New Policy

Establishes clear rules for student-athletes' use of their Name, Image, and Likeness (NIL).

This is a working policy in a rapidly evolving area and as such will be subject to ongoing review and revision as circumstances, laws and regulations change.



NORTH CAROLINA A&T STATE UNIVERSITY CHAPTER 1200 – ATHLETICS INTERIM UNIVERSITY POLICY 1201, NAME, IMAGE, AND LIKENESS

SECTION 1201.1 POLICY STATEMENT

Subject to the NCAA rules, North Carolina Executive Order 223, and this Athletics policy, North Carolina A&T State University's (N.C. A&T or University) student-athletes may use their name, image, and/or likeness (NIL) in a variety of ways that may include, but is not limited to, promoting their own business, promoting or endorsing a corporate entity (e.g., a brand ambassador or social media influencer); conducting camps, private lessons or clinics; making appearances; or signing autographs. N.C. A&T student-athletes may receive compensation, either in-kind or monetarily, for engaging in NIL activities, subject to the NCAA rules and this policy. Student-athletes may engage in NIL activities and receive corresponding compensation from University donors or sponsors so long as the compensation is for bona fide NIL activity and is not a recruiting inducement or an inducement to remain enrolled at N.C. A&T.

SECTION 1201.2 PURPOSE

North Carolina A&T is committed to ensuring that all of our student-athletes have the opportunity to earn compensation using their name, image, or likeness. This Policy provides guidance for University student-athletes, coaches, and staff around use of student-athletes' NIL for commercial purposes and outlines the expectations, responsibilities, and procedural requirements for student-athletes seeking to earn compensation for NIL activities.

SECTION 1201.3 TEAM ACTIVITIES AND ACADEMIC OBLIGATIONS

Student-athletes shall not engage in NIL activities during the course of team activities, which include team travel, competitions, practices, team organized media events,

community service and outreach activities, and team gatherings and meetings. Studentathletes also must not allow NIL activities to interfere with their academic obligations.

SECTION 1201.4 RESTRICTED CATEGORIES

NIL compensation for student-athletes **shall not** be offered, accepted, or used for payfor-play, impermissible offers, and inducements or extra benefits, including but not limited to:

- (a) Engaging in any NIL activity that promotes products or services which are inconsistent with institutional values, mission, or goals, including but not limited to gambling, alcohol products, tobacco products, adult entertainment, performance enhancing supplements, and/or others substances on the NCAA's banned drug list, or products or services that are illegal under North Carolina or federal law;
- (b) Providing NIL agreements without quid pro quo (e.g. cannot receive payments for work not performed);
- (c) Offering and/or providing NIL payments contingent on initial or continued enrollment at N.C. A&T;
- (d) Offering and/or providing NIL payments on specific athletic performance or achievement (e.g., cannot offer or provide financial incentives based on points scored). Athletic performance may enhance a student-athlete's NIL value, but may not be "consideration for NIL compensation"; and
- (e) Offering or providing benefits, including use of facilities or department resources, to student athletes if those benefits are inconsistent with institutional policies; or
- (f) Engaging in any NIL activity that conflicts with any existing University contracts or agreements.

SECTION 1201.5 USE OF UNIVERSITY INTELLECTUAL PROPERTY

Student-athletes shall not use N.C. A&T's intellectual property, including its trademarks, logos, or symbols, to either implicitly or expressly endorse a third party or product without prior written approval from the Office of Athletics Compliance. Student-athletes may autograph and sell officially licensed memorabilia that includes University marks. Per NCAA rules, student-athletes shall not sell products provided by N.C. A&T Athletics or awards received for intercollegiate athletic participation while they are student-athletes.

SECTION 1201.6 USE OF UNIVERSITY FACILITIES, EQUIPMENT, AND UNIFORMS

Student-athletes may, subject to availability and to the terms of a facility use agreement, use N.C. A&T Athletics' facilities to conduct camps, clinics, or lessons if the student-athlete pays the standard facility rental rate. Student-athletes shall not use N.C. A&T's athletics equipment or uniforms to either implicitly or expressly endorse a third party or product without prior written approval from the Office of Athletics Compliance. Student-athletes may not use N.C. A&T facilities in such a manner that creates the impression – either express or implied - that N.C. A&T expressly or indirectly endorses a third party or product, unless prior written approval is obtained from N.C. A&T's Office of Licensing and Trademarks.

SECTION 1201.7 DISCLOSURE OF NIL ACTIVITIES

Student-athletes must disclose all NIL activities to N.C. A&T's Department of Intercollegiate Athletics by completing and submitting the NIL Disclosure Form located on the NCA&T INFLCR website prior to engaging in the NIL activity or signing an NIL agreement, whichever is earlier. The Athletics Compliance Office shall review the NIL Disclosure Form to determine whether the proposed activity jeopardizes the student-athlete's eligibility or conflicts with other University or Departmental policy, agreements or contracts. If the Athletics Compliance Office determines that a conflict of contract or eligibility exists, the Compliance Office shall disclose the conflict to the student-athlete and/or their representative within five (5) business days. Failure to effectively remediate any conflicts identified in the NIL agreement by the Office of Compliance Services shall be a violation of this NIL Policy and may result in penalties up to and including loss of eligibility for intercollegiate athletics competition.

SECTION 1201.8 FINANCIAL AID

Receiving compensation for NIL activities could impact a student-athlete's financial aid, especially for those receiving Pell Grants or other need-based financial aid. Student-athletes are encouraged to consult with the University's Office of Financial Aid and Scholarships and their own tax professional to fully understand the potential impacts.

SECTION 1201.9 INTERNATIONAL STUDENTS

International student-athletes should discuss how receiving compensation may impact their VISA status with the N.C. A&T Office of International Services and the Athletics Office of Compliance Services before engaging in NIL activities.

SECTION 1201.10 PROFESSIONAL REPRESENTATION

N.C. A&T student-athletes may obtain professional representation to assist with NIL activities. Any agent or representative must be registered to do business in the State of North Carolina and comply with the North Carolina Athlete Agent Act, North Carolina General Statutes Chapter 78C, Article 9, and applicable federal law, including the Sports Agent Responsibility and Trust Act, 15 U.S.C. § 7801 *et seq*. An individual shall be ineligible for participation in an intercollegiate sport if he or she has ever agreed (orally or in writing) to be represented by an agent for the <u>purpose of marketing his or her athletics ability or reputation</u> in that sport (NCAA 12.3.1). Further, an agency contract not specifically limited in writing to a sport or particular sports shall be deemed applicable to all sports, and the individual shall be ineligible to participate in any sport. An agent is defined as any individual who, directly or indirectly, represents or attempts to represent an individual for the purpose of financial gain.

The University encourages its student-athletes to thoroughly evaluate any prospective agent or advisor prior to working with them. N.C. A&T shall not be responsible or liable for any student-athlete's agreement or contractual obligation, whether with an agent or other third party.

SECTION 1201.11 FAILURE TO COMPLY AND PENALTIES

N.C. A&T shall not reduce nor revoke a student-athlete's athletic eligibility, grant-in-aid, educational benefits, or otherwise impose any adverse consequence against a student-athlete because the student-athlete receives payment for the use of NIL or obtains professional representation, unless in doing so, the student-athlete violates applicable law, NCAA bylaws, institutional policies, team policies, or procedures or rules adopted under this Policy.

Failure to comply with this Policy may result in penalties imposed by the NCAA, applicable athletic conference, and/or the University that could impact the student-athlete's eligibility to participate in intercollegiate athletics and maintain an athletics scholarship.

SECTION 1201.12 REQUIRED LANGUAGE

A student-athlete entering into a contract to receive compensation for the use of the student-athlete's name, image, or likeness related to an A&T athletics program shall ensure the proposed NIL agreement provides:

- a. For no conflict with any provision of the student-athlete's financial aid agreement with A&T;
- b. For modification of the NIL agreement if a conflict with a University or Departmental contract is identified by A&T; and
- c. For disclosure of the contract to A&T.

SECTION 1201.13 FACULTY AND STAFF NIL ENGAGEMENT

A&T faculty and staff are prohibited from assisting with or facilitating NIL agreements, contracts, or activities for student-athletes. Institutional employees ARE permitted to provide student-athletes with general education and information related to NIL and any associated professional development opportunities, but may not provide any additional NIL services. The A&T Office of Compliance Services will review student-athlete NIL contractual agreements for the express and singular purpose of evaluating general permissibility and compliance with NCAA, Big South Conference, and institutional policies, rules, and legislation. A&T faculty and staff may not serve as NIL agents for any of our student-athletes, including negotiating contracts with or on a student-athlete's behalf, establishing any fiduciary relationship with a student athlete, or providing substantially material legal, financial, or tax services or advice pursuant thereto.

POLICY HISTORY:

Eff. September 9, 2021

AUTHORITY: Board of Trustees

POLICY OWNER: Athletics Director

RESPONSIBLE OFFICES: Office of Athletics Compliance Services

RESOURCES: North Carolina Executive Order No. 223 NCAA Interim Name, Image and Likeness Policy