## 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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- 1 of skilled or unskilled labor shall be void. This
- 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);

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- 12 (iii) Any contractual provision providing for
- 13 recovery of the expense of educating and training an
- 14 employee who has served an employer for a period of less
- 15 than two (2) years;

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- 17 (iv) Executive and management personnel and
- 18 officers and employees who constitute professional staff to
- 19 executive and management personnel.

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- 21 (b) Any covenant not to compete provision of an
- 22 employment, partnership or corporate agreement between
- 23 physicians that restricts the right of a physician to

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

2 termination of the physician's employment, partnership or

3 corporate affiliation, is void, provided that all other

4 provisions of the agreement enforceable at law shall remain

5 enforceable.

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(c) Notwithstanding subsection (b) of this section, 7 8 upon termination of the employment, partnership or 9 corporate affiliation, or upon the voiding of an agreement 10 not to compete specified in subsection (b) of this section, a physician may disclose his continuing practice of 11 12 medicine and new professional contact information to any patient with a rare disorder as defined in accordance with 13 national organization for rare disorders, or a 14 15 successor organization, to whom the physician was providing 16 consultation or treatment before termination of employment, partnership or corporate affiliation. Neither 17 the physician nor the physician's employer shall be liable 18 19 to any party to the prior agreement for damages alleged to 20 have resulted from the disclosure or from the physician's 21 treatment of the patient after termination of the prior 22 agreement or employment, partnership or corporate 23 affiliation.

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1 2 Section 2. 3 4 (a) This act shall apply to contracts entered into on and after July 1, 2025. 5 6 (b) Nothing in this act shall be construed to alter, 7 8 amend or impair any contract or agreement entered into 9 before July 1, 2025. 10 11 Section 3. This act is effective July 1, 2025. 12 13 (END)

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