## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1102 Session of 2021

INTRODUCED BY SILVIS, JAMES, LEWIS DELROSSO, MILLARD AND NEILSON, APRIL 5, 2021

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, APRIL 5, 2021

## AN ACT

- Prohibiting enforcement of covenants not to compete in broadcast employment agreements.
- 3 The General Assembly of the Commonwealth of Pennsylvania
- 4 hereby enacts as follows:
- 5 Section 1. Short title.
- 6 This act shall be known and may be cited as the Broadcast
- 7 Freemarket Agreement Act.
- 8 Section 2. Definitions.
- 9 The following words and phrases when used in this act shall
- 10 have the meanings given to them in this section unless the
- 11 context clearly indicates otherwise:
- 12 "Broadcast employee." An individual who provides services
- 13 under an agreement with an employer.
- 14 "Covenant not to compete." An agreement between an employer
- 15 and a broadcast employee that is designed to impede the ability
- 16 of the broadcast employee to compete with the employer when a
- 17 separating event occurs.
- 18 "Employer." A person that engages in the transmission of

- 1 radio or television programming and employs individuals under an
- 2 agreement to perform service relating to the transmission. The
- 3 term includes a television station or network, radio station,
- 4 cable station or network, Internet or satellite-based service,
- 5 news media, interactive media or any method that transmits or
- 6 otherwise offers news, weather, traffic, sports or entertainment
- 7 reports or programming.
- 8 "Separating event." A broadcast employee's voluntary or
- 9 involuntary discontinuance of employment with an employer.
- 10 Section 3. Prohibition.
- 11 A covenant not to compete is deemed contrary to public policy
- 12 and is void and unenforceable to the extent the covenant not to
- 13 compete restricts:
- 14 (1) Movement of a broadcast employee to a new employer.
- 15 (2) A broadcast employee from performing services to an
- 16 employer within a geographic area.
- 17 Section 4. Nonwaiver.
- 18 A purported waiver of the prohibition in section 3 of this
- 19 act shall be void and unenforceable.
- 20 Section 5. Construction.
- 21 Nothing in this act shall be construed to:
- 22 (1) Limit the period of time for which a party may agree
- 23 to maintain information as confidential or as a trade secret.
- 24 (2) Limit the geographic area within which the
- 25 information must be kept confidential or as a trade secret.
- 26 Section 6. Effective date.
- 27 This act shall take effect in 60 days.