

JOSH GREEN, M.D. GOVERNOR | KE KIA'ĂINA

SYLVIA LUKE LIEUTENANT GOVERNOR | KA HOPE KIA'ÄINA STATE OF HAWAII | KA MOKUʻĀINA ʻO HAWAIʻI OFFICE OF THE DIRECTOR DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS KA ʻOIHANA PILI KĀLEPA 335 MERCHANT STREET, ROOM 310

P.O. BOX 541 HONOLULU, HAWAII 96809 Phone Number: (808) 586-2850 Fax Number: (808) 586-2856 cca.hawaii.gov NADINE Y. ANDO DIRECTOR | KA LUNA HO'OKELE

DEAN I HAZAMA DEPUTY DIRECTOR | KA HOPE LUNA HO'OKELE

Testimony of the Department of Commerce and Consumer Affairs

Before the House Consumer Protection & Commerce Thursday, March 16, 2023 2:30 p.m. Conference Room 329 and Videoconference

On the following measure: S.B. 1027, S.D. 1, RELATING TO COMBAT SPORTS

Chair Nakashima and Members of the Committee:

My name is Nadine Ando, and I am the Director for the Department of Commerce nd Consumer Affairs' (Department). The Department opposes this bill, which establishes a Combat Sports Commission (Commission).

The purposes of this bill are to: (1) establish a State Commission; (2) provide for regulation of combat sports; (3) prohibit no rules combat or similar contests; and (4) appropriate funds for an unspecified number of full-time equivalent (FTE) positions within the Department's Commission.

The Department appreciates the Legislature's consideration of much needed FTEs provided in this bill for the Professional and Vocational Licensing Division (Division); however, the Department opposes this measure because the creation of a Commission is unnecessary because, currently, Hawaii Revised Statutes (HRS) chapter 440E establishes the Mixed Martial Arts Program (Program) under the auspices of the Director of the Department as recommended in the Sunrise Analysis completed Testimony of DCCA S.B. 1027, S.D. 1 Page 2 of 3

by the State Auditor in 2007. (<u>Sunrise Analysis: Mixed Martial Arts, Report No. 07-02,</u> <u>February 2007</u>). This was done to streamline its administration, increase accountability, and to ensure efficiency. Any problems or issues could be brought directly to the Director without having to wait for a scheduled commission meeting. Most importantly, HRS chapter 440E includes the appropriate safeguards for contestants and prohibits "no rules" combat pursuant to HRS section 440E-23.

In contrast, the creation of a commission would significantly lengthen the licensing process and consequently, jeopardize scheduled events. For example, the requirement that the Commission approve all contestants is impractical, as there are often many contestant changes throughout the lead up and even in the days immediately prior to an event. The event would potentially have to be canceled, due to the Commission being subject to Sunshine Law requirements. If the intent of this measure is to ensure expertise is provided in relation to mixed martial arts regulation, the Director is authorized by law to appoint an advisory committee.

The Department requests clarification on how the Commission as proposed in the bill would regulate amateurs. As defined in the bill, "combat sports contests" would not apply to amateurs who do not receive compensation for competing. Although, they do not receive compensation, it is essential that the regulating body is able to review and regulate all contestants. Currently, amateur and professional contestants are required to meet medical requirements before they participate in a combat sports contest. The Department further requests clarification on how contests made up of entirely amateur contestants would be regulated.

If the Committee is inclined to move forward with the creation of a Commission as proposed, the Department notes that moving forward with creating a Commission would be a logistically significant undertaking and thus, in consultation with the Division respectfully requests, at a minimum, a delayed implementation of at least two (2) years to ensure that:

 a) In line with the request above, the Division would need the appropriate time to establish, recruit, and hire the full-time position employees to facilitate such a Commission. Testimony of DCCA S.B. 1027, S.D. 1 Page 3 of 3

- b) The appropriate updates are made to the Division's database;
- c) The Governor has the appropriate time to appoint members to the Commission; and
- d) Ensure there is no disruption in planned events.

Thank you for the opportunity to testify on this bill.

LATE *Testimony submitted late may not be considered by the Committee for decision making purposes.



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AUGIE TULBA Councilmember District 9 Waipahu, Iroquois Point, West Loch, Ewa Villages & Portions of Ewa Beach Telephone: (808) 768-5009 Email: <u>atulba@honolulu.gov</u>

March 16, 2023

House Committee on Consumer Protection & Commerce Thursday, March 16, 2023 2:30 PM

Subject: In Support of S.B. 1027, SD1, Relating to Combat Sports

Chair Nakashima, Vice Chair Sayama, and members of the House Committee on Consumer Protection & Commerce,

As a former amateur and professional boxer in Hawaii, I had the privilege of being licensed by the Hawaii Boxing Commission. This license allowed me the opportunity to participate in boxing matches here in Hawaii, across the United States, and throughout the world. Boxing was, and still remains one of the greatest experiences of my life.

I started boxing at the age of 12, and turned professional at 18 years old. During that time, I very much appreciated the oversight of the boxing commission. They provided rules, guidance, and paved the way for Hawaii's boxing industry to thrive.

I believe the same is possible for other combat sports, but without a commission that understands the needs of the athletes, it is difficult for our home-grown talent to grow in the islands. Standing up a combat sports commission in Hawaii is crucial to allowing this industry to move forward and prosper. I fully support this bill and urge that this committee pass this measure.

Sincerely,

Augie Tulba, Honolulu Councilmember District 9

Aloha Representative, Mark Nakashima and members of the Committee, I am submitting testimony in support of SB1027 with recommended amendments. Hawaii needs a legitimate combat sports commission with its own dedicated funding to attract the UFC to host fights in Hawaii. I support the measures intent to create a combat sports commission for the purposes of attracting the UFC, ONE FC, and several other Professional events to Hawaii however; I would like to offer the following amendments to the structure of the commission:

1. The DCCA should only be administratively attached to the combat sports commission for the purposes of helping the commission with its accounting needs only. They will handle all incoming money's from all events and provide the support that the Commission needs to pay its own Commissioners and Inspectors within. All money's earned by the Combat sport commission will be deposited into its own account and will only be used to support anything to do with combat sports and in providing all rules and safe measures to help each event be successful.

2. The DCCA is not experienced in operating and facilitating any combat sports commission, therefore the DCCA should not have influence over the makeup of the commission and its members. All members of this commission should have an extensive background in Martial Arts, there are many qualified people for these positions.

3. DCCA has tried to provide the help we needed thus far but many things have fallen through the cracks therefore stopping the bigger events from coming to Hawaii.

4. I have traveled the world working at all the biggest Mixed Martial events and have been licensed in every state and country I have worked in and can see why these World Class events do not want to come to Hawaii. With this new commission I think we can truly turn this around

I would like to thank you in advance for your time and consideration.

Walt Carvalho

SB-1027-SD-1

Submitted on: 3/14/2023 11:55:27 AM Testimony for CPC on 3/16/2023 2:30:00 PM

Submitted By	Organization	Testifier Position	Testify
Yancy 7	Individual	Support	Remotely Via Zoom

Comments:

Aloha, my name is Yancy Medeiros. A proud local, Native Hawaiian, and professional MMA athlete of 14 years currently fighting for Bellator.

I believe having a commission over a committee would bring great benefit, exposure, and experience to the combat athletes of Hawaii, especially our youth. I believe in being on fair/equal terms of competition and having a commission would provide that.

Competing all over the world, I've always appreciated the professionalism the commission brought to the event.

It's their job to provide fairness, instill boundaries so we can do our jobs as athletes to compete and make sure we are safe and acting as professionals before, during and after our bout. Not only will having a commission show more professionalism to outside promotions, it will also give our youth and current athletes the understanding, exposure and experience of being in and around a professional environment. Something I only got to experience competing outside of Hawaii.

I truly believe we have to the Aloha, knowledge, wisdom and understanding to create a competent qualified commission that will enforce fairness, regulate rules, bring inspiration and a better experience to our youth when it's their time to compete and represent in/outside of Hawaii.

Mahalo for your time and commitment in letting us prosper as locals and natives.

Aloha always all ways, Yancy Medeiros Aloha to all members of the Committee, I am submitting testimony in support of SB1027.

My name is Jay Kahe'e. I am a Firefighter/Paramedic on the Big Island. I have been in Martial Arts for 30 years, from Tae Kwon Do as a kid, to amateur then professional kickboxing, then professional mixed martial arts.

I have fought in multiple events on the Big Island, Maui, Oahu, Oregon, and California. I have held multiple titles in these organizations and have experienced firsthand, what having the right structure in place does for the stability of these events. Like anything else, it allows for ease of duplication and expansion. The implications of having a Sports Commission that specializes is Mixed Martial arts will have on our community is exponential.

First and Foremost is the safety of the fighters. In the current setup here in Hawai'i, I have firsthand competed against competitors actively on Performance Enhancing Drugs, like steroids. I have also heard other competitors say they were high on Meth when they fought. With the Establishment of a Commission, the process of scrutinizing the competitors would increase to prevent these types of dangerous incidents from happening. This is a media frenzy waiting to happen.

Hawaii is a dream destination for the whole world. People will travel from every corner to watch their favorite competitors compete, then "sip mai tais" on the beach. The amount of revenue an event like UFC or Bellator would bring in, would be infused directly into the restaurants, mom and pop shops, shopping centers, local gyms, tours, hotels, and bars of the entire state with one event. Hawai'i will become an even bigger must go destination for visitors of all ages. After a few of these events, the revenue received by the state would far offset any initial monetary startup to put a respected Commission structure in place.

The states where MMA have been legalized and supported have flourished. New Jersey for example has become a Mecca for MMA and MMA fight fans. I believe Hawai'i could experience even greater success in attracting hundreds of thousands more visitors every year.

As a state, we have put out a plethora of high caliber MMA competitors, and because of that, we have a thriving MMA and Jui Jitsu presence across the state. We have so much untapped talent that call Hawaii home. With no "Professional" sport or sport team, Hawaii fans are ready to support local talent.

Establishing a Commission dedicated to Mixed Martial Arts or even expanding on the current Athletic Commission by adding an MMA wing, would change the face of Hawai'i. Will there be challenges? Or course. Are we able to improve upon things we overlook? Absolutely. But status quo is failing the fighters and limiting the potential of what Hawai'i can become.

Please consider this issue beyond the formality of the commission itself and what this will look like for the future of Hawai'i.

Thank you all for your your time and consideration.

Jay Kahe'e

SB-1027-SD-1

Submitted on: 3/15/2023 7:59:51 PM Testimony for CPC on 3/16/2023 2:30:00 PM

Submitted By	Organization	Testifier Position	Testify
Falaniko Vitale	Individual	Support	Written Testimony Only

Comments:

Aloha to all the members of this committee.

I am submitting a testimony in support of SB1027. As a former professional mixed martial artist. I feel it is time for Hawaii to dedicate the measures to attract Big Shows such as the UFC, One FC, PFL and other major professional events to Hawaii.

MMA in Hawaii has produced many local world Champions such as B.J. Penn, Max Holloway of UFC, Ray Cooper of PFL and One FC Champions Christian Lee and Angela Lee and haven't had a chance to see them compete locally.

These big shows will not come to Hawaii because we do not have an experienced commission to operate, facilitate or commission combat sports.

Let's sit down now and organize with the DCCA, committee involved and our own people who has experienced the bigger shows.

Mahalo for your time.

Niko Vitale