**Unofficial Copy** D3

2004 Regular Session 4lr1785 CF 4lr1662

By: Chairman, Judiciary Committee (By Request - Maryland Commission on Uniform State Laws)

Introduced and read first time: January 28, 2004

Assigned to: Judiciary

### A BILL ENTITLED

# 1 AN ACT concerning

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2	Revised Uniform Arbitration Act
2 FOR the manner of anotting the	Davisad I Iniform Ambituation Actumospective

- FOR the purpose of enacting the Revised Uniform Arbitration Act; reenacting and 3
- revising certain provisions relating to the creation and implementation of 4
- 5 agreements to settle contractual disputes by means of arbitration; allowing a
- court to order provisional remedies during the course of an arbitration before an 6
- 7 arbitrator is selected; allowing consolidation of separate arbitration proceedings;
- allowing an award to be vacated because of an arbitrator's partiality; providing 8
- arbitrators with immunity from civil liability; authorizing an arbitrator to give 9
- 10 punitive damages or other exemplary relief under certain circumstances;
- providing for a transition from the existing Uniform Arbitration Act to the 11
- 12 Revised Uniform Arbitration Act for arbitration agreements entered into prior to
- the effective date of this Act; providing a delayed effective date for the repeal of 13
- 14 the existing Uniform Arbitration Act; providing for the construction of this Act;
- 15 and generally relating to arbitration agreements and proceedings.

## 16 BY adding to

- 17 Article - Courts and Judicial Proceedings
- 18 Section 3-2D-01 through 3-2D-31 to be under the new subtitle "Subtitle 2D.
- 19 Revised Uniform Arbitration Act"
- 20 Annotated Code of Maryland
- (2002 Replacement Volume and 2003 Supplement) 21

## 22 BY repealing

- 23 Article - Courts and Judicial Proceedings
- 24 Section 3-201 through 3-232 and 3-234 and the subtitle "Subtitle 2. Arbitration
- 25 and Award"
- Annotated Code of Maryland 26
- (2002 Replacement Volume and 2003 Supplement) 27

#### 28 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

29 MARYLAND, That the Laws of Maryland read as follows:

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### Article - Courts and Judicial Proceedings

- 2 SUBTITLE 2D. REVISED UNIFORM ARBITRATION ACT.
- 3 3-2D-01. DEFINITIONS.
- 4 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 5 INDICATED.
- 6 (B) "ARBITRATION ORGANIZATION" MEANS AN ASSOCIATION, AGENCY, BOARD,
- 7 COMMISSION, OR OTHER ENTITY THAT IS NEUTRAL AND INITIATES, SPONSORS, OR
- 8 ADMINISTERS AN ARBITRATION PROCEEDING OR IS INVOLVED IN THE
- 9 APPOINTMENT OF AN ARBITRATOR.
- 10 (C) "ARBITRATOR" MEANS AN INDIVIDUAL APPOINTED TO RENDER AN AWARD,
- 11 ALONE OR WITH OTHERS, IN A CONTROVERSY THAT IS SUBJECT TO AN AGREEMENT
- 12 TO ARBITRATE.
- 13 (D) "COURT" MEANS A CIRCUIT COURT IN THIS STATE.
- 14 (E) "KNOWLEDGE" MEANS ACTUAL KNOWLEDGE.
- 15 (F) "PERSON" MEANS AN INDIVIDUAL; CORPORATION; BUSINESS TRUST;
- 16 ESTATE; TRUST; PARTNERSHIP; LIMITED LIABILITY COMPANY; ASSOCIATION; JOINT
- 17 VENTURE; GOVERNMENT; GOVERNMENTAL SUBDIVISION, AGENCY, OR
- 18 INSTRUMENTALITY; PUBLIC CORPORATION; OR ANY OTHER LEGAL OR COMMERCIAL
- 19 ENTITY.
- 20 (G) "RECORD" MEANS INFORMATION THAT IS INSCRIBED ON A TANGIBLE
- 21 MEDIUM OR THAT IS STORED IN AN ELECTRONIC OR OTHER MEDIUM AND IS
- 22 RETRIEVABLE IN PERCEIVABLE FORM.
- 23 3-2D-02. NOTICE.
- 24 (A) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, A PERSON GIVES
- 25 NOTICE TO ANOTHER PERSON BY TAKING ACTION THAT IS REASONABLY NECESSARY
- 26 TO INFORM THE OTHER PERSON IN ORDINARY COURSE, WHETHER OR NOT THE
- 27 OTHER PERSON ACQUIRES KNOWLEDGE OF THE NOTICE.
- 28 (B) A PERSON HAS NOTICE IF THE PERSON HAS KNOWLEDGE OF THE NOTICE
- 29 OR HAS RECEIVED NOTICE.
- 30 (C) A PERSON RECEIVES NOTICE WHEN IT COMES TO THE PERSON'S
- 31 ATTENTION OR THE NOTICE IS DELIVERED AT THE PERSON'S PLACE OF RESIDENCE
- 32 OR PLACE OF BUSINESS, OR AT ANOTHER LOCATION HELD OUT BY THE PERSON AS A
- 33 PLACE OF DELIVERY OF SUCH COMMUNICATIONS.

- 1 3-2D-03. WHEN SUBTITLE APPLIES.
- 2 (A) THIS SUBTITLE GOVERNS AN AGREEMENT TO ARBITRATE MADE ON OR 3 AFTER OCTOBER 1, 2004.
- 4 (B) THIS SUBTITLE GOVERNS AN AGREEMENT TO ARBITRATE MADE BEFORE
- 5 OCTOBER 1, 2004 IF ALL THE PARTIES TO THE AGREEMENT OR TO THE ARBITRATION
- 6 PROCEEDING SO AGREE IN A RECORD.
- 7 (C) ON OR AFTER OCTOBER 1, 2006, THIS SUBTITLE GOVERNS AN AGREEMENT 8 TO ARBITRATE WHENEVER MADE.
- 9 3-2D-04. EFFECT OF AGREEMENT TO ARBITRATE: NONWAIVABLE PROVISIONS.
- 10 (A) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTIONS (B) AND (C) OF THIS
- 11 SECTION, A PARTY TO AN AGREEMENT TO ARBITRATE OR TO AN ARBITRATION
- 12 PROCEEDING MAY WAIVE OR, THE PARTIES MAY VARY THE EFFECT OF, THE
- 13 REQUIREMENTS OF THIS SUBTITLE TO THE EXTENT PERMITTED BY LAW.
- 14 (B) BEFORE A CONTROVERSY ARISES THAT IS SUBJECT TO AN AGREEMENT TO 15 ARBITRATE, A PARTY TO THE AGREEMENT MAY NOT:
- 16 (1) WAIVE OR AGREE TO VARY THE EFFECT OF THE REQUIREMENTS OF §
- 17 3-2D-05(A), § 3-2D-06(A), § 3-2D-08, § 3-2D-17(A) OR (B), § 3-2D-26, OR § 3-2D-28 OF THIS
- 18 SUBTITLE:
- 19 (2) AGREE TO UNREASONABLY RESTRICT THE RIGHT UNDER § 3-2D-09
- 20 OF THIS SUBTITLE TO NOTICE OF THE INITIATION OF AN ARBITRATION PROCEEDING;
- 21 (3) AGREE TO UNREASONABLY RESTRICT THE RIGHT UNDER § 3-2D-12
- 22 OF THIS SUBTITLE TO DISCLOSURE OF ANY FACTS BY A NEUTRAL ARBITRATOR; OR
- 23 (4) WAIVE THE RIGHT UNDER § 3-2D-16 OF THIS SUBTITLE OF A PARTY
- 24 TO AN AGREEMENT TO ARBITRATE TO BE REPRESENTED BY A LAWYER AT ANY
- 25 PROCEEDING OR HEARING UNDER THIS SUBTITLE, BUT AN EMPLOYER AND A LABOR
- 26 ORGANIZATION MAY WAIVE THE RIGHT TO REPRESENTATION BY A LAWYER IN A
- 27 LABOR ARBITRATION.
- 28 (C) A PARTY TO AN AGREEMENT TO ARBITRATE OR ARBITRATION
- 29 PROCEEDING MAY NOT WAIVE, OR THE PARTIES MAY NOT VARY THE EFFECT OF, THE
- 30 REQUIREMENTS OF THIS SECTION OR § 3-2D-03(A) OR (C), § 3-2D-07, § 3-2D-14, §
- 31 3-2D-18, § 3-2D-20(D) OR (E), § 3-2D-22, § 3-2D-23, § 3-2D-24, 3-2D-25(A) OR (B), §
- 32 3-2D-29, § 3-2D-30, § 3-2D-31, OR § 3-2D-32 OF THIS SUBTITLE.
- 33 3-2D-05. APPLICATION FOR JUDICIAL RELIEF.
- 34 (A) EXCEPT AS OTHERWISE PROVIDED IN § 3-2D-28 OF THIS SUBTITLE, AN
- 35 APPLICATION FOR JUDICIAL RELIEF UNDER THIS SUBTITLE MUST BE MADE BY
- 36 MOTION TO THE COURT AND HEARD IN THE MANNER PROVIDED BY LAW OR RULE OF
- 37 COURT FOR MAKING AND HEARING MOTIONS.

- 1 (B) UNLESS A CIVIL ACTION INVOLVING THE AGREEMENT TO ARBITRATE IS
- 2 PENDING, NOTICE OF AN INITIAL MOTION TO THE COURT UNDER THIS SUBTITLE
- 3 MUST BE SERVED IN THE MANNER PROVIDED BY LAW FOR THE SERVICE OF A
- 4 SUMMONS IN A CIVIL ACTION. OTHERWISE, NOTICE OF THE MOTION MUST BE GIVEN
- 5 IN THE MANNER PROVIDED BY LAW OR RULE OF COURT FOR SERVING MOTIONS IN
- 6 PENDING CASES.
- 7 3-2D-06. VALIDITY OF AGREEMENT TO ARBITRATE.
- 8 (A) AN AGREEMENT CONTAINED IN A RECORD TO SUBMIT TO ARBITRATION
- 9 ANY EXISTING OR SUBSEQUENT CONTROVERSY ARISING BETWEEN THE PARTIES TO
- 10 THE AGREEMENT IS VALID, ENFORCEABLE, AND IRREVOCABLE EXCEPT UPON A
- 11 GROUND THAT EXISTS AT LAW OR IN EOUITY FOR THE REVOCATION OF A CONTRACT.
- 12 (B) THE COURT SHALL DECIDE WHETHER AN AGREEMENT TO ARBITRATE
- 13 EXISTS OR A CONTROVERSY IS SUBJECT TO AN AGREEMENT TO ARBITRATE.
- 14 (C) AN ARBITRATOR SHALL DECIDE WHETHER A CONDITION PRECEDENT TO
- 15 ARBITRABILITY HAS BEEN FULFILLED AND WHETHER A CONTRACT CONTAINING A
- 16 VALID AGREEMENT TO ARBITRATE IS ENFORCEABLE.
- 17 (D) IF A PARTY TO A JUDICIAL PROCEEDING CHALLENGES THE EXISTENCE
- 18 OF, OR CLAIMS THAT A CONTROVERSY IS NOT SUBJECT TO, AN AGREEMENT TO
- 19 ARBITRATE, THE ARBITRATION PROCEEDING MAY CONTINUE PENDING FINAL
- 20 RESOLUTION OF THE ISSUE BY THE COURT, UNLESS THE COURT OTHERWISE
- 21 ORDERS.
- 22 3-2D-07. MOTION TO COMPEL OR STAY ARBITRATION.
- 23 (A) ON MOTION OF A PERSON SHOWING AN AGREEMENT TO ARBITRATE AND
- 24 ALLEGING ANOTHER PERSON'S REFUSAL TO ARBITRATE PURSUANT TO THE
- 25 AGREEMENT:
- 26 (1) IF THE REFUSING PARTY DOES NOT APPEAR OR DOES NOT OPPOSE
- 27 THE MOTION, THE COURT SHALL ORDER THE PARTIES TO ARBITRATE; AND
- 28 (2) IF THE REFUSING PARTY OPPOSES THE MOTION, THE COURT SHALL
- 29 PROCEED SUMMARILY TO DECIDE THE ISSUE AND ORDER THE PARTIES TO
- 30 ARBITRATE UNLESS IT FINDS THAT THERE IS NO ENFORCEABLE AGREEMENT TO
- 31 ARBITRATE.
- 32 (B) ON MOTION OF A PERSON ALLEGING THAT AN ARBITRATION PROCEEDING
- 33 HAS BEEN INITIATED OR THREATENED BUT THAT THERE IS NO AGREEMENT TO
- 34 ARBITRATE, THE COURT SHALL PROCEED SUMMARILY TO DECIDE THE ISSUE. IF THE
- 35 COURT FINDS THAT THERE IS AN ENFORCEABLE AGREEMENT TO ARBITRATE, IT
- 36 SHALL ORDER THE PARTIES TO ARBITRATE.
- 37 (C) IF THE COURT FINDS THAT THERE IS NO ENFORCEABLE AGREEMENT, IT
- 38 MAY NOT PURSUANT TO SUBSECTION (A) OR (B) OF THIS SECTION ORDER THE
- 39 PARTIES TO ARBITRATE.

- 1 (D) THE COURT MAY NOT REFUSE TO ORDER ARBITRATION BECAUSE THE
- 2 CLAIM SUBJECT TO ARBITRATION LACKS MERIT OR GROUNDS FOR THE CLAIM HAVE
- 3 NOT BEEN ESTABLISHED.
- 4 (E) IF A PROCEEDING INVOLVING A CLAIM REFERABLE TO ARBITRATION
- 5 UNDER AN ALLEGED AGREEMENT TO ARBITRATE IS PENDING IN COURT, A MOTION
- 6 UNDER THIS SECTION MUST BE MADE IN THAT COURT. OTHERWISE A MOTION
- 7 UNDER THIS SECTION MAY BE MADE IN ANY COURT AS PROVIDED IN § 3-2D-27 OF
- 8 THIS SUBTITLE.
- 9 (F) IF A PARTY MAKES A MOTION TO THE COURT TO ORDER ARBITRATION,
- 10 THE COURT ON JUST TERMS SHALL STAY ANY JUDICIAL PROCEEDING THAT
- 11 INVOLVES A CLAIM ALLEGED TO BE SUBJECT TO THE ARBITRATION UNTIL THE
- 12 COURT RENDERS A FINAL DECISION UNDER THIS SECTION.
- 13 (G) IF THE COURT ORDERS ARBITRATION, THE COURT ON JUST TERMS SHALL
- 14 STAY ANY JUDICIAL PROCEEDING THAT INVOLVES A CLAIM SUBJECT TO THE
- 15 ARBITRATION. IF A CLAIM SUBJECT TO THE ARBITRATION IS SEVERABLE, THE COURT
- 16 MAY LIMIT THE STAY TO THAT CLAIM.
- 17 3-2D-08. PROVISIONAL REMEDIES.
- 18 (A) BEFORE AN ARBITRATOR IS APPOINTED AND IS AUTHORIZED AND ABLE
- 19 TO ACT, THE COURT, UPON MOTION OF A PARTY TO AN ARBITRATION PROCEEDING
- 20 AND FOR GOOD CAUSE SHOWN, MAY ENTER AN ORDER FOR PROVISIONAL REMEDIES
- 21 TO PROTECT THE EFFECTIVENESS OF THE ARBITRATION PROCEEDING TO THE SAME
- 22 EXTENT AND UNDER THE SAME CONDITIONS AS IF THE CONTROVERSY WERE THE
- 23 SUBJECT OF A CIVIL ACTION.
- 24 (B) AFTER AN ARBITRATOR IS APPOINTED AND IS AUTHORIZED AND ABLE TO
- 25 ACT:
- 26 (1) THE ARBITRATOR MAY ISSUE SUCH ORDERS FOR PROVISIONAL
- 27 REMEDIES, INCLUDING INTERIM AWARDS, AS THE ARBITRATOR FINDS NECESSARY
- 28 TO PROTECT THE EFFECTIVENESS OF THE ARBITRATION PROCEEDING AND TO
- 29 PROMOTE THE FAIR AND EXPEDITIOUS RESOLUTION OF THE CONTROVERSY, TO THE
- 30 SAME EXTENT AND UNDER THE SAME CONDITIONS AS IF THE CONTROVERSY WERE
- 31 THE SUBJECT OF A CIVIL ACTION; AND
- 32 (2) A PARTY TO AN ARBITRATION PROCEEDING MAY MOVE THE COURT
- 33 FOR A PROVISIONAL REMEDY ONLY IF THE MATTER IS URGENT AND THE
- 34 ARBITRATOR IS NOT ABLE TO ACT TIMELY OR THE ARBITRATOR CANNOT PROVIDE AN
- 35 ADEQUATE REMEDY.
- 36 (C) A PARTY DOES NOT WAIVE A RIGHT OF ARBITRATION BY MAKING A
- 37 MOTION UNDER SUBSECTION (A) OR (B) OF THIS SECTION.

- 1 3-2D-09. INITIATION OF ARBITRATION.
- 2 (A) A PERSON INITIATES AN ARBITRATION PROCEEDING BY GIVING NOTICE IN
- 3 A RECORD TO THE OTHER PARTIES TO THE AGREEMENT TO ARBITRATE IN THE
- 4 AGREED MANNER BETWEEN THE PARTIES OR, IN THE ABSENCE OF AGREEMENT, BY
- 5 CERTIFIED OR REGISTERED MAIL, RETURN RECEIPT REQUESTED AND OBTAINED, OR
- 6 BY SERVICE AS AUTHORIZED FOR THE COMMENCEMENT OF A CIVIL ACTION. THE
- 7 NOTICE MUST DESCRIBE THE NATURE OF THE CONTROVERSY AND THE REMEDY
- 8 SOUGHT.
- 9 (B) UNLESS A PERSON OBJECTS FOR LACK OR INSUFFICIENCY OF NOTICE
- 10 UNDER § 3-2D-15(C) OF THIS SUBTITLE NOT LATER THAN THE BEGINNING OF THE
- 11 ARBITRATION HEARING, THE PERSON BY APPEARING AT THE HEARING WAIVES ANY
- 12 OBJECTION TO LACK OF OR INSUFFICIENCY OF NOTICE.
- 13 3-2D-10. CONSOLIDATION OF SEPARATE ARBITRATION PROCEEDINGS.
- 14 (A) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (C) OF THIS SECTION,
- 15 UPON MOTION OF A PARTY TO AN AGREEMENT TO ARBITRATE OR TO AN
- 16 ARBITRATION PROCEEDING, THE COURT MAY ORDER CONSOLIDATION OF SEPARATE
- 17 ARBITRATION PROCEEDINGS AS TO ALL OR SOME OF THE CLAIMS IF:
- 18 (1) THERE ARE SEPARATE AGREEMENTS TO ARBITRATE OR SEPARATE
- 19 ARBITRATION PROCEEDINGS BETWEEN THE SAME PERSONS OR ONE OF THEM IS A
- 20 PARTY TO A SEPARATE AGREEMENT TO ARBITRATE OR A SEPARATE ARBITRATION
- 21 PROCEEDING WITH A THIRD PERSON;
- 22 (2) THE CLAIMS SUBJECT TO THE AGREEMENTS TO ARBITRATE ARISE IN
- 23 SUBSTANTIAL PART FROM THE SAME TRANSACTION OR SERIES OF RELATED
- 24 TRANSACTIONS;
- 25 (3) THE EXISTENCE OF A COMMON ISSUE OF LAW OR FACT CREATES
- 26 THE POSSIBILITY OF CONFLICTING DECISIONS IN THE SEPARATE ARBITRATION
- 27 PROCEEDINGS: AND
- 28 (4) PREJUDICE RESULTING FROM A FAILURE TO CONSOLIDATE IS NOT
- 29 OUTWEIGHED BY THE RISK OF UNDUE DELAY OR PREJUDICE TO THE RIGHTS OF OR
- 30 HARDSHIP TO PARTIES OPPOSING CONSOLIDATION.
- 31 (B) THE COURT MAY ORDER CONSOLIDATION OF SEPARATE ARBITRATION
- 32 PROCEEDINGS AS TO SOME CLAIMS AND ALLOW OTHER CLAIMS TO BE RESOLVED IN
- 33 SEPARATE ARBITRATION PROCEEDINGS.
- 34 (C) THE COURT MAY NOT ORDER CONSOLIDATION OF THE CLAIMS OF A PARTY
- 35 TO AN AGREEMENT TO ARBITRATE IF THE AGREEMENT PROHIBITS CONSOLIDATION.
- 36 3-2D-11. APPOINTMENT OF ARBITRATOR; SERVICE AS A NEUTRAL ARBITRATOR.
- 37 (A) IF THE PARTIES TO AN AGREEMENT TO ARBITRATE AGREE ON A METHOD
- 38 FOR APPOINTING AN ARBITRATOR, THAT METHOD MUST BE FOLLOWED, UNLESS THE

- 1 METHOD FAILS. IF THE PARTIES HAVE NOT AGREED ON A METHOD, THE AGREED
- 2 METHOD FAILS, OR AN ARBITRATOR APPOINTED FAILS OR IS UNABLE TO ACT AND A
- 3 SUCCESSOR HAS NOT BEEN APPOINTED, THE COURT, ON MOTION OF A PARTY TO THE
- 4 ARBITRATION PROCEEDING, SHALL APPOINT THE ARBITRATOR. AN ARBITRATOR SO
- 5 APPOINTED HAS ALL THE POWERS OF AN ARBITRATOR DESIGNATED IN THE
- 6 AGREEMENT TO ARBITRATE OR APPOINTED PURSUANT TO THE AGREED METHOD.
- 7 AN INDIVIDUAL WHO HAS A KNOWN, DIRECT, AND MATERIAL INTEREST IN (B)
- 8 THE OUTCOME OF THE ARBITRATION PROCEEDING OR A KNOWN, EXISTING, AND
- 9 SUBSTANTIAL RELATIONSHIP WITH A PARTY MAY NOT SERVE AS AN ARBITRATOR
- 10 REQUIRED BY AN AGREEMENT TO BE NEUTRAL.
- 11 3-2D-12. DISCLOSURE BY ARBITRATOR.
- 12 BEFORE ACCEPTING APPOINTMENT, AN INDIVIDUAL WHO IS REQUESTED
- 13 TO SERVE AS AN ARBITRATOR, AFTER MAKING A REASONABLE INQUIRY, SHALL
- 14 DISCLOSE TO ALL PARTIES TO THE AGREEMENT TO ARBITRATE AND ARBITRATION
- 15 PROCEEDING AND TO ANY OTHER ARBITRATORS ANY KNOWN FACTS THAT A
- 16 REASONABLE PERSON WOULD CONSIDER LIKELY TO AFFECT THE IMPARTIALITY OF
- 17 THE ARBITRATOR IN THE ARBITRATION PROCEEDING, INCLUDING:
- A FINANCIAL OR PERSONAL INTEREST IN THE OUTCOME OF THE (1)
- 19 ARBITRATION PROCEEDING; AND
- 20 (2) AN EXISTING OR PAST RELATIONSHIP WITH ANY OF THE PARTIES TO
- 21 THE AGREEMENT TO ARBITRATE OR THE ARBITRATION PROCEEDING, THEIR
- 22 COUNSEL OR REPRESENTATIVES, A WITNESS, OR ANOTHER ARBITRATOR.
- AN ARBITRATOR HAS A CONTINUING OBLIGATION TO DISCLOSE TO ALL 23
- 24 PARTIES TO THE AGREEMENT TO ARBITRATE AND ARBITRATION PROCEEDING AND
- 25 TO ANY OTHER ARBITRATORS ANY FACTS THAT THE ARBITRATOR LEARNS AFTER
- 26 ACCEPTING APPOINTMENT WHICH A REASONABLE PERSON WOULD CONSIDER
- 27 LIKELY TO AFFECT THE IMPARTIALITY OF THE ARBITRATOR.
- IF AN ARBITRATOR DISCLOSES A FACT REQUIRED BY SUBSECTION (A) OR
- 29 (B) OF THIS SECTION TO BE DISCLOSED AND A PARTY TIMELY OBJECTS TO THE
- 30 APPOINTMENT OR CONTINUED SERVICE OF THE ARBITRATOR BASED UPON THE
- 31 FACT DISCLOSED, THE OBJECTION MAY BE A GROUND UNDER § 3-2D-23(A)(2) OF THIS
- 32 SUBTITLE FOR VACATING AN AWARD MADE BY THE ARBITRATOR.
- IF THE ARBITRATOR DID NOT DISCLOSE A FACT AS REQUIRED BY 33 (D)
- 34 SUBSECTION (A) OR (B) OF THIS SECTION, UPON TIMELY OBJECTION BY A PARTY, THE
- 35 COURT UNDER § 3-2D-23(A)(2) OF THIS SUBTITLE MAY VACATE AN AWARD.
- AN ARBITRATOR APPOINTED AS A NEUTRAL ARBITRATOR WHO DOES NOT 36
- 37 DISCLOSE A KNOWN, DIRECT, AND MATERIAL INTEREST IN THE OUTCOME OF THE
- 38 ARBITRATION PROCEEDING OR A KNOWN, EXISTING, AND SUBSTANTIAL
- 39 RELATIONSHIP WITH A PARTY IS PRESUMED TO ACT WITH EVIDENT PARTIALITY
- 40 UNDER § 3-2D-23(A)(2) OF THIS SUBTITLE.

- 1 (F) IF THE PARTIES TO AN ARBITRATION PROCEEDING AGREE TO THE
- 2 PROCEDURES OF AN ARBITRATION ORGANIZATION OR ANY OTHER PROCEDURES FOR
- 3 CHALLENGES TO ARBITRATORS BEFORE AN AWARD IS MADE, SUBSTANTIAL
- 4 COMPLIANCE WITH THOSE PROCEDURES IS A CONDITION PRECEDENT TO A MOTION
- 5 TO VACATE AN AWARD ON THAT GROUND UNDER § 3-2D-23(A)(2) OF THIS SUBTITLE.
- 6 3-2D-13. ACTION BY MAJORITY.
- 7 IF THERE IS MORE THAN ONE ARBITRATOR, THE POWERS OF AN ARBITRATOR
- 8 MUST BE EXERCISED BY A MAJORITY OF THE ARBITRATORS. BUT ALL OF THEM
- 9 SHALL CONDUCT THE HEARING UNDER § 3-2D-15(C) OF THIS SUBTITLE.
- 10 3-2D-14. IMMUNITY OF ARBITRATOR; COMPETENCY TO TESTIFY; ATTORNEY'S FEES
- 11 AND COSTS.
- 12 (A) AN ARBITRATOR OR AN ARBITRATION ORGANIZATION ACTING IN THAT
- 13 CAPACITY IS IMMUNE FROM CIVIL LIABILITY TO THE SAME EXTENT AS A JUDGE OF A
- 14 COURT OF THIS STATE ACTING IN A JUDICIAL CAPACITY.
- 15 (B) THE IMMUNITY AFFORDED BY THIS SECTION SUPPLEMENTS ANY
- 16 IMMUNITY UNDER OTHER LAW.
- 17 (C) THE FAILURE OF AN ARBITRATOR TO MAKE A DISCLOSURE REQUIRED BY §
- 18 3-2D-12 OF THIS SUBTITLE DOES NOT CAUSE ANY LOSS OF IMMUNITY UNDER THIS
- 19 SECTION.
- 20 (D) IN A JUDICIAL, ADMINISTRATIVE, OR SIMILAR PROCEEDING, AN
- 21 ARBITRATOR OR REPRESENTATIVE OF AN ARBITRATION ORGANIZATION IS NOT
- 22 COMPETENT TO TESTIFY, AND MAY NOT BE REQUIRED TO PRODUCE RECORDS AS TO
- 23 ANY STATEMENT, CONDUCT, DECISION, OR RULING OCCURRING DURING THE
- 24 ARBITRATION PROCEEDING, TO THE SAME EXTENT AS A JUDGE OF A COURT OF THIS
- 25 STATE ACTING IN A JUDICIAL CAPACITY. THIS SUBSECTION DOES NOT APPLY:
- 26 (1) TO THE EXTENT NECESSARY TO DETERMINE THE CLAIM OF AN
- 27 ARBITRATOR, ARBITRATION ORGANIZATION, OR REPRESENTATIVE OF THE
- 28 ARBITRATION ORGANIZATION AGAINST A PARTY TO THE ARBITRATION PROCEEDING;
- 29 OR
- 30 (2) TO A HEARING ON A MOTION TO VACATE AN AWARD UNDER §
- 31 3-2D-23(A)(1) OR (2) OF THIS SUBTITLE IF THE MOVANT ESTABLISHES PRIMA FACIE
- 32 THAT A GROUND FOR VACATING THE AWARD EXISTS.
- 33 (E) IF A PERSON COMMENCES A CIVIL ACTION AGAINST AN ARBITRATOR,
- 34 ARBITRATION ORGANIZATION, OR REPRESENTATIVE OF AN ARBITRATION
- 35 ORGANIZATION ARISING FROM THE SERVICES OF THE ARBITRATOR, ORGANIZATION,
- 36 OR REPRESENTATIVE OR IF A PERSON SEEKS TO COMPEL AN ARBITRATOR OR A
- 37 REPRESENTATIVE OF AN ARBITRATION ORGANIZATION TO TESTIFY OR PRODUCE
- 38 RECORDS IN VIOLATION OF SUBSECTION (D) OF THIS SECTION, AND THE COURT
- 39 DECIDES THAT THE ARBITRATOR, ARBITRATION ORGANIZATION, OR
- 40 REPRESENTATIVE OF AN ARBITRATION ORGANIZATION IS IMMUNE FROM CIVIL

- 1 LIABILITY OR THAT THE ARBITRATOR OR REPRESENTATIVE OF THE ORGANIZATION
- 2 IS NOT COMPETENT TO TESTIFY, THE COURT SHALL AWARD TO THE ARBITRATOR,
- 3 ORGANIZATION, OR REPRESENTATIVE REASONABLE ATTORNEY'S FEES AND OTHER
- 4 REASONABLE EXPENSES OF LITIGATION.
- 5 3-2D-15. ARBITRATION PROCESS.
- 6 (A) AN ARBITRATOR MAY CONDUCT AN ARBITRATION IN SUCH MANNER AS
- 7 THE ARBITRATOR CONSIDERS APPROPRIATE FOR A FAIR AND EXPEDITIOUS
- 8 DISPOSITION OF THE PROCEEDING. THE AUTHORITY CONFERRED UPON THE
- 9 ARBITRATOR INCLUDES THE POWER TO HOLD CONFERENCES WITH THE PARTIES TO
- 10 THE ARBITRATION PROCEEDING BEFORE THE HEARING AND, AMONG OTHER
- 11 MATTERS, DETERMINE THE ADMISSIBILITY, RELEVANCE, MATERIALITY AND WEIGHT
- 12 OF ANY EVIDENCE.
- 13 (B) AN ARBITRATOR MAY DECIDE A REQUEST FOR SUMMARY DISPOSITION OF
- 14 A CLAIM OR PARTICULAR ISSUE:
- 15 (1) IF ALL INTERESTED PARTIES AGREE; OR
- 16 (2) UPON REQUEST OF ONE PARTY TO THE ARBITRATION PROCEEDING
- 17 IF THAT PARTY GIVES NOTICE TO ALL OTHER PARTIES TO THE PROCEEDING, AND
- 18 THE OTHER PARTIES HAVE A REASONABLE OPPORTUNITY TO RESPOND.
- 19 (C) IF AN ARBITRATOR ORDERS A HEARING, THE ARBITRATOR SHALL SET A
- 20 TIME AND PLACE AND GIVE NOTICE OF THE HEARING NOT LESS THAN 5 DAYS
- 21 BEFORE THE HEARING BEGINS. UNLESS A PARTY TO THE ARBITRATION PROCEEDING
- 22 MAKES AN OBJECTION TO LACK OR INSUFFICIENCY OF NOTICE NOT LATER THAN
- 23 THE BEGINNING OF THE HEARING, THE PARTY'S APPEARANCE AT THE HEARING
- 24 WAIVES THE OBJECTION. UPON REQUEST OF A PARTY TO THE ARBITRATION
- 25 PROCEEDING AND FOR GOOD CAUSE SHOWN, OR UPON THE ARBITRATOR'S OWN
- 26 INITIATIVE, THE ARBITRATOR MAY ADJOURN THE HEARING FROM TIME TO TIME AS
- 27 NECESSARY BUT MAY NOT POSTPONE THE HEARING TO A TIME LATER THAN THAT
- 28 FIXED BY THE AGREEMENT TO ARBITRATE FOR MAKING THE AWARD UNLESS THE
- 29 PARTIES TO THE ARBITRATION PROCEEDING CONSENT TO A LATER DATE. THE
- 30 ARBITRATOR MAY HEAR AND DECIDE THE CONTROVERSY UPON THE EVIDENCE
- 31 PRODUCED ALTHOUGH A PARTY WHO WAS DULY NOTIFIED OF THE ARBITRATION
- 32 PROCEEDING DID NOT APPEAR, THE COURT, ON REQUEST, MAY DIRECT THE
- 33 ARBITRATOR TO CONDUCT THE HEARING PROMPTLY AND RENDER A TIMELY
- 34 DECISION.
- 35 (D) AT A HEARING UNDER SUBSECTION (C) OF THIS SECTION, A PARTY TO THE
- 36 ARBITRATION PROCEEDING HAS A RIGHT TO BE HEARD. TO PRESENT EVIDENCE
- 37 MATERIAL TO THE CONTROVERSY, AND TO CROSS-EXAMINE WITNESSES APPEARING
- 38 AT THE HEARING.
- 39 (E) IF AN ARBITRATOR CEASES OR IS UNABLE TO ACT DURING THE
- 40 ARBITRATION PROCEEDING, A REPLACEMENT ARBITRATOR MUST BE APPOINTED IN
- 41 ACCORDANCE WITH § 3-2D-11 OF THIS SUBTITLE TO CONTINUE THE PROCEEDING
- 42 AND TO RESOLVE THE CONTROVERSY.

- 1 3-2D-16. REPRESENTATION BY LAWYER.
- 2 A PARTY TO AN ARBITRATION PROCEEDING MAY BE REPRESENTED BY A 3 LAWYER.
- 4 3-2D-17. WITNESSES; SUBPOENAS; DEPOSITIONS; DISCOVERY.
- 5 (A) AN ARBITRATOR MAY ISSUE A SUBPOENA FOR THE ATTENDANCE OF A
- 6 WITNESS AND FOR THE PRODUCTION OF RECORDS AND OTHER EVIDENCE AT ANY
- 7 HEARING AND MAY ADMINISTER OATHS, A SUBPOENA MUST BE SERVED IN THE
- 8 MANNER FOR SERVICE OF SUBPOENAS IN A CIVIL ACTION AND, UPON MOTION TO
- 9 THE COURT BY A PARTY TO THE ARBITRATION PROCEEDING OR THE ARBITRATOR,
- 10 ENFORCED IN THE MANNER FOR ENFORCEMENT OF SUBPOENAS IN A CIVIL ACTION.
- 11 (B) IN ORDER TO MAKE THE PROCEEDINGS FAIR, EXPEDITIOUS, AND COST
- 12 EFFECTIVE, UPON REQUEST OF A PARTY TO OR A WITNESS IN AN ARBITRATION
- 13 PROCEEDING, AN ARBITRATOR MAY PERMIT A DEPOSITION OF ANY WITNESS TO BE
- 14 TAKEN FOR USE AS EVIDENCE AT THE HEARING, INCLUDING A WITNESS WHO
- 15 CANNOT BE SUBPOENAED FOR OR IS UNABLE TO ATTEND A HEARING. THE
- 16 ARBITRATOR SHALL DETERMINE THE CONDITIONS UNDER WHICH THE DEPOSITION
- 17 IS TAKEN.
- 18 (C) AN ARBITRATOR MAY PERMIT SUCH DISCOVERY AS THE ARBITRATOR
- 19 DECIDES IS APPROPRIATE IN THE CIRCUMSTANCES, TAKING INTO ACCOUNT THE
- 20 NEEDS OF THE PARTIES TO THE ARBITRATION PROCEEDING AND OTHER AFFECTED
- 21 PERSONS AND THE DESIRABILITY OF MAKING THE PROCEEDING FAIR, EXPEDITIOUS,
- 22 AND COST EFFECTIVE.
- 23 (D) IF AN ARBITRATOR PERMITS DISCOVERY UNDER SUBSECTION (C) OF THIS
- 24 SECTION, THE ARBITRATOR MAY ORDER A PARTY TO THE ARBITRATION PROCEEDING
- 25 TO COMPLY WITH THE ARBITRATOR'S DISCOVERY-RELATED ORDERS, ISSUE
- 26 SUBPOENAS FOR THE ATTENDANCE OF A WITNESS AND FOR THE PRODUCTION OF
- 27 RECORDS AND OTHER EVIDENCE AT A DISCOVERY PROCEEDING, AND TAKE ACTION
- 28 AGAINST A NONCOMPLYING PARTY TO THE EXTENT A COURT COULD IF THE
- 29 CONTROVERSY WERE THE SUBJECT OF A CIVIL ACTION IN THIS STATE.
- 30 (E) AN ARBITRATOR MAY ISSUE A PROTECTIVE ORDER TO PREVENT THE
- 31 DISCLOSURE OF PRIVILEGED INFORMATION, CONFIDENTIAL INFORMATION, TRADE
- 32 SECRETS, AND OTHER INFORMATION PROTECTED FROM DISCLOSURE TO THE
- 33 EXTENT A COURT COULD IF THE CONTROVERSY WERE THE SUBJECT OF A CIVIL
- 34 ACTION IN THIS STATE.
- 35 (F) ALL LAWS COMPELLING A PERSON UNDER SUBPOENA TO TESTIFY AND
- 36 ALL FEES FOR ATTENDING A JUDICIAL PROCEEDING. A DEPOSITION, OR A
- 37 DISCOVERY PROCEEDING AS A WITNESS APPLY TO AN ARBITRATION PROCEEDING AS
- 38 IF THE CONTROVERSY WERE THE SUBJECT OF A CIVIL ACTION IN THIS STATE.
- 39 (G) THE COURT MAY ENFORCE A SUBPOENA OR DISCOVERY-RELATED ORDER
- 40 FOR THE ATTENDANCE OF A WITNESS WITHIN THIS STATE AND FOR THE
- 41 PRODUCTION OF RECORDS AND OTHER EVIDENCE ISSUED BY AN ARBITRATOR IN

- 1 CONNECTION WITH AN ARBITRATION PROCEEDING IN ANOTHER STATE UPON
- 2 CONDITIONS DETERMINED BY THE COURT SO AS TO MAKE THE ARBITRATION
- 3 PROCEEDING FAIR, EXPEDITIOUS, AND COST EFFECTIVE. A SUBPOENA OR
- 4 DISCOVERY-RELATED ORDER ISSUED BY AN ARBITRATOR IN ANOTHER STATE MUST
- 5 BE SERVED IN THE MANNER PROVIDED BY LAW FOR SERVICE OF SUBPOENAS IN A
- 6 CIVIL ACTION IN THIS STATE AND, UPON MOTION TO THE COURT BY A PARTY TO THE
- 7 ARBITRATION PROCEEDING OR THE ARBITRATOR, ENFORCED IN THE MANNER
- 8 PROVIDED BY LAW FOR ENFORCEMENT OF SUBPOENAS IN A CIVIL ACTION IN THIS
- 9 STATE.
- 10 3-2D-18. JUDICIAL ENFORCEMENT OF PRE-AWARD RULING BY ARBITRATOR.
- 11 IF AN ARBITRATOR MAKES A PRE-AWARD RULING IN FAVOR OF A PARTY TO THE
- 12 ARBITRATION PROCEEDING, THE PARTY MAY REQUEST THE ARBITRATOR TO
- 13 INCORPORATE THE RULING INTO AN AWARD UNDER § 3-2D-19 OF THIS SUBTITLE. A
- 14 PREVAILING PARTY MAY MAKE A MOTION TO THE COURT FOR AN EXPEDITED ORDER
- 15 TO CONFIRM THE AWARD UNDER § 3-2D-22 OF THIS SUBTITLE, IN WHICH CASE THE
- 16 COURT SHALL SUMMARILY DECIDE THE MOTION. THE COURT SHALL ISSUE AN
- 17 ORDER TO CONFIRM THE AWARD UNLESS THE COURT VACATES, MODIFIES, OR
- 18 CORRECTS THE AWARD UNDER § 3-2D-23 OR § 3-2D-24 OF THIS SUBTITLE.
- 19 3-2D-19. AWARD.
- 20 (A) AN ARBITRATOR SHALL MAKE A RECORD OF AN AWARD. THE RECORD
- 21 MUST BE SIGNED OR OTHERWISE AUTHENTICATED BY ANY ARBITRATOR WHO
- 22 CONCURS WITH THE AWARD. THE ARBITRATOR OR THE ARBITRATION ORGANIZATION
- 23 SHALL GIVE NOTICE OF THE AWARD, INCLUDING A COPY OF THE AWARD, TO EACH
- 24 PARTY TO THE ARBITRATION PROCEEDING.
- 25 (B) AN AWARD MUST BE MADE WITHIN THE TIME SPECIFIED BY THE
- 26 AGREEMENT TO ARBITRATE OR, IF NOT SPECIFIED THEREIN, WITHIN THE TIME
- 27 ORDERED BY THE COURT. THE COURT MAY EXTEND OR THE PARTIES TO THE
- 28 ARBITRATION PROCEEDING MAY AGREE IN A RECORD TO EXTEND THE TIME. THE
- 29 COURT OR THE PARTIES MAY DO SO WITHIN OR AFTER THE TIME SPECIFIED OR
- 30 ORDERED. A PARTY WAIVES ANY OBJECTION THAT AN AWARD WAS NOT TIMELY
- 31 MADE UNLESS THE PARTY GIVES NOTICE OF THE OBJECTION TO THE ARBITRATOR
- 32 BEFORE RECEIVING NOTICE OF THE AWARD.
- 33 3-2D-20. CHANGE OF AWARD BY ARBITRATOR.
- 34 (A) ON MOTION TO AN ARBITRATOR BY A PARTY TO AN ARBITRATION
- 35 PROCEEDING, THE ARBITRATOR MAY MODIFY OR CORRECT AN AWARD:
- 36 (1) UPON A GROUND STATED IN § 3-2D-24(A)(1) OR (3) OF THIS SUBTITLE;
- 37 (2) BECAUSE THE ARBITRATOR HAS NOT MADE A FINAL AND DEFINITE
- 38 AWARD UPON A CLAIM SUBMITTED BY THE PARTIES TO THE ARBITRATION
- 39 PROCEEDING; OR
- 40 (3) TO CLARIFY THE AWARD.

- 1 (B) A MOTION UNDER SUBSECTION (A) OF THIS SECTION MUST BE MADE AND
- 2 NOTICE GIVEN TO ALL PARTIES WITHIN 20 DAYS AFTER THE MOVANT RECEIVES
- 3 NOTICE OF THE AWARD.
- 4 (C) A PARTY TO THE ARBITRATION PROCEEDING MUST GIVE NOTICE OF ANY 5 OBJECTION TO THE MOTION WITHIN 10 DAYS AFTER RECEIPT OF THE NOTICE.
- 6 (D) IF A MOTION TO THE COURT IS PENDING UNDER § 3-2D-22, § 3-2D-23, OR §
- 7 3-2D-24 OF THIS SUBTITLE, THE COURT MAY SUBMIT THE CLAIM TO THE
- 8 ARBITRATOR TO CONSIDER WHETHER TO MODIFY OR CORRECT THE AWARD:
- 9 UPON A GROUND STATED IN § 3-2D-24(A)(1) OR (3) OF THIS SUBTITLE;
- 10 (2) BECAUSE THE ARBITRATOR HAS NOT MADE A FINAL AND DEFINITE
- 11 AWARD UPON A CLAIM SUBMITTED BY THE PARTIES TO THE ARBITRATION
- 12 PROCEEDING; OR
- 13 (3) TO CLARIFY THE AWARD.
- 14 (E) AN AWARD MODIFIED OR CORRECTED PURSUANT TO THIS SECTION IS 15 SUBJECT TO §§ 3-2D-19(A), 3-2D-22, 3-2D-23, AND 3-2D-24 OF THIS SUBTITLE.
- 16 3-2D-21. REMEDIES; FEES AND EXPENSES OF ARBITRATION PROCEEDING.
- 17 (A) AN ARBITRATOR MAY AWARD PUNITIVE DAMAGES OR OTHER EXEMPLARY
- 18 RELIEF IF SUCH AN AWARD IS AUTHORIZED BY LAW IN A CIVIL ACTION INVOLVING
- 19 THE SAME CLAIM AND THE EVIDENCE PRODUCED AT THE HEARING JUSTIFIES THE
- 20 AWARD UNDER THE LEGAL STANDARDS OTHERWISE APPLICABLE TO THE CLAIM.
- 21 (B) AN ARBITRATOR MAY AWARD REASONABLE ATTORNEY'S FEES AND OTHER
- 22 REASONABLE EXPENSES OF ARBITRATION IF SUCH AN AWARD IS AUTHORIZED BY
- 23 LAW IN A CIVIL ACTION INVOLVING THE SAME CLAIM OR BY THE AGREEMENT OF
- 24 THE PARTIES TO THE ARBITRATION PROCEEDING.
- 25 (C) AS TO ALL REMEDIES OTHER THAN THOSE AUTHORIZED BY SUBSECTIONS
- 26 (A) AND (B) OF THIS SECTION, AN ARBITRATOR MAY ORDER SUCH REMEDIES AS THE
- 27 ARBITRATOR CONSIDERS JUST AND APPROPRIATE UNDER THE CIRCUMSTANCES OF
- 28 THE ARBITRATION PROCEEDING. THE FACT THAT SUCH A REMEDY COULD NOT OR
- 29 WOULD NOT BE GRANTED BY THE COURT IS NOT A GROUND FOR REFUSING TO
- 30 CONFIRM AN AWARD UNDER § 3-2D-22 OF THIS SUBTITLE OR FOR VACATING AN
- 31 AWARD UNDER § 3-2D-23 OF THIS SUBTITLE.
- 32 (D) AN ARBITRATOR'S EXPENSES AND FEES, TOGETHER WITH OTHER
- 33 EXPENSES, MUST BE PAID AS PROVIDED IN THE AWARD.
- 34 (E) IF AN ARBITRATOR AWARDS PUNITIVE DAMAGES OR OTHER EXEMPLARY
- 35 RELIEF UNDER SUBSECTION (A) OF THIS SECTION, THE ARBITRATOR SHALL SPECIFY
- 36 IN THE AWARD THE BASIS IN FACT JUSTIFYING AND THE BASIS IN LAW
- 37 AUTHORIZING THE AWARD AND STATE SEPARATELY THE AMOUNT OF THE PUNITIVE
- 38 DAMAGES OR OTHER EXEMPLARY RELIEF.

### 1 3-2D-22. CONFIRMATION OF AWARD.

- 2 AFTER A PARTY TO AN ARBITRATION PROCEEDING RECEIVES NOTICE OF AN
- 3 AWARD, THE PARTY MAY MAKE A MOTION TO THE COURT FOR AN ORDER
- 4 CONFIRMING THE AWARD AT WHICH TIME THE COURT SHALL ISSUE A CONFIRMING
- 5 ORDER UNLESS THE AWARD IS MODIFIED OR CORRECTED PURSUANT TO § 3-2D-20
- 6 OR § 3-2D-24 OF THIS SUBTITLE OR IS VACATED PURSUANT TO § 3-2D-23 OF THIS
- 7 SUBTITLE.
- 8 3-2D-23. VACATING AWARD.
- 9 (A) UPON MOTION TO THE COURT BY A PARTY TO AN ARBITRATION
- 10 PROCEEDING, THE COURT SHALL VACATE AN AWARD MADE IN THE ARBITRATION
- 11 PROCEEDING IF:
- 12 (1) THE AWARD WAS PROCURED BY CORRUPTION, FRAUD, OR OTHER
- 13 UNDUE MEANS;
- 14 (2) THERE WAS:
- 15 (I) EVIDENT PARTIALITY BY AN ARBITRATOR APPOINTED AS A
- 16 NEUTRAL ARBITRATOR:
- 17 (II) CORRUPTION BY AN ARBITRATOR; OR
- 18 (III) MISCONDUCT BY AN ARBITRATOR PREJUDICING THE RIGHTS
- 19 OF A PARTY TO THE ARBITRATION PROCEEDING:
- 20 (3) AN ARBITRATOR REFUSED TO POSTPONE THE HEARING UPON
- 21 SHOWING OF SUFFICIENT CAUSE FOR POSTPONEMENT, REFUSED TO CONSIDER
- 22 EVIDENCE MATERIAL TO THE CONTROVERSY, OR OTHERWISE CONDUCTED THE
- 23 HEARING CONTRARY TO § 3-2D-15 OF THIS SUBTITLE, SO AS TO PREJUDICE
- 24 SUBSTANTIALLY THE RIGHTS OF A PARTY TO THE ARBITRATION PROCEEDING;
- 25 (4) AN ARBITRATOR EXCEEDED THE ARBITRATOR'S POWERS:
- 26 (5) THERE WAS NO AGREEMENT TO ARBITRATE, UNLESS THE PERSON
- 27 PARTICIPATED IN THE ARBITRATION PROCEEDING WITHOUT RAISING THE
- 28 OBJECTION UNDER § 3-2D-15(C) OF THIS SUBTITLE NOT LATER THAN THE
- 29 BEGINNING OF THE ARBITRATION HEARING; OR
- 30 (6) THE ARBITRATION WAS CONDUCTED WITHOUT PROPER NOTICE OF
- 31 THE INITIATION OF AN ARBITRATION AS REQUIRED IN § 3-2D-9 OF THIS SUBTITLE SO
- 32 AS TO PREJUDICE SUBSTANTIALLY THE RIGHTS OF A PARTY TO THE ARBITRATION
- 33 PROCEEDING.
- 34 (B) A MOTION UNDER THIS SECTION MUST BE FILED WITHIN 90 DAYS AFTER
- 35 THE MOVANT RECEIVES NOTICE OF THE AWARD PURSUANT TO § 3-2D-19 OF THIS
- 36 SUBTITLE OR WITHIN 90 DAYS AFTER THE MOVANT RECEIVES NOTICE OF A
- 37 MODIFIED OR CORRECTED AWARD PURSUANT TO § 3-2D-20 OF THIS SUBTITLE,

- 1 UNLESS THE MOVANT ALLEGES THAT THE AWARD WAS PROCURED BY CORRUPTION,
- 2 FRAUD, OR OTHER UNDUE MEANS, IN WHICH CASE THE MOTION MUST BE MADE
- 3 WITHIN 90 DAYS AFTER THE GROUND IS KNOWN OR BY THE EXERCISE OF
- 4 REASONABLE CARE WOULD HAVE BEEN KNOWN BY THE MOVANT.
- 5 (C) IF THE COURT VACATES AN AWARD ON A GROUND OTHER THAN THAT SET
- 6 FORTH IN SUBSECTION (A)(5) OF THIS SECTION, IT MAY ORDER A REHEARING. IF THE
- 7 AWARD IS VACATED ON A GROUND STATED IN SUBSECTION (A)(1) OR (2) OF THIS
- 8 SECTION, THE REHEARING MUST BE BEFORE A NEW ARBITRATOR. IF THE AWARD IS
- 9 VACATED ON A GROUND STATED IN SUBSECTION (A)(3), (4), OR (6) OF THIS SECTION.
- 10 THE REHEARING MAY BE BEFORE THE ARBITRATOR WHO MADE THE AWARD OR THE
- $11\,$  ARBITRATOR'S SUCCESSOR. THE ARBITRATOR MUST RENDER THE DECISION IN THE
- 12 REHEARING WITHIN THE SAME TIME AS THAT PROVIDED IN § 3-2D-19(B) OF THIS
- 13 SUBTITLE FOR AN AWARD.
- 14 (D) IF THE COURT DENIES A MOTION TO VACATE AN AWARD, IT SHALL
- 15 CONFIRM THE AWARD UNLESS A MOTION TO MODIFY OR CORRECT THE AWARD IS
- 16 PENDING.
- 17 3-2D-24. MODIFICATION OR CORRECTION OF AWARD.
- 18 (A) UPON MOTION MADE WITHIN 90 DAYS AFTER THE MOVANT RECEIVES
- 19 NOTICE OF THE AWARD PURSUANT TO § 3-2D-19 OF THIS SUBTITLE OR WITHIN 90
- 20 DAYS AFTER THE MOVANT RECEIVES NOTICE OF A MODIFIED OR CORRECTED
- 21 AWARD PURSUANT TO § 3-2D-20 OF THIS SUBTITLE, THE COURT SHALL MODIFY OR
- 22 CORRECT THE AWARD IF:
- 23 (1) THERE WAS AN EVIDENT MATHEMATICAL MISCALCULATION OR AN
- 24 EVIDENT MISTAKE IN THE DESCRIPTION OF A PERSON, THING, OR PROPERTY
- 25 REFERRED TO IN THE AWARD:
- 26 (2) THE ARBITRATOR HAS MADE AN AWARD ON A CLAIM NOT
- 27 SUBMITTED TO THE ARBITRATOR AND THE AWARD MAY BE CORRECTED WITHOUT
- 28 AFFECTING THE MERITS OF THE DECISION UPON THE CLAIMS SUBMITTED; OR
- 29 (3) THE AWARD IS IMPERFECT IN A MATTER OF FORM NOT AFFECTING
- 30 THE MERITS OF THE DECISION ON THE CLAIMS SUBMITTED.
- 31 (B) IF A MOTION MADE UNDER SUBSECTION (A) OF THIS SECTION IS
- 32 GRANTED, THE COURT SHALL MODIFY OR CORRECT AND CONFIRM THE AWARD AS
- 33 MODIFIED OR CORRECTED. OTHERWISE, UNLESS A MOTION TO VACATE IS PENDING,
- 34 THE COURT SHALL CONFIRM THE AWARD.
- 35 (C) A MOTION TO MODIFY OR CORRECT AN AWARD PURSUANT TO THIS
- 36 SECTION MAY BE JOINED WITH A MOTION TO VACATE THE AWARD.
- 37 3-2D-25. JUDGMENT ON AWARD; ATTORNEY'S FEES AND LITIGATION EXPENSES.
- 38 (A) UPON GRANTING AN ORDER CONFIRMING, VACATING WITHOUT
- 39 DIRECTING A REHEARING, MODIFYING, OR CORRECTING AN AWARD, THE COURT

- 1 SHALL ENTER A JUDGMENT IN CONFORMITY THEREWITH. THE JUDGMENT MAY BE
- 2 RECORDED, DOCKETED, AND ENFORCED AS ANY OTHER JUDGMENT IN A CIVIL
- 3 ACTION.
- 4 (B) A COURT MAY ALLOW REASONABLE COSTS OF THE MOTION AND
- 5 SUBSEQUENT JUDICIAL PROCEEDINGS.
- 6 (C) ON APPLICATION OF A PREVAILING PARTY TO A CONTESTED JUDICIAL
- 7 PROCEEDING UNDER § 3-2D-22, § 3-2D-23, OR § 3-2D-24, THE COURT MAY ADD
- 8 REASONABLE ATTORNEY'S FEES AND OTHER REASONABLE EXPENSES OF
- 9 LITIGATION INCURRED IN A JUDICIAL PROCEEDING AFTER THE AWARD IS MADE TO
- 10 A JUDGMENT CONFIRMING, VACATING WITHOUT DIRECTING A REHEARING,
- 11 MODIFYING, OR CORRECTING AN AWARD.
- 12 3-2D-26. JURISDICTION.
- 13 (A) A COURT OF THIS STATE HAVING JURISDICTION OVER THE CONTROVERSY
- 14 AND THE PARTIES MAY ENFORCE AN AGREEMENT TO ARBITRATE.
- 15 (B) AN AGREEMENT TO ARBITRATE PROVIDING FOR ARBITRATION IN THIS
- 16 STATE CONFERS EXCLUSIVE JURISDICTION ON THE COURT TO ENTER JUDGMENT ON
- 17 AN AWARD UNDER THIS SUBTITLE.
- 18 3-2D-27. VENUE.
- 19 A MOTION PURSUANT TO § 3-2D-5 OF THIS SUBTITLE MUST BE MADE IN THE
- 20 COURT OF THE COUNTY IN WHICH THE AGREEMENT TO ARBITRATE SPECIFIES THE
- 21 ARBITRATION HEARING IS TO BE HELD OR, IF THE HEARING HAS BEEN HELD, IN THE
- $22\,$  COURT OF THE COUNTY IN WHICH IT WAS HELD. OTHERWISE, THE MOTION MAY BE
- 23 MADE IN THE COURT OF ANY COUNTY IN WHICH AN ADVERSE PARTY RESIDES OR
- 24 HAS A PLACE OF BUSINESS OR, IF NO ADVERSE PARTY HAS A RESIDENCE OR PLACE
- $25\,$  OF BUSINESS IN THIS STATE, IN THE COURT OF ANY COUNTY IN THIS STATE. ALL
- 26 SUBSEQUENT MOTIONS MUST BE MADE IN THE COURT HEARING THE INITIAL
- 27 MOTION UNLESS THE COURT OTHERWISE DIRECTS.
- 28 3-2D-28. APPEALS.
- 29 (A) AN APPEAL MAY BE TAKEN FROM:
- 30 (1) AN ORDER DENYING A MOTION TO COMPEL ARBITRATION;
- 31 (2) AN ORDER GRANTING A MOTION TO STAY ARBITRATION;
- 32 (3) AN ORDER CONFIRMING OR DENYING CONFIRMATION OF AN AWARD:
- 33 (4) AN ORDER MODIFYING OR CORRECTING AN AWARD;
- 34 (5) AN ORDER VACATING AN AWARD WITHOUT DIRECTING A
- 35 REHEARING; OR
- 36 (6) A FINAL JUDGMENT ENTERED PURSUANT TO THIS SUBTITLE.

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- 1 (B) AN APPEAL UNDER THIS SECTION MUST BE TAKEN AS FROM AN ORDER OR 2 A JUDGMENT IN A CIVIL ACTION.
- 3 3-2D-29. UNIFORMITY OF APPLICATION AND CONSTRUCTION.
- 4 IN APPLYING AND CONSTRUING THIS SUBTITLE, CONSIDERATION MUST BE
- 5 GIVEN TO THE NEED TO PROMOTE UNIFORMITY OF THE LAW WITH RESPECT TO ITS
- 6 SUBJECT MATTER AMONG STATES THAT ENACT IT.
- 7 3-2D-30. RELATIONSHIP TO ELECTRONIC SIGNATURES IN GLOBAL AND NATIONAL
- 8 COMMERCE ACT.
- 9 THE PROVISIONS OF THIS SUBTITLE GOVERNING THE LEGAL EFFECT.
- 10 VALIDITY, AND ENFORCEABILITY OF ELECTRONIC RECORDS OR ELECTRONIC
- 11 SIGNATURES, AND OF CONTRACTS PERFORMED WITH THE USE OF SUCH RECORDS
- 12 OR SIGNATURES CONFORM TO THE REQUIREMENTS OF SECTION 102 OF THE
- 13 ELECTRONIC SIGNATURES IN GLOBAL AND NATIONAL COMMERCE ACT.
- 14 3-2D-31. SHORT TITLE.
- 15 THIS SUBTITLE MAY BE CITED AS THE REVISED UNIFORM ARBITRATION ACT.
- SECTION 2. AND BE IT FURTHER ENACTED, That, subject to § 3-2D-3(b)
- 17 and (c) of the Courts Article, as enacted by this Act, this Act shall be construed to
- 18 apply only prospectively and may not be applied or interpreted to have any effect on
- 19 or application to an action or proceeding commenced or right accrued before the
- 20 effective date of this Act.
- 21 SECTION 3. AND BE IT FURTHER ENACTED, That the catchlines contained
- 22 in this Act are not law and may not be considered to have been enacted as a part of
- 23 this Act.
- 24 SECTION 4. AND BE IT FURTHER ENACTED, That Section(s) 3-201 through
- 25 3-232 and 3-234 and the subtitle "Subtitle 2. Arbitration and Award" of Article -
- 26 Courts and Judicial Proceedings of the Annotated Code of Maryland be repealed.
- 27 SECTION 5. AND BE IT FURTHER ENACTED, That Section 4 of this Act shall
- 28 take effect October 1, 2006.
- 29 SECTION 6. AND BE IT FURTHER ENACTED, That, except as provided in
- 30 Section 4 of this Act, this Act shall take effect October 1, 2004.