SENATE AMENDMENTS TO SENATE BILL 957

By COMMITTEE ON JUDICIARY

March 24

1 In line 2 of the printed bill, before the period insert "; and declaring an emergency".

2 Delete lines 4 through 22 and insert:

3 "<u>SECTION 1.</u> (1) As used in this section:

4 "(a) 'Licensee' means an individual holding a valid license issued by the Oregon Medical
5 Board.

6 "(b) 'Noncompetition agreement' means a written agreement between a licensee and an-7 other person under which the licensee agrees that the licensee, either alone or as an em-8 ployee, associate or affiliate of a third person, will not compete with the other person in 9 providing products, processes or services that are similar to the other person's products, 10 processes or services for a period of time or within a specified geographic area after termi-11 nation of employment or termination of a contract under which the licensee supplied goods 12 to or performed services for the other person.

"(2)(a) Notwithstanding ORS 653.295 (1) and (2), and except as provided in paragraph (b)
 of this subsection, a noncompetition agreement between a licensee and another person is
 void and unenforceable.

16 "(b) A noncompetition agreement between a licensee and another person is valid and 17 enforceable under the terms provided in ORS 653.295 and to the extent that the noncompe-18 tition agreement is between a licensee and a business entity:

19 "(A) For which the licensee provides direct patient care services; and

"(B) In which the licensee controls an ownership interest that is equivalent to at least five percent of the entire ownership interest that exists in the business entity.

22 "<u>SECTION 2.</u> A noncompetition agreement, as defined in section 1 of this 2025 Act, into
23 which a licensee, as defined in section 1 of this 2025 Act, enters before, on or after the ef24 fective date of this 2025 Act may not be enforced.

"<u>SECTION 3.</u> This 2025 Act being necessary for the immediate preservation of the public
 peace, health and safety, an emergency is declared to exist, and this 2025 Act takes effect
 on its passage.".

28