

SENATE
STATE OF MINNESOTA
NINETY-FIRST SESSION

S.F. No. 812

(SENATE AUTHORS: LITTLE)

DATE	D-PG	OFFICIAL STATUS
02/04/2019	246	Introduction and first reading Referred to Commerce and Consumer Protection Finance and Policy

1.1

A bill for an act

1.2

relating to employment; prohibiting enforcement of certain covenants not to solicit

1.3

or compete affecting accounts of close relatives of investment adviser

1.4

representatives and brokers; proposing coding for new law in Minnesota Statutes,

1.5

chapter 80A.

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.7

Section 1. **[80A.675] COVENANTS NOT TO SOLICIT OR COMPETE;**

1.8

INVESTMENT ADVISER REPRESENTATIVES AND BROKERS.

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Subdivision 1. **Prohibition.** No investment adviser or broker-dealer shall enforce or

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threaten to enforce a covenant not to solicit or compete against any investment adviser

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representative or broker with respect to accounts of close relatives with whom that investment

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adviser representative or broker had a direct advisory or sales relationship.

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Subd. 2. **Definition.** For purposes of this section, "close relative" means a spouse, child,

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parent, grandparent, aunt, uncle, grandchild, parent-in-law, sibling-in-law, or step-relative

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of the investment adviser representative or broker.