Union Calendar No. 213

109TH CONGRESS 2D SESSION

H. R. 1176

[Report No. 109-393]

To provide immunity for nonprofit athletic organizations in lawsuits arising from claims of ordinary negligence relating to the passage, adoption, or failure to adopt rules of play for athletic competitions and practices.

IN THE HOUSE OF REPRESENTATIVES

March 8, 2005

Mr. SOUDER (for himself and Mr. CANTOR) introduced the following bill; which was referred to the Committee on the Judiciary

March 15, 2006

Additional sponsors: Mr. Ramstad, Mr. Wynn, Mr. Chabot, Mr. Wamp, Mrs. Musgrave, Mr. Osborne, Mr. Hastings of Washington, Mr. Bishop of Georgia, Mr. Conaway, Mr. Bradley of New Hampshire, Ms. Ginny Brown-Waite of Florida, Mr. Kuhl of New York, Mr. Burton of Indiana, Mr. Green of Wisconsin, Mrs. Drake, Mr. Akin, and Mr. Kennedy of Minnesota

March 15, 2006

Committed to the Committee of the Whole House on the State of the Union and ordered to be printed

A BILL

To provide immunity for nonprofit athletic organizations in lawsuits arising from claims of ordinary negligence relating to the passage, adoption, or failure to adopt rules of play for athletic competitions and practices.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Nonprofit Athletic Or-
- 5 ganization Protection Act of 2006".
- 6 SEC. 2. FINDINGS.
- 7 Congress makes the following findings:
- 8 (1) Amateur Sports and education-based ath-9 letics are an important part of our culture. Sports
- provide a tremendous opportunity for the youth of
- 11 America to learn the skills of leadership, teamwork,
- and discipline. Studies have shown that participation
- in these activities is directly connected to academic
- achievement and overall social development.
- 15 (2) Amateur athletics are integral to the good
- health and overall well-being of American society.
- Nonprofit organizations put forward their best ef-
- forts to enact rules that are in the best interests of
- 19 young people. Injuries will occur as a result of the
- inherent risks involved in sports. These risks, how-
- ever, should not work to the detriment of the greater
- good served by amateur athletics.
- 23 (3) Young people who participate in school
- sports and other amateur competition have lower
- 25 levels of obesity.

- (4) Young people who participate in sports tend to be fitter adults, and suffer fewer health problems as they age.
 - (5) Playing rules in amateur sports are necessary to provide the opportunity for young people to participate in age- and skill level-appropriate competition.
 - (6) Sport involves intense physical activity. It also involves a certain element of danger. Rule making is anticipatory, and hence a difficult balancing act. Rules committee members face a constant struggle to balance the tradeoffs of limiting risk and preserving the key elements and sound traditions of the sport. Rules makers must draw unambiguous lines; they do not have the luxury of self-protective vagueness. Given the large number of participants and the risks inherent in sport, injuries cannot be avoided. By deciding to partake in competition, athletes assume such risks. Allowing lawsuits based merely on the good faith development of the rules is wrong and unfair.
 - (7) Rules makers have been the target of an increasing number of lawsuits claiming negligence due to the adoption, or failure to adopt, particular rules for amateur sports.

(8) Repeatedly defending claims will have a det-rimental impact on the ability of rules makers to continue to provide these services, and will discourage the best and brightest coaches, officials, and ad-ministrators from serving on rules committees. Addi-tionally, some children may lose the opportunity to participate in organized sports if higher insurance premiums compel amateur athletic organizations to raise fees.

10 SEC. 3. DEFINITIONS.

In this Act:

- (1) Economic Loss.—The term "economic loss" means any pecuniary loss resulting from harm (including the loss of earnings or other benefits related to employment, medical expense loss, replacement services loss, loss due to death, burial costs, and loss of business or employment opportunities) to the extent recovery for such loss is allowed under applicable State law.
- (2) Harm.—The term "harm" includes physical, nonphysical, economic, and noneconomic losses.
- (3) Noneconomic loss.—The term "non-economic loss" means any loss resulting from physical and emotional pain, suffering, inconvenience, physical impairment, mental anguish, disfigurement,

- loss of enjoyment of life, loss of society and companionship, loss of consortium (other than loss of domestic service), hedonic damages, injury to reputation, and all other nonpecuniary losses of any kind or nature.
 - (4) Nonprofit organization" means—
 - (A) any organization which is described in section 501(c)(3) of the Internal Revenue Code of 1986 and exempt from tax under section 501(a) of such Code; or
 - (B) any not-for-profit organization which is organized and conducted for public benefit and operated primarily for charitable, civic, educational, religious, welfare, or health purposes.
 - (5) Nonprofit athletic organization.—
 The term "nonprofit athletic organization" means a nonprofit organization that has as one of its primary functions the adoption of rules for sanctioned or approved athletic competitions and practices. The term includes the employees, agents, and volunteers of such organization, provided such individuals are acting within the scope of their duties with the non-profit athletic organization.

1	(6) STATE.—The term "State" includes the				
2	District of Columbia, and any commonwealth, terri				
3	tory, or possession of the United States.				
4	SEC. 4. LIMITATION ON LIABILITY FOR NONPROFIT ATE				
5	LETIC ORGANIZATIONS.				
6	(a) Liability Protection for Nonprofit Ath-				
7	LETIC ORGANIZATIONS.—Except as provided in sub-				
8	sections (b) and (c), a nonprofit athletic organization sha				
9	not be liable for harm caused by an act or omission				
10	the nonprofit athletic organization in the adoption of rule				
11	of play for sanctioned or approved athletic competition				
12	or practices if—				
13	(1) the nonprofit athletic organization was act				
14	ing within the scope of the organization's duties a				
15	the time of the adoption of the rules at issue;				
16	(2) the nonprofit athletic organization was,				
17	required, properly licensed, certified, or authorized				
18	by the appropriate authorities for the competition of				
19	practice in the State in which the harm occurred o				
20	where the competition or practice was undertaken				
21	and				
22	(3) the harm was not caused by willful or crimi-				
23	nal misconduct, gross negligence, or reckless mis-				
24	conduct on the part of the nonprofit athletic organi				
25	zation.				

- 1 (b) Responsibility of Employees, Agents, and
- 2 Volunteers to Nonprofit Athletic Organiza-
- 3 Tions.—Nothing in this section shall be construed to af-
- 4 fect any civil action brought by any nonprofit athletic or-
- 5 ganization against any employee, agent, or volunteer of
- 6 such organization.
- 7 (c) Exceptions to Nonprofit Athletic Organi-
- 8 ZATION LIABILITY PROTECTION.—If the laws of a State
- 9 limit nonprofit athletic organization liability subject to one
- 10 or more of the following conditions, such conditions shall
- 11 not be construed as inconsistent with this section:
- 12 (1) A State law that requires a nonprofit ath-
- letic organization to adhere to risk management pro-
- cedures, including mandatory training of its employ-
- 15 ees, agents, or volunteers.
- 16 (2) A State law that makes the nonprofit ath-
- letic organization liable for the acts or omissions of
- its employees, agents, and volunteers to the same ex-
- tent as an employer is liable for the acts or omis-
- sions of its employees.
- 21 (3) A State law that makes a limitation of li-
- ability inapplicable if the civil action was brought by
- an officer of a State or local government pursuant
- to State or local law.

- 1 (d) Nonapplicability to Certain Claims.—The
- 2 limitation on liability provided by subsection (a) does not
- 3 apply to an action or claim arising out of a Federal, State,
- 4 or local antitrust, labor, environmental, defamation,
- 5 tortious interference of contract law, or civil rights law,
- 6 or any other Federal, State, or local law providing protec-
- 7 tion from discrimination.

8 SEC. 5. PREEMPTION.

- 9 This Act preempts the laws of any State to the extent
- 10 that such laws are inconsistent with this Act, except that
- 11 this Act shall not preempt any State law that provides
- 12 additional protection from liability relating to the rule-
- 13 making activities of nonprofit athletic organizations.

14 SEC. 6. EFFECTIVE DATE.

- 15 (a) IN GENERAL.—This Act shall take effect on the
- 16 date of enactment of this Act.
- 17 (b) APPLICATION.—This Act applies to any claim for
- 18 harm caused by an act or omission of a nonprofit athletic
- 19 organization that is filed on or after the effective date of
- 20 this Act but only if the harm that is the subject of the
- 21 claim or the conduct that caused the harm occurred on
- 22 or after such effective date.

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