By: Lucio S.B. No. 796

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the combative sports program.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 2052.002, Occupations Code, is amended
- 5 to read as follows:
- 6 Sec. 2052.002. DEFINITIONS. In this chapter:
- 7 (1) "Amateur" means a person who has never received or
- 8 competed for any purse or other thing of value, including
- 9 reimbursement for expenses related to training or to participation
- 10 in a combative sports event, that exceeded the maximum amount
- 11 established by an amateur combative sports association.
- 12 (2) "Amateur combative sports association" means an
- organization that has nonprofit status under the laws of this state
- 14 or under federal law and that produces, arranges, advertises,
- 15 conducts, or stages combative sports events in which all the
- 16 <u>contestants are amateurs.</u>
- 17 (3) "Boxing" means to compete with the fists.
- 18 (4) "Combative sports" means sports, including
- 19 boxing, kickboxing, martial arts, and mixed martial arts, in which
- 20 participants voluntarily engage in full contact to score points, to
- 21 cause an opponent to submit, or to disable an opponent in a contest,
- 22 match, or exhibition. The term does not include student training or
- 23 exhibitions of students' skills conducted by martial arts schools,
- 24 or associations of schools, where the students' participation is

- 1 for health and recreational purposes rather than competition and
- 2 where the intent is to use only partial contact [includes
- 3 kickboxing, in which a person delivers blows with any part of the
- 4 arm below the shoulder, including the hand, and any part of the leg
- 5 below the hip, including the foot.
- [(2) "Boxing promoter" means a person who arranges,
- 7 advertises, or conducts a boxing event.
- 8 [<del>(3) "Championship tournament" means a state,</del>
- 9 regional, national, or international elimination tournament in
- 10 which the winners of elimination tournaments compete for a
- 11 championship in each weight category].
- 12 (5) [(4)] "Commission" means the Texas Commission of
- 13 Licensing and Regulation.
- 14 (6) "Contest" means a combative sports engagement in
- which the participants strive earnestly to win.
- 16 (7) [(5)] "Department" means the Texas Department of
- 17 Licensing and Regulation.
- 18 (8) [<del>(6)</del>] "Elimination tournament" means a combative
- 19 sports [boxing] contest in which [elimination tournament]
- 20 contestants compete in a series of matches until not more than one
- 21 contestant remains in any weight category. The term does not
- include <u>an</u> [a boxing] event described by Section 2052.110.
- 23 (9) [<del>(7)</del> "Elimination tournament boxing promoter"
- 24 means a person who arranges, advertises, or conducts an elimination
- 25 tournament.
- 26 [(8) "Elimination tournament contestant" means a
- 27 person who competes in an elimination tournament.

- 1  $[\frac{(8-a)}{}]$  "Executive director" means the executive
- 2 director of the department or the executive director's designated
- 3 representative.
- 4 (10) [<del>(9)</del>] "Exhibition" means a combative sports
- 5 [boxing or wrestling] skills demonstration.
- 6 (11)  $\left[\frac{(10)}{(10)}\right]$  "Event" means a contest, match, or
- 7 exhibition.
- 8 (12)  $\left[\frac{(11)}{11}\right]$  "Judge" means a person who is  $\left[\frac{11}{11}\right]$
- 9 [(A) located at ringside during a boxing match;
- 10 and
- 11 [<del>(B)</del>] responsible for scoring the performances
- of the participants in a [the] match.
- 13 "Kickboxing" means to compete by delivering blows
- with the fists, arms, feet, legs, or any combination thereof.
- 15 (14) "Martial arts" means any one of the individual
- disciplines described by rule adopted by the commission in which
- 17 the contestants engage in unarmed combat using the applicable
- 18 techniques to grapple with, kick, or strike an opponent to win a
- 19 contest by causing an opponent to submit or by scoring points
- against or disabling an opponent.
- 21 (15) "Match" means any contest or exhibition.
- 22 (16) "Mixed martial arts" means unarmed combat
- 23 <u>involving the use of a combination of techniques from different</u>
- 24 <u>disciplines of the martial arts including grappling, kicking, and</u>
- 25 striking and may include the use of full, unrestrained physical
- 26 force.
- 27 (17) [(12) "Local tournament" means an elimination

- 1 tournament in which only a resident of this state may compete.
- 2 [\(\frac{(13)}{}\)] "Professional combative sports contestant
- 3 [boxer]" means a person who competes in a combative sports [boxing]
- 4 event in this state conducted for a purse or compensation.
- 5 (18) [(13-a)] "Promoter" means any person who
- 6 produces, arranges, advertises, conducts, or stages a combative
- 7 sports event [a boxing promoter or wrestling promoter].
- 8  $\underline{(19)}$  [ $\overline{(14)}$ ] "Referee" means a person who:
- 9 (A) is present in the ring during a <u>match</u> [boxing
- 10 event]; and
- 11 (B) exercises general supervision of the <u>match</u>
- 12 [event].
- 13 (20) [(15) "Regional tournament" means an elimination
- 14 tournament in which a contestant from outside of the immediate area
- 15 in which the tournament is conducted may compete against local
- 16 <del>contestants.</del>
- 17 [<del>(15-a)</del>] "Ringside physician" means an individual
- 18 licensed to practice medicine in this state who is registered with
- 19 the department.
- 20 [(16) "Wrestling promoter" means a person who
- 21 arranges, advertises, or conducts a wrestling event.
- 22 SECTION 2. Subsection (b), Section 2052.052, Occupations
- 23 Code, is amended to read as follows:
- 24 (b) The commission may adopt rules:
- 25 (1) governing boxing, [professional] kickboxing,
- 26 martial arts, or mixed martial arts contests and exhibitions;
- 27 (2) establishing reasonable qualifications for an

- 1 applicant seeking a license or registration from the department
- 2 under this chapter;
- 3 (3) recognizing a sanction, medical suspension, or
- 4 disqualification of a licensee or registrant [license holder] by a
- 5 combative sports authority in any state, provided that if licensure
- 6 or registration is denied based on those actions, an applicant has
- 7 <u>an opportunity for [a right to]</u> a hearing as prescribed by rule;
- 8 (4) establishing practice requirements or specialty
- 9 certifications that a person licensed to practice medicine in this
- 10 state must meet to register as a ringside physician;
- 11 (5) requiring a contestant to present  $\underline{\text{with an}}$
- 12 application for licensure or license renewal documentation [to the
- 13 executive director at the time of weigh-in an original copy of
- 14 recent blood test results that demonstrate whether the contestant
- 15 is free from hepatitis B virus, hepatitis C virus, human
- 16 immunodeficiency virus, and any other communicable disease
- 17 designated by commission rule and providing that a contestant's
- 18 failure to provide the required blood test results disqualifies the
- 19 contestant;
- 20 (6) providing that to participate in any event a
- 21 contestant must be free of hepatitis B virus, hepatitis C virus,
- 22 human immunodeficiency virus, and any other communicable disease
- 23 designated by rule;
- 24 (7) requiring that a contestant <u>present with an</u>
- 25 application for licensure or license renewal documentation of the
- 26 results of [undergo] a physical examination, including an
- 27 ophthalmologic [opthalmological] examination, [at or near the time

- 1 of weigh-in] and providing for disqualification of a contestant who
- 2 is determined by an examining physician to be unfit; [and]
- 3 (8) establishing additional responsibilities for
- 4 promoters; and
- 5 (9) governing regulated amateur events.
- 6 SECTION 3. Subsection (a), Section 2052.055, Occupations
- 7 Code, is amended to read as follows:
- 8 (a) The presiding officer of the commission, with the
- 9 commission's approval, may appoint a medical advisory committee to
- 10 advise the department concerning health issues for combative sports
- 11 [boxing] event contestants.
- 12 SECTION 4. Section 2052.101, Occupations Code, is amended
- 13 to read as follows:
- 14 Sec. 2052.101. [BOXING] PROMOTER LICENSE. A person may not
- 15 act as a [boxing] promoter [or an elimination tournament boxing
- 16 <u>promoter</u>] unless the person holds <u>the appropriate</u> [a] license
- 17 issued under this chapter.
- 18 SECTION 5. The heading to Section 2052.102, Occupations
- 19 Code, is amended to read as follows:
- 20 Sec. 2052.102. [BOXING] PROMOTER LICENSE APPLICATION
- 21 REQUIREMENTS.
- SECTION 6. Subsection (a), Section 2052.102, Occupations
- 23 Code, is amended to read as follows:
- 24 (a) An applicant for a [boxing] promoter's license under
- 25 this chapter must apply on a form furnished by the executive
- 26 director.
- 27 SECTION 7. Section 2052.107, Occupations Code, is amended

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    to read as follows:
          Sec. 2052.107. OTHER COMBATIVE SPORTS [BOXING] LICENSES.
 2
    Unless a person holds a license or registration issued under this
 3
 4
    chapter, the person may not act as a combative sports:
5
                (1)
                     professional contestant [boxer];
                (2)
                     manager of a professional contestant [boxer];
6
 7
                (3)
                     referee;
                (4)
                     judge;
8
9
                (5)
                     second;
10
                (6) timekeeper;
11
                (7) matchmaker; or
                     ringside physician.
12
                (8)
          SECTION 8. Section 2052.110, Occupations Code, is amended
13
    to read as follows:
14
           Sec. 2052.110. LICENSE AND BONDING EXCEPTIONS.
15
                                                               If the
16
    contestants are amateurs, the [The] licensing and
                                                              bonding
17
    requirements of this chapter [subchapter] do not apply to:
18
                (1)
                     [a boxing event in which the participants do not
            a money remuneration, purse, or prize for their
19
20
    performances or services if the event is promoted, conducted, or
21
    maintained by:
22
                     [(A) an educational institution;
                     [(B) a law enforcement organization;
23
                     [(C) a Texas National Guard Unit; or
24
25
                     [(D) an amateur athletic organization recognized
    by the executive director;
26
27
                [(2) an event conducted by a nonprofit amateur
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- 1 athletic association chartered under the law of this state,
- 2 including a membership club affiliated with the association located
- 3 within this state and recognized by the executive director;
- 4  $\left[\frac{(3)}{3}\right]$  an event conducted by a college, school, or
- 5 university that is part of the institution's athletic program in
- 6 which only students of [different] educational institutions
- 7 participate;
- 8  $\underline{(2)}$  [(4)] an event which is conducted by [ $\frac{1}{1}$  which
- 9 only members of a troop, battery, company, or unit of the Texas
- 10 National Guard or a law enforcement agency and in which only members
- of military or law enforcement organizations participate; or
- 12  $\underline{(3)}$  [ $\underline{(5)}$ ] an event which is conducted by an
- 13 organization of the Olympic Games, the Paralympic Games, or the
- 14 Pan-American Games and in which participants train or compete for
- 15 advancement to or within the games.
- SECTION 9. Section 2052.111, Occupations Code, is amended
- 17 to read as follows:
- 18 Sec. 2052.111. DENIAL OF APPLICATION. The executive
- 19 director may deny an application for a license or registration if:
- 20 (1) the applicant does not meet the qualifications for
- 21 the license or registration; or
- 22 (2) after conducting an investigation and <u>providing an</u>
- 23 opportunity for a hearing, the executive director determines that
- the applicant has violated this chapter or a rule adopted under this
- 25 chapter.
- SECTION 10. Section 2052.113, Occupations Code, is amended
- 27 to read as follows:

- 1 Sec. 2052.113. LICENSE AND PERMIT REQUIRED FOR CLOSED CIRCUIT [BOXING] TELECAST. A person who exhibits in this state a 2 simultaneous telecast of a live, spontaneous, or current combative 3 4 sports [boxing] event on a closed circuit telecast in which a fee is
- 6 (1)hold a [boxing] promoter's license under this 7 chapter; and
- obtain a permit for the closed circuit telecast. (2) 8
- 9 SECTION 11. Subchapter C, Chapter 2052, Occupations Code,
- 10 is amended by adding Sections 2052.116 and 2052.117 to read as
- follows: 11

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- Sec. 2052.116. AMATEUR COMBATIVE SPORTS ASSOCIATION 12
- 13 REGISTRATION. A person may not act as an amateur combative sports
- association unless the person is registered under this chapter. 14
- Sec. 2052.117. AMATEUR COMBATIVE SPORTS ASSOCIATION 15
- 16 REGISTRATION REQUIREMENTS. (a) An applicant for registration as
- an amateur combative sports association must apply on a form 17
- acceptable to the executive director. 18
- (b) An application must be accompanied by: 19

charged for admission to the telecast must:

- 20 (1) a registration fee in the amount set by the
- 21 commission;
- 22 (2) proof of compliance with requirements established
- by rule for: 23
- 24 (A) insurance; and
- 25 (B) surety bonds, if any;
- (3) a copy of the rules of the association 26
- 27 establishing standards of conduct for contestants and officials;

- 1 and
- 2 (4) proof that the association is recognized or
- 3 organized as a nonprofit organization under the laws of this state
- 4 or has such status under federal law.
- 5 (c) Rules of the association must be approved by the
- 6 department.
- 7 SECTION 12. Section 2052.151, Occupations Code, is amended
- 8 to read as follows:
- 9 Sec. 2052.151. IMPOSITION AND RATE OF TAX. (a) A tax is
- 10 imposed on a person who:
- 11 (1) conducts a <u>combative sports</u> [<del>boxing</del>] event[7
- 12 including an elimination tournament, in which a fee is charged for
- 13 admission to the event; or
- 14 (2) exhibits in this state a simultaneous telecast of
- 15 a live, spontaneous, or current combative sports [boxing] event on
- 16 a closed circuit telecast, in which a fee is charged for admission
- 17 to the telecast[; or
- 18 [(3) conducts or sponsors an amateur boxing event,
- 19 other than an event exempt from licensing under Section
- 20 <del>2052.110(2), (3), (4), or (5), in which a fee is charged for</del>
- 21 admission to the event].
- 22 (b) The [rate of the] tax is three percent of the gross
- 23 receipts obtained from the <u>sale of tickets to the</u> event, <u>plus three</u>
- 24 percent of gross receipts received from sales of broadcast rights
- or \$30,000, whichever is less.
- SECTION 13. Subsections (a) and (b), Section 2052.152,
- Occupations Code, are amended to read as follows:

- 1 (a) A person on whom a tax is imposed under Section
- 2 2052.151, not later than three business days [72 hours] after the
- 3 end of the event or telecast for which the tax is due, shall submit
- 4 to the department a verified report on a form acceptable to
- 5 [furnished by] the department stating:
- 6 (1) the number of tickets sold to the event;
- 7 (2) the ticket prices charged;
- 8 (3) the gross price charged for the sale or lease of
- 9 broadcasting, television, and motion picture rights without any
- 10 deductions for commissions, brokerage fees, distribution fees,
- advertising, or other expenses or charges; and
- 12 (4) the amount of gross receipts obtained from the
- 13 event.
- 14 (b) The person shall attach to the report a cashier's check,
- 15 check, or money order payable to this state in the amount of the tax
- imposed on the event covered by the report.
- 17 SECTION 14. Section 2052.153, Occupations Code, is amended
- 18 to read as follows:
- 19 Sec. 2052.153. CLOSED CIRCUIT TELECAST. A person
- 20 exhibiting a simultaneous telecast of a live, spontaneous, or
- 21 current combative sports [boxing] event on a closed circuit
- 22 telecast that occurs in Texas in which a fee is charged for
- 23 admission to the exhibition:
- 24 (1) must:
- 25 (A) be a [boxing] promoter; and
- 26 (B) obtain a permit for each telecast exhibited;
- 27 and

- 1 (2) shall comply with the tax provisions of <u>Sections</u>
- 2 [Section] 2052.151 and 2052.152.
- 3 SECTION 15. Section 2052.251, Occupations Code, is amended
- 4 to read as follows:
- 5 Sec. 2052.251. [BOXING] GLOVES. A combative sports
- 6 [boxing] event contestant[, other than an elimination tournament
- 7 contestant under Subchapter E, shall wear [eight-ounce boxing]
- 8 gloves of the type and weight specified by commission rule, unless
- 9 the commission by <u>applicable</u> rule requires or permits <u>contestants</u>
- 10 [a contestant] to not wear [heavier] gloves.
- 11 SECTION 16. Section 2052.252, Occupations Code, is amended
- 12 to read as follows:
- 13 Sec. 2052.252. REGULATED [CERTAIN] AMATEUR EVENTS.
- 14 (a) This section applies to an amateur combative sports [boxing]
- 15 event, other than an event described by Section 2052.110
- 16 [2052.110(2), (3), (4), or (5) or an elimination tournament subject
- 17 to Subchapter E], in which a fee is charged for admission to the
- 18 event.
- 19 (b) The amateur combative sports association sponsoring or
- 20 producing the event shall register with the department not later
- 21 than 30 days before the date the event begins.
- 22 <u>(c)</u> The event may take place only if the executive director
- 23 approves the event not later than seven days before the date the
- 24 event begins.
- 25 (d) [<del>(c)</del>] Each contestant [<del>entry</del>] in the event must have
- been a member of the amateur combative sports association for the
- 27 30-day period immediately preceding [be filed with the amateur

- 1 organization not later than the third day before] the date the event
- 2 begins and must be a member on the date of the event.
- 3 <u>(e) [(d)</u>] The amateur <u>combative</u> sports association
- 4 [organization] shall determine the amateur standing of the event
- 5 contestants and shall establish training programs consisting of at
- 6 least 30 days of training for each contestant.
- 7  $\underline{\text{(f)}}$  [\(\frac{(e)}{}\)] The event is subject to the supervision of the
- 8 executive director.
- 9 [(f) All profits from the event must be used to develop
- 10 <u>amateur athletics.</u>]
- 11 (g) [Only a referee or judge licensed under this chapter may
- 12 participate in the event.
- 13  $\left[\frac{h}{h}\right]$  Each contestant participating in the event must be
- 14 examined by a licensed physician within a reasonable time before
- 15 the event begins. A licensed physician must be present at ringside
- 16 during the entire event.
- 17 <u>(h)</u> [<del>(i)</del>] A professional <u>combative</u> sports contestant
- 18 [boxer] licensed under this chapter may not participate as a
- 19 <u>contestant</u> [<u>in any capacity</u>] in the event.
- SECTION 17. Subchapter F, Chapter 2052, Occupations Code,
- 21 is amended by adding Section 2052.254 to read as follows:
- 22 <u>Sec. 2052.254. ELIMINATION TOURNAMENTS. An elimination</u>
- tournament may not be conducted in this state.
- 24 SECTION 18. The following provisions of the Occupations
- 25 Code are repealed:
- 26 (1) Sections 2052.103, 2052.105, and 2052.106; and
- 27 (2) Subchapter E, Chapter 2052.

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1 SECTION 19. This Act takes effect September 1, 2005.