

SB1762



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

SB1762

Introduced 2/9/2017, by Sen. Daniel Biss

SYNOPSIS AS INTRODUCED:

820 ILCS 90/5
820 ILCS 90/10

Amends the Illinois Freedom to Work Act. Expands the scope of the Act to apply to all employees (currently applies only to low-wage employees). Prohibits all covenants not to compete.

LRB100 06732 JLS 16773 b

A BILL FOR

1 AN ACT concerning employment.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Illinois Freedom to Work Act is amended by
5 changing Sections 5 and 10 as follows:

6 (820 ILCS 90/5)

7 Sec. 5. Definitions. In this Act:

8 "Covenant not to compete" means an agreement:

9 (1) between an employer and an ~~a low wage~~ employee that
10 restricts the ~~such low wage~~ employee from performing:

11 (A) any work for another employer for a specified
12 period of time;

13 (B) any work in a specified geographical area; or

14 (C) work for another employer that is similar to
15 the ~~such low wage~~ employee's work for the employer
16 included as a party to the agreement; and

17 (2) that is entered into after the effective date of
18 this amendatory Act of the 100th General Assembly.

19 "Employer" has the meaning given to such term in subsection
20 (c) of Section 3 of the Minimum Wage Law. "Employer" does not
21 include governmental or quasi-governmental bodies.

22 "Employee" ~~"Low wage employee"~~ means any individual
23 permitted to work by an employer ~~an employee who earns the~~

1 ~~greater of (1) the hourly rate equal to the minimum wage~~
2 ~~required by the applicable federal, State, or local minimum~~
3 ~~wage law or (2) \$13.00 per hour.~~

4 (Source: P.A. 99-860, eff. 1-1-17.)

5 (820 ILCS 90/10)

6 Sec. 10. Prohibiting covenants not to compete for low-wage
7 employees.

8 (a) After the effective date of this amendatory Act of the
9 100th General Assembly, no ~~No~~ employer shall enter into a
10 covenant not to compete with any ~~low-wage~~ employee of the
11 employer.

12 (b) A covenant not to compete entered into between an
13 employer and an ~~a~~ ~~low-wage~~ employee is illegal and void.

14 (Source: P.A. 99-860, eff. 1-1-17.)