

To: Members of the Ohio Small Business & Economic Opportunity Committee

Fr: Monica Hueckel, Senior Director of Government Relations, Ohio State Medical Association

Da: May 12, 2020

Re: SB 150

On behalf of the Ohio State Medical Association (OSMA), the state's oldest and largest professional organization representing Ohio physicians, medical residents, and medical students, I am writing today to express support for Senate Bill 150, which would prohibit an employer of physicians from requiring a current or prospective physician employee to enter into a post-employment noncompete agreement as a condition of employment.

Over the years OSMA has heard concerns from our physician members over the use of noncompete agreements (also known as restrictive covenants) in employment contacts. Some of the frustrations physicians have voiced include restrictions on the medical profession, interference with the physician-patient relationship and continuity of care, and furthermore, exacerbation of physician shortages in certain regions or communities.

In a similar vein, the American Medical Association's Code of Medical Ethics Opinion 11.2.3.1 on this topic reads as follows: "Competition among physicians is ethically justifiable when it is based on such factors as quality of services, skill, experience, conveniences offered to patients, fees, or credit terms. Covenants-not-to-compete restrict competition, can disrupt continuity of care, and may limit access to care."

OSMA fundamentally believes that Ohio's patient population has a right to receive health care services from the physician of their choice, and to that end, employment contracts should not interfere with access to their doctors. We encourage support for SB 150's goal of ending the use of restrictive covenants in Ohio.

Thank you for your consideration of our comments on this legislation, and as always, OSMA is grateful for the opportunity to be a meaningful contributor to the legislative process. Please feel free to reach out to us if you have any questions or wish to discuss this matter further.