## Senate Study Bill 3192 - Introduced

SEN	ALE LIDE
ВУ	(PROPOSED COMMITTEE
	ON LABOR AND BUSINESS
	RELATIONS BILL BY
	CHAIRPERSON COURTNEY)

## A BILL FOR

- 1 An Act relating to the regulation of professional and
- a mateur mixed martial arts matches and events by the labor
- 3 commissioner and providing penalties.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

- 1 Section 1. Section 90A.1, Code 2009, is amended by adding
- 2 the following new subsection:
- 3 NEW SUBSECTION. 2A. "Mixed martial arts match" means a
- 4 professional or amateur mixed martial arts match or event that
- 5 is open to the public.
- 6 Sec. 2. Section 90A.1, subsections 3 and 4, Code 2009, are
- 7 amended to read as follows:
- 8 3. "Official" means a person who is employed as a referee,
- 9 judge, timekeeper, or match physician for a boxing or
- 10 wrestling match or event covered by this chapter.
- 11 4. "Participant" means a person involved in the boxing
- 12 or wrestling a match or event covered by this chapter, and
- 13 includes contestants, seconds, managers, and similar event
- 14 personnel.
- 15 Sec. 3. Section 90A.1, subsection 6, Code 2009, is amended
- 16 by adding the following new paragraph:
- 17 NEW PARAGRAPH. c. Organizes, holds, advertises, or
- 18 otherwise conducts a mixed martial arts match.
- 19 Sec. 4. Section 90A.2, subsection 1, Code 2009, is amended
- 20 to read as follows:
- 21 1. A person shall not act as a promoter of a professional
- 22 boxing or wrestling match or a mixed martial arts match without
- 23 first obtaining a license from the commissioner. This
- 24 subsection shall not apply to a person distributing a
- 25 closed-circuit, pay-per-view, or similarly distributed signal
- 26 to a person acting as a promoter or to a person viewing the
- 27 signal in a private residence.
- 28 Sec. 5. Section 90A.4, Code 2009, is amended to read as
- 29 follows:
- 30 90A.4 Match promoter responsibility.
- 31 The A promoter, as defined in section 90A.1, subsection
- 32 6, paragraph "a", shall be responsible for the conduct of
- 33 all officials and participants at a professional boxing
- 34 or wrestling match or event covered by this chapter. The
- 35 commissioner may reprimand, suspend, deny, or revoke the

- 1 participation of any promoter, official, or participant for
- 2 violations of rules adopted by the commissioner. Rulings or
- 3 decisions of a promoter or an official are not decisions of the
- 4 commissioner and are not subject to procedures under chapter
- 5 17A. The commissioner may take action based upon the rulings
- 6 or decisions of a promoter or an official. This section shall
- 7 not apply to a promoter as defined in section 90A.1, subsection
- 8 6, paragraph "b".
- 9 Sec. 6. Section 90A.5, subsection 1, paragraphs c and h,
- 10 Code 2009, are amended to read as follows:
- ll c. A  $\frac{boxer}{c}$  contestant fails to pass a prefight physical
- 12 examination.
- 13 h. A match promoter, professional boxer contestant, or
- 14 participant is in violation of rules adopted pursuant to
- 15 section 90A.7.
- 16 Sec. 7. Section 90A.5, subsection 1, Code 2009, is amended
- 17 by adding the following new paragraph:
- 18 NEW PARAGRAPH. i. A contestant does not present adequate
- 19 proof of age pursuant to section 90A.12.
- Sec. 8. Section 90A.6, subsection 1, unnumbered paragraph
- 21 1, Code 2009, is amended to read as follows:
- 22 The commissioner may suspend, deny, revoke, annul, or
- 23 withdraw a license, registration, or authority to participate
- 24 in a professional boxing or wrestling match or mixed martial
- 25 arts match if any of the following occur:
- Sec. 9. Section 90A.9, subsection 1, Code 2009, is amended
- 27 to read as follows:
- 28 1. The promoter of a professional boxing or wrestling match
- 29 or event or a mixed martial arts match shall, within twenty
- 30 days after the match or event, furnish to the commissioner a
- 31 written report stating the number of tickets sold, the gross
- 32 amount of admission proceeds of the professional boxing or
- 33 wrestling match or event, and other matters the commissioner
- 34 may prescribe by rule. The value of complimentary tickets in
- 35 excess of five percent of the number of tickets sold shall

- 1 be included in the gross admission receipts. Within twenty
- 2 days of the match or event, the promoter shall pay to the
- 3 treasurer of state a tax of five percent of its total gross
- 4 admission receipts, after deducting state sales tax, from the
- 5 sale of tickets of admission to the professional boxing or
- 6 wrestling match or event.
- 7 Sec. 10. Section 90A.11, Code 2009, is amended to read as 8 follows:
- 9 90A.11 License penalty penalties cease and desist order.
- 10 1. A person who acts as a professional boxing or wrestling
- 11 match promoter, as defined in section 90A.1, without first
- 12 obtaining a license commits a serious misdemeanor. In addition
- 13 to criminal penalties, the promoter and shall be liable to the
- 14 state for the taxes and penalties pursuant to section 90A.9.
- 15 2. a. Notwithstanding the procedural requirements of
- 16 chapter 17A, the commissioner may issue an order to cease and
- 17 desist a match or event if the criteria of this subsection
- 18 are met. The county sheriff shall assist with service and
- 19 enforcement of the commissioner's order to cease and desist if
- 20 requested by the commissioner. The provisions of chapter 17A
- 21 shall apply after enforcement of the order to cease and desist.
- 22 b. The commissioner may issue an order to cease and desist a
- 23 match or event if all of the following have occurred:
- 24 (1) The commissioner conducted an investigation and
- 25 determined a promoter is organizing, advertising, holding,
- 26 or conducting an event or match that is within the scope of
- 27 section 90A.2.
- 28 (2) The promoter has not applied for or has been denied a
- 29 license.
- 30 (3) The deadline to file a timely license application has
- 31 passed.
- 3. a. A person who acts as a promoter without first
- 33 obtaining a license is subject to a civil penalty of not more
- 34 than ten thousand dollars for each violation.
- 35 b. The commissioner shall notify the unlicensed promoter

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- 1 of a proposed civil penalty by service in the same manner as
- 2 an original notice or by certified mail. If within fifteen
- 3 business days from the receipt of the notice, the unlicensed
- 4 promoter fails to file a notice of contest in accordance with
- 5 rules adopted by the commissioner pursuant to chapter 17A, the
- 6 penalty as proposed shall be deemed final agency action for
- 7 purposes of judicial review.
- 8 c. The commissioner shall notify the department of revenue
- 9 upon final agency action regarding the assessment of a civil
- 10 penalty against an unlicensed promoter. Interest shall be
- 11 calculated on the penalty from the date of final agency action.
- 12 d. Judicial review of final agency action pursuant to
- 13 this section may be sought in accordance with the terms of
- 14 section 17A.19. If no petition for judicial review is filed
- 15 within sixty days after service of the final agency action
- 16 of the commissioner, the commissioner's findings of fact and
- 17 final agency action shall be conclusive in connection with any
- 18 petition for enforcement which is filed by the commissioner
- 19 after the expiration of the sixty-day period. The clerk of
- 20 court, unless otherwise ordered by the court, shall enter a
- 21 decree enforcing the final agency action and shall transmit
- 22 a copy of the decree to the commissioner and the unlicensed
- 23 promoter named in the petition.
- 24 e. Civil penalties recovered pursuant to this section shall
- 25 be remitted by the commissioner to the treasurer of state for
- 26 deposit in the general fund of the state.
- 27 Sec. 11. Section 90A.12, Code 2009, is amended by adding the
- 28 following new subsection:
- 29 NEW SUBSECTION. 3. A person shall not be a contestant in a
- 30 mixed martial arts match unless the contestant is twenty-one
- 31 years of age or older. Each contestant shall submit to
- 32 the commissioner a certified birth certificate, or similar
- 33 document, validating the contestant's date of birth prior to
- 34 the match in order to verify the contestant's eligibility.

1 EXPLANATION

- 2 This bill places the regulation of amateur and professional
- 3 mixed martial arts (MMA) matches and events under the authority
- 4 of the labor commissioner.
- 5 An MMA match is defined as a professional or amateur MMA
- 6 match or event that is open to the public. The definition
- 7 of "promoter" is expanded to include a person who organizes,
- 8 holds, advertises, or conducts professional or amateur MMA
- 9 matches.
- 10 Under Code section 90A.4, promoters are accountable for the
- 11 conduct of all officials and participants at MMA matches and
- 12 events.
- Pursuant to Code section 90A.5(1), as amended by the bill,
- 14 the commissioner may suspend an MMA match or event if an MMA
- 15 contestant does not pass a required prefight physical exam; if
- 16 a promoter, contestant, or participant is in violation of any
- 17 rules; or if an MMA contestant fails to present adequate proof
- 18 of age in order to compete.
- 19 The commissioner also has the authority in certain
- 20 circumstances as presented in Code section 90A.6(1) to revoke,
- 21 deny, or withdraw a license for or deny participation in an MMA
- 22 match or event.
- 23 Promoters are required to pay taxes on the gross receipts of
- 24 MMA matches and events. The process and tax are described in
- 25 Code section 90A.9(1).
- The bill amends Code section 90A.11 to authorize the labor
- 27 commissioner to impose civil penalties not to exceed \$10,000
- 28 per violation for acting as a promoter without a license.
- 29 The labor commissioner may issue a cease and desist order to
- 30 prevent a promoter from holding an unlicensed event or match.
- 31 The bill provides that an MMA contestant must be at least 21
- 32 years of age, and provide proof thereof pursuant to new Code
- 33 section 90A.12(3).