By: Representatives Ishee, Creel, Fredericks, Masterson To: Public Health and Welfare

## HOUSE BILL NO. 698

1 AN ACT TO PROHIBIT THE INCLUSION OF NONCOMPETITION PROVISIONS 2 IN CERTAIN CONTRACTS BETWEEN HEALTH CARE AND OTHER PERSONS OR 3 ENTITIES; AND FOR RELATED PURPOSES.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 5 <u>SECTION 1.</u> (1) As used in this section, the following terms 6 shall have the following meanings:

7 (a) "Health care provider" means an individual or
8 entity that provides health care services in the ordinary course
9 of the practice of a profession.

10 (b) "Noncompetition provision" means a provision in a 11 contract or other agreement that has the effect of prohibiting or 12 restricting a party to the contract or agreement from being 13 employed by or being an independent contractor for another person 14 or entity that is engaged in the same type of business or provides 15 the same type of services as the other party to the contract or 16 agreement.

(2) A contract or other agreement entered into or renewed on 17 18 or after July 1, 2003, between a person or entity and a health care provider that is a resident of Mississippi, for the health 19 care provider to provide health care services to or on behalf of 20 21 the person or entity as an employee or as an independent contractor, shall not contain a noncompetition provision. A 22 noncompetition provision in a contract or other agreement in 23 violation of the provisions of this section shall be void and 24 unenforceable. 25

26 **SECTION 2**. This act shall take effect and be in force from 27 and after July 1, 2003.

H. B. No. 698		G1/2
03/HR03/R747 PAGE 1 (RF\LH)	ST: Contracts; prohibit noncompetition provisions in certain contracts between care providers and others.	health