## ASSEMBLY BILL NO. 60-COMMITTEE ON JUDICIARY

## (ON BEHALF OF THE ATTORNEY GENERAL)

### Prefiled November 18, 2020

# Referred to Committee on Judiciary

SUMMARY—Makes certain provisions of a contract or settlement agreement void and unenforceable. (BDR 4-422)

FISCAL NOTE: Effect on Local Government: No.

Effect on the State: No.

EXPLANATION - Matter in **bolded italics** is new; matter between brackets formitted material is material to be omitted.

AN ACT relating to witnesses; making provisions of a contract or settlement agreement that prohibit or restrict a party to the contract or settlement agreement from testifying at judicial or administrative proceedings concerning criminal conduct or sexual harassment void and unenforceable under certain circumstances; and providing other matters properly relating thereto.

#### **Legislative Counsel's Digest:**

Section 1 of this bill provides that a provision of a contract or settlement agreement is void and unenforceable if the provision prohibits or restricts a party to the contract or settlement agreement from testifying at a judicial or administrative proceeding concerning another party to the contract or settlement agreement and his or her commission of criminal conduct or sexual harassment. Section 2 of this bill provides that such provisions are void and unenforceable if contained in a contract or settlement agreement entered into on or after the effective date of this bill. Section 1 does not apply to a settlement agreement that results from successful mediation or conciliation by the Nevada Equal Rights Commission within the Department of Employment, Training and Rehabilitation.





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# THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

**Section 1.** Chapter 50 of NRS is hereby amended by adding thereto a new section to read as follows:

- 1. Except as otherwise provided in NRS 233.190, a provision of a contract or settlement agreement is void and unenforceable if:
- (a) The provision prohibits or otherwise restricts a party to the contract or settlement agreement from testifying at a judicial or administrative proceeding when the party has been required or requested to testify at the proceeding pursuant to:
  - (1) A court order;

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- (2) A lawful subpoena; or
- (3) A written request by an administrative agency; and
- (b) The judicial or administrative proceeding described in paragraph (a) concerns another party to the contract or settlement agreement and his or her commission of:
  - (1) A criminal offense; or
- (2) An act of sexual harassment, including, without limitation:
- (I) Repeated, unsolicited verbal or physical contact of a sexual nature that is threatening in character;
- (II) Discrimination on the basis of sex by an employer or a landlord; or
- (III) Retaliation by an employer or a landlord against another person for the reporting of discrimination on the basis of sex.
  - 2. As used in this section:
  - (a) "Employer" has the meaning ascribed to it in NRS 33.220.
- (b) "Landlord" means an owner of real property, or the owner's representative, who provides a dwelling unit on the real property for occupancy by another for valuable consideration.
- Sec. 2. This act applies to any contract or settlement agreement entered into on or after the effective date of this act.
  - **Sec. 3.** This act becomes effective upon passage and approval.





