SENATE FILE NO. SF0107

Freedom to work and build business.

Sponsored by: Senator(s) Nethercott and Kolb and Representative(s) Angelos, Filer, Johnson, Lucas, Singh, Washut and Wharff

A BILL

for

- 1 AN ACT relating to miscellaneous contracts and actions;
- 2 providing that contractual covenants not to compete are
- 3 void; providing exceptions; specifying requirements for
- 4 covenants not to compete for physicians; specifying
- 5 applicability; and providing for an effective date.

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7 Be It Enacted by the Legislature of the State of Wyoming:

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9 **Section 1**. W.S. 1-23-108 is created to read:

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- 11 1-23-108. Contractual provisions in restraint of
- 12 trade generally void; exceptions; unlawful intimidation.

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- 14 (a) Any covenant not to compete that restricts the
- 15 right of any person to receive compensation for performance

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shall be void. This

of skilled or unskilled labor

2	subsection shall not apply to:
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4	(i) Any covenant not to compete contained in a
5	contract for the purchase and sale of a business or the
6	assets of a business;
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8	(ii) Any covenant not to compete to the extent
9	the covenant provides for the protection of trade secrets
10	as defined by W.S. $6-3-501(a)(xi)$;
11	
12	(iii) Any contractual provision providing for
13	the recovery of all or a portion of the expense of
14	relocating, educating and training an employee as follows:
15	
16	(A) Recovery of not more than one hundred
17	percent (100%) of the expense for an employee who has
18	served an employer for a period of less than two (2) years;

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20 (B) Recovery of not more than sixty-six 21 percent (66%) of the expense for an employee who has served 22 an employer for between two (2) and less than three (3) 23 years; 1

2 (C) Recovery of not more than thirty-three

3 percent (33%) of the expense for an employee who has served

4 an employer for between three (3) and less than four (4)

5 years.

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7 (iv) Executive and management personnel and

8 officers and employees who constitute professional staff to

9 executive and management personnel.

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11 (b) Any covenant not to compete provision of an

12 employment, partnership or corporate agreement between

13 physicians that restricts the right of a physician to

14 practice medicine as defined in W.S. 33-26-102(a)(xi), upon

15 termination of the physician's employment, partnership or

16 corporate affiliation, is void, provided that all other

17 provisions of the agreement enforceable at law shall remain

18 enforceable.

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20 (c) Notwithstanding subsection (b) of this section,

21 upon termination of the employment, partnership or

22 corporate affiliation, or upon the voiding of an agreement

23 not to compete specified in subsection (b) of this section,

1	a physician may disclose his continuing practice of
2	medicine and new professional contact information to any
3	patient with a rare disorder as defined in accordance with
4	the national organization for rare disorders, or a
5	successor organization, to whom the physician was providing
6	consultation or treatment before termination of the
7	employment, partnership or corporate affiliation. Neither
8	the physician nor the physician's employer shall be liable
9	to any party to the prior agreement for damages alleged to
10	have resulted from the disclosure or from the physician's
11	treatment of the patient after termination of the prior
12	agreement or employment, partnership or corporate
13	affiliation.

14

15 Section 2.

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17 (a) This act shall apply to contracts entered into on 18 and after July 1, 2025.

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20 (b) Nothing in this act shall be construed to alter, 21 amend or impair any contract or agreement entered into 22 before July 1, 2025.

23

2025 **ENGROSSED**

Section 3. This act is effective July 1, 2025. 1

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3 (END)