A BILL FOR AN ACT

RELATING TO MIXED MARTIAL ARTS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

| 1 | SECT | ION 1. Section 440E-7, Hawaii Revised Statutes, is |
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| 2 | amended by | y amending subsection (d) to read as follows: |
| 3 | " (đ) | In addition to the payment of other fees and moneys |
| 4 | due under | this chapter, a licensed promoter shall pay: |
| 5 | (1) | [A license fee of three per cent of the first \$50,000 |
| 6 | | of the total gross receipts from admission fees to an |
| 7 | | event, exclusive of federal, state, and local taxes; |
| 8 | (2) | A license fee of two per cent of the total gross |
| 9 | | receipts over \$50,000 from admission fees to an event, |
| 10 | | exclusive of federal, state, and local taxes;] For |
| 11 | | fiscal years 2009-2010 to 2012-2013, a license fee of |
| 12 | | four per cent of the first \$50,000 of the total gross |
| 13 | | receipts and three per cent of the total gross |
| 14 | | receipts over \$50,000 from admission fees to an event, |
| 15 | | exclusive of federal, state, and local taxes; |
| 16 | (2) | For fiscal years beginning after June 30, 2013, a |
| 17 | | license fee that is six per cent of the total gross |

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receipts from admission fees to an event, exclusive of
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               federal, state, and local taxes.
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          [<del>(3) Two</del>] In addition to the license fees established in
    paragraphs (1) and (2), a licensed promoter shall also pay two
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    per cent of the gross sales price for the sale, lease, or other
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    exploitation of broadcasting, television, Internet, and motion
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    picture rights for a contest or an event, without any deductions
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    for commission, brokerage fee, distribution fees, advertising,
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    contestants' purses, or any other expenses or charges, including
    federal, state, or local taxes; and
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          [<del>(4) Two</del>] two per cent of the gross receipts from
    subscription or admission fees, exclusive of federal, state, and
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    local taxes, charged for viewing [within the State of] a
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    simultaneous or pay per view telecast of [an] a contest or
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    event[; provided that payments]. Payments under this subsection
    shall be deposited into a separate account in the compliance
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    resolution fund and shall be used for the costs of administering
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    this chapter."
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         SECTION 2. At each promoter's license renewal period, each
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    promoter shall pay an additional surcharge fee of $16,750, or
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    any other amount determined by the department of commerce and
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    consumer affairs to be appropriate, which shall be deposited
    2008-1270 SB3030 SD1 SMA.doc
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- 1 into the compliance resolution fund established pursuant to
- 2 section 26-9(o), Hawaii Revised Statutes. The department may
- 3 adjust the additional surcharge fee to equitably apportion the
- 4 cost among the promoters based on the number of licensed
- 5 promoters. Upon the full repayment of \$335,000, fiscal year
- 6 2007-2008 and fiscal year 2008-2009 costs to implement this Act,
- 7 thereafter, no surcharge shall be assessed, and any funds in
- 8 excess of this amount shall remain in the compliance resolution
- 9 fund.
- 10 SECTION 3. Statutory material to be repealed is bracketed
- 11 and stricken. New statutory material is underscored.
- 12 SECTION 4. This Act shall take effect on July 1, 2050.

Report Title:

Mixed Martial Arts (MMA)

Description:

Establishes a fee structure to fund mixed martial arts regulation. (SD1)