# Second Regular Session Sixty-seventh General Assembly STATE OF COLORADO

## **REVISED**

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 10-0349.01 Jery Payne

**HOUSE BILL 10-1245** 

#### **HOUSE SPONSORSHIP**

Liston, Balmer

## SENATE SPONSORSHIP

Johnston,

**House Committees** 

**Business Affairs and Labor** 

**Senate Committees** 

Business, Labor and Technology

#### A BILL FOR AN ACT

101 CONCERNING THE CONTINUATION OF THE REGULATION OF BOXING BY
102 THE BOXING COMMISSION.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

Sunset Process - House Business Affairs and Labor Committee. The bill implements the recommendations of the department of regulatory agencies in its sunset review of the functions of the Colorado state boxing commission (commission), which include the following recommendations:

SENATE Am ended 2nd Reading

HOUSE
3rd Reading Unam ended
February 22, 2010

HOUSE Am ended 2nd Reading Febmary 19,2010

Shading denotes HOUSE amendment.

Capital letters indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

- ! Sections 1 through 3: Recommendation 1 continues the commission and the office of boxing (office) until 2017.
- ! Sections 5 and 8: Recommendations 2 and 10 clarify that mixed martial arts is regulated by the commission and repeal a requirement that the department of regulatory agencies adopt standards that allow amateur tough person fighting.
- ! **Section 6:** *Recommendation 3* repeals the requirement for the commission to meet at least quarterly.
- ! **Section 9:** Recommendations 4 and 5 repeal the requirements that the director of the office confer with the commission at least monthly and that the executive director of the department of regulatory agencies appoint and supervise the director of the office, and transfer these duties to the director of the division of registrations.
- ! Section 10: Recommendations 6 and 11 transfer the commission's authority to establish and collect licensing fees and surcharges to the director of the division of registrations and credit fines to the state's general fund rather than the division of registrations cash fund.
- ! Sections 4 and 7: Make conforming amendments for the provisions affected by recommendations 2, 6, and 11.
- ! Sections 7 and 11: Recommendations 7, 8, and 9 transfer enforcement authority from the commission to the director of the office, repeal authorization for the commission to maintain a membership in the association of boxing commissions and for the director of the office to attend the association's annual convention, and repeal authorization for the commission to subscribe to the record-keeping database provider approved by the association of boxing commissions.

1 Be it enacted by the General Assembly of the State of Colorado:

2 **SECTION 1. Repeal.** 24-34-104 (41) (g), Colorado Revised

3 Statutes, is repealed as follows:

4 24-34-104. General assembly review of regulatory agencies

5 and functions for termination, continuation, or reestablishment.

(41) The following agencies, functions, or both, shall terminate on July

7 1, 2010:

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1	(g) The office of boxing, including the Colorado state boxing
2	commission, created by article 10 of title 12, C.R.S.;
3	SECTION 2. 24-34-104 (48), Colorado Revised Statutes, is
4	amended BY THE ADDITION OF A NEW PARAGRAPH to read:
5	24-34-104. General assembly review of regulatory agencies
6	and functions for termination, continuation, or reestablishment.
7	(48) The following agencies, functions, or both, shall terminate on July
8	1, 2017:
9	(i) The office of boxing, including the Colorado state
10	BOXING COMMISSION, CREATED BY ARTICLE 10 OF TITLE 12, C.R.S.
11	<b>SECTION 3.</b> 12-10-111 (1), Colorado Revised Statutes, is
12	amended to read:
13	12-10-111. Repeal of article. (1) This article is repealed,
14	effective July 1, <del>2010</del> 2017.
15	<b>SECTION 4.</b> 12-10-102, Colorado Revised Statutes, is amended
16	to read:
17	12-10-102. Legislative declaration. (1) The general assembly
18	hereby finds, determines, and declares that the federal "Professional
19	Boxing Safety Act of 1996" requires the state of Colorado to establish a
20	state boxing commission. Because there is no state boxing commission,
21	any professional boxing or kickboxing match held in Colorado has to be
22	supervised by another state's boxing commission, using safety guidelines
23	and procedures implemented by that state.
24	(2) The general assembly further finds and declares that it is in the
25	best interests of the residents of Colorado, professional boxing and
26	kickboxing participants, and the future of the sports SPORT of boxing and
27	kickboxing in Colorado that the conduct of such sports THE SPORT be

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1	subject to an effective and efficient system of strict control designed by
2	the general assembly. Such system shall, at a minimum:
3	(a) Protect the safety of the participants; and
4	(b) Promote the public trust and confidence in the conduct of
5	professional boxing. and kickboxing.
6	(3) To further public confidence and trust, this article and rules
7	promulgated pursuant to this article shall regulate all persons, practices,
8	and associations that relate to the operation of live professional boxing
9	and professional kickboxing events, performances, or contests held in
10	Colorado.
11	<b>SECTION 5.</b> 12-10-103 (2), (7), (8), (10), (12), and (15),
12	Colorado Revised Statutes, are amended, and the said 12-10-103 is
13	further amended BY THE ADDITION OF THE FOLLOWING NEW
14	SUBSECTIONS, to read:
15	<b>12-10-103. Definitions.</b> As used in this article, unless the context
16	otherwise requires:
17	(2) "Boxing" includes MEANS FIGHTING, STRIKING, FORCING AN
18	OPPONENT TO SUBMIT, OR DISABLING AN OPPONENT, INCLUDING THE
19	DISCIPLINES OF kickboxing AND MIXED MARTIAL ARTS.
20	(6.5) "DIVISION" MEANS THE DIVISION OF REGISTRATIONS WITHIN
21	THE DEPARTMENT.
22	(7) "Exhibition" means a match in which the participants display
23	their boxing or kickboxing skills and techniques without striving earnestly
24	to win.
25	(8) "Kickboxer" means a participant in a kickboxing match.
26	(10) "Match" means a professional boxing or professional
27	kickboxing contest or exhibition, the object of which is to win by a

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- 1 decision, knockout, or technical knockout, and includes an event,
- 2 engagement, sparring or practice session, show, or program where the
- 3 public is admitted and there is intended to be physical contact. "Match"
- 4 does not include a training or practice session when no admission is
- 5 charged.

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- 6 "MIXED MARTIAL ARTS" MEANS THE COMBINED (10.5)
- 7 TECHNIQUES OF BOXING AND MARTIAL ARTS DISCIPLINES SUCH AS
- 8 GRAPPLING, KICKING, AND STRIKING, INCLUDING THE USE OF FULL,
- 9 UNRESTRAINED PHYSICAL FORCE.
- 10 (12) "Participant" means a person who engages in a match as a
- 11 boxing or kickboxing contestant.
- 12 (15) "Toughperson fighting" means a physical contest, match, 13 tournament, exhibition, or bout, or any activity that involves physical

using the hands, feet, or body, whether or not prizes or purses are awarded at the event or promised in future events or spectator admission fees are charged or received, and the contest, match, tournament, exhibition, bout, or activity is not recognized by and not sanctioned by any state, regional, or national boxing or kickboxing sanctioning authority that is recognized by the executive director of the department of regulatory agencies. unless the contest, match, tournament, exhibition,

contact between two or more individuals engaging in combative skills

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bout, or activity meets health and safety standards adopted by the

23 department of regulatory agencies. The department shall adopt such

24 standards within one hundred twenty days after May 21, 2004. Such

25 standards shall be adopted within the department's existing

"Toughperson fighting" does not mean activities appropriations.

occurring under a martial arts instructor at a place of training or other

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1	types of instructor-student or student-student contact occurring under the
2	supervision of an instructor at a place of training. "Toughperson
3	fighting" does not mean a sanctioned boxing or kickboxing event
4	approved by the commission.
5	<b>SECTION 6.</b> 12-10-105 (2) (a) (IV) (B), (2) (c), and (3),
6	Colorado Revised Statutes, are amended to read:
7	12-10-105. Colorado state boxing commission - creation.
8	(2) (a) The commission shall consist of five voting members and two
9	nonvoting advisory members. All members shall be residents of
10	Colorado, be of good character and not have been convicted of any felony
11	or match-related offense, notwithstanding the provisions of section
12	24-5-101, C.R.S., and be appointed as follows:
13	(IV) (B) The two nonvoting advisory members shall advise the
14	commission on matters concerning the health and physical condition of
15	boxers and kickboxers and health issues relating to the conduct of
16	matches. The nonvoting members may prepare and submit to the
17	commission for its consideration and approval any rules that in their
18	judgment will safeguard the physical welfare of the participants engaged
19	in boxing.
20	(c) The commission shall designate by majority vote which
21	member is to serve as chair. Any member may be removed from office
22	by the person making the appointment for misfeasance, malfeasance,
23	willful neglect of duty, or other cause. after notice and a public hearing,
24	unless such notice and hearing have been expressly waived in writing.
25	(3) Meetings of the commission shall be held at least quarterly
26	ANNUALLY and shall be called by the chair or by any two members of the
27	commission and shall be open to the public. Any three voting members

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1	shall constitute a quorum at any meeting. Action may be taken and
2	motions and resolutions may be adopted at any meeting at which a
3	quorum exists by the affirmative vote of a majority of the voting members
4	present. Members may participate in a regular or special meeting by, or
5	conduct the meeting through the use of, any means of communication by
6	which all members participating may simultaneously hear one another at
7	all times during the meeting. A member participating in a meeting by this
8	means is deemed to be present in person at the meeting.
9	SECTION 7. The introductory portion to 12-10-106 (1) and
10	12-10-106 (1) (b), (1) (e), (1) (g), (1) (J), (3), (4), and (5), Colorado
11	Revised Statutes, are amended to read:
12	12-10-106. General powers and duties of the commission.
13	(1) In addition to any other powers specifically granted to the
14	commission in this article, the commission shall issue such rules as are
15	necessary for the regulation of the conduct, promotion, and performance
16	of live boxing and kickboxing matches in this state. Such rules shall be
17	consistent with this article and applicable federal law and shall include:
18	(b) Regulation of ticket sales; and the establishment and collection
19	of fees and surcharges;
20	(e) Requirements for insurance COVERING PARTICIPANTS and
21	bonding OF PROMOTERS;
22	(g) Guidelines for contracts and financial arrangements BETWEEN
23	PROMOTERS AND PARTICIPANTS;
24	(J) Responsibilities of participants, including female boxers; and
25	kickboxers; and
26	(3) The commission shall enforce this article and shall investigate
27	any allegation of an activity that may violate this article.

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1	(4) The commission may maintain membership in the association
2	of boxing commissions and may send the director or the director's
3	designee to the association's annual convention.
4	(5) The commission may maintain a service subscription to the
5	record-keeping database provider approved by the association of boxing
6	commissions.
7	<b>SECTION 8.</b> Article 10 of title 12, Colorado Revised Statutes, is
8	amended BY THE ADDITION OF A NEW SECTION to read:
9	12-10-106.3. License required. No person shall participate,
10	OFFICIATE, JUDGE, REFEREE, PROMOTE, OR SECOND A PROFESSIONAL
11	BOXING ARTS CONTEST UNLESS THE PERSON IS LICENSED PURSUANT TO
12	THIS ARTICLE.
13	<b>SECTION 9.</b> 12-10-107 (1) and (3) (d), Colorado Revised
14	Statutes, are amended, and the said 12-10-107 (3) is further amended BY
15	THE ADDITION OF A NEW PARAGRAPH, to read:
16	12-10-107. Director - appointment - qualification - powers and
17	duties. (1) The director shall be appointed by the executive director of
18	the department DIVISION and shall be under the immediate supervision of
19	the executive director OF THE DIVISION.
20	(3) In addition to the duties imposed upon the director elsewhere
21	in this article, the director shall:
22	(d) Confer with the commission as necessary or desirable, but not
23	less than once each month, with regard to the operation of the
24	commission;
25	(1) ENFORCE THIS ARTICLE AND INVESTIGATE ALLEGATIONS OF
26	ACTIVITY THAT MAY VIOLATE THIS ARTICLE.
27	<b>SECTION 10.</b> The introductory portion to 12-10-107.1 (1).

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1	12-10-107.1 (1) (b), (1) (d), (1) (e), (2) (b), (2) (c), (2) (d), (2) (e), and (3)
2	(b), Colorado Revised Statutes, are amended, and the said 12-10-107.1 (1)
3	is further amended BY THE ADDITION OF A NEW PARAGRAPH, to
4	read:
5	12-10-107.1. Grounds for discipline. (1) The director may
6	deny, suspend, revoke, place on probation, or issue a letter of admonition
7	against the license of an applicant or licensee A LICENSE OR AN
8	APPLICATION FOR A LICENSE if the applicant or licensee:
9	(b) Fails to meet the requirements of this article or the rules of the
10	commission or uses fraud, misrepresentation, or deceit in applying for or
11	attempting to apply for licensure;
12	(d) Is addicted to or dependent upon alcohol or any controlled
13	substance, within the meaning of part 3 of article 22 of this title, or is a
14	habitual user of said controlled substance, if the use, addiction, or
15	dependency is a danger to <del>clients or prospective clients</del> OTHER
16	PARTICIPANTS OR OFFICIALS;
17	(e) Has incurred disciplinary action related to professional boxing
18	in another jurisdiction. Evidence of such disciplinary action shall be
19	prima facie evidence for denial of a license or other disciplinary action if
20	the violation would be grounds for such disciplinary action in this state;
21	OR
22	(f) USES FRAUD, MISREPRESENTATION, OR DECEIT IN APPLYING FOR
23	OR ATTEMPTING TO APPLY FOR LICENSURE.
24	(2) (b) When a complaint or investigation discloses an instance of
25	misconduct that, in the opinion of the director, does not warrant formal
26	action by the director but that should not be dismissed as being without
27	merit, a letter of admonition may be issued and sent, by certified mail, to

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1	the licensee. UPON COMPLETING AN INVESTIGATION, THE DIRECTOR SHALL
2	MAKE ONE OF THE FOLLOWING FINDINGS:
3	(I) THE COMPLAINT IS WITHOUT MERIT AND NO FURTHER ACTION
4	NEED BE TAKEN.
5	(II) THERE IS NO REASONABLE CAUSE TO WARRANT FURTHER
6	ACTION.
7	(III) THE INVESTIGATION DISCLOSES AN INSTANCE OF CONDUCT
8	THAT DOES NOT WARRANT FORMAL ACTION AND SHOULD BE DISMISSED,
9	BUT THE DIRECTOR NOTICES INDICATIONS OF POSSIBLE ERRANT CONDUCT
10	THAT COULD LEAD TO SERIOUS CONSEQUENCES IF NOT CORRECTED. IF THIS
11	FINDING IS MADE, THE DIRECTOR SHALL SEND A CONFIDENTIAL LETTER OF
12	CONCERN TO THE LICENSEE.
13	(IV) THE INVESTIGATION DISCLOSES AN INSTANCE OF CONDUCT
14	THAT DOES NOT WARRANT FORMAL ACTION BUT SHOULD NOT BE
15	DISMISSED AS BEING WITHOUT MERIT. IF THIS FINDING IS MADE, THE
16	DIRECTOR MAY SEND A LETTER OF ADMONITION TO THE LICENSEE BY
17	CERTIFIED MAIL.
18	(V) THE INVESTIGATION DISCLOSES FACTS THAT WARRANT
19	FURTHER PROCEEDINGS BY FORMAL COMPLAINT. IF THIS FINDING IS MADE,
20	THE DIRECTOR SHALL REFER THE COMPLAINT TO THE ATTORNEY GENERAL
21	FOR PREPARATION AND FILING OF A FORMAL COMPLAINT.
22	(c) (I) When a letter of admonition is sent by the director, by
23	certified mail to a licensee, such licensee shall be advised THE DIRECTOR
24	SHALL INCLUDE IN THE LETTER A NOTICE that he or she the licensee has
25	the right to request in writing, within twenty days after receipt of the
26	letter, that formal disciplinary proceedings be initiated to adjudicate the
27	propriety of the conduct upon which the letter of admonition is based

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(II) IF THE REQUEST FOR ADJUDICATION IS TIMELY MADE,	THE
LETTER OF ADMONITION IS VACATED AND THE DIRECTOR SHALL PROC	CEED
BY MEANS OF FORMAL DISCIPLINARY PROCEEDINGS.	
(d) If the request for adjudication is timely made, the letter	<del>er of</del>
admonition shall be deemed vacated and the matter shall be processed	d by
means of formal disciplinary proceedings.	
(e) When a complaint or investigation discloses an instance	e of
conduct that does not warrant formal action by the director and, in	<del>1 the</del>
opinion of the director, the complaint should be dismissed, but	the
director has noticed indications of possible errant conduct by the lice	nsee
that could lead to serious consequences if not corrected, a confide	
letter of concern may be issued and sent to the licensee. THE DIRECT	
SHALL CONDUCT ALL PROCEEDINGS PURSUANT TO THIS SUBSECTION	
EXPEDITIOUSLY AND INFORMALLY SO THAT NO LICENSEE IS SUBJECTE	
UNFAIR AND UNIUST CHARGES AND THAT NO COMPLAINANT IS DEPR	

(3) (b) Upon failure of any witness to comply with such subpoena

OF THE RIGHT TO A TIMELY, FAIR, AND PROPER INVESTIGATION OF A

or process, the district court of the county in which the subpoenaed person or licensee resides or conducts business, upon application by the

21 board or director with notice to the subpoenaed person or licensee, may

issue to the person or licensee an order requiring that person or licensee

23 to appear before the board or director; to produce the relevant papers,

books, records, documentary evidence, or materials if so ordered; or to

25 give evidence touching the matter under investigation or in question.

Failure to obey the order of the court may be punished by the court as a

contempt of court.

COMPLAINT.

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1	<b>SECTION 11.</b> 12-10-109, Colorado Revised Statutes, is amended
2	to read:
3	12-10-109. Fees - boxing cash fund - created. (1) The
4	commission DIRECTOR OF THE DIVISION shall establish and collect
5	nonrefundable license fees and may establish and collect surcharges and
6	other moneys as the commission DIRECTOR OF THE DIVISION deems
7	necessary; except that such fees and surcharges shall not exceed the
8	amount necessary to carry out the provisions of IMPLEMENT this article.
9	(2) All Moneys collected under this article OTHER THAN CIVIL
10	PENALTIES shall be transmitted to the state treasurer, who shall credit the
11	same to the division of registrations cash fund created in section
12	24-34-105, C.R.S., and the general assembly shall make annual
13	appropriations pursuant to said section for expenditures of the board
14	OFFICE incurred in the performance of its duties under this article. Such
15	expenditures shall be made from such appropriations upon vouchers and
16	warrants drawn pursuant to law. CIVIL PENALTIES COLLECTED UNDER
17	THIS ARTICLE SHALL BE TRANSFERRED TO THE STATE TREASURER AND
18	CREDITED TO THE GENERAL FUND.
19	<b>SECTION 12.</b> 12-10-110 (1), (2), (3), and (5), Colorado Revised
20	Statutes, are amended to read:
21	12-10-110. Violations. (1) Civil penalties. The commission
22	DIRECTOR may issue an order against any person who willfully violates
23	this article, after providing prior notice and an opportunity for a hearing
24	pursuant to section 24-4-105, C.R.S. The commission DIRECTOR may
25	impose a civil penalty in an amount up to five thousand dollars for a
26	single violation or twenty-five thousand dollars for multiple violations in
27	a proceeding or a series of related proceedings.

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(2) **Criminal penalties.** Any person who engages in or offers or attempts to engage in the conduct, promotion, or performance of live boxing or kickboxing matches without an active license or permit issued under this article commits a class 2 misdemeanor and shall be punished as provided in section 18-1.3-501, C.R.S., for the first offense, and, for the second or any subsequent offense, the person commits a class 6 felony and shall be punished as provided in section 18-1.3-401, C.R.S.

- (3) **Injunction.** Whenever it appears to the <del>commission</del> DIRECTOR that a person has engaged or is about to engage in an act or practice that violates this article or a rule or order issued under this article, the <del>commission</del> DIRECTOR may bring an action in any court of competent jurisdiction to enjoin such THE acts or practices and to enforce compliance with this article or any such rule or order.
- (5) **Judicial review.** Final <del>commission</del> DIRECTOR actions and orders appropriate for judicial review may be judicially reviewed in the court of appeals in accordance with section 24-4-106 (11), C.R.S.
- SECTION 13. Specified effective date. This act shall take effect July 1, 2010.
- SECTION 14. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

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