# Second Regular Session Seventy-first General Assembly STATE OF COLORADO

### REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 18-0562.01 Duane Gall x4335

**SENATE BILL 18-082** 

#### SENATE SPONSORSHIP

Zenzinger, Aguilar, Todd

## **HOUSE SPONSORSHIP**

Kennedy,

### **Senate Committees**

State, Veterans, & Military Affairs

#### **House Committees**

Health, Insurance, & Environment

# A BILL FOR AN ACT

101	CONCERNING A PHYSICIAN'S RIGHT TO PROVIDE CONTINUING CARE TO
102	PATIENTS WITH RARE DISORDERS DESPITE A COVENANT NOT TO
103	COMPETE.

# **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

An agreement among physicians may contain a covenant not to compete, under which a physician who leaves the group practice may be compelled to pay damages if he or she solicits patients who are former or prospective patients of the group practice. The bill makes an exception in the case of patients with a rare disorder, as determined in accordance with

HOUSE Amended 2nd Reading March 16, 2018

SENATE 3rd Reading Unamended February 9, 2018

SENATE 2nd Reading Unamended February 8, 2018

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

nationally recognized criteria, who would otherwise not have ready access to a physician with the necessary expertise to treat the disorder.

Be it enacted by the General Assembly of the State of Colorado:

**SECTION 1.** In Colorado Revised Statutes, 8-2-113, **amend** (3) as follows:

8-2-113. Unlawful to intimidate worker - agreement not to compete. (3) (a) Any covenant not to compete provision of an employment, partnership, or corporate agreement between physicians which THAT restricts the right of a physician to practice medicine, as defined in section 12-36-106, C.R.S., upon termination of such THE agreement, shall be IS void; except that all other provisions of such an THE agreement enforceable at law, including provisions which THAT require the payment of damages in an amount that is reasonably related to the injury suffered by reason of termination of the agreement, shall be ARE enforceable. Provisions which OF A COVENANT NOT TO COMPETE THAT require the payment of damages upon termination of the agreement may include but not be limited to, damages related to competition.

(b) Notwithstanding subsection (3)(a) of this section, after termination of an agreement described in subsection (3)(a) of this section, a physician may disclose his or her continuing practice of medicine and new professional contact information to any patient with a rare disorder, as defined in accordance with criteria developed by the National Organization for Rare Disorders, Inc., or a successor organization, to whom the physician was providing consultation or treatment before termination of the agreement. Neither the physician nor the physician's employer, if any, is liable to any party to the prior

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1	AGREEMENT FOR DAMAGES ALLEGED TO HAVE RESULTED FROM THE
2	DISCLOSURE OR FROM THE PHYSICIAN'S TREATMENT OF THE PATIENT AFTER
3	TERMINATION OF THE PRIOR AGREEMENT.
4	SECTION 2. Applicability. This act applies to conduct occurring
5	on or after the effective date of this act.
5	SECTION 3. Safety clause. The general assembly hereby finds
7	determines, and declares that this act is necessary for the immediate
3	preservation of the public peace, health, and safety.

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