# WEST VIRGINIA LEGISLATURE SECRETARY OF STATE

ENROLLED

**REGULAR SESSION, 2015** 

**COMMITTEE SUBSTITUTE** 

**FOR** 

Senate Bill No. 37

(SENATOR PALUMBO, ORIGINAL SPONSOR)

[Passed March 14, 2015; IN EFFECT JULY 1, 2015.]

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OFFICE WEST VIRGINIA
SECRETARY OF STATE

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### **COMMITTEE SUBSTITUTE**

FOR

## Senate Bill No. 37

(SENATOR PALUMBO, ORIGINAL SPONSOR)

[Passed March 14, 2015; in effect July 1, 2015.]

AN ACT to amend and reenact §55-10-1, §55-10-2, §55-10-3, §55-10-4, §55-10-5, §55-10-6, §55-10-7 and §55-10-8 of the Code of West Virginia, 1931, as amended; and to amend said code by adding thereto twenty-five new sections, designated §55-10-9, §55-10-10, §55-10-11, §55-10-12, §55-10-13, §55-10-14, §55-10-15, §55-10-16, §55-10-17, §55-10-18, §55-10-19, §55-10-20, §55-10-21, §55-10-22, §55-10-23, §55-10-24, §55-10-25, §55-10-26, §55-10-27, §55-10-28, §55-10-29, §55-10-30, §55-10-31, §55-10-32 and §55-10-33, all relating generally to arbitration; providing for a short title; making legislative findings; defining terms; defining notice under article; defining when article applies; prescribing effect of agreements to arbitrate; identifying nonwaivable provisions of article; allowing for application for judicial relief under article; providing required method for notice of application for judicial relief; making agreement to arbitrate valid unless legal or equitable reason for revocation exists; delineating decisions to be made by judge and arbitrator; providing for terms by

which arbitration may continue if challenged; providing for process for motions to compel or stay arbitration; providing for provisional remedies to protect effectiveness of arbitration proceedings; providing process for initiation of arbitration; providing for consolidation of separate arbitration proceedings; providing for appointment of arbitrator and default process for appointing arbitrator if not agreed by the parties; requiring neutrality of arbitrators; requiring disclosure by arbitrators of matters likely to affect impartiality; requiring majority of arbitrators to agree to exercise powers; providing immunity for arbitrators; providing exceptions to arbitrator immunity; providing that arbitrator incompetence to testify to same extent as judges; providing exceptions to arbitrator incompetence to testify; providing for attorneys' fees and costs for challenges from which arbitrators are immune from civil liability; providing general process for arbitration; providing for appointment of replacement arbitrator if necessary; allowing parties to be represented by a lawyer in arbitrations; outlining procedure for witnesses, issuance of subpoenas, depositions, discovery and protective orders in arbitrations; providing for judicial enforcement of discovery-related orders by arbitrator; providing for judicial enforcement of preaward ruling by arbitrator; providing for record of an award and requirements for making an award; providing an exemption from the award provisions in the case of arbitration conducted or administered by a self-regulatory organization as defined by the Securities Exchange Act of 1934, the Commodity Exchange Act or regulations adopted under those acts; allowing change of an award by arbitrator upon motion under certain conditions; providing that certain remedies and fees and costs of arbitration may be a part of arbitration award; allowing for confirmation by court of an award upon motion; providing process and grounds for vacating an award by a court; providing process and grounds for modification or correction of an award upon motion; providing that court shall enter a judgment upon confirmation of an award and may add certain reasonable

attorneys' fees and costs; providing for jurisdiction over arbitration agreements by a court of this state; providing venue; providing that appeals may be taken from certain orders related to arbitration proceedings; requiring uniform application and construction of act; providing that this act shall conform with the Electronic Signatures in Global and National Commerce Act; and clarifying that the act does not affect an action or proceeding commenced or right accrued before the effective date of the article.

### Be it enacted by the Legislature of West Virginia:

That §55-10-1, §55-10-2, §55-10-3, §55-10-4, §55-10-5, §55-10-6, §55-10-7 and §55-10-8 of the Code of West Virginia, 1931, as amended, be amended and reenacted; and that said code be amended by adding thereto twenty-five new sections, designated §55-10-9, §55-10-10, §55-10-11, §55-10-12, §55-10-13, §55-10-14, §55-10-15, §55-10-16, §55-10-17, §55-10-18, §55-10-19, §55-10-20, §55-10-21, §55-10-22, §55-10-23, §55-10-24, §55-10-25, §55-10-26, §55-10-27, §55-10-28, §55-10-29, §55-10-30, §55-10-31, §55-10-32 and §55-10-33, all to read as follows:

### ARTICLE 10. ARBITRATION.

### §55-10-1. Short title.

- 1 This article may be cited as the Revised Uniform
- 2 Arbitration Act.

### §55-10-2. Declaration of public policy; legislative findings.

- 1 The Legislature finds that:
- 2 (1) Arbitration, as a form of alternative dispute
- 3 resolution, offers in many instances a more efficient and cost-
- 4 effective alternative to court litigation.

- 5 (2) The United States has a well-established federal policy in favor of arbitral dispute resolution, as identified both by the Federal Arbitration Act, 9 U.S.C. §1, et seq., and 8 the decisions of the Supreme Court of the United States.
- 9 (3) Arbitration already provides participants with many of 10 the same procedural rights and safeguards as traditional 11 litigation, and ensuring that those rights and safeguards are 12 guaranteed to participants will ensure that arbitration remains a 13 fair and viable alternative to court litigation and guarantee that 14 no party to an arbitration agreement is unfairly prejudiced by 15 agreeing to an arbitration agreement or provision.

### §55-10-3. Definitions.

- In this article:
- 2 "Arbitration organization" means an association, agency, 3 board, commission or other entity that is neutral and initiates, 4 sponsors or administers an arbitration proceeding or is
- 5 involved in the appointment of an arbitrator.
- 6 "Arbitrator" means an individual appointed to render an 7 award, alone or with others, in a controversy that is subject to 8 an agreement to arbitrate.
- 9 "Court" means a circuit court in this state.
- 10 "Knowledge" means actual knowledge.
- "Person" means an individual, corporation, business trust, estate, trust, partnership, limited liability company, association, joint venture or government; governmental subdivision, agency or instrumentality; public corporation; or any other legal or commercial entity.

- 16 "Record" means information that is inscribed on a
- 17 tangible medium or that is stored in an electronic or other
- 18 medium and is retrievable in perceivable form.

### §55-10-4. Notice.

- 1 (a) Except as otherwise provided in this article, a person
- 2 gives notice to another person by taking action that is
- 3 reasonably necessary to inform the other person in ordinary
- 4 course, whether or not the other person acquires knowledge
- 5 of the notice.
- 6 (b) A person has notice if the person has knowledge of
- 7 the notice or has received notice.
- 8 (c) A person receives notice when it comes to the person's
- 9 attention or the notice is delivered at the person's place of
- 10 residence or place of business or at another location held out by
- 11 the person as a place of delivery of such communications.

### §55-10-5. When article applies.

- 1 (a) This article governs an agreement to arbitrate made on 2 or after July 1, 2015.
- 3 (b) This article governs an agreement to arbitrate made
- 4 before July 1, 2015, if all the parties to the agreement or to
- 5 the arbitration proceeding so agree in a record. Such record
- 6 may be made at any point and, for the mutual covenants
- 7 contained therein, no additional consideration is required by
- 8 either party.
- 9 (c) Any agreement to arbitrate renewed of continued on
- or after July 1, 2015, shall be governed by this agreement
- and, for the mutual covenants contained therein, no additional
- 12 consideration is required by either party.

### §55-10-6. Effect of agreement to arbitrate; nonwaivable provisions.

- 1 (a) Except as otherwise provided in subsections (b) and
- 2 (c) of this section, a party to an agreement to arbitrate or to an
- 3 arbitration proceeding may waive or the parties may vary the
- 4 effect of the requirements of this article to the extent
- 5 permitted by law.
- 6 (b) Before a controversy arises that is subject to an agreement to arbitrate, a party to the agreement may not:
- 8 (1) Waive or agree to vary the effect of the requirements
- 9 of sections seven, eight, ten, nineteen, twenty-eight or thirty
- 10 of this article;
- 11 (2) Agree to unreasonably restrict the right under section
- 12 eleven of this article to notice of the initiation of an
- 13 arbitration proceeding;
- 14 (3) Agree to unreasonably restrict the right under section
- 15 fourteen of this article to disclosure of any facts by a neutral
- 16 arbitrator; or
- 17 (4) Waive the right under section eighteen of this article
- 18 of a party to an agreement to arbitrate to be represented by a
- 19 lawyer at any proceeding or hearing under this article, but an
- 20 employer and a labor organization may waive the right to
- 21 representation by a lawyer in a labor arbitration.
- 22 (c) A party to an agreement to arbitrate or arbitration
- 23 proceeding may not waive, or the parties may not vary the
- 24 effect of, the requirements of this section or sections five,
- 25 nine, sixteen, twenty, twenty-two, twenty-four, twenty-five,
- 26 twenty-six, twenty-seven, thirty-one, thirty-two or
- 27 thirty-three of this article.

### §55-10-7. Application for judicial relief.

- 1 (a) Except as otherwise provided in section thirty of this
  2 article, an application for judicial relief under this article must
  3 be made by motion to a West Virginia circuit court as
  4 specified in section twenty-nine of this article and heard in
  5 accordance with the rules of civil procedure governing
  6 motions.
- 7 (b) Unless a civil action involving the agreement to arbitrate is pending, notice of an initial motion to the court 9 under this article must be served in the manner provided by 10 law for the service of a summons in a civil action. Otherwise, 11 notice of the motion must be given in the manner provided by 12 the rules of civil procedure for serving motions in pending 13 cases.

### §55-10-8. Validity of agreement to arbitrate.

- 1 (a) An agreement contained in a record to submit to 2 arbitration any existing or subsequent controversy arising 3 between the parties to the agreement is valid, enforceable and 4 irrevocable except upon a ground that exists at law or in 5 equity for the revocation of a contract.
- 6 (b) The court shall decide whether an agreement to 7 arbitrate exists or a controversy is subject to an agreement to 8 arbitrate.
- (c) An arbitrator shall decide whether a condition precedent to arbitration has been fulfilled and whether a contract containing a valid agreement to arbitrate is enforceable:

  Provided, That the decision as to whether the arbitration agreement is enforceable shall be made by a court of competent jurisdiction, if requested by any party to the arbitration or agreement, pursuant to section nine of this article.

- (d) If a party to a judicial proceeding challenges the existence of, or claims that a controversy is not subject to, an agreement to arbitrate, the arbitration proceeding may
- 19 continue pending final resolution of the issue by the court,
- 20 unless the court otherwise orders.

### §55-10-9. Motion to compel or stay arbitration.

- 1 (a) On motion of a person showing an agreement to 2 arbitrate and alleging another person's refusal to arbitrate 3 pursuant to the agreement:
- 4 (1) If the refusing party does not appear or does not oppose the motion, the court shall order the parties to arbitrate; and
- 7 (2) If the refusing party opposes the motion, the court 8 shall proceed summarily to decide the issue and order the 9 parties to arbitrate unless it finds that there is no enforceable 10 agreement to arbitrate.
- 11 (b) On motion of a person alleging that an arbitration 12 proceeding has been initiated or threatened but that there is 13 no agreement to arbitrate, the court shall proceed summarily 14 to decide the issue. If the court finds that there is an 15 enforceable agreement to arbitrate, it shall order the parties to 16 arbitrate.
- 17 (c) If the court finds that there is no enforceable 18 agreement, it may not, pursuant to subsection (a) or (b) of this 19 section, order the parties to arbitrate.
- 20 (d) The court may not refuse to order arbitration because 21 the claim subject to arbitration lacks merit or grounds for the 22 claim have not been established.

- 23 (e) If a proceeding involving a claim referable to 24 arbitration under an alleged agreement to arbitrate is 25 pending in court, a motion under this section must be made 26 in that court. Otherwise a motion under this section may be 27 made in any court as provided in section twenty-nine of this 28 article.
- 29 (f) If a party makes a motion to the court to order 30 arbitration, the court on just terms shall stay any judicial 31 proceeding that involves a claim alleged to be subject to the 32 arbitration until the court renders a final decision under this 33 section.
- 34 (g) If the court orders arbitration, the court on just terms 35 shall stay any judicial proceeding that involves a claim 36 subject to the arbitration. If a claim subject to the arbitration 37 is severable, the court may limit the stay to that claim.

### §55-10-10. Provisional remedies.

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- (a) Before an arbitrator is appointed and is authorized and able to act, the court, upon motion of a party to an arbitration proceeding and for good cause shown, may enter an order for provisional remedies to protect the effectiveness of the arbitration proceeding to the same extent and under the same conditions as if the controversy were the subject of a civil action.
- 8 (b) After an arbitrator is appointed and is authorized and9 able to act:
- 10 (1) The arbitrator may issue such orders for provisional 11 remedies, including interim awards, as the arbitrator finds 12 necessary to protect the effectiveness of the arbitration 13 proceeding and to promote the fair and expeditious resolution 14 of the controversy to the same extent and under the same

- 15 conditions as if the controversy were the subject of a civil
- 16 action; and
- 17 (2) A party to an arbitration proceeding may move the
- 18 court for a provisional remedy only if the matter is urgent and
- 19 the arbitrator is not able to act timely or the arbitrator cannot
- 20 provide an adequate remedy.
- 21 (c) A party does not waive a right of arbitration by
- 22 making a motion under subsection (a) or (b) of this section.

### §55-10-11. Initiation of arbitration.

- 1 (a) A person initiates an arbitration proceeding by
- 2 giving notice in a record to the other parties to the
- 3 agreement to arbitrate in the agreed manner between the
- 4 parties or, in the absence of agreement, by certified or
- 5 registered mail, return receipt requested and obtained, or by
- 6 service as authorized for the commencement of a civil
- 7 action. The notice must describe the nature of the
- 8 controversy and the remedy sought.
- 9 (b) Unless a person objects for lack or insufficiency of
- 10 notice under section seventeen of this article not later than the
- beginning of the arbitration hearing, the person by appearing
- 12 at the hearing waives any objection to lack of or insufficiency
- 13 of notice.

### §55-10-12. Consolidation of separate arbitration proceedings.

- 1 (a) Except as otherwise provided in subsection (c) of this
- 2 section, upon motion of a party to an agreement to arbitrate
- 3 or to an arbitration proceeding, the court may order
- 4 consolidation of separate arbitration proceedings as to all or
- 5 some of the claims if:

- 6 (1) There are separate agreements to arbitrate or separate 7 arbitration proceedings between the same persons or one of 8 them is a party to a separate agreement to arbitrate or a 9 separate arbitration proceeding with a third person;
- 10 (2) The claims subject to the agreements to arbitrate arise 11 in substantial part from the same transaction or series of 12 related transactions:
- 13 (3) The existence of a common issue of law or fact 14 creates the possibility of conflicting decisions in the separate 15 arbitration proceedings; and
- 16 (4) Prejudice resulting from a failure to consolidate is not 17 outweighed by the risk of undue delay or prejudice to the 18 rights of or hardship to parties opposing consolidation.
- 19 (b) The court may order consolidation of separate 20 arbitration proceedings as to some claims and allow other 21 claims to be resolved in separate arbitration proceedings.
- 22 (c) The court may not order consolidation of the claims 23 of a party to an agreement to arbitrate if the agreement 24 prohibits consolidation.

### §55-10-13. Appointment of arbitrator; service as a neutral arbitrator.

1 (a) If the parties to an agreement to arbitrate agree on a 2 method for appointing an arbitrator, that method must be followed, unless the method fails. If the parties have not 3 4 agreed on a method, the agreed method fails or an arbitrator appointed fails or is unable to act and a successor has not 5 been appointed, the court, on motion of a party to the 6 7 arbitration proceeding, shall appoint the arbitrator. An 8 arbitrator so appointed has all the powers of an arbitrator designated in the agreement to arbitrate or appointed pursuant 10 to the agreed method.

- 11 (b) An individual who has a known, direct and material
- 12 interest in the outcome of the arbitration proceeding or a
- 13 known, existing and substantial relationship with a party may
- 14 not serve as an arbitrator required by an agreement to be
- 15 neutral.

### §55-10-14. Disclosure by arbitrator.

- 1 (a) Before accepting appointment, an individual who is 2 requested to serve as an arbitrator, after making a reasonable
- 3 inquiry, shall disclose to all parties to the agreement to
- 4 arbitrate and arbitration proceeding and to any other
- 5 arbitrators any known facts that a reasonable person would
- 6 consider likely to affect the impartiality of the arbitrator in
- 7 the arbitration proceeding, including:
- 8 (1) A financial or personal interest in the outcome of the
- 9 arbitration proceeding; and
- 10 (2) An existing or past relationship with any of the parties
- 11 to the agreement to arbitrate or the arbitration proceeding, their
- 12 counsel or representatives, a witness or another arbitrator.
- 13 (b) An arbitrator has a continuing obligation to disclose
- 14 to all parties to the agreement to arbitrate and arbitration
- 15 proceeding and to any other arbitrators any facts that the
- 16 arbitrator learns after accepting appointment which a
- 17 reasonable person would consider likely to affect the
- 18 impartiality of the arbitrator.
- 19 (c) If an arbitrator discloses a fact required by subsection
- 20 (a) or (b) of this section to be disclosed and a party timely
- 21 objects to the appointment or continued service of the
- 22 arbitrator based upon the fact disclosed, the objection may be
- 23 a ground under section twenty-five of this article for vacating
- 24 an award made by the arbitrator.

- 25 (d) If the arbitrator did not disclose a fact as required by 26 subsection (a) or (b) of this section, upon timely objection by 27 a party, the court, under section twenty-five of this article, 28 may vacate an award.
- (e) An arbitrator appointed as a neutral arbitrator who does not disclose a known, direct and material interest in the outcome of the arbitration proceeding or a known, existing and substantial relationship with a party is presumed to act with evident partiality under section twenty-five of this article.
- 35 (f) If the parties to an arbitration proceeding agree to the 36 procedures of an arbitration organization or any other 37 procedures for challenges to arbitrators before an award is 38 made, substantial compliance with those procedures is a 39 condition precedent to a motion to vacate an award on that 40 ground under section twenty-five of this article.

### §55-10-15. Action by majority.

- 1 If there is more than one arbitrator, the powers of an
- 2 arbitrator must be exercised by a majority of the arbitrators,
- 3 but all of them shall conduct the hearing under section
- 4 seventeen of this article.

# §55-10-16. Immunity of arbitrator; competency to testify; attorney's fees and costs.

- (a) An arbitrator or an arbitration organization acting in
   that capacity is immune from civil liability to the same extent
   as a judge of a court of this state acting in a judicial capacity.
- 4 (b) The immunity afforded by this section supplements 5 any immunity under other law.

- 6 (c) The failure of an arbitrator to make a disclosure 7 required by section fourteen of this article does not cause any 8 loss of immunity under this section.
- 9 (d) In a judicial, administrative or similar proceeding, an arbitrator or representative of an arbitration organization is 11 not competent to testify, and may not be required to produce 12 records as to any statement, conduct, decision or ruling occurring during the arbitration proceeding, to the same 14 extent as a judge of a court of this state acting in a judicial capacity. This subsection does not apply:
  - (1) To the extent necessary to determine the claim of an arbitrator, arbitration organization or representative of the arbitration organization against a party to the arbitration proceeding; or
  - (2) To a hearing on a motion to vacate an award under section twenty-five of this article if the moving party establishes prima facie that a ground for vacating the award exists.
  - (e) If a person commences a civil action against an arbitrator, arbitration organization or representative of an arbitration organization arising from the services of the arbitrator, organization or representative or if a person seeks to compel an arbitrator or a representative of an arbitration organization to testify or produce records in violation of subsection (d) of this section, and the court decides that the arbitrator, arbitration organization or representative of an arbitration organization is immune from civil liability or that the arbitrator or representative of the organization is not competent to testify, the court shall award to the arbitrator, organization or representative reasonable attorneys' fees and other reasonable expenses of litigation.

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### §55-10-17. Arbitration process.

- 1 (a) An arbitrator may conduct an arbitration in such 2 manner as the arbitrator considers appropriate for a fair and 3 expeditious disposition of the proceeding. The authority 4 conferred upon the arbitrator includes the power to hold 5 conferences with the parties to the arbitration proceeding 6 before the hearing and, among other matters, determine the 7 admissibility, relevance, materiality and weight of any 8 evidence.
- 9 (b) An arbitrator may decide a request for summary 10 disposition of a claim or particular issue:
- 11 (1) If all interested parties agree; or
- 12 (2) Upon request of one party to the arbitration 13 proceeding if that party gives notice to all other parties to the 14 proceeding, and the other parties have a reasonable 15 opportunity to respond.
  - (c) If an arbitrator orders a hearing, the arbitrator shall set a time and place and give notice of the hearing not less than five days before the hearing begins. Unless a party to the arbitration proceeding makes an objection to lack or insufficiency of notice not later than the beginning of the hearing, the party's appearance at the hearing waives the objection. Upon request of a party to the arbitration proceeding and for good cause shown, or upon the arbitrator's own initiative, the arbitrator may adjourn the hearing, from time to time, as necessary but may not postpone the hearing to a time later than that fixed by the agreement to arbitrate for making the awardunless the parties to the arbitration proceeding consent to a later date. The arbitrator may hear and decide the controversy upon the evidence produced although a party who was duly notified of

- 31 the arbitration proceeding did not appear. The court, on
- 32 request, may direct the arbitrator to conduct the hearing
- 33 promptly and render a timely decision.
- 34 (d) At a hearing under subsection (c) of this section, a
- 35 party to the arbitration proceeding has a right to be heard, to
- 36 present evidence material to the controversy and to cross
- 37 examine witnesses appearing at the hearing.
- 38 (e) If an arbitrator ceases or is unable to act during the
- 39 arbitration proceeding, a replacement arbitrator must be
- 40 appointed in accordance with section thirteen of this article
- 41 to continue the proceeding and to resolve the controversy.

### §55-10-18. Representation by lawyer.

- 1 A party to an arbitration proceeding may be represented
- 2 by a lawyer licensed to practice law in the State of West
- 3 Virginia.

### §55-10-19. Witnesses; subpoenas; depositions; discovery.

- 1 (a) An arbitrator may issue a subpoena for the attendance
- 2 of a witness and for the production of records and other
- 3 evidence at any hearing and may administer oaths. A
- 4 subpoena must be served in the manner for service of
- 5 subpoenas in a civil action and, upon motion to the court by
- 6 a party to the arbitration proceeding or the arbitrator.
- 7 enforced in the manner for enforcement of subpoenas in a
- 3 civil action.
- 9 (b) In order to make the proceedings fair, expeditious and
- 10 cost effective, upon request of a party to or a witness in an
- 11 arbitration proceeding, an arbitrator may permit a deposition
- of any witness to be taken for use as evidence at the hearing,
- 13 including a witness who cannot be subpoenaed for or is

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- unable to attend a hearing. The arbitrator shall determine theconditions under which the deposition is taken.
- 16 (c) An arbitrator may permit such discovery as the 17 arbitrator decides is appropriate in the circumstances, taking 18 into account the needs of the parties to the arbitration 19 proceeding and other affected persons and the desirability of 20 making the proceeding fair, expeditious and cost effective.
  - (d) If an arbitrator permits discovery under subsection (c) of this section, the arbitrator may order a party to the arbitration proceeding to comply with the arbitrator's discovery-related orders, issue subpoenas for the attendance of a witness and for the production of records and other evidence at a discovery proceeding and take action against a noncomplying party to the extent a court could if the controversy were the subject of a civil action in this state.
- 29 (e) An arbitrator may issue a protective order to prevent 30 the disclosure of privileged information, confidential 31 information, trade secrets and other information protected 32 from disclosure to the extent a court could if the controversy 33 were the subject of a civil action in this state.
  - (f) All laws compelling a person under subpoena to testify and all fees for attending a judicial proceeding, a deposition or a discovery proceeding as a witness apply to an arbitration proceeding as if the controversy were the subject of a civil action in this state.
- 39 (g) The court may enforce a subpoena or 40 discovery-related order for the attendance of a witness within 41 this state and for the production of records and other evidence 42 issued by an arbitrator in connection with an arbitration 43 proceeding in another state upon conditions determined by 44 the court so as to make the arbitration proceeding fair,

- 45 expeditious and cost effective. A subpoena or
- 46 discovery-related order issued by an arbitrator in another
- 47 state must be served in the manner provided by law for
- 48 service of subpoenas in a civil action in this state and, upon
- 49 motion to the court by a party to the arbitration proceeding or
- 50 the arbitrator, enforced in the manner provided by law for
- 51 enforcement of subpoenas in a civil action in this state.

### §55-10-20. Judicial enforcement of preaward ruling by arbitrator.

- 1 If an arbitrator makes a preaward ruling in favor of a
- 2 party to the arbitration proceeding, the party may request the
- 3 arbitrator to incorporate the ruling into an award under
- 4 section twenty-one of this article. A prevailing party may
- 5 make a motion to the court for an expedited order to confirm
- 6 the award under section twenty-four of this article, in which
- 7 case the court shall summarily decide the motion. The court
- 8 shall issue an order to confirm the award unless the court
- 9 vacates, modifies or corrects the award under section
- 10 twenty-five or twenty-six of this article.

### §55-10-21. Award.

- 1 (a) An arbitrator shall make a record of an award. Such
- 2 record should set forth findings of fact and conclusions of
- 3 law that support the award. The record must be signed or
- 4 otherwise authenticated by any arbitrator who concurs with
- 5 the award. The arbitrator or the arbitration organization shall
- 6 give notice of the award, including a copy of the award, to
- 7 each party to the arbitration proceeding.
- 8 (b) An award must be made within the time specified by
- 9 the agreement to arbitrate or, if not specified therein, within
- 10 the time ordered by the court. The court may extend, or the
- 11 parties to the arbitration proceeding may agree in a record to
- 12 extend, the time. The court or the parties may do so within

- 13 or after the time specified or ordered. A party waives any
- 14 objection that an award was not timely made unless the party
- 15 gives notice of the objection to the arbitrator before receiving
- 16 notice of the award.
- 17 (c) This section does not apply to an arbitration
- 18 conducted or administered by a self-regulatory organization
- 19 as defined by the Securities Exchange Act of 1934 (15 U.
- 20 S.C. §78C), the Commodity Exchange Act (7 U. S. C. §1, et
- 21 seq.) or regulations adopted under those acts.

### §55-10-22. Change of award by arbitrator.

- 1 (a) On motion to an arbitrator by a party to an arbitration 2 proceeding, the arbitrator may modify or correct an award:
- 3 (1) Upon a ground stated in section twenty-six of this 4 article:
- 5 (2) Because the arbitrator has not made a final and 6 definite award upon a claim submitted by the parties to the 7 arbitration proceeding; or
- 8 (3) To clarify the award.
- 9 (b) A motion under subsection (a) of this section must be 10 made and notice given to all parties within twenty days after 11 the moving party receives notice of the award.
- 12 (c) A party to the arbitration proceeding must give notice 13 of any objection to the motion within ten days after receipt of 14 the notice.
- 15 (d) If a motion to the court is pending under section 16 twenty-four, twenty-five or twenty-six of this article, the 17 court may submit the claim to the arbitrator to consider 18 whether to modify or correct the award:

- 19 (1) Upon a ground stated in section twenty-four of this 20 article;
- 21 (2) Because the arbitrator has not made a final and 22 definite award upon a claim submitted by the parties to the 23 arbitration proceeding; or
- 24 (3) To clarify the award.
- 25 (e) An award modified or corrected pursuant to this 26 section is subject to sections twenty-one, twenty-four, 27 twenty-five and twenty-six of this article.

### §55-10-23. Remedies; fees and expenses of arbitration proceeding.

- 1 (a) An arbitrator may award punitive damages or other
  2 exemplary relief if such an award is authorized by law in a
  3 civil action involving the same claim and the evidence
  4 produced at the hearing justifies the award under the legal
  5 standards otherwise applicable to the claim.
- 6 (b) An arbitrator may award reasonable attorney's fees
  7 and other reasonable expenses of arbitration if such an award
  8 is authorized by law in a civil action involving the same
  9 claim or by the agreement of the parties to the arbitration
  10 proceeding.
- 11 (c) As to all remedies other than those authorized by 12 subsections (a) and (b) of this section, an arbitrator may order 13 such remedies as the arbitrator considers just and appropriate 14 under the circumstances of the arbitration proceeding. The 15 fact that such a remedy could not or would not be granted by 16 the court is not a ground for refusing to confirm an award under section twenty-four of this article or for vacating an 17 18 award under section twenty-three of this article.

- (d) An arbitrator's award shall provide for the payment of
  expenses and fees, together with other expenses to be split
  among the parties, as provided by the parties' agreement or
  the rules of the arbitration organization.
- 23 (e) If an arbitrator awards punitive damages or other 24 exemplary relief under subsection (a) of this section, the 25 arbitrator shall specify in the award the basis in fact justifying 26 and the basis in law authorizing the award and state 27 separately the amount of the punitive damages or other 28 exemplary relief.

### §55-10-24. Confirmation of award.

- 1 After a party to an arbitration proceeding receives notice
- 2 of an award, the party may make a motion to the court for an
- 3 order confirming the award at which time the court shall issue
- 4 a confirming order unless the award is modified or corrected
- 5 pursuant to section twenty-two or twenty-six of this article or
- 6 is vacated pursuant to section twenty-five of this article.

### §55-10-25. Vacating award.

- 1 (a) Upon motion to the court by a party to an arbitration 2 proceeding, the court shall vacate an award made in the
- 3 arbitration proceeding if:
- 4 (1) The award was procured by corruption, fraud or other undue means;
- 6 (2) There was:
- 7 (A) Evident partiality by an arbitrator appointed as a 8 neutral arbitrator;
- 9 (B) Corruption by an arbitrator; or

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- 10 (C) Misconduct by an arbitrator prejudicing the rights of 11 a party to the arbitration proceeding;
- 12 (3) An arbitrator refused to postpone the hearing upon 13 showing of sufficient cause for postponement, refused to 14 consider evidence material to the controversy or otherwise 15 conducted the hearing contrary to section seventeen of this 16 article, so as to prejudice substantially the rights of a party to 17 the arbitration proceeding;
- 18 (4) An arbitrator exceeded the arbitrator's powers;
  - (5) There was no agreement to arbitrate, unless the person participated in the arbitration proceeding without raising the objection under section seventeen of this article not later than the beginning of the arbitration hearing; or
- 23 (6) The arbitration was conducted without proper notice 24 of the initiation of an arbitration as required in section nine so 25 as to prejudice substantially the rights of a party to the arbitration proceeding. 26
- 27 (b) A motion under this section must be filed within 28 ninety days after the moving party receives notice of the 29 award pursuant to section twenty-one of this article or within ninety days after the moving party receives notice of a 30 modified or corrected award pursuant to section twenty-two of this article, unless the moving party alleges that the award was procured by corruption, fraud or other undue means, in which case the motion must be made within ninety days after the ground is known or by the exercise of reasonable care would have been known by the moving party.
- 37 (c) If the court vacates an award on a ground other than 38 that set forth in subdivision (5), subsection (a) of this section, 39 it may order a rehearing. If the award is vacated on a ground

- 40 stated in subdivision (1) or (2), subsection (a) of this section,
- 41 the rehearing must be before a new arbitrator. If the award is
- 42 vacated on a ground stated in subdivision (3), (4) or (6),
- 43 subsection (a) of this section, the rehearing may be before the
- 44 arbitrator who made the award or the arbitrator's successor.
- 45 The arbitrator must render the decision in the rehearing
- 46 within the same time as that provided in section twenty-one
- 47 of this article for an award.
- 48 (d) If the court denies a motion to vacate an award, it
- 49 shall confirm the award unless a motion to modify or correct
- 50 the award is pending.

### §55-10-26. Modification or correction of award.

- 1 (a) Upon motion made within ninety days after the
- 2 moving party receives notice of the award pursuant to section
- 3 nineteen of this article or within ninety days after the moving
- 4 party receives notice of a modified or corrected award
- 5 pursuant to section twenty-two of this article, the court shall
- 6 modify or correct the award if:
- 7 (1) There was an evident mathematical miscalculation or
- 8 an evident mistake in the description of a person, thing or
- 9 property referred to in the award;
- 10 (2) The arbitrator has made an award on a claim not
- 11 submitted to the arbitrator and the award may be corrected
- 12 without affecting the merits of the decision upon the claims
- 13 submitted; or
- 14 (3) The award is imperfect in a matter of form not
- 15 affecting the merits of the decision on the claims submitted.
- 16 (b) If a motion made under subsection (a) of this section
- 17 is granted, the court shall modify or correct and confirm the

- 18 award as modified or corrected. Otherwise, unless a motion
- 19 to vacate is pending, the court shall confirm the award.
- 20 (c) A motion to modify or correct an award pursuant to
- 21 this section may be joined with a motion to vacate the award.

### §55-10-27. Judgment on award; attorneys' fees and litigation expenses.

- 1 (a) Upon granting an order confirming, vacating without
- 2 directing a rehearing, modifying or correcting an award, the
- 3 court shall enter a judgment in conformity therewith. The
- 4 judgment may be recorded, docketed and enforced as any
- 5 other judgment in a civil action.
- 6 (b) A court may allow reasonable costs of the motion and
- 7 subsequent judicial proceedings.
- 8 (c) On application of a prevailing party to a contested
- 9 judicial proceeding under section twenty-four, twenty-five or
- 10 twenty-six of this article, the court may add reasonable
- 11 attorneys' fees and other reasonable expenses of litigation
- 12 incurred in a judicial proceeding after the award is made to a
- 13 judgment confirming, vacating without directing a rehearing,
- 14 modifying or correcting an award.

### §55-10-28. Jurisdiction.

- 1 (a) A court of this state having jurisdiction over the
- 2 controversy and the parties may enforce an agreement to
- 3 arbitrate.
- 4 (b) An agreement to arbitrate providing for arbitration in
- 5 this state confers exclusive jurisdiction on the court to enter
- 6 judgment on an award under this article.

### §55-10-29. Venue.

1 A motion pursuant to section seven of this article must be 2 made in the circuit court of the county in which the agreement to arbitrate specifies the arbitration hearing is to be 3 held or, if the hearing has been held, in the circuit court of the 4 5 county in which it was held. Otherwise, the motion may be made in the court of any county in which an adverse party 6 7 resides or has a place of business or, if no adverse party has 8 a residence or place of business in this state, in the circuit 9 court of Kanawha County, West Virginia. All subsequent motions must be made in the court hearing the initial motion 10 11 unless the court otherwise directs.

### §55-10-30. Appeals.

- 1 (a) An appeal may be taken from:
- 2 (1) An order denying a motion to compel arbitration;
- 3 (2) An order granting or denying a motion to compel
- 4 arbitration issued in an action filed pursuant to the provisions
- 5 of chapter forty-six-a of this code;
- 6 (3) An order granting a motion to stay arbitration;
- 7 (4) An order confirming or denying confirmation of an 8 award:
- 9 (5) An order modifying or correcting an award;
- 10 (6) An order vacating an award without directing a 11 rehearing; or
- 12 (7) A final judgment entered pursuant to this article.
- (b) An appeal under this section must be taken as from anorder or a judgment in a civil action.

### §55-10-31. Uniformity of application and construction.

- 1 In applying and construing this uniform act, consideration
- 2 must be given to the need to promote uniformity of the law
- 3 with respect to its subject matter among states that enact it.

### §55-10-32. Electronic Signatures in Global and National Commerce Act.

- 1 The provisions of this article governing the legal effect,
- 2 validity or enforceability of electronic records or signatures,
- 3 and of contracts performed with the use of such records or
- 4 signatures, shall conform to the requirements of Section 102
- 5 of the Electronic Signatures in Global and National
- 6 Commerce Act, Pub. L. No. 106-229, 114 Stat. 464 (2000).

### §55-10-33. Savings clause.

- 1 This article does not affect an action or proceeding
- 2 commenced or right accrued before this article takes effect.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman House Committee
Originated in the Senate.
In effect July 1, 2015.
Clerk of the Senate  State O Handlin
Clerk of the House of Delegates
President of the Senate
Speaker of the House of Delegates
The within La appended this the 30 5.  Day of Muse 2015.
En 1 Ray Sombles

### PRESENTED TO THE GOVERNOR

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