

FTC BAN ON NON-COMPETE AGREEMENTS INVALIDATED

Publications

22, August 2024

A federal court has halted the implementation of a Federal Trade Commission rule that would have largely banned the enforcement of non-compete agreements between employers and employees. That rule would have gone into effect on September 4.

For now, there is no reason for employers to change their policies or their agreements with employees. However, the court's decision will almost certainly be the subject of additional judicial scrutiny and other agencies are also considering ways to limit non-compete provisions.

As a result, employers should keep abreast of developments and have contingency plans regarding potential future rule-making or judicial decisions on this subject.

Contacting Pavia & Harcourt LLP

Questions regarding matters discussed in this publication should be directed to Adam Mitzner at amitzner@pavialaw.com.

About Pavia & Harcourt LLP

Established in 1951, Pavia & Harcourt LLP is a business law firm concentrating in international commercial and corporate transactions, banking, media and entertainment, real estate, litigation and arbitration, intellectual property, estate planning and administration, and matrimonial law. We are based in New York City.

This publication by Pavia & Harcourt LLP is for information purposes only. It does not constitute legal or other professional advice or opinions on specific facts or matters, nor does its distribution establish an attorney-client relationship. This material may constitute Attorney Advertising as defined by the New York Court Rules. As required by New York law, we hereby advise you that prior results do not guarantee a similar outcome.

© 2025 BARTKO PAVIA LLP

RELATED SERVICES

Labor & Employment

RELATED PROFESSIONALS



ADAM D. MITZNER

Partner

**** 212.980.3500

© 2025 BARTKO PAVIA LLP 2