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Student Athlete Amendments

2025 GENERAL SESSION STATE OF UTAH

	Chief Sponsor: Jordan D. Teuscher
	Senate Sponsor:
	LONG TITLE
•	General Description:
	This bill creates provisions related to an institution compensating a student athlete for the
1	use of the student athlete's name, image, or likeness.
	Highlighted Provisions:
	This bill:
	defines terms;
	makes technical and conforming changes;
	 allows an institution of higher education to use certain funds to compensate a student
;	athlete directly for the use of the student athlete's name, image, or likeness;
	 provides certain protections to institutions and student athletes; and
	• creates an audit requirement for the Utah Board of Higher Education.
	Money Appropriated in this Bill:
	None
(Other Special Clauses:
	None
1	Utah Code Sections Affected:
	AMENDS:
	53B-1-301, as last amended by Laws of Utah 2024, Chapter 3
	53B-16-601, as enacted by Laws of Utah 2024, Chapter 49
	53B-16-602 , as enacted by Laws of Utah 2024, Chapter 49

- Section 1. Section **53B-1-301** is amended to read:
- 53B-1-301 . Reports to and actions of the Higher Education Appropriations
- 28 Subcommittee.
- 29 (1) In accordance with applicable provisions and Section 68-3-14, the following recurring 30 reports are due to the Higher Education Appropriations Subcommittee:

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31	(a) the reports described in Sections 53B-1-116, 53B-1-117, and 53B-1-118;
32	(b) the reports described in Sections 34A-2-202.5, 53B-30-206, and 59-9-102.5 by the
33	Rocky Mountain Center for Occupational and Environmental Health;
34	(c) the report described in Section 53B-7-101 by the board on recommended
35	appropriations for higher education institutions, including the report described in
36	Section 53B-8-104 by the board on the effects of offering nonresident partial tuition
37	scholarships;
38	(d) the report described in Section 53B-7-704 by the Department of Workforce Services
39	and the Governor's Office of Economic Opportunity on targeted jobs;
40	(e) the reports described in Section 53B-7-705 by the board on performance;
41	(f) the report described in Section 53B-8-201 by the board on the Opportunity
42	Scholarship Program;
43	(g) the report described in Section 53B-8d-104 by the Division of Child and Family
44	Services on tuition waivers for wards of the state;
45	(h) the report described in Section 53B-13a-103 by the board on the Utah Promise
46	Program;
47	(i) the report described in Section 53B-16-602 by the board on a state institution
48	compensating a student athlete for the use of the student athlete's name, image, or
49	likeness;
50	[(i)] (j) the report described in Section 53B-17-201 by the University of Utah regarding
51	the Miners' Hospital for Disabled Miners;
52	[(j)] (k) the report described in Section 53B-26-202 by the Medical Education Council (
53	projected demand for nursing professionals;
54	[(k)] (l) the report described in Section 53B-35-202 regarding the Higher Education and
55	Corrections Council; and
56	[(1)] (m) the report described in Section 53E-10-308 by the State Board of Education an
57	board on student participation in the concurrent enrollment program.
58	(2) In accordance with applicable provisions and Section 68-3-14, the following occasional
59	reports are due to the Higher Education Appropriations Subcommittee:
60	(a) upon request, the information described in Section 53B-8a-111 submitted by the
61	Utah Educational Savings Plan;
62	(b) a proposal described in Section 53B-26-202 by an eligible program to respond to
63	projected demand for nursing professionals; and
64	(c) a report in 2023 from Utah Valley University and the Utah Fire Prevention Board or

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- 65 the fire and rescue training program described in Section 53B-29-202. (3) In accordance with applicable provisions, the Higher Education Appropriations 66 67 Subcommittee shall complete the following: 68 (a) an appropriation recommendation described in Section 53B-1-118 regarding 69 compliance with Subsections 53B-1-118(5) and (14); (b) as required by Section 53B-7-703, the review of performance funding described in 70 71 Section 53B-7-703; (c) an appropriation recommendation described in Section 53B-26-202 to fund a 72 73 proposal responding to projected demand for nursing professionals; and 74 (d) review of the report described in Section 63B-10-301 by the University of Utah on 75 the status of a bond and bond payments specified in Section 63B-10-301. 76 Section 2. Section **53B-16-601** is amended to read: 77 **53B-16-601** . Definitions. 78 As used in this part: 79 (1) "Athlete agent" means the same as that term is defined in Section 58-87-102. 80 (2) "Athletic entity" means an athletic association, athletic conference, or other group or 81 organization with authority over intercollegiate athletics. 82 (3) "Institution" means: 83 (a) an institution of higher education described in Section 53B-1-102; or 84 (b) a private, nonprofit institution of higher education. 85 (4)(a) "Institutional marketing associate" means a third-party entity that enters into a 86 contract with, or acts on behalf of, an institution or intercollegiate athletics program. 87 (b) "Institutional marketing associate" does not include: 88 (i) an institution; 89 (ii) an athletic entity; or 90 (iii) a staff member, employee, officer, director, manager, or owner of an institution. 91 [(2)] (5) "Intercollegiate athletics program" means an institution-sponsored athletic program 92 or sporting activity in which a student athlete represents the student athlete's institution 93 in competition against another institution. 94 [(3)] (6) "Prohibited endorsement provision" means a provision that requires or permits the
- 94 [(3)] (6) "Prohibited endorsement provision" means a provision that requires or permits the use of a student athlete's name, image, or likeness to promote:
- (a) a tobacco product or e-cigarettes, as those terms are defined in Section 76-10-101,including vaping;
 - (b) an alcoholic product, as that term is defined in Section 32B-1-102;

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99 (c) a seller or dispenser of a controlled substance, including steroids, antibiotics, and 100 marijuana; 101 (d) gambling or betting; 102 (e) a sexually oriented business, as that term is defined in Section 17-50-331; or 103 (f) a firearm that the student athlete cannot legally purchase. [(4)] (7)(a) "Student athlete" means an individual who: 104 105 (i) is enrolled in an institution; and 106 (ii) participates as an athlete for the institution in an intercollegiate athletics program. 107 (b) "Student athlete" includes an agent or other representative of a student athlete. 108 [(5)] (8) "Student athlete agreement" means a proposed or executed contract: 109 (a) between a student athlete and a third party that is not an institution; and 110 (b) in which the student athlete and third party agree that the student athlete's name, 111 image, or likeness may be used to promote a business, product, service, or individual 112 in exchange for the student athlete receiving financial compensation or other benefits. 113 (9) "Third-party entity" means an individual or organization, other than an athletic entity, 114 with authority over intercollegiate athletics. 115 Section 3. Section **53B-16-602** is amended to read: 116 53B-16-602. Use of a student athlete's name, image, or likeness in intercollegiate 117 athletics programs -- Contracts -- Exceptions -- Prohibitions. 118 (1) An institution may: 119 (a) except as provided in Subsection (2), compensate a student athlete directly for use of 120 the student athlete's name, image, or likeness; and 121 (b) provide funds, assets, resources, or benefits to an institutional marketing associate or third-party entity to incentivize the institutional marketing associate or third-party 122 123 entity to facilitate opportunities for a student athlete to earn compensation for use of 124 the student athlete's name, image, or likeness. 125 (2) An institution may not compensate a student athlete or prospective student athlete for 126 use of the student athlete's name, image, or likeness through: 127 (a) state funds; 128 (b) funds the Legislature appropriates; 129 (c) a fee a student attending an institution pays to the institution; or 130 (d) a fee an individual pays to the institution on behalf of a student attending an 131 institution. 132 (3) A contract between an institution and a student athlete that provides a student athlete

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133	with compensation for the use of the student athlete's name, image, or likeness is a
134	public record subject to Title 63G, Chapter 2, Government Records Access and
135	Management Act.
136	(4)(a) A student athlete may not enter into a student athlete agreement that contains a
137	prohibited endorsement provision.
138	[(2)] (b) Before a student athlete or prospective student athlete enters into a student
139	athlete agreement that exceeds \$600 in value, the student athlete or proposed student
140	athlete shall provide the student athlete agreement to the student athlete's or proposed
141	student athlete's institution.
142	[(3)] (c) An institution that receives a student athlete agreement under Subsection $[(2)]$
143	(4)(b) shall provide the student athlete or prospective student athlete with a written
144	acknowledgment regarding whether the student athlete agreement conflicts with the
145	institution's policies or the provisions in this part.
146	[(4)] (d) A student athlete agreement or any communication, or other material related to a
147	student athlete agreement, including those created before May 1, 2024, is not subject
148	to Title 63G, Chapter 2, Government Records Access Management Act.
149	[(5) An institution may not use funds appropriated by the Legislature for any purpose
150	related to a student athlete's or prospective student athlete's student athlete agreement
151	that the student athlete or prospective student athlete submits to the institution.]
152	(5) A student athlete attending an institution is not an employee of the institution through:
153	(a) the student athlete's participation in an athletic program the institution offers; or
154	(b) the institution compensating the student athlete for use of the student athlete's name,
155	image, or likeness.
156	(6) The board shall:
157	(a) beginning fiscal year 2028 and every five years thereafter, conduct an audit of each
158	state institution that evaluates:
159	(i) money an institution expends to directly compensate a student athlete for the use
160	of the student athlete's name, image, or likeness; and
161	(ii) the implementation and use of payments by an institution to a student athlete for a
162	student athlete's name, image, or likeness; and
163	(b) prepare and submit a written report for the audit described in Subsection (6)(a) to the
164	Education Interim Committee and the Higher Education Appropriations
165	Subcommittee.
166	(7) An athletic entity may not:

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16/	(a) prevent a student athlete of an institution from fully participating in intercollegiate
168	athletics because the student athlete:
169	(i) earns compensation through the student athlete's name, image, or likeness or any
170	other compensation related to the student athlete's position on the roster of an
171	intercollegiate athletics team; or
172	(ii) obtains professional representation from an athlete agent or attorney;
173	(b) prevent an institution from becoming a member of an athletic entity or from
174	participating in intercollegiate athletics that an athletic entity sponsors because a
175	student athlete of an institution or college participating in intercollegiate athletics:
176	(i) earns compensation from the use of the student athlete's name, image, or likeness
177	or any other compensation related to the student athlete's position on the roster of
178	an intercollegiate athletics team; or
179	(ii) obtains professional representation from an athlete agent or attorney;
180	(c) consider a complaint, initiate an investigation, or take any adverse action against an
181	institution, institutional marketing associate, or third-party entity for engaging in
182	conduct authorized under this section;
183	(d) penalize or prevent an institution or student athlete from participating in
184	intercollegiate athletics because an individual or third-party entity, whose purpose
185	includes supporting or benefiting the institution or student athlete, violates a rule or
186	regulation of the athletic entity that addresses compensation for use of a student
187	athlete's name, image, or likeness;
188	(e) prevent an institution, institutional marketing associate, or third-party entity from:
189	(i) creating and supporting opportunities for a student athlete to earn compensation
190	for use of the student athlete's name, image, or likeness; or
191	(ii) compensating a student athlete for use of the student athlete's name, image, or
192	likeness; and
193	(f) prevent any other compensation.
194	Section 4. Effective Date.
195	This bill takes effect on May 7, 2025.