HB 1000 - H AMD **1276**

By Representative BronoskeBy Representative Bronoske

1 On page 1, line 2
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- 5 **Sec. 1.** RCW 7.04A.010 and 2005 c 433 s 1 are each amended to 6 read as follows:
- 7 The definitions set forth in this section apply throughout this 8 chapter.
- 9 (1) "Arbitration organization" means a neutral association,
- 10 agency, board, commission, or other entity that initiates, sponsors,
- 11 or administers arbitration proceedings or is involved in the
- 12 appointment of arbitrators.
- (2) "Arbitrator" means an individual appointed to render an
- 14 award in a controversy between persons who are parties to an
- 15 agreement to arbitrate.
- 16 (3) "Authenticate" means:
- 17 (a) To sign; or
- (b) To execute or adopt a record by attaching to or logically
- 19 associating with the record, an electronic sound, symbol, or process
- 20 with the intent to sign the record.
- 21 (4) "Court" means a court of competent jurisdiction in this state.
- 22 (5) "Knowledge" means actual knowledge.
- (6) "Person" means an individual, corporation, business trust,
- 24 estate, trust, partnership, limited liability company, association,
- 25 joint venture, or government; governmental subdivision, agency, or
- 26 instrumentality; public corporation; or any other legal or
- 27 commercial entity.

- 1 (7) "Record" means information that is inscribed on a tangible 2 medium or that is stored in an electronic or other medium and is
- 3 retrievable in perceivable form.
- ⁴ [2005 c 433 s 1.]

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- 6 $\,$ Sec. 2. RCW 7.04A.020 and 2005 c 433 s 2 are each amended to 7 read as follows:
- Unless the parties to an agreement to arbitrate otherwise agree or except as otherwise provided in this chapter, a person gives
- 10 notice to another person by taking action that is reasonably
- 11 necessary to inform the other person in ordinary course, whether or
- 12 not the other person acquires knowledge of the notice. A person has
- 13 notice if the person has knowledge of the notice or has received
- 14 notice. A person receives notice when it comes to the person's
- 15 attention or the notice is delivered at the person's place of
- 16 residence or place of business, or at another location held out by
- 17 the person as a place of delivery of such communications.
- ¹⁸ [2005 c 433 s 2.]

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- Sec. 3. RCW 7.04A.030 and 2005 c 433 s 3 are each amended to read as follows:
- (1) Before July 1, 2006, this chapter governs agreements to arbitrate entered into:
 - (a) On or after January 1, 2006; and
- (b) Before January 1, 2006, if all parties to the agreement to arbitrate or to arbitration proceedings agree in a record to be governed by this chapter.
- (2) On or after July 1, 2006, this chapter governs agreements to arbitrate even if the arbitration agreement was entered into before January 1, 2006.
- 31 (3) This chapter does not apply to any arbitration governed by 32 chapter 7.06 RCW.

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2 between employers and employees or between employers and
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(4) This chapter does not apply to any arbitration agreement

3 associations of employees.

⁴ [2005 c 433 s 3.]

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- 6 Sec. 4. RCW 7.04A.040 and 2005 c 433 s 4 are each amended to 7 read as follows:
- 9 (1) Except as otherwise provided in subsections (2) and (3) of this section, the parties to an agreement to arbitrate or to an arbitration proceeding may waive or vary the requirements of this chapter to the extent permitted by law.
- 12 (2) Before a controversy arises that is subject to an agreement to arbitrate, the parties to the agreement may not:
- (a) Waive or vary the requirements of RCW 7.04A.050(1), 7.04A.
- ¹⁵ 060(1), 7.04A.080, 7.04A.170 (1) or (2), 7.04A.260, or 7.04A.280;
- 16 (b) Unreasonably restrict the right under RCW 7.04A.090 to 17 notice of the initiation of an arbitration proceeding;
- 18 (c) Unreasonably restrict the right under RCW 7.04A.120 to 19 disclosure of any facts by a neutral arbitrator; or
- 20 (d) Waive the right under RCW 7.04A.160 of a party to an 21 agreement to arbitrate to be represented by a lawyer at any 22 proceeding or hearing under this chapter.
- 23 (3) The parties to an agreement to arbitrate may not waive or 24 vary the requirements of this section or RCW 7.04A.030 (1)(a) or
- 25 (2), 7.04A.070, 7.04A.140, 7.04A.180, 7.04A.200 (3) or (4), 7.04A.
- 26 220, 7.04A.230, 7.04A.240, 7.04A.250 (1) or (2), 7.04A.901, 7.04A.
- 27 903, section 50, chapter 433, Laws of 2005, or section 51, chapter
- ²⁸ 433, Laws of 2005.
- ²⁹ [2005 c 433 s 4.]

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 31 Sec. 5. RCW 7.04A.050 and 2005 c 433 s 5 are each amended to 32 read as follows:

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- 1 (1) Except as otherwise provided in RCW 7.04A.280, an
- 2 application for judicial relief under this chapter must be made by
- 3 motion to the court and heard in the manner and upon the notice
- 4 provided by law or rule of court for making and hearing motions.
- 5 (2) Notice of an initial motion to the court under this chapter
- 6 must be served in the manner provided by law for the service of a
- 7 summons in a civil action unless a civil action is already pending
- 8 involving the agreement to arbitrate.
- ⁹ [2005 c 433 s 5.]

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- 11 Sec. 6. RCW 7.04A.060 and 2005 c 433 s 6 are each amended to
- 12 read as follows:
- 13 (1) An agreement contained in a record to submit to arbitration
- 14 any existing or subsequent controversy arising between the parties
- 15 to the agreement is valid, enforceable, and irrevocable except upon
- 16 a ground that exists at law or in equity for the revocation of
- 17 contract.
- 18 (2) The court shall decide whether an agreement to arbitrate
- 19 exists or a controversy is subject to an agreement to arbitrate.
- 20 (3) An arbitrator shall decide whether a condition precedent to
- 21 arbitrability has been fulfilled and whether a contract containing a
- ²² valid agreement to arbitrate is enforceable.
- 23 (4) If a party to a judicial proceeding challenges the existence
- 24 of, or claims that a controversy is not subject to, an agreement to
- ²⁵ arbitrate, the arbitration proceeding may continue pending final
- 26 resolution of the issue by the court, unless the court otherwise
- ²⁷ orders.
- ²⁸ [2005 c 433 s 6.]

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- 30 **Sec. 7.** RCW 7.04A.070 and 2005 c 433 s 7 are each amended to
- 31 read as follows:
- (1) On motion of a person showing an agreement to arbitrate and
- alleging another person's refusal to arbitrate pursuant to the

- 1 agreement, the court shall order the parties to arbitrate if the
- 2 refusing party does not appear or does not oppose the motion. If the
- 3 refusing party opposes the motion, the court shall proceed summarily
- 4 to decide the issue. Unless the court finds that there is no
- 5 enforceable agreement to arbitrate, it shall order the parties to
- 6 arbitrate. If the court finds that there is no enforceable
- 7 agreement, it may not order the parties to arbitrate.
- 8 (2) On motion of a person alleging that an arbitration
- 9 proceeding has been initiated or threatened but that there is no
- 10 agreement to arbitrate, the court shall proceed summarily to decide
- 11 the issue. If the court finds that there is an enforceable agreement
- 12 to arbitrate, it shall order the parties to arbitrate. If the court
- 13 finds that there is no enforceable agreement, it may not order the
- 14 parties to arbitrate.
- 15 (3) The court may not refuse to order arbitration because the
- 16 claim subject to arbitration lacks merit or grounds for the claim
- 17 have not been established.
- 18 (4) If a proceeding involving a claim referable to arbitration
- 19 under an alleged agreement to arbitrate is pending in court, a
- 20 motion under this section must be filed in that court. Otherwise a
- 21 motion under this section may be filed in any court as required by
- 22 RCW 7.04A.270.
- 23 (5) If a party files a motion with the court to order
- 24 arbitration under this section, the court shall on just terms stay
- 25 any judicial proceeding that involves a claim alleged to be subject
- 26 to the arbitration until the court renders a final decision under
- 27 this section.
- 28 (6) If the court orders arbitration, the court shall on just
- 29 terms stay any judicial proceeding that involves a claim subject to
- 30 the arbitration. If a claim subject to the arbitration is severable,
- 31 the court may sever it and limit the stay to that claim.
- ³² [2005 c 433 s 7.]

- 1 **Sec. 8.** RCW 7.04A.080 and 2005 c 433 s 8 are each amended to
- 2 read as follows:
- 3 (1) Before an arbitrator is appointed and is authorized and able
- 4 to act, the court, upon motion of a party to an arbitration
- 5 proceeding and for good cause shown, may enter an order for
- 6 provisional remedies to protect the effectiveness of the arbitration
- 7 proceeding to the same extent and under the same conditions as if
- 8 the controversy were the subject of a civil action.
- 9 (2) After an arbitrator is appointed and is authorized and able
- 10 to act, 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 proceeding
- 13 and to promote the fair and expeditious resolution of the
- 14 controversy, to the same extent and under the same conditions as if
- 15 the controversy were the subject of a civil action. After an
- 16 arbitrator is appointed and is authorized and able to act, a party
- 17 to an arbitration proceeding may move the court for a provisional
- 18 remedy only if the matter is urgent and the arbitrator is not able
- 19 to act timely or if the arbitrator cannot provide an adequate remedy.
- 20 (3) A motion to a court for a provisional remedy under
- 21 subsection (1) or (2) of this section does not waive any right of
- 22 arbitration.
- ²³ [2005 c 433 s 8.]
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- 25 Sec. 9. RCW 7.04A.090 and 2013 c 92 s 1 are each amended to
- 26 read as follows:
- 27 (1) A person initiates an arbitration proceeding by giving
- ²⁸ notice in a record to the other parties to the agreement to
- 29 arbitrate in the agreed manner between the parties or, in the
- 30 absence of agreement, by mail certified or registered, return
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 m 31}$ receipt requested and obtained, or by service as authorized for the
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 m 32}$ initiation of a civil action. The notice must describe the nature of
- 33 the controversy and the remedy sought.

1 (2) Unless a person interposes an objection as to lack or
2 insufficiency of notice under RCW 7.04A.150(3) not later than the
3 commencement of the arbitration hearing, the person's appearance at
4 the hearing waives any objection to lack of or insufficiency of
5 notice.
6 (3) A claim sought to be arbitrated is subject to the same
7 limitations of time for the commencement of actions as if the claim
8 had been asserted in a court.
9 [2013 c 92 s 1; 2005 c 433 s 9.]
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EFFECT:

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