containing, for the period
21	beginning on July 1 of the preceding year
22	and ending on June 30 of the year in
23	which the report is submitted, the informa-
24	tion described in subclauses (I) through
25	(III) of clause (iii); and

MCC23B57 NNP

11

1 (B) shall not discriminate, on the basis of 2 gender, race, or participating sport, in the fa-3 cilitation of name, image, or likeness agree-4 ments for college athletes in the athletic pro-5 gram of, or prospective college athletes for, any 6 particular institution of higher education.

7 (3) Determinations under title ix.—For 8 purposes of determinations about discrimination on 9 the basis of sex under title IX of the Education 10 Amendments of 1972 (20 U.S.C. 1681 et seq.), the 11 support of an institution of higher education or 12 intercollegiate athletic association related to athletes' 13 names, images, or likenesses shall be considered, in-14 cluding how an institution of higher education or 15 intercollegiate athletic association promotes sports 16 predominantly comprised of women relative to men. 17 (c) RIGHT TO REPRESENTATION.—

(1) ABILITY FOR COLLEGE ATHLETES TO RETAIN REPRESENTATION.—An institution of higher
education or intercollegiate athletic association may
not prevent a college athlete or prospective college
athlete from fully participating in intercollegiate athletics based on the college athlete or prospective college athlete having obtained professional representa-

MCC23B57 NNP

S.L.C.

12

tion with respect to a contract or legal matter, in cluding—

3 (A) representation provided by an athlete
4 agent, financial advisor, or collective representa5 tive; and

6 (B) legal representation provided by an at-7 torney.

8 (2) PROHIBITIONS ON THE REGULATION OF 9 REPRESENTATION.—An institution of higher edu-10 cation or intercollegiate athletic association may not 11 regulate the legal, financial, or agency representa-12 tion of college athletes and prospective college ath-13 letes with respect to the marketing of their names, 14 images, or likenesses, including the certification of 15 such legal, financial, or agency representation.

16 (d) PROHIBITION ON WAIVER.—

(1) IN GENERAL.—Except as provided in paragraph (2), a college athlete, prospective college athlete, institution of higher education, intercollegiate
athletic association, or any other person may not
enter into any agreement or a legal settlement that
waives or permits noncompliance with this Act.

23 (2) EXCEPTION.—An institution of higher edu24 cation or intercollegiate athletic association may re25 strict the commercial use of the name, image, or

1	likeness of college athletes if such a restriction is
	likeness of college athletes if such a restriction is
2	part of a collective bargaining agreement between
3	the institution of higher education or intercollegiate
4	athletic association and college athletes.
5	SEC. 4. GRANTS FOR ANALYZING NAME, IMAGE, LIKENESS,
6	AND ATHLETIC REPUTATION MONETIZATION.
7	(a) DEFINITIONS.—In this section:
8	(1) ELIGIBLE ENTITY.—The term "eligible enti-
9	ty" means—
10	(A) a business in the United States;
11	(B) a public or private education and re-
12	search organization in the United States; or
13	(C) a consortium of entities described in
14	subparagraph (A) or (B).
15	(2) Secretary.—The term "Secretary" means
16	the Secretary of Commerce.
17	(b) GRANTS AUTHORIZED.—Not less frequently than
18	annually, the Secretary may award a grant to, or enter
19	into a contract or a cooperative agreement with, an eligible
20	entity for the purpose of conducting a market analysis of
21	the monetization of the rights granted to college athletes
22	and prospective college athletes under this Act during the
23	1-year period preceding the date on which the analysis is
24	completed.

1	(c) REQUIREMENTS.—An eligible entity that receives
2	a grant or enters into a contract or cooperative agreement
3	to conduct an analysis under subsection (b) shall—
4	(1) make the analysis and information relating
5	to the analysis available to the public, including—
6	(A) the surveys and interviews conducted
7	by the eligible entity during the course of the
8	analysis; and
9	(B) estimates of the compensation received
10	by college athletes and prospective college ath-
11	letes during the 1-year period preceding the
12	date of on which the analysis is completed as a
13	result of the monetization of the names, images,
14	or likenesses of such college athletes and pro-
15	spective college athletes, disaggregated by—
16	(i) gender;
17	(ii) race; and
18	(iii) sport; and
19	(2) provide recommendations to the Secretary
20	to address any disparity among estimates based on
21	the factors described in clauses (i), (ii), and (iii) of
22	paragraph (1)(B).
23	(d) Public Availability of Recommenda-
24	TIONS.—The Secretary shall make available to the public
25	any recommendations received under subsection (c)(2).

1	(e) Authorization of Appropriations.—There
2	are authorized to be appropriated to the Secretary such
3	sums as may be necessary to carry out this section.
4	SEC. 5. INTERNATIONAL COLLEGE ATHLETES.
5	(a) ELIGIBILITY FOR F VISAS.—Section
6	101(a)(15)(F) of the Immigration and Nationality Act (8)
7	U.S.C. 1101(a)(15)(F)) is amended by—
8	(1) by striking "(i) an alien having" and insert-
9	ing "(i)(I) an alien having";
10	(2) by redesignating clauses (ii) and (iii) as
11	subclauses (II) and (III), respectively;
12	(3) by striking the semicolon and inserting ";
13	or"; and
14	(4) by adding at the end the following:
15	"(ii) an alien having a residence in a foreign
16	country which he has no intention of abandoning,
17	who is a bona fide college athlete (as defined in sec-
18	tion 2 of the College Athlete Economic Freedom
19	Act) qualified to pursue a full course of study and
20	who seeks to enter the United States temporarily
21	and for the purpose of pursuing a course of study
22	at an established college, university, or other aca-
23	demic institution while also participating in inter-
24	collegiate athletics, which institution or place of
25	study shall have agreed to report to the Secretary of

Homeland Security the termination of attendance of
 each nonimmigrant student, and if any such institu tion of learning or place of study fails to make re ports promptly the approval shall be withdrawn;".

5 (b) NAME, IMAGE, AND LIKENESS ACTIVITIES BY
6 INTERNATIONAL COLLEGE ATHLETES.—Section
7 212(a)(5)(A) of the Immigration and Nationality Act (8
8 U.S.C. 1182(a)(5)(A)) is amended by adding at the end
9 the following:

10 "(v) INTERNATIONAL COLLEGE ATH-11 LETES.—Notwithstanding clause (i), an 12 alien who seeks admission to the United 13 States to compete in intercollegiate ath-14 letics as an international college athlete 15 nonimmigrant described in subparagraph 16 (F)(ii) of section 101(a)(15) shall not be 17 inadmissible for having participated or en-18 gaged in activities described in section 3 of 19 the College Athlete Economic Freedom Act 20 (relating to the marketing of the name, 21 image, or likeness, of the alien), individ-22 ually or as a member of a group of ath-23 letes, and such activities shall not con-24 stitute a violation of or failure to maintain 25 such nonimmigrant status.".

(c) EMPLOYMENT AUTHORIZATION FOR NAME,
 IMAGE, AND LIKENESS ACTIVITY.—Section 214 of the
 Immigration and Nationality Act (8 U.S.C. 1184) is
 amended by adding at the end the following:

5 "(s) INTERNATIONAL COLLEGE ATHLETES.— In the
6 case of an international college athlete nonimmigrant de7 scribed in section 101(a)(15)(F)(ii) who participates in
8 intercollegiate athletics, the Secretary of Homeland Secu9 rity shall—

10 "(1) authorize the alien, incident to status, to 11 engage in employment activities described in section 12 3 of the College Athlete Economic Freedom Act (re-13 lating to the marketing of the nonimmigrant's name, 14 image, or likeness of the nonimmigrant), individually 15 or as a member of a group of athletes, in the United 16 States during the period of authorized admission; 17 and

18 "(2) provide the international college athlete
19 nonimmigrant with an 'employment authorized' en20 dorsement or other appropriate document signifying
21 authorization of employment.".

(d) EMPLOYEE STATUS OF COLLEGE ATHLETES.—
In the event that any Federal or State court of competent
jurisdiction or any government agency declares college

athletes to be employees of an institution of higher edu cation or intercollegiate athletic association—

3 (1) participation in intercollegiate athletics shall 4 not violate or be considered to be a violation of or 5 a failure to maintain nonimmigrant status described 6 in subparagraph (F)(ii) of section 101(a)(15) of the 7 Immigration Nationality (8)U.S.C. and Act 8 1101(a)(15); and

9 (2) international college athletes admitted to 10 the United States pursuant to visas issued under 11 that subparagraph may be paid for their participa-12 tion in college athletics in the same manner as other 13 college athletes are paid.

(e) EVIDENCE OF EMPLOYMENT ELIGIBILITY.—Endorsement of the Form I–20 (Certificate of Eligibility for
Nonimmigrant Student Status) of an international college
athlete by a designated school official for name, image,
or likeness activities described in section 3 shall serve as
evidence of eligibility for employment in the United States.

20 SEC. 6. ENFORCEMENT PROVISIONS.

21 (a) UNFAIR OR DECEPTIVE ACT OR PRACTICE.—

(1) IN GENERAL.—A violation of section 3 shall
be treated as a violation of a rule defining an unfair
or deceptive act or practice prescribed under section

18(a)(1)(B) of the Federal Trade Commission Act
 (15 U.S.C. 57a(a)(1)(B)).

3 (2) ACTIONS BY THE COMMISSION.—The Com4 mission shall enforce section 3 in the same manner,
5 by the same means, and with the same jurisdiction,
6 powers, and duties as though all applicable terms
7 and provisions of the Federal Trade Commission Act
8 (15 U.S.C. 41 et seq.) were incorporated into and
9 made a part of this Act.

10 (3) ENFORCEMENT RELATED TO NONPROFIT 11 ORGANIZATIONS.—Notwithstanding section 4, 12 5(a)(2), or 6 of the Federal Trade Commission Act 13 (15 U.S.C. 44, 45(a)(2), 46) or any jurisdictional 14 limitation of the Federal Trade Commission, the 15 Commission shall also enforce this Act and the regu-16 lations promulgated under this Act, in the same 17 manner provided in paragraphs (1) and (2) of this 18 subsection, with respect to organizations not orga-19 nized to carry on business for their own profit or 20 that of their members.

21 (b) PRIVATE RIGHT OF ACTION.—

(1) IN GENERAL.—An individual who is aggrieved by a violation of section 3 may bring a civil
action in an appropriate Federal district court of
competent jurisdiction.

1	(2) DAMAGES; COSTS AND ATTORNEY'S FEES.—
2	A court may award to a prevailing party in a civil
3	action brought under paragraph (1)—
4	(A) actual damages sustained by the party
5	as a result of the violation that is the subject
6	of the action; and
7	(B) the costs of the action and reasonable
8	attorney's fees.
9	(c) Sherman Act.—A violation of this Act shall be
10	deemed to be a per se violation of the Sherman Act (15
11	U.S.C. 1 et seq.) and subject to all remedies and rights
12	afforded under that Act.
13	SEC. 7. STATE PREEMPTION.
14	(a) IN GENERAL.—A State may not enforce a State
15	law relating to the ability of college athletes to enter into

16 contracts with third parties for the use of their names,17 images, or likenesses pursuant to this Act.

(b) EXCEPTION FOR THE CERTIFICATION OF ATH19 LETE AGENTS.—A State may enforce a State law or regu20 lation relating to the certification of athlete agents under
21 the Sports Agent Responsibility and Trust Act (15 U.S.C.
22 7801 et seq.).

1 SEC. 8. RULE OF CONSTRUCTION.

2 Nothing in this Act shall affect the treatment of
3 qualified scholarships under section 117 of the Internal
4 Revenue Code of 1986.