S.B. NO. <sup>3030</sup> S.D. 2

1

## 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
2	amended b	y amending subsection (d) to read as follows:
3	" (d)	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	<del>(2)</del>	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 July 1, 2013, a license fee
17		that is six per cent of the total gross receipts from



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1		admission fees to an event, exclusive of federal,	
2		state, and local taxes.	
3	(3)	[Two] In addition to the license fees established in	
4		paragraphs (1) and (2), a licensed promoter shall also	
5		pay two per cent of the gross sales price for the	
6		sale, lease, or other exploitation of broadcasting,	
7		television, Internet, and motion picture rights for a	
8		contest or an event, without any deductions for	
9		commission, brokerage fee, distribution fees,	
10		advertising, contestants' purses, or any other	
11		expenses or charges, including federal, state, or	
12		local taxes; and	
13	(4)	Two per cent of the gross receipts from subscription	
14		or admission fees, exclusive of federal, state, and	
15		local taxes, charged for viewing [within the State of]	
16		a simultaneous or pay per view telecast of [an] a	
17		contest or event[; provided that payments].	
18	Payme	ents under this subsection shall be deposited into a	
19	separate account in the compliance resolution fund and shall be		
20	used to co	over the costs of administering this chapter."	
21	SECT	ION 2. At each promoter's license renewal period, each	
22	promoter s	shall pay an additional surcharge fee of \$16,750, or	
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1 any other amount determined by the department of commerce and 2 consumer affairs to be appropriate that shall be deposited into 3 the compliance resolution fund established pursuant to section 26-9(o), Hawaii Revised Statutes. The department may adjust the 4 5 additional surcharge fee to equitably apportion the cost among 6 the promoters based on the number of licensed promoters. Upon 7 the full payment of \$335,000, for fiscal years 2007-2008 and 8 2008-2009 to cover the cost of implementing this Act, no 9 surcharge shall be assessed thereafter and any funds in excess 10 of this amount shall remain in the compliance resolution fund. 11 SECTION 3. Statutory material to be repealed is bracketed 12 and stricken. New statutory material is underscored. SECTION 4. This Act shall take effect on July 1, 2050. 13



#### Report Title:

Mixed Martial Arts

### Description:

Establishes a fee structure to fund mixed martial arts regulation. (SB3030 SD2)

