## A BILL FOR AN ACT

RELATING TO MIXED MARTIAL ARTS.

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

- 1 SECTION 1. Chapter 440E, Hawaii Revised Statutes, is
- 2 amended by adding two new sections to be appropriately
- 3 designated and to read as follows:
- 4 "\$440E- Amateur mixed martial arts. This chapter, with
- 5 the exception of sections 440E-5(b)(5) and 440E-7(a)(2) and (4),
- 6 shall apply to amateur mixed martial arts contests.
- 7 §440E- Control and supervision of amateur mixed martial
- 8 arts contests. Amateur mixed martial arts contests may be
- 9 placed under the control and supervision of any recognized
- 10 national amateur mixed martial arts association. The director
- 11 shall adopt rules pursuant to chapter 91 for the purposes of
- 12 this section."
- 13 SECTION 2. Section 440E-1, Hawaii Revised Statutes, is
- 14 amended as follows:
- 1. By adding two new definitions to be appropriately
- 16 inserted and to read:

| 1  | ""Amateur mixed martial arts contestant" means a person who      |
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| 2  | is trained in mixed martial arts, competes in an amateur mixed   |
| 3  | martial arts contest, and is at least eighteen years of age.     |
| 4  | "Professional mixed martial arts contestant" means a person      |
| 5  | who is trained in mixed martial arts and competes in a mixed     |
| 6  | martial arts contest in which money, a prize, or purse, or other |
| 7  | form of monetary compensation is offered or given to             |
| 8  | contestants."  |
| 9  | 2. By amending the definitions of "amateur mixed martial         |
| 10 | arts contest" and "mixed martial arts contest" or "contest" to   |
| 11 | read:  |
| 12 | ""Amateur mixed martial arts contest" means a mixed martial      |
| 13 | arts contest in which no money, [prize,] purse, or other form of |
| 14 | monetary compensation is offered or given to contestants[-] and  |
| 15 | the contestants are at least eighteen years of age.              |
| 16 | "Mixed martial arts contest" or "contest" means a contest        |
| 17 | or exhibition in a mixed martial arts event in which a mixed     |
| 18 | martial arts contestant competes with another mixed martial arts |
| 19 | contestant, using mixed martial arts, [and in which any          |
| 20 | contestant in the mixed martial arts event receives any money,   |
| 21 | prize, purse, or other forms of compensation; provided that the  |

- 1 term does not include] and includes an amateur mixed martial
- 2 arts contest."
- 3 SECTION 3. Section 440E-5, Hawaii Revised Statutes, is
- 4 amended to read as follows:
- 5 "\$440E-5 Jurisdiction of director. (a) The director is
- 6 vested with the sole jurisdiction, direction, management, and
- 7 control over all mixed martial arts contests to be conducted,
- 8 held, or given within the State[ rovided that this excludes
- 9 amateur mixed martial arts contests]. No mixed martial arts
- 10 contest shall be conducted, held, or given within the State
- 11 except in accordance with this chapter and the rules adopted by
- 12 the director pursuant thereto.
- 13 (b) No mixed martial arts event shall take place unless
- 14 the director has granted a permit for the proposed event. In
- 15 addition, the director shall not allow any mixed martial arts
- 16 contest unless:
- 17 (1) The contest consists of not more than five rounds of a
- duration of not more than five minutes each with an
- interval of at least one minute between each round and
- the succeeding round;
- 21 (2) Each contestant [is at least eighteen years of age,]
- is not disqualified from competing in a similar mixed

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| 1  |     | martial arts contest in another jurisdiction at the          |
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| 2  |     | time of the contest[ $_{7}$ ] and does not use stimulants or |
| 3  |     | banned substances before or during the contest;              |
| 4  | (3) | Each mixed martial arts contestant is examined [one          |
| 5  |     | hour prior to] within six hours of the contest by at         |
| 6  |     | least one physician or osteopathic physician licensed        |
| 7  |     | under chapter 453 who shall certify in writing to the        |
| 8  |     | referee of the contest that the contestant is                |
| 9  |     | physically fit to engage therein;                            |
| 10 | (4) | Each contestant furnishes to the director:                   |
| 11 |     | (A) A medical report of a medical examination                |
| 12 |     | completed not less than six months before the                |
| 13 |     | contest, [at the sole expense of the promoter,]              |
| 14 |     | including the results of HIV and hepatitis                   |
| 15 |     | testing; and   |
| 16 |     | (B) Previous fight records that establish the                |
| 17 |     | contestant's fitness to compete in the contest;              |
| 18 | (5) | The contest is under the control of a licensed referee       |
| 19 |     | in the ring who has at least one year of experience in       |
| 20 |     | refereeing a match or exhibition involving mixed             |
| 21 |     | martial arts and who has passed a physical examination       |
| 22 |     | by a physician or osteopathic physician licensed under       |

| 1  | chapter 455, increasing an eye examination, within two                 |
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| 2  | years prior to the contest;  |
| 3  | (6) The promoter has complied with sections 440E-6 and                 |
| 4  | 440E-7; and  |
| 5  | (7) All licensees have complied with the requirements of               |
| 6  | this chapter and rules adopted in accordance with                      |
| 7  | chapter 91, including any rules or requirements that                   |
| 8  | protect the safety of the contestants to the extent                    |
| 9  | feasible."   |
| 10 | SECTION 4. Section 440E-7, Hawaii Revised Statutes, is                 |
| 11 | amended by amending subsection (d) to read as follows:                 |
| 12 | "(d) In addition to the payment of other fees and moneys               |
| 13 | due under this chapter, a licensed promoter shall pay:                 |
| 14 | (1) [ <del>For fiscal years 2009-2010 to 2012-2013, a license</del> ]  |
| 15 | An event fee of [four] two per cent of the [first                      |
| 16 | \$50,000 of the] total gross receipts [and three per                   |
| 17 | cent of the total gross receipts over \$50,000] from                   |
| 18 | admission fees to an event, exclusive of federal,                      |
| 19 | state, and local taxes; and  |
| 20 | [ <del>(2)</del> For fiscal years beginning July 1, 2013, a license fe |
| 21 | that is six per cent of the total gross receipts from                  |

| 1  |           | admission fees to an event, exclusive of federal,      |
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| 2  |           | state, and local taxes;                                |
| 3  | (3)       | 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 |           | <del>local taxes; and</del>                            |
| 13 | (4)       | Two] (2) The lesser of \$50,000 or two per cent of the |
| 14 |           | gross receipts from [subscription or admission fees,   |
| 15 |           | exclusive of federal, state, and local taxes, [fees    |
| 16 |           | charged for viewing a simultaneous or pay per view     |
| 17 |           | telecast of a contest or event[-], exclusive of        |
| 18 |           | federal, state, and local taxes.                       |
| 19 | Paym      | ents under this subsection shall be deposited into a   |
| 20 | separate  | account in the compliance resolution fund and shall be |
| 21 | used to c | over the costs of administering this chapter."         |

1 SECTION 5. Section 440E-8, Hawaii Revised Statutes, is 2 amended by amending subsection (a) to read as follows: 3 "(a) Any person may apply to the director for a license to 4 act as a physician, referee, judge, manager, second, or mixed 5 martial arts contestant to participate, either directly or 6 indirectly, in any mixed martial arts contest [-]; provided that 7 no person may apply for a license as a professional mixed 8 martial arts contestant unless the person is at least eighteen 9 years of age. The application shall be in writing, on a form 10 prescribed by the director, and signed by the applicant. application shall contain a recital of facts as specified by the 11 12 director for the director to determine whether or not the 13 applicant possesses the necessary licensure and physical, 14 mental, and moral qualifications to entitle the applicant to a 15 license. The license requirement shall not apply to amateur 16 mixed martial arts contestants; provided that an amateur mixed 17 martial arts contestant shall be required to pass a physical examination conducted by a person licensed to practice medicine 18 19 under chapter 453 prior to engaging in a mixed martial arts 20 contest. The director shall adopt rules for licensure in 21 accordance with chapter 91."

1 SECTION 6. Section 440E-11, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "[+]\$440E-11[+] Receipts and reports from promoters. [<del>(a)</del>] Within three business days after the conclusion of every 4 5 contest for which admission fees are charged and received, every 6 promoter holding a license to conduct, hold, or give mixed 7 martial arts contests, shall furnish to the director a written report, duly verified, showing the number of tickets sold for 8 the contest, the amount of the gross receipts or proceeds 9 thereof, and other matters as the director prescribes in rules 10 11 adopted in accordance with chapter 91. [(b) For purposes of this chapter, "gross receipts" 12 13 includes income received from the sale of print, internet, broadcasting, television, and motion picture rights.]" 14 15 SECTION 7. Act 238, Session Laws of Hawaii 2008, is amended by repealing section 2. **16 17** ["SECTION 2. At each promoter's license renewal period, each promoter shall pay an additional surcharge fee of \$16,750, 18 19 or any other amount determined by the department of commerce and **20** consumer affairs to be appropriate that shall be deposited into 21 the compliance resolution fund established pursuant to section 22 26-9(o), Hawaii Revised Statutes. The department may adjust the

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- 1 additional surcharge fee to equitably apportion the cost among
- 2 the promoters based on the number of licensed promoters. Upon
- 3 the full payment of \$335,000 for fiscal years 2007-2008 and
- 4 2008-2009 to cover the cost of implementing the provisions of
- 5 chapter 440E, Hawaii Revised Statutes, no surcharge shall be
- 6 assessed thereafter and any funds in excess of this amount shall
- 7 remain in the compliance resolution fund."]
- 8 SECTION 8. Statutory material to be repealed is bracketed
- 9 and stricken. New statutory material is underscored.
- 10 SECTION 9. This Act shall take effect on July 1, 2010.

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### Report Title:

Mixed Martial Arts

### Description:

Includes amateur mixed martial arts under the regulation of mixed martial arts by the department of commerce and consumer affairs. Defines or redefines terms. Removes or lowers certain fees charged to a promoter. Effective July 1, 2010. (CD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.