1 AN ACT concerning employment.

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

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

6 (820 ILCS 90/5)

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Sec. 5. Definitions. In this Act:

"Covenant not to compete" means an agreement:

- 9 (1) between an employer and <u>an</u> a low-wage employee that 10 restricts the such low-wage employee from performing:
- 11 (A) any work for another employer for a specified 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 101st General Assembly.
- "Employer" has the meaning given to such term in subsection
 (c) of Section 3 of the Minimum Wage Law. "Employer" does not
 include governmental or quasi-governmental bodies.
- 22 <u>"Employee"</u> <u>"Low-wage employee"</u> means <u>any individual</u>
 23 permitted to work by an employer an employee whose earnings do

- 1 not exceed the greater of (1) the hourly rate equal to the
- 2 minimum wage required by the applicable federal, State, or
- 3 local minimum wage law or (2) \$13.00 per hour.
- 4 (Source: P.A. 99-860, eff. 1-1-17; 100-225, eff. 8-18-17.)
- 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 <u>101st General Assembly, no</u> 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
- employer and an a low-wage employee is illegal and void.
- 14 (Source: P.A. 99-860, eff. 1-1-17.)
- 15 Section 99. Effective date. This Act takes effect upon
- 16 becoming law.