STATE OF NEW YORK

7819--В

IN SENATE

February 25, 2020

Introduced by Sens. GOUNARDES, BIAGGI, GAUGHRAN, HOYLMAN, KRUEGER, LIU, MAYER, RIVERA, SANDERS, SKOUFIS -- read twice and ordered printed, and when printed to be committed to the Committee on Judiciary -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the general obligations law, in relation to the release of certain claims by certain employees

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

- 1 Section 1. The general obligations law is amended by adding a new 2 section 5-338 to read as follows:
 - § 5-338. Release of certain employee claims. 1. For purposes of this section, the following terms shall have the following meanings:
 - (a) "Employer" shall mean all public and private employers within the state.

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- 7 (b) "Employee" shall mean all public and private employees within the 8 state.
- 9 2. No release of any claim by an employee, or independent contractor 10 who is a natural person, against an employer, is enforceable if, as part 11 of the agreement resolving such claim, the employee or independent 12 contractor is prohibited from applying for, accepting, or engaging in 13 future employment with such employer, or any entity or entities related 14 to such employer. The provisions of this section shall not preclude an employee and employer from agreeing to terminate an existing employment 15 relationship as part of a settlement of a claim. If a release of a 16 17 claim is rendered unenforceable pursuant to this section, the employer 18 shall remain bound by all other provisions of the settlement agreement, 19 including the obligation to provide the full consideration to the
- 20 <u>employee as set forth in the agreement.</u>
 21 § 2. This act shall take effect on the sixtieth day after it shall
 22 have become a law and shall apply to all agreements entered into on and
 23 after such date.

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets
[-] is old law to be omitted.

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