D3 5lr2929

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

Introduced and read first time: February 17, 2005 Assigned to: Rules and Executive Nominations

## A BILL ENTITLED

I AN ACT CONCERNING	1	AN	ACT	concerning	
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ration Act
<b>,</b>

3	FOR the purpose of enacting the Revised Uniform Arbitration Act; reenacting and
4	revising certain provisions relating to the creation and implementation of
5	agreements to settle contractual disputes by means of arbitration; allowing a
6	court to order provisional remedies during the course of an arbitration before an
7	arbitrator is selected; allowing consolidation of separate arbitration proceedings;

- 8 allowing an award to be vacated because of an arbitrator's partiality; providing
- 9 arbitrators with immunity from civil liability; providing for a transition from
- the existing Uniform Arbitration Act to the Revised Uniform Arbitration Act for
- arbitration agreements entered into before the effective date of this Act;
- 12 providing a delayed effective date for the repeal of the existing Uniform
- Arbitration Act; providing for the construction of this Act; and generally relating
- to arbitration agreements and proceedings.

## 15 BY adding to

- 16 Article Courts and Judicial Proceedings
- 17 Section 3-2D-01 through 3-2D-31 to be under the new subtitle "Subtitle 2D.
- 18 Revised Uniform Arbitration Act"
- 19 Annotated Code of Maryland
- 20 (2002 Replacement Volume and 2004 Supplement)
- 21 BY repealing
- 22 Article Courts and Judicial Proceedings
- 23 Section 3-201 through 3-232 and 3-234 and the subtitle "Subtitle 2. Arbitration
- 24 and Award"
- 25 Annotated Code of Maryland
- 26 (2002 Replacement Volume and 2004 Supplement)

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

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

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#### **UNOFFICIAL COPY OF HOUSE BILL 1393**

## 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, 2005.
- 4 (B) THIS SUBTITLE GOVERNS AN AGREEMENT TO ARBITRATE MADE BEFORE
- 5 OCTOBER 1, 2005, 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, 2007, 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-18, § 3-2D-20(D) OR (E), § 3-2D-22, § 3-2D-23,
- 18 § 3-2D-24, § 3-2D-25(A) OR (B), § 3-2D-26, § 3-2D-28, § 3-2D-29, OR § 3-2D-30 OF THIS
- 19 SUBTITLE;
- 20 (2) AGREE TO UNREASONABLY RESTRICT THE RIGHT UNDER § 3-2D-09
- 21 OF THIS SUBTITLE TO NOTICE OF THE INITIATION OF AN ARBITRATION PROCEEDING;
- 22 (3) AGREE TO UNREASONABLY RESTRICT THE RIGHT UNDER § 3-2D-12
- 23 OF THIS SUBTITLE TO DISCLOSURE OF ANY FACTS BY A NEUTRAL ARBITRATOR; OR
- 24 (4) WAIVE THE RIGHT UNDER § 3-2D-16 OF THIS SUBTITLE OF A PARTY
- 25 TO AN AGREEMENT TO ARBITRATE TO BE REPRESENTED BY A LAWYER AT ANY
- 26 PROCEEDING OR HEARING UNDER THIS SUBTITLE, BUT AN EMPLOYER AND A LABOR
- 27 ORGANIZATION MAY WAIVE THE RIGHT TO REPRESENTATION BY A LAWYER IN A
- 28 LABOR ARBITRATION.
- 29 (C) A PARTY TO AN AGREEMENT TO ARBITRATE OR ARBITRATION
- 30 PROCEEDING MAY NOT WAIVE, OR THE PARTIES MAY NOT VARY THE EFFECT OF, THE
- 31 REQUIREMENTS OF THIS SECTION OR § 3-2D-03(A) OR (C), § 3-2D-07, § 3-2D-14, §
- 32 3-2D-18, § 3-2D-20(D) OR (E), § 3-2D-22, § 3-2D-23, § 3-2D-24, § 3-2D-25(A) OR (B), §
- 33 3-2D-29, § 3-2D-30, § 3-2D-31, OR § 3-2D-32 OF THIS SUBTITLE.
- 34 3-2D-05. APPLICATION FOR JUDICIAL RELIEF.
- 35 (A) EXCEPT AS OTHERWISE PROVIDED IN § 3-2D-28 OF THIS SUBTITLE, AN
- 36 APPLICATION FOR JUDICIAL RELIEF UNDER THIS SUBTITLE SHALL BE MADE BY

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

- 1 (2) IF THE COURT FINDS THAT THERE IS AN ENFORCEABLE AGREEMENT 2 TO ARBITRATE, IT SHALL ORDER THE PARTIES TO ARBITRATE.
- 3 (C) IF THE COURT FINDS THAT THERE IS NO ENFORCEABLE AGREEMENT, IT
- 4 MAY NOT UNDER SUBSECTION (A) OR (B) OF THIS SECTION ORDER THE PARTIES TO
- 5 ARBITRATE.
- 6 (D) THE COURT MAY NOT REFUSE TO ORDER ARBITRATION BECAUSE THE
- 7 CLAIM SUBJECT TO ARBITRATION LACKS MERIT OR GROUNDS FOR THE CLAIM HAVE
- 8 NOT BEEN ESTABLISHED.
- 9 (E) (1) IF A PROCEEDING INVOLVING A CLAIM REFERABLE TO ARBITRATION
- 10 UNDER AN ALLEGED AGREEMENT TO ARBITRATE IS PENDING IN COURT, A MOTION
- 11 UNDER THIS SECTION SHALL BE MADE IN THAT COURT.
- 12 (2) SUBJECT TO PARAGRAPH (1) OF THIS SUBSECTION, A MOTION UNDER
- 13 THIS SECTION MAY BE MADE IN ANY COURT AS PROVIDED IN § 3-2D-27 OF THIS
- 14 SUBTITLE.
- 15 (F) IF A PARTY MAKES A MOTION TO THE COURT TO ORDER ARBITRATION,
- 16 THE COURT ON JUST TERMS SHALL STAY ANY JUDICIAL PROCEEDING THAT
- 17 INVOLVES A CLAIM ALLEGED TO BE SUBJECT TO THE ARBITRATION UNTIL THE
- 18 COURT RENDERS A FINAL DECISION UNDER THIS SECTION.
- 19 (G) (1) IF THE COURT ORDERS ARBITRATION, THE COURT ON JUST TERMS
- 20 SHALL STAY ANY JUDICIAL PROCEEDING THAT INVOLVES A CLAIM SUBJECT TO THE
- 21 ARBITRATION.
- 22 (2) IF A CLAIM SUBJECT TO THE ARBITRATION IS SEVERABLE, THE
- 23 COURT MAY LIMIT THE STAY TO THAT CLAIM.
- 24 3-2D-08. PROVISIONAL REMEDIES.
- 25 (A) BEFORE AN ARBITRATOR IS APPOINTED AND IS AUTHORIZED AND ABLE
- 26 TO ACT, THE COURT, ON MOTION OF A PARTY TO AN ARBITRATION PROCEEDING AND
- 27 FOR GOOD CAUSE SHOWN, MAY ENTER AN ORDER FOR PROVISIONAL REMEDIES TO
- 28 PROTECT THE EFFECTIVENESS OF THE ARBITRATION PROCEEDING TO THE SAME
- 29 EXTENT AND UNDER THE SAME CONDITIONS AS IF THE CONTROVERSY WERE THE
- 30 SUBJECT OF A CIVIL ACTION.
- 31 (B) AFTER AN ARBITRATOR IS APPOINTED AND IS AUTHORIZED AND ABLE TO
- 32 ACT:
- 33 (1) THE ARBITRATOR MAY ISSUE ORDERS FOR PROVISIONAL REMEDIES.
- 34 INCLUDING INTERIM AWARDS, AS THE ARBITRATOR FINDS NECESSARY TO PROTECT
- 35 THE EFFECTIVENESS OF THE ARBITRATION PROCEEDING AND TO PROMOTE THE
- 36 FAIR AND EXPEDITIOUS RESOLUTION OF THE CONTROVERSY, TO THE SAME EXTENT
- 37 AND UNDER THE SAME CONDITIONS AS IF THE CONTROVERSY WERE THE SUBJECT
- 38 OF A CIVIL ACTION; AND

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

- 1 (B) THE COURT MAY ORDER CONSOLIDATION OF SEPARATE ARBITRATION
- 2 PROCEEDINGS AS TO SOME CLAIMS AND ALLOW OTHER CLAIMS TO BE RESOLVED IN
- 3 SEPARATE ARBITRATION PROCEEDINGS.
- 4 (C) THE COURT MAY NOT ORDER CONSOLIDATION OF THE CLAIMS OF A PARTY
- 5 TO AN AGREEMENT TO ARBITRATE IF THE AGREEMENT PROHIBITS CONSOLIDATION.
- 6 3-2D-11. APPOINTMENT OF ARBITRATOR; SERVICE AS A NEUTRAL ARBITRATOR.
- 7 (A) (1) IF THE PARTIES TO AN AGREEMENT TO ARBITRATE AGREE ON A
- 8 METHOD FOR APPOINTING AN ARBITRATOR, THAT METHOD SHALL BE FOLLOWED,
- 9 UNLESS THE METHOD FAILS.
- 10 (2) (I) IF THE PARTIES HAVE NOT AGREED ON A METHOD, THE
- 11 AGREED METHOD FAILS, OR AN ARBITRATOR APPOINTED FAILS OR IS UNABLE TO
- 12 ACT AND A SUCCESSOR HAS NOT BEEN APPOINTED, THE COURT, ON MOTION OF A
- 13 PARTY TO THE ARBITRATION PROCEEDING, SHALL APPOINT THE ARBITRATOR.
- 14 (II) AN ARBITRATOR SO APPOINTED HAS ALL THE POWERS OF AN
- 15 ARBITRATOR DESIGNATED IN THE AGREEMENT TO ARBITRATE OR APPOINTED
- 16 PURSUANT TO THE AGREED METHOD.
- 17 (B) AN INDIVIDUAL WHO HAS A KNOWN, DIRECT, AND MATERIAL INTEREST IN
- 18 THE OUTCOME OF THE ARBITRATION PROCEEDING OR A KNOWN, EXISTING, AND
- 19 SUBSTANTIAL RELATIONSHIP WITH A PARTY MAY NOT SERVE AS AN ARBITRATOR
- 20 REQUIRED BY AN AGREEMENT TO BE NEUTRAL.
- 21 3-2D-12. DISCLOSURE BY ARBITRATOR.
- 22 (A) BEFORE ACCEPTING APPOINTMENT, AN INDIVIDUAL WHO IS REQUESTED
- 23 TO SERVE AS AN ARBITRATOR, AFTER MAKING A REASONABLE INQUIRY, SHALL
- 24 DISCLOSE TO ALL PARTIES TO THE AGREEMENT TO ARBITRATE AND ARBITRATION
- 25 PROCEEDING AND TO ANY OTHER ARBITRATORS ANY KNOWN FACTS THAT A
- 26 REASONABLE PERSON WOULD CONSIDER LIKELY TO AFFECT THE IMPARTIALITY OF
- 27 THE ARBITRATOR IN THE ARBITRATION PROCEEDING, INCLUDING:
- 28 (1) A FINANCIAL OR PERSONAL INTEREST IN THE OUTCOME OF THE
- 29 ARBITRATION PROCEEDING; AND
- 30 (2) AN EXISTING OR PAST RELATIONSHIP WITH ANY OF THE PARTIES TO
- 31 THE AGREEMENT TO ARBITRATE OR THE ARBITRATION PROCEEDING, THEIR
- 32 COUNSEL OR REPRESENTATIVES, A WITNESS, OR ANOTHER ARBITRATOR.
- 33 (B) AN ARBITRATOR HAS A CONTINUING OBLIGATION TO DISCLOSE TO ALL
- 34 PARTIES TO THE AGREEMENT TO ARBITRATE AND ARBITRATION PROCEEDING AND
- 35 TO ANY OTHER ARBITRATORS ANY FACTS THAT THE ARBITRATOR LEARNS AFTER
- 36 ACCEPTING APPOINTMENT WHICH A REASONABLE PERSON WOULD CONSIDER
- 37 LIKELY TO AFFECT THE IMPARTIALITY OF THE ARBITRATOR.

- 1 (C) IF AN ARBITRATOR DISCLOSES A FACT REQUIRED BY SUBSECTION (A) OR
- 2 (B) OF THIS SECTION TO BE DISCLOSED AND A PARTY TIMELY OBJECTS TO THE
- 3 APPOINTMENT OR CONTINUED SERVICE OF THE ARBITRATOR BASED ON THE FACT
- 4 DISCLOSED, THE OBJECTION MAY BE A GROUND UNDER § 3-2D-23(A)(2) OF THIS
- 5 SUBTITLE FOR VACATING AN AWARD MADE BY THE ARBITRATOR.
- 6 (D) IF THE ARBITRATOR DID NOT DISCLOSE A FACT AS REQUIRED BY
- 7 SUBSECTION (A) OR (B) OF THIS SECTION, ON TIMELY OBJECTION BY A PARTY, THE
- 8 COURT UNDER § 3-2D-23(A)(2) OF THIS SUBTITLE MAY VACATE AN AWARD.
- 9 (E) AN ARBITRATOR APPOINTED AS A NEUTRAL ARBITRATOR WHO DOES NOT
- 10 DISCLOSE A KNOWN, DIRECT, AND MATERIAL INTEREST IN THE OUTCOME OF THE
- 11 ARBITRATION PROCEEDING OR A KNOWN, EXISTING, AND SUBSTANTIAL
- 12 RELATIONSHIP WITH A PARTY IS PRESUMED TO ACT WITH EVIDENT PARTIALITY
- 13 UNDER § 3-2D-23(A)(2) OF THIS SUBTITLE.
- 14 (F) IF THE PARTIES TO AN ARBITRATION PROCEEDING AGREE TO THE
- 15 PROCEDURES OF AN ARBITRATION ORGANIZATION OR ANY OTHER PROCEDURES FOR
- 16 CHALLENGES TO ARBITRATORS BEFORE AN AWARD IS MADE, SUBSTANTIAL
- 17 COMPLIANCE WITH THOSE PROCEDURES IS A CONDITION PRECEDENT TO A MOTION
- 18 TO VACATE AN AWARD ON THAT GROUND UNDER § 3-2D-23(A)(2) OF THIS SUBTITLE.
- 19 3-2D-13. ACTION BY MAJORITY.
- 20 IF THERE IS MORE THAN ONE ARBITRATOR, THE POWERS OF AN ARBITRATOR
- 21 SHALL BE EXERCISED BY A MAJORITY OF THE ARBITRATORS, BUT ALL OF THEM
- 22 SHALL CONDUCT THE HEARING UNDER § 3-2D-15(C) OF THIS SUBTITLE.
- 23 3-2D-14. IMMUNITY OF ARBITRATOR; COMPETENCY TO TESTIFY; ATTORNEY'S FEES
- 24 AND COSTS.
- 25 (A) AN ARBITRATOR OR AN ARBITRATION ORGANIZATION ACTING IN THAT
- 26 CAPACITY IS IMMUNE FROM CIVIL LIABILITY TO THE SAME EXTENT AS A JUDGE OF A
- 27 COURT OF THIS STATE ACTING IN A JUDICIAL CAPACITY.
- 28 (B) THE IMMUNITY AFFORDED BY THIS SECTION SUPPLEMENTS ANY
- 29 IMMUNITY UNDER OTHER LAW.
- 30 (C) THE FAILURE OF AN ARBITRATOR TO MAKE A DISCLOSURE REQUIRED BY §
- 31 3-2D-12 OF THIS SUBTITLE DOES NOT CAUSE ANY LOSS OF IMMUNITY UNDER THIS
- 32 SECTION.
- 33 (D) (1) IN A JUDICIAL, ADMINISTRATIVE, OR SIMILAR PROCEEDING, AN
- 34 ARBITRATOR OR REPRESENTATIVE OF AN ARBITRATION ORGANIZATION IS NOT
- 35 COMPETENT TO TESTIFY, AND MAY NOT BE REQUIRED TO PRODUCE RECORDS AS TO
- 36 ANY STATEMENT, CONDUCT, DECISION, OR RULING OCCURRING DURING THE
- 37 ARBITRATION PROCEEDING, TO THE SAME EXTENT AS A JUDGE OF A COURT OF THIS
- 38 STATE ACTING IN A JUDICIAL CAPACITY.
- 39 (2) THIS SUBSECTION DOES NOT APPLY:

- 1 (I) TO THE EXTENT NECESSARY TO DETERMINE THE CLAIM OF AN
- 2 ARBITRATOR, ARBITRATION ORGANIZATION, OR REPRESENTATIVE OF THE
- 3 ARBITRATION ORGANIZATION AGAINST A PARTY TO THE ARBITRATION PROCEEDING;
- 4 OR
- 5 (II) TO A HEARING ON A MOTION TO VACATE AN AWARD UNDER §
- 6 3-2D-23(A)(1) OR (2) OF THIS SUBTITLE IF THE MOVANT ESTABLISHES PRIMA FACIE
- 7 THAT A GROUND FOR VACATING THE AWARD EXISTS.
- 8 (E) IF A PERSON COMMENCES A CIVIL ACTION AGAINST AN ARBITRATOR.
- 9 ARBITRATION ORGANIZATION, OR REPRESENTATIVE OF AN ARBITRATION
- 10 ORGANIZATION ARISING FROM THE SERVICES OF THE ARBITRATOR, ORGANIZATION,
- 11 OR REPRESENTATIVE OR IF A PERSON SEEKS TO COMPEL AN ARBITRATOR OR A
- 12 REPRESENTATIVE OF AN ARBITRATION ORGANIZATION TO TESTIFY OR PRODUCE
- 13 RECORDS IN VIOLATION OF SUBSECTION (D) OF THIS SECTION, AND THE COURT
- 14 DECIDES THAT THE ARBITRATOR, ARBITRATION ORGANIZATION, OR
- 15 REPRESENTATIVE OF AN ARBITRATION ORGANIZATION IS IMMUNE FROM CIVIL
- 16 LIABILITY OR THAT THE ARBITRATOR OR REPRESENTATIVE OF THE ORGANIZATION
- 17 IS NOT COMPETENT TO TESTIFY, THE COURT SHALL AWARD TO THE ARBITRATOR,
- 18 ORGANIZATION, OR REPRESENTATIVE REASONABLE ATTORNEY'S FEES AND OTHER
- 19 REASONABLE EXPENSES OF LITIGATION.
- 20 3-2D-15. ARBITRATION PROCESS.
- 21 (A) (1) AN ARBITRATOR MAY CONDUCT AN ARBITRATION IN SUCH MANNER
- 22 AS THE ARBITRATOR CONSIDERS APPROPRIATE FOR A FAIR AND EXPEDITIOUS
- 23 DISPOSITION OF THE PROCEEDING.
- 24 (2) THE AUTHORITY CONFERRED ON THE ARBITRATOR INCLUDES THE
- 25 POWER TO HOLD CONFERENCES WITH THE PARTIES TO THE ARBITRATION
- 26 PROCEEDING BEFORE THE HEARING AND, AMONG OTHER MATTERS, DETERMINE
- 27 THE ADMISSIBILITY, RELEVANCE, MATERIALITY AND WEIGHT OF ANY EVIDENCE.
- 28 (B) AN ARBITRATOR MAY DECIDE A REQUEST FOR SUMMARY DISPOSITION OF
- 29 A CLAIM OR PARTICULAR ISSUE:
- 30 (1) IF ALL INTERESTED PARTIES AGREE; OR
- 31 (2) ON REQUEST OF ONE PARTY TO THE ARBITRATION PROCEEDING, IF
- 32 THAT PARTY GIVES NOTICE TO ALL OTHER PARTIES TO THE PROCEEDING, AND THE
- 33 OTHER PARTIES HAVE A REASONABLE OPPORTUNITY TO RESPOND.
- 34 (C) (1) IF AN ARBITRATOR ORDERS A HEARING, THE ARBITRATOR SHALL
- 35 SET A TIME AND PLACE AND GIVE NOTICE OF THE HEARING NOT LESS THAN 5 DAYS
- 36 BEFORE THE HEARING BEGINS.
- 37 (2) UNLESS A PARTY TO THE ARBITRATION PROCEEDING MAKES AN
- 38 OBJECTION TO LACK OR INSUFFICIENCY OF NOTICE NOT LATER THAN THE
- 39 BEGINNING OF THE HEARING, THE PARTY'S APPEARANCE AT THE HEARING WAIVES
- 40 THE OBJECTION.

- 1 ON REQUEST OF A PARTY TO THE ARBITRATION PROCEEDING AND
- 2 FOR GOOD CAUSE SHOWN, OR UPON THE ARBITRATOR'S OWN INITIATIVE, THE
- 3 ARBITRATOR MAY ADJOURN THE HEARING FROM TIME TO TIME AS NECESSARY BUT
- 4 MAY NOT POSTPONE THE HEARING TO A TIME LATER THAN THAT FIXED BY THE
- 5 AGREEMENT TO ARBITRATE FOR MAKING THE AWARD UNLESS THE PARTIES TO THE
- 6 ARBITRATION PROCEEDING CONSENT TO A LATER DATE.
- 7 (4) THE ARBITRATOR MAY HEAR AND DECIDE THE CONTROVERSY ON
- 8 THE EVIDENCE PRODUCED ALTHOUGH A PARTY WHO WAS DULY NOTIFIED OF THE
- 9 ARBITRATION PROCEEDING DID NOT APPEAR.
- 10 (5) THE COURT, ON REQUEST, MAY DIRECT THE ARBITRATOR TO
- 11 CONDUCT THE HEARING PROMPTLY AND RENDER A TIMELY DECISION.
- 12 (D) AT A HEARING UNDER SUBSECTION (C) OF THIS SECTION, A PARTY TO THE
- 13 ARBITRATION PROCEEDING HAS A RIGHT TO BE HEARD, TO PRESENT EVIDENCE
- 14 MATERIAL TO THE CONTROVERSY, AND TO CROSS-EXAMINE WITNESSES APPEARING
- 15 AT THE HEARING.
- 16 (E) IF AN ARBITRATOR CEASES OR IS UNABLE TO ACT DURING THE
- 17 ARBITRATION PROCEEDING, A REPLACEMENT ARBITRATOR SHALL BE APPOINTED IN
- 18 ACCORDANCE WITH § 3-2D-11 OF THIS SUBTITLE TO CONTINUE THE PROCEEDING
- 19 AND TO RESOLVE THE CONTROVERSY.
- 20 3-2D-16. REPRESENTATION BY LAWYER.
- 21 A PARTY TO AN ARBITRATION PROCEEDING MAY BE REPRESENTED BY A
- 22 LAWYER.
- 23 3-2D-17. WITNESSES; SUBPOENAS; DEPOSITIONS; DISCOVERY.
- 24 (A) (1) AN ARBITRATOR MAY ISSUE A SUBPOENA FOR THE ATTENDANCE OF
- 25 A WITNESS AND FOR THE PRODUCTION OF RECORDS AND OTHER EVIDENCE AT ANY
- 26 HEARING AND MAY ADMINISTER OATHS.
- 27 (2) A SUBPOENA SHALL BE SERVED IN THE MANNER FOR SERVICE OF
- 28 SUBPOENAS IN A CIVIL ACTION AND, ON MOTION TO THE COURT BY A PARTY TO THE
- 29 ARBITRATION PROCEEDING OR THE ARBITRATOR, ENFORCED IN THE MANNER FOR
- 30 ENFORCEMENT OF SUBPOENAS IN A CIVIL ACTION.
- 31 (B) (1) IN ORDER TO MAKE THE PROCEEDINGS FAIR, EXPEDITIOUS, AND
- 32 COST EFFECTIVE, ON REQUEST OF A PARTY TO OR A WITNESS IN AN ARBITRATION
- 33 PROCEEDING, AN ARBITRATOR MAY PERMIT A DEPOSITION OF ANY WITNESS TO BE
- 34 TAKEN FOR USE AS EVIDENCE AT THE HEARING, INCLUDING A WITNESS WHO
- 35 CANNOT BE SUBPOENAED FOR OR IS UNABLE TO ATTEND A HEARING.
- 36 (2) THE ARBITRATOR SHALL DETERMINE THE CONDITIONS UNDER
- 37 WHICH THE DEPOSITION IS TAKEN.

- 1 (C) AN ARBITRATOR MAY PERMIT SUCH DISCOVERY AS THE ARBITRATOR
- 2 DECIDES IS APPROPRIATE IN THE CIRCUMSTANCES, TAKING INTO ACCOUNT THE
- 3 NEEDS OF THE PARTIES TO THE ARBITRATION PROCEEDING AND OTHER AFFECTED
- 4 PERSONS AND THE DESIRABILITY OF MAKING THE PROCEEDING FAIR, EXPEDITIOUS,
- 5 AND COST EFFECTIVE.
- 6 (D) IF AN ARBITRATOR PERMITS DISCOVERY UNDER SUBSECTION (C) OF THIS
- 7 SECTION, THE ARBITRATOR MAY ORDER A PARTY TO THE ARBITRATION PROCEEDING
- 8 TO COMPLY WITH THE ARBITRATOR'S DISCOVERY-RELATED ORDERS, ISSUE
- 9 SUBPOENAS FOR THE ATTENDANCE OF A WITNESS AND FOR THE PRODUCTION OF
- 10 RECORDS AND OTHER EVIDENCE AT A DISCOVERY PROCEEDING, AND TAKE ACTION
- 11 AGAINST A NONCOMPLYING PARTY TO THE EXTENT A COURT COULD IF THE
- 12 CONTROVERSY WERE THE SUBJECT OF A CIVIL ACTION IN THIS STATE.
- 13 (E) AN ARBITRATOR MAY ISSUE A PROTECTIVE ORDER TO PREVENT THE
- 14 DISCLOSURE OF PRIVILEGED INFORMATION, CONFIDENTIAL INFORMATION, TRADE
- 15 SECRETS, AND OTHER INFORMATION PROTECTED FROM DISCLOSURE TO THE
- 16 EXTENT A COURT COULD IF THE CONTROVERSY WERE THE SUBJECT OF A CIVIL
- 17 ACTION IN THIS STATE.
- 18 (F) ALL LAWS COMPELLING A PERSON UNDER SUBPOENA TO TESTIFY AND
- 19 ALL FEES FOR ATTENDING A JUDICIAL PROCEEDING, A DEPOSITION, OR A
- 20 DISCOVERY PROCEEDING AS A WITNESS APPLY TO AN ARBITRATION PROCEEDING AS
- 21 IF THE CONTROVERSY WERE THE SUBJECT OF A CIVIL ACTION IN THIS STATE.
- 22 (G) (1) THE COURT MAY ENFORCE A SUBPOENA OR DISCOVERY-RELATED
- 23 ORDER FOR THE ATTENDANCE OF A WITNESS WITHIN THIS STATE AND FOR THE
- 24 PRODUCTION OF RECORDS AND OTHER EVIDENCE ISSUED BY AN ARBITRATOR IN
- 25 CONNECTION WITH AN ARBITRATION PROCEEDING IN ANOTHER STATE ON
- 26 CONDITIONS DETERMINED BY THE COURT SO AS TO MAKE THE ARBITRATION
- 27 PROCEEDING FAIR, EXPEDITIOUS, AND COST EFFECTIVE.
- 28 (2) A SUBPOENA OR DISCOVERY-RELATED ORDER ISSUED BY AN
- 29 ARBITRATOR IN ANOTHER STATE SHALL BE SERVED IN THE MANNER PROVIDED BY
- 30 LAW FOR SERVICE OF SUBPOENAS IN A CIVIL ACTION IN THIS STATE AND, ON
- 31 MOTION TO THE COURT BY A PARTY TO THE ARBITRATION PROCEEDING OR THE
- 32 ARBITRATOR, ENFORCED IN THE MANNER PROVIDED BY LAW FOR ENFORCEMENT OF
- 33 SUBPOENAS IN A CIVIL ACTION IN THIS STATE.
- 34 3-2D-18. JUDICIAL ENFORCEMENT OF PRE-AWARD RULING BY ARBITRATOR.
- 35 (A) IF AN ARBITRATOR MAKES A PRE-AWARD RULING IN FAVOR OF A PARTY
- 36 TO THE ARBITRATION PROCEEDING, THE PARTY MAY REQUEST THE ARBITRATOR TO
- 37 INCORPORATE THE RULING INTO AN AWARD UNDER § 3-2D-19 OF THIS SUBTITLE.
- 38 (B) (1) A PREVAILING PARTY MAY MAKE A MOTION TO THE COURT FOR AN
- 39 EXPEDITED ORDER TO CONFIRM THE AWARD UNDER § 3-2D-22 OF THIS SUBTITLE, IN
- 40 WHICH CASE THE COURT SHALL SUMMARILY DECIDE THE MOTION.

- 1 (2) THE COURT SHALL ISSUE AN ORDER TO CONFIRM THE AWARD
- 2 UNLESS THE COURT VACATES, MODIFIES, OR CORRECTS THE AWARD UNDER §
- 3 3-2D-23 OR § 3-2D-24 OF THIS SUBTITLE.
- 4 3-2D-19. AWARD.
- 5 (A) (1) AN ARBITRATOR SHALL MAKE A RECORD OF AN AWARD.
- 6 (2) THE RECORD SHALL BE SIGNED OR OTHERWISE AUTHENTICATED BY 7 ANY ARBITRATOR WHO CONCURS WITH THE AWARD.
- 8 (3) THE ARBITRATOR OR THE ARBITRATION ORGANIZATION SHALL GIVE 9 NOTICE OF THE AWARD, INCLUDING A COPY OF THE AWARD, TO EACH PARTY TO THE 10 ARBITRATION PROCEEDING.
- 11 (B) (1) AN AWARD SHALL BE MADE WITHIN THE TIME SPECIFIED BY THE
- 12 AGREEMENT TO ARBITRATE OR, IF NOT SPECIFIED THEREIN, WITHIN THE TIME
- 13 ORDERED BY THE COURT.
- 14 (2) (I) THE COURT MAY EXTEND OR THE PARTIES TO THE
- 15 ARBITRATION PROCEEDING MAY AGREE IN A RECORD TO EXTEND THE TIME.
- 16 (II) THE COURT OR THE PARTIES MAY DO SO WITHIN OR AFTER THE 17 TIME SPECIFIED OR ORDERED.
- 18 (3) A PARTY WAIVES ANY OBJECTION THAT AN AWARD WAS NOT TIMELY
- 19 MADE UNLESS THE PARTY GIVES NOTICE OF THE OBJECTION TO THE ARBITRATOR
- 20 BEFORE RECEIVING NOTICE OF THE AWARD.
- 21 3-2D-20. CHANGE OF AWARD BY ARBITRATOR.
- 22 (A) ON MOTION TO AN ARBITRATOR BY A PARTY TO AN ARBITRATION
- 23 PROCEEDING, THE ARBITRATOR MAY MODIFY OR CORRECT AN AWARD:
- 24 (1) ON A GROUND STATED IN § 3-2D-24(A)(1) OR (3) OF THIS SUBTITLE;
- 25 (2) BECAUSE THE ARBITRATOR HAS NOT MADE A FINAL AND DEFINITE
- 26 AWARD ON A CLAIM SUBMITTED BY THE PARTIES TO THE ARBITRATION
- 27 PROCEEDING; OR
- 28 (3) TO CLARIFY THE AWARD.
- 29 (B) A MOTION UNDER SUBSECTION (A) OF THIS SECTION SHALL BE MADE AND
- 30 NOTICE GIVEN TO ALL PARTIES WITHIN 20 DAYS AFTER THE MOVANT RECEIVES
- 31 NOTICE OF THE AWARD.
- 32 (C) A PARTY TO THE ARBITRATION PROCEEDING SHALL GIVE NOTICE OF ANY
- 33 OBJECTION TO THE MOTION WITHIN 10 DAYS AFTER RECEIPT OF THE NOTICE.

- 13 **UNOFFICIAL COPY OF HOUSE BILL 1393** (D) IF A MOTION TO THE COURT IS PENDING UNDER § 3-2D-22, § 3-2D-23, OR § 1 2 3-2D-24 OF THIS SUBTITLE. THE COURT MAY SUBMIT THE CLAIM TO THE 3 ARBITRATOR TO CONSIDER WHETHER TO MODIFY OR CORRECT THE AWARD: ON A GROUND STATED IN § 3-2D-24(A)(1) OR (3) OF THIS SUBTITLE; 4 (1) BECAUSE THE ARBITRATOR HAS NOT MADE A FINAL AND DEFINITE (2) 6 AWARD ON A CLAIM SUBMITTED BY THE PARTIES TO THE ARBITRATION 7 PROCEEDING; OR 8 TO CLARIFY THE AWARD. (3) AN AWARD MODIFIED OR CORRECTED IN ACCORDANCE WITH THIS 10 SECTION IS SUBJECT TO §§ 3-2D-19(A), 3-2D-22, 3-2D-23, AND 3-2D-24 OF THIS 11 SUBTITLE. 12 3-2D-21. FEES AND EXPENSES OF ARBITRATION PROCEEDING. AN ARBITRATOR'S EXPENSES AND FEES, TOGETHER WITH OTHER EXPENSES, 13 14 SHALL BE PAID AS PROVIDED IN THE AWARD. 15 3-2D-22. CONFIRMATION OF AWARD. AFTER A PARTY TO AN ARBITRATION PROCEEDING RECEIVES NOTICE OF AN 17 AWARD. THE PARTY MAY MAKE A MOTION TO THE COURT FOR AN ORDER 18 CONFIRMING THE AWARD AT WHICH TIME THE COURT SHALL ISSUE A CONFIRMING 19 ORDER UNLESS THE AWARD IS MODIFIED OR CORRECTED IN ACCORDANCE WITH § 20 3-2D-20 OR § 3-2D-24 OF THIS SUBTITLE OR IS VACATED IN ACCORDANCE WITH § 21 3-2D-23 OF THIS SUBTITLE. 22 3-2D-23. VACATING AWARD. ON MOTION TO THE COURT BY A PARTY TO AN ARBITRATION 23 24 PROCEEDING, THE COURT SHALL VACATE AN AWARD MADE IN THE ARBITRATION 25 PROCEEDING IF: THE AWARD WAS PROCURED BY CORRUPTION, FRAUD, OR OTHER (1) 26 27 UNDUE MEANS; 28 (2) THERE WAS: 29 EVIDENT PARTIALITY BY AN ARBITRATOR APPOINTED AS A 30 NEUTRAL ARBITRATOR; 31 (II)CORRUPTION BY AN ARBITRATOR; OR
- (III)MISCONDUCT BY AN ARBITRATOR PREJUDICING THE RIGHTS 32 33 OF A PARTY TO THE ARBITRATION PROCEEDING:
- AN ARBITRATOR REFUSED TO POSTPONE THE HEARING ON 34 35 SHOWING OF SUFFICIENT CAUSE FOR POSTPONEMENT, REFUSED TO CONSIDER

- 1 EVIDENCE MATERIAL TO THE CONTROVERSY, OR OTHERWISE CONDUCTED THE
- 2 HEARING CONTRARY TO § 3-2D-15 OF THIS SUBTITLE, SO AS TO PREJUDICE
- 3 SUBSTANTIALLY THE RIGHTS OF A PARTY TO THE ARBITRATION PROCEEDING;
- 4 (4) AN ARBITRATOR EXCEEDED THE ARBITRATOR'S POWERS;
- 5 (5) THERE WAS NO AGREEMENT TO ARBITRATE, UNLESS THE PERSON
- 6 PARTICIPATED IN THE ARBITRATION PROCEEDING WITHOUT RAISING THE
- 7 OBJECTION UNDER § 3-2D-15(C) OF THIS SUBTITLE NOT LATER THAN THE
- 8 BEGINNING OF THE ARBITRATION HEARING; OR
- 9 (6) THE ARBITRATION WAS CONDUCTED WITHOUT PROPER NOTICE OF
- 10 THE INITIATION OF AN ARBITRATION AS REQUIRED IN § 3-2D-9 OF THIS SUBTITLE SO
- 11 AS TO PREJUDICE SUBSTANTIALLY THE RIGHTS OF A PARTY TO THE ARBITRATION
- 12 PROCEEDING.
- 13 (B) A MOTION UNDER THIS SECTION SHALL BE FILED WITHIN 90 DAYS AFTER
- 14 THE MOVANT RECEIVES NOTICE OF THE AWARD IN ACCORDANCE WITH § 3-2D-19 OF
- 15 THIS SUBTITLE OR WITHIN 90 DAYS AFTER THE MOVANT RECEIVES NOTICE OF A
- 16 MODIFIED OR CORRECTED AWARD IN ACCORDANCE WITH § 3-2D-20 OF THIS
- 17 SUBTITLE, UNLESS THE MOVANT ALLEGES THAT THE AWARD WAS PROCURED BY
- 18 CORRUPTION, FRAUD, OR OTHER UNDUE MEANS, IN WHICH CASE THE MOTION
- 19 SHALL BE MADE WITHIN 90 DAYS AFTER THE GROUND IS KNOWN OR BY THE
- 20 EXERCISE OF REASONABLE CARE WOULD HAVE BEEN KNOWN BY THE MOVANT.
- 21 (C) (1) IF THE COURT VACATES AN AWARD ON A GROUND OTHER THAN
- 22 THAT SET FORTH IN SUBSECTION (A)(5) OF THIS SECTION, IT MAY ORDER A
- 23 REHEARING.
- 24 (2) IF THE AWARD IS VACATED ON A GROUND STATED IN SUBSECTION
- 25 (A)(1) OR (2) OF THIS SECTION, THE REHEARING SHALL BE BEFORE A NEW
- 26 ARBITRATOR.
- 27 (3) IF THE AWARD IS VACATED ON A GROUND STATED IN SUBSECTION
- 28 (A)(3), (4), OR (6) OF THIS SECTION, THE REHEARING MAY BE BEFORE THE
- 29 ARBITRATOR WHO MADE THE AWARD OR THE ARBITRATOR'S SUCCESSOR.
- 30 (4) THE ARBITRATOR SHALL RENDER THE DECISION IN THE REHEARING
- 31 WITHIN THE SAME TIME AS THAT PROVIDED IN § 3-2D-19(B) OF THIS SUBTITLE FOR
- 32 AN AWARD.
- 33 (D) IF THE COURT DENIES A MOTION TO VACATE AN AWARD, IT SHALL
- 34 CONFIRM THE AWARD UNLESS A MOTION TO MODIFY OR CORRECT THE AWARD IS
- 35 PENDING.
- 36 (E) THE FACT THAT A COURT COULD NOT GRANT A REMEDY GIVEN BY AN
- 37 ARBITRATOR IN A COURT OF LAW IS NOT A GROUND FOR REFUSING TO CONFIRM AN
- 38 AWARD IN ACCORDANCE WITH § 3-2D-22 OF THIS SUBTITLE OR FOR VACATING AN
- 39 AWARD IN ACCORDANCE WITH § 3-2D-23 OF THIS SUBTITLE, AND AN ARBITRATOR

- 1 MAY ORDER REMEDIES THAT THE ARBITRATOR CONSIDERS JUST AND APPROPRIATE
- 2 UNDER THE CIRCUMSTANCES OF THE ARBITRATION PROCEEDING.
- 3 3-2D-24. MODIFICATION OR CORRECTION OF AWARD.
- 4 (A) ON MOTION MADE WITHIN 90 DAYS AFTER THE MOVANT RECEIVES
- 5 NOTICE OF THE AWARD IN ACCORDANCE WITH § 3-2D-19 OF THIS SUBTITLE OR
- 6 WITHIN 90 DAYS AFTER THE MOVANT RECEIVES NOTICE OF A MODIFIED OR
- 7 CORRECTED AWARD IN ACCORDANCE WITH § 3-2D-20 OF THIS SUBTITLE, THE COURT
- 8 SHALL MODIFY OR CORRECT THE AWARD IF:
- 9 (1) THERE WAS AN EVIDENT MATHEMATICAL MISCALCULATION OR AN
- 10 EVIDENT MISTAKE IN THE DESCRIPTION OF A PERSON, THING, OR PROPERTY
- 11 REFERRED TO IN THE AWARD;
- 12 (2) THE ARBITRATOR HAS MADE AN AWARD ON A CLAIM NOT
- 13 SUBMITTED TO THE ARBITRATOR AND THE AWARD MAY BE CORRECTED WITHOUT
- 14 AFFECTING THE MERITS OF THE DECISION ON THE CLAIMS SUBMITTED; OR
- 15 (3) THE AWARD IS IMPERFECT IN A MATTER OF FORM NOT AFFECTING
- 16 THE MERITS OF THE DECISION ON THE CLAIMS SUBMITTED.
- 17 (B) (1) IF A MOTION MADE UNDER SUBSECTION (A) OF THIS SECTION IS
- 18 GRANTED, THE COURT SHALL MODIFY OR CORRECT AND CONFIRM THE AWARD AS
- 19 MODIFIED OR CORRECTED.
- 20 (2) SUBJECT TO PARAGRAPH (1) OF THIS SUBSECTION, UNLESS A
- 21 MOTION TO VACATE IS PENDING, THE COURT SHALL CONFIRM THE AWARD.
- 22 (C) A MOTION TO MODIFY OR CORRECT AN AWARD IN ACCORDANCE WITH
- 23 THIS SECTION MAY BE JOINED WITH A MOTION TO VACATE THE AWARD.
- 24 3-2D-25. JUDGMENT ON AWARD; ATTORNEY'S FEES AND LITIGATION EXPENSES.
- 25 (A) (1) ON GRANTING AN ORDER CONFIRMING, VACATING WITHOUT
- 26 DIRECTING A REHEARING, MODIFYING, OR CORRECTING AN AWARD, THE COURT
- 27 SHALL ENTER A JUDGMENT IN CONFORMITY THEREWITH.
- 28 (2) THE JUDGMENT MAY BE RECORDED, DOCKETED, AND ENFORCED AS
- 29 ANY OTHER JUDGMENT IN A CIVIL ACTION.
- 30 (B) A COURT MAY ALLOW REASONABLE COSTS OF THE MOTION AND
- 31 SUBSEQUENT JUDICIAL PROCEEDINGS.
- 32 (C) ON APPLICATION OF A PREVAILING PARTY TO A CONTESTED JUDICIAL
- 33 PROCEEDING UNDER § 3-2D-22, § 3-2D-23, OR § 3-2D-24, THE COURT MAY ADD
- 34 REASONABLE ATTORNEY'S FEES AND OTHER REASONABLE EXPENSES OF
- 35 LITIGATION INCURRED IN A JUDICIAL PROCEEDING AFTER THE AWARD IS MADE TO
- 36 A JUDGMENT CONFIRMING, VACATING WITHOUT DIRECTING A REHEARING,
- 37 MODIFYING, OR CORRECTING AN AWARD.

- 1 3-2D-26. JURISDICTION.
- 2 (A) A COURT OF THIS STATE HAVING JURISDICTION OVER THE CONTROVERSY
- 3 AND THE PARTIES MAY ENFORCE AN AGREEMENT TO ARBITRATE.
- 4 (B) AN AGREEMENT TO ARBITRATE PROVIDING FOR ARBITRATION IN THIS
- 5 STATE CONFERS EXCLUSIVE JURISDICTION ON THE COURT TO ENTER JUDGMENT ON
- 6 AN AWARD UNDER THIS SUBTITLE.
- 7 3-2D-27. VENUE.
- 8 (A) A MOTION IN ACCORDANCE WITH § 3-2D-5 OF THIS SUBTITLE SHALL BE
- 9 MADE IN THE COURT OF THE COUNTY IN WHICH THE AGREEMENT TO ARBITRATE
- 10 SPECIFIES THE ARBITRATION HEARING IS TO BE HELD OR, IF THE HEARING HAS
- 11 BEEN HELD, IN THE COURT OF THE COUNTY IN WHICH IT WAS HELD.
- 12 (B) (1) SUBJECT TO SUBSECTION (A) OF THIS SECTION, THE MOTION MAY BE
- 13 MADE IN THE COURT OF ANY COUNTY IN WHICH AN ADVERSE PARTY RESIDES OR
- 14 HAS A PLACE OF BUSINESS OR, IF NO ADVERSE PARTY HAS A RESIDENCE OR PLACE
- 15 OF BUSINESS IN THIS STATE, IN THE COURT OF ANY COUNTY IN THIS STATE.
- 16 (2) ALL SUBSEQUENT MOTIONS SHALL BE MADE IN THE COURT 17 HEARING THE INITIAL MOTION UNLESS THE COURT OTHERWISE DIRECTS.
- 18 3-2D-28. APPEALS.
- 19 (A) AN APPEAL MAY BE TAKEN FROM:
- 20 (1) AN ORDER DENYING A MOTION TO COMPEL ARBITRATION;
- 21 (2) AN ORDER GRANTING A MOTION TO STAY ARBITRATION;
- 22 (3) AN ORDER CONFIRMING OR DENYING CONFIRMATION OF AN AWARD;
- 23 (4) AN ORDER MODIFYING OR CORRECTING AN AWARD:
- 24 (5) AN ORDER VACATING AN AWARD WITHOUT DIRECTING A
- 25 REHEARING; OR
- 26 (6) A FINAL JUDGMENT ENTERED IN ACCORDANCE WITH THIS
- 27 SUBTITLE.
- 28 (B) AN APPEAL UNDER THIS SECTION SHALL BE TAKEN AS FROM AN ORDER
- 29 OR A JUDGMENT IN A CIVIL ACTION.
- 30 3-2D-29. UNIFORMITY OF APPLICATION AND CONSTRUCTION.
- 31 IN APPLYING AND CONSTRUING THIS SUBTITLE, CONSIDERATION SHALL BE
- 32 GIVEN TO THE NEED TO PROMOTE UNIFORMITY OF THE LAW WITH RESPECT TO ITS
- 33 SUBJECT MATTER AMONG STATES THAT ENACT IT.

- 1 3-2D-30. RELATIONSHIP TO ELECTRONIC SIGNATURES IN GLOBAL AND NATIONAL
- 2 COMMERCE ACT.
- 3 THE PROVISIONS OF THIS SUBTITLE GOVERNING THE LEGAL EFFECT,
- 4 VALIDITY, AND ENFORCEABILITY OF ELECTRONIC RECORDS OR ELECTRONIC
- 5 SIGNATURES, AND OF CONTRACTS PERFORMED WITH THE USE OF SUCH RECORDS
- 6 OR SIGNATURES CONFORM TO THE REQUIREMENTS OF § 102 OF THE FEDERAL
- 7 ELECTRONIC SIGNATURES IN GLOBAL AND NATIONAL COMMERCE ACT.
- 8 3-2D-31. SHORT TITLE.
- 9 THIS SUBTITLE MAY BE CITED AS THE REVISED UNIFORM ARBITRATION ACT.
- 10 SECTION 2. AND BE IT FURTHER ENACTED, That Section(s) 3-201 through
- 11 3-232 and 3-234 and the subtitle "Subtitle 2. Arbitration and Award" of Article -
- 12 Courts and Judicial Proceedings of the Annotated Code of Maryland be repealed.
- SECTION 3. AND BE IT FURTHER ENACTED, That, subject to § 3-2D-3(b)
- 14 and (c) of the Courts Article, as enacted by this Act, this Act shall be construed to
- 15 apply only prospectively and may not be applied or interpreted to have any effect on
- 16 or application to any action or proceeding commenced or right accrued before the
- 17 effective date of this Act.
- 18 SECTION 4. AND BE IT FURTHER ENACTED, That the catchlines contained
- 19 in this Act are not law and may not be considered to have been enacted as a part of
- 20 this Act.
- 21 SECTION 5. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall
- 22 take effect October 1, 2007.
- 23 SECTION 6. AND BE IT FURTHER ENACTED, That, except as provided in
- 24 Section 5 of this Act, this Act shall take effect October 1, 2005.