SUBSTITUTE FOR

SENATE BILL NO. 903

A bill to provide for the enforceability of agreements to arbitrate disputes; to provide procedures for the arbitration of disputes; to provide remedies, including remedies for the enforcement of arbitration agreements, rulings, and awards; and to provide immunity from civil liability and testimonial privileges.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. (1) This act shall be known and may be cited as the
- 2 "uniform arbitration act".
- 3 (2) As used in this act:
- 4 (a) "Arbitration organization" means an association, agency,
- 5 board, commission, or other entity that is neutral and initiates,
- 6 sponsors, or administers an arbitration proceeding or is involved
- 7 in the appointment of an arbitrator.
- 8 (b) "Arbitrator" means an individual appointed to render an

- 1 award, alone or with others, in a controversy that is subject to an
- 2 agreement to arbitrate.
- 3 (c) "Court" means the circuit court.
- 4 (d) "Knowledge" means actual knowledge.
- 5 (e) "Person" means an individual, corporation, business trust,
- 6 estate, trust, partnership, limited liability company, association,
- 7 joint venture, government; governmental subdivision, agency, or
- 8 instrumentality; public corporation; or any other legal or
- 9 commercial entity.
- 10 (f) "Record" means information that is inscribed on a tangible
- 11 medium or that is stored in an electronic or other medium and is
- 12 retrievable in perceivable form.
- Sec. 2. (1) Except as otherwise provided in this act, a person
- 14 gives notice to another person by taking action that is reasonably
- 15 necessary to inform the other person in ordinary course, whether or
- 16 not the other person acquires knowledge of the notice.
- 17 (2) A person has notice if the person has knowledge of the
- 18 notice or has received notice.
- 19 (3) A person receives notice when it comes to the person's
- 20 attention or the notice is delivered at the person's place of
- 21 residence or place of business, or at another location held out by
- 22 the person as a place of delivery of such communications.
- 23 Sec. 3. (1) This act governs an agreement to arbitrate made on
- 24 or after the effective date of this act.
- 25 (2) This act governs an agreement to arbitrate made before the
- 26 effective date of this act if all the parties to the agreement or
- 27 to the arbitration proceeding so agree in a record.

- 1 (3) On or after July 1, 2012, this act governs an agreement to
- 2 arbitrate whenever made.
- 3 (4) This act does not apply to an arbitration between members
- 4 of a voluntary membership organization if arbitration is required
- 5 and administered by the organization. However, a party to such an
- 6 arbitration may request a court to enter an order confirming an
- 7 arbitration award and the court may confirm the award or vacate the
- 8 award for a reason contained in section 23(1)(a), (b), or (d).
- 9 Sec. 4. (1) Except as otherwise provided in subsections (2)
- 10 and (3), a party to an agreement to arbitrate or to an arbitration
- 11 proceeding may waive or the parties may vary the effect of the
- 12 requirements of this act to the extent permitted by law.
- 13 (2) Before a controversy arises that is subject to an
- 14 agreement to arbitrate, a party to the agreement may not do any of
- 15 the following:
- 16 (a) Waive or agree to vary the effect of the requirements of
- 17 section 5(1), 6(1), 8, 17(1) or (2), 26, or 28.
- 18 (b) Agree to unreasonably restrict the right under section 9
- 19 to notice of the initiation of an arbitration proceeding.
- 20 (c) Agree to unreasonably restrict the right under section 12
- 21 to disclosure of any facts by a neutral arbitrator.
- (d) Waive the right under section 16 of a party to an
- 23 agreement to arbitrate to be represented by a lawyer at any
- 24 proceeding or hearing under this act, but an employer and a labor
- 25 organization may waive the right to representation by a lawyer in a
- 26 labor arbitration.
- 27 (3) A party to an agreement to arbitrate or arbitration

- 1 proceeding may not waive, or the parties may not vary the effect
- 2 of, the requirements of this section or section 3(1) or (3), 7, 14,
- **3** 18, 20(4) or (5), 22, 23, 24, 25(1) or (2), 29, 30, or 31.
- 4 Sec. 5. (1) Except as otherwise provided in section 28, a
- 5 request for judicial relief under this act must be made by motion
- 6 to the court and heard in the manner provided by court rule for
- 7 making and hearing motions.
- 8 (2) Unless a civil action is already pending between the
- 9 parties, a complaint regarding the agreement to arbitrate must be
- 10 filed and served as in other civil actions. Notice of an initial
- 11 motion under this act may be served with the summons and complaint
- 12 in the manner provided by court rule for the service of a summons
- 13 in a civil action. Otherwise, notice of the motion must be given in
- 14 the manner provided by court rule for serving motions in pending
- 15 actions.
- 16 Sec. 6. (1) An agreement contained in a record to submit to
- 17 arbitration any existing or subsequent controversy arising between
- 18 the parties to the agreement is valid, enforceable, and irrevocable
- 19 except on a ground that exists at law or in equity for the
- 20 revocation of a contract.
- 21 (2) The court shall decide whether an agreement to arbitrate
- 22 exists or a controversy is subject to an agreement to arbitrate.
- 23 (3) An arbitrator shall decide whether a condition precedent
- 24 to arbitrability has been fulfilled and whether a contract
- 25 containing a valid agreement to arbitrate is enforceable.
- 26 (4) If a party to a judicial proceeding challenges the
- 27 existence of, or claims that a controversy is not subject to, an

- 1 agreement to arbitrate, the arbitration proceeding may continue
- 2 pending final resolution of the issue by the court, unless the
- 3 court otherwise orders.
- 4 Sec. 7. (1) On motion of a person showing an agreement to
- 5 arbitrate and alleging another person's refusal to arbitrate under
- 6 the agreement, the court shall do both of the following:
- 7 (a) If the refusing party does not appear or does not oppose
- 8 the motion, order the parties to arbitrate.
- 9 (b) If the refusing party opposes the motion, proceed
- 10 summarily to decide the issue and order the parties to arbitrate
- 11 unless it finds that there is no enforceable agreement to
- 12 arbitrate.
- 13 (2) On motion of a person alleging that an arbitration
- 14 proceeding has been initiated or threatened but that there is no
- 15 agreement to arbitrate, the court shall proceed summarily to decide
- 16 the issue. If the court finds that there is an enforceable
- 17 agreement to arbitrate, it shall order the parties to arbitrate.
- 18 (3) If the court finds that there is no enforceable agreement,
- 19 it shall not order the parties to arbitrate under subsection (1) or
- 20 (2).
- 21 (4) The court shall not refuse to order arbitration because
- 22 the claim subject to arbitration lacks merit or grounds for the
- 23 claim have not been established.
- 24 (5) If a proceeding involving a claim referable to arbitration
- 25 under an alleged agreement to arbitrate is pending in court, a
- 26 motion under this section must be made in that court. Otherwise, a
- 27 motion under this section may be made in any court as provided in

- 1 section 27.
- 2 (6) If a party moves the court to order arbitration, the court

- 3 on just terms shall stay any judicial proceeding that involves a
- 4 claim alleged to be subject to the arbitration until the court
- 5 renders a final decision under this section.
- **6** (7) If the court orders arbitration, the court on just terms
- 7 shall stay any judicial proceeding that involves a claim subject to
- 8 the arbitration. If a claim subject to the arbitration is
- 9 severable, the court may limit the stay to that claim.
- 10 Sec. 8. (1) Before an arbitrator is appointed and is
- 11 authorized and able to act, the court, on motion of a party to an
- 12 arbitration proceeding and for good cause shown, may enter an order
- 13 for provisional remedies to protect the effectiveness of the
- 14 arbitration proceeding to the same extent and under the same
- 15 conditions as if the controversy were the subject of a civil
- 16 action.
- 17 (2) After an arbitrator is appointed and is authorized and
- 18 able to act, both of the following apply:
- 19 (a) The arbitrator may issue orders for provisional remedies,
- 20 including interim awards, as the arbitrator finds necessary to
- 21 protect the effectiveness of the arbitration proceeding and to
- 22 promote the fair and expeditious resolution of the controversy, to
- 23 the same extent and under the same conditions as if the controversy
- 24 were the subject of a civil action.
- 25 (b) A party to an arbitration proceeding may move the court
- 26 for a provisional remedy only if the matter is urgent and the
- 27 arbitrator is not able to act timely or the arbitrator cannot

- 1 provide an adequate remedy.
- 2 (3) A party does not waive a right of arbitration by making a
- 3 motion under subsection (1) or (2).
- 4 Sec. 9. (1) A person initiates an arbitration proceeding by
- 5 giving notice in a record to the other parties to the agreement to
- 6 arbitrate in the agreed manner between the parties or, in the
- 7 absence of agreement, by certified or registered mail, return
- 8 receipt requested and obtained, or by service as authorized for the
- 9 commencement of a civil action. The notice must describe the nature
- 10 of the controversy and the remedy sought.
- 11 (2) Unless a person objects for lack or insufficiency of
- 12 notice under section 15(3) not later than the beginning of the
- 13 arbitration hearing, the person by appearing at the hearing waives
- 14 any objection to lack of or insufficiency of notice.
- 15 Sec. 10. (1) Except as otherwise provided in subsection (3), on
- 16 motion of a party to an agreement to arbitrate or to an arbitration
- 17 proceeding, the court may order consolidation of separate
- 18 arbitration proceedings as to all or some of the claims if all of
- 19 the following apply:
- 20 (a) There are separate agreements to arbitrate or separate
- 21 arbitration proceedings between the same persons or 1 of them is a
- 22 party to a separate agreement to arbitrate or a separate
- 23 arbitration proceeding with a third person.
- 24 (b) The claims subject to the agreements to arbitrate arise in
- 25 substantial part from the same transaction or series of related
- 26 transactions.
- 27 (c) The existence of a common issue of law or fact creates the

- 1 possibility of conflicting decisions in the separate arbitration
- proceedings.
- 3 (d) Prejudice resulting from a failure to consolidate is not
- 4 outweighed by the risk of undue delay or prejudice to the rights of
- 5 or hardship to parties opposing consolidation.
- 6 (2) The court may order consolidation of separate arbitration
- 7 proceedings as to some claims and allow other claims to be resolved
- 8 in separate arbitration proceedings.
- 9 (3) The court may not order consolidation of the claims of a
- 10 party to an agreement to arbitrate if the agreement prohibits
- 11 consolidation.
- Sec. 11. (1) If the parties to an agreement to arbitrate agree
- on a method for appointing an arbitrator, that method must be
- 14 followed, unless the method fails. If the parties have not agreed
- on a method, the agreed method fails, or an arbitrator appointed
- 16 fails or is unable to act and a successor has not been appointed,
- 17 the court, on motion of a party to the arbitration proceeding,
- 18 shall appoint the arbitrator. An arbitrator so appointed has all
- 19 the powers of an arbitrator designated in the agreement to
- 20 arbitrate or an arbitrator appointed by the agreed method.
- 21 (2) An individual who has a known, direct, and material
- 22 interest in the outcome of the arbitration proceeding or a known,
- 23 existing, and substantial relationship with a party shall not serve
- 24 as an arbitrator required by an agreement to be neutral.
- Sec. 12. (1) Before accepting appointment, an individual who
- 26 is requested to serve as an arbitrator, after making a reasonable
- 27 inquiry, shall disclose to all parties to the agreement to

- 1 arbitrate and arbitration proceeding and to any other arbitrators
- 2 any known facts that a reasonable person would consider likely to
- 3 affect the impartiality of the arbitrator in the arbitration
- 4 proceeding, including both of the following:
- 5 (a) A financial or personal interest in the outcome of the
- 6 arbitration proceeding.
- 7 (b) An existing or past relationship with any of the parties
- 8 to the agreement to arbitrate or the arbitration proceeding, their
- 9 counsel or representatives, a witness, or another arbitrator.
- 10 (2) An arbitrator has a continuing obligation to disclose to
- 11 all parties to the agreement to arbitrate and arbitration
- 12 proceeding and to any other arbitrators any facts that the
- 13 arbitrator learns after accepting appointment that a reasonable
- 14 person would consider likely to affect the impartiality of the
- **15** arbitrator.
- 16 (3) If an arbitrator discloses a fact required by subsection
- 17 (1) or (2) to be disclosed and a party timely objects to the
- 18 appointment or continued service of the arbitrator based on the
- 19 fact disclosed, the objection may be a ground under section
- 20 23(1)(b) for vacating an award made by the arbitrator.
- 21 (4) If the arbitrator did not disclose a fact as required by
- 22 subsection (1) or (2), on timely objection by a party, the court
- 23 under section 23(1)(b) may vacate an award.
- 24 (5) An arbitrator appointed as a neutral arbitrator who does
- 25 not disclose a known, direct, and material interest in the outcome
- 26 of the arbitration proceeding or a known, existing, and substantial
- 27 relationship with a party is presumed to act with evident

- 1 partiality under section 23(1)(b).
- 2 (6) If the parties to an arbitration proceeding agree to the
- 3 procedures of an arbitration organization or any other procedures
- 4 for challenges to arbitrators before an award is made, substantial
- 5 compliance with those procedures is a condition precedent to a
- 6 motion to vacate an award on that ground under section 23(1)(b).
- 7 Sec. 13. If there is more than 1 arbitrator, the powers of an
- 8 arbitrator must be exercised by a majority of the arbitrators, but
- 9 all of them shall conduct the hearing under section 15(3).
- 10 Sec. 14. (1) An arbitrator or an arbitration organization
- 11 acting in that capacity is immune from civil liability to the same
- 12 extent as a judge of a court of this state acting in a judicial
- 13 capacity.
- 14 (2) The immunity afforded by this section supplements any
- 15 immunity under other law.
- 16 (3) The failure of an arbitrator to make a disclosure required
- 17 by section 12 does not cause any loss of immunity under this
- 18 section.
- 19 (4) In a judicial, administrative, or similar proceeding, an
- 20 arbitrator or representative of an arbitration organization is not
- 21 competent to testify, and may not be required to produce records as
- 22 to any statement, conduct, decision, or ruling occurring during the
- 23 arbitration proceeding, to the same extent as a judge of a court of
- 24 this state acting in a judicial capacity. This subsection is
- 25 subject to both of the following:
- 26 (a) This subsection does not apply to the extent necessary to
- 27 determine the claim of an arbitrator, arbitration organization, or

- 1 representative of the arbitration organization against a party to
- 2 the arbitration proceeding.
- 3 (b) This subsection does not apply to a hearing on a motion to
- 4 vacate an award under section 23(1)(b) or (c) if the moving party
- 5 establishes prima facie that a ground for vacating the award
- 6 exists.
- 7 (5) If a person commences a civil action against an
- 8 arbitrator, arbitration organization, or representative of an
- 9 arbitration organization arising from the services of the
- 10 arbitrator, organization, or representative or if a person seeks to
- 11 compel an arbitrator or a representative of an arbitration
- 12 organization to testify or produce records in violation of
- 13 subsection (4), and the court decides that the arbitrator,
- 14 arbitration organization, or representative of an arbitration
- 15 organization is immune from civil liability or that the arbitrator
- 16 or representative of the organization is not competent to testify,
- 17 the court shall award to the arbitrator, organization, or
- 18 representative reasonable attorney fees and other reasonable
- 19 expenses of litigation.
- Sec. 15. (1) An arbitrator may conduct an arbitration in the
- 21 manner that the arbitrator considers appropriate for a fair and
- 22 expeditious disposition of the proceeding. The authority conferred
- 23 on the arbitrator includes the power to hold conferences with the
- 24 parties to the arbitration proceeding before the hearing and, among
- 25 other matters, determine the admissibility, relevance, materiality,
- 26 and weight of any evidence.
- 27 (2) An arbitrator may decide a request for summary disposition

1 of a claim or particular issue if either of the following applies:

- 2 (a) All interested parties agree.
- 3 (b) On request of 1 party to the arbitration proceeding if the
- 4 party gives notice to all other parties to the proceeding and the
- 5 other parties have a reasonable opportunity to respond.
- 6 (3) If an arbitrator orders a hearing, the arbitrator shall
- 7 set a time and place and give notice of the hearing not less than 5
- 8 days before the hearing begins. Unless a party to the arbitration
- 9 proceeding makes an objection to lack or insufficiency of notice
- 10 not later than the beginning of the hearing, the party's appearance
- 11 at the hearing waives the objection. On request of a party to the
- 12 arbitration proceeding and for good cause shown, or on the
- 13 arbitrator's own initiative, the arbitrator may adjourn the hearing
- 14 from time to time as necessary but shall not postpone the hearing
- 15 to a time later than that fixed by the agreement to arbitrate for
- 16 making the award unless the parties to the arbitration proceeding
- 17 consent to a later date. The arbitrator may hear and decide the
- 18 controversy on the evidence produced although a party who was duly
- 19 notified of the arbitration proceeding did not appear. The court,
- 20 on request, may direct the arbitrator to conduct the hearing
- 21 promptly and render a timely decision.
- 22 (4) At a hearing under subsection (3), a party to the
- 23 arbitration proceeding has a right to be heard, to present evidence
- 24 material to the controversy, and to cross-examine witnesses
- 25 appearing at the hearing.
- 26 (5) If an arbitrator ceases or is unable to act during the
- 27 arbitration proceeding, a replacement arbitrator must be appointed

- 1 in accordance with section 11 to continue the proceeding and to
- 2 resolve the controversy.
- 3 Sec. 16. A party to an arbitration proceeding may be
- 4 represented by a lawyer.
- 5 Sec. 17. (1) An arbitrator may issue a subpoena for the
- 6 attendance of a witness and for the production of records and other
- 7 evidence at any hearing and may administer oaths. A subpoena shall
- 8 be served in the manner for service of subpoenas in a civil action
- 9 and, on motion to the court by a party to the arbitration
- 10 proceeding or the arbitrator, enforced in the manner for
- 11 enforcement of subpoenas in a civil action.
- 12 (2) To make the proceedings fair, expeditious, and cost
- 13 effective, on request of a party to or a witness in an arbitration
- 14 proceeding, an arbitrator may permit a deposition of any witness to
- 15 be taken for use as evidence at the hearing, including a witness
- 16 who cannot be subpoenaed for or is unable to attend a hearing. The
- 17 arbitrator shall determine the conditions under which the
- 18 deposition is taken.
- 19 (3) An arbitrator may permit or limit discovery as the
- 20 arbitrator decides appropriate in the circumstances, taking into
- 21 account the needs or requirements of the parties to the arbitration
- 22 proceeding and other affected persons, the arbitration agreement,
- 23 court orders, and the desirability of making the proceeding fair,
- 24 expeditious, and cost effective.
- 25 (4) If an arbitrator permits discovery under subsection (3),
- 26 the arbitrator may order a party to the arbitration proceeding to
- 27 comply with the arbitrator's discovery-related orders, issue

- 1 subpoenas for the attendance of a witness and for the production of
- 2 records and other evidence at a discovery proceeding, and take
- 3 action against a noncomplying party to the extent a court could if
- 4 the controversy were the subject of a civil action in this state.
- 5 (5) An arbitrator may issue a protective order to prevent the
- 6 disclosure of privileged information, confidential information,
- 7 trade secrets, and other information protected from disclosure to
- 8 the extent a court could if the controversy were the subject of a
- 9 civil action in this state.
- 10 (6) All laws compelling a person under subpoena to testify and
- 11 all fees for attending a judicial proceeding, a deposition, or a
- 12 discovery proceeding as a witness apply to an arbitration
- 13 proceeding as if the controversy were the subject of a civil action
- 14 in this state.
- 15 (7) The court may enforce a subpoena or discovery-related
- 16 order for the attendance of a witness in this state and for the
- 17 production of records and other evidence issued by an arbitrator in
- 18 connection with an arbitration proceeding in another state on
- 19 conditions determined by the court so as to make the arbitration
- 20 proceeding fair, expeditious, and cost effective. A subpoena or
- 21 discovery-related order issued by an arbitrator in another state
- 22 shall be served in the manner provided by law for service of
- 23 subpoenas in a civil action in this state and, on motion to the
- 24 court by a party to the arbitration proceeding or the arbitrator,
- 25 enforced in the manner provided by law for enforcement of subpoenas
- 26 in a civil action in this state.
- Sec. 18. If an arbitrator makes a preaward ruling in favor of

- 1 a party to the arbitration proceeding, the party may request the
- 2 arbitrator to incorporate the ruling into an award under section
- 3 19. A prevailing party may move the court for an expedited order to
- 4 confirm the award under section 22, in which case the court shall
- 5 summarily decide the motion. The court shall issue an order to
- 6 confirm the award unless the court vacates, modifies, or corrects
- 7 the award under section 23 or 24.
- 8 Sec. 19. (1) An arbitrator shall make a record of an award. The
- 9 record shall be signed or otherwise authenticated by any arbitrator
- 10 who concurs with the award. The arbitrator or the arbitration
- 11 organization shall give notice of the award, including a copy of
- 12 the award, to each party to the arbitration proceeding.
- 13 (2) An award must be made within the time specified by the
- 14 agreement to arbitrate or, if not specified in the agreement,
- 15 within the time ordered by the court. The court may extend or the
- 16 parties to the arbitration proceeding may agree in a record to
- 17 extend the time. The court or the parties may extend the time
- 18 within or after the time specified or ordered. A party waives any
- 19 objection that an award was not timely made unless the party gives
- 20 notice of the objection to the arbitrator before receiving notice
- 21 of the award.
- Sec. 20. (1) On motion to an arbitrator by a party to an
- 23 arbitration proceeding, the arbitrator may modify or correct an
- 24 award on any of the following grounds:
- 25 (a) A ground stated in section 24(1) (a) or (c).
- 26 (b) Because the arbitrator has not made a final and definite
- 27 award on a claim submitted by the parties to the arbitration

- 1 proceeding.
- 2 (c) To clarify the award.
- 3 (2) A motion under subsection (1) must be made and notice
- 4 given to all parties within 20 days after the moving party receives
- 5 notice of the award.
- 6 (3) A party to the arbitration proceeding must give notice of
- 7 any objection to the motion within 10 days after receipt of the
- 8 notice.
- 9 (4) If a motion to the court is pending under section 22, 23,
- 10 or 24, the court may submit the claim to the arbitrator to consider
- 11 whether to modify or correct the award for any of the following
- 12 grounds:
- (a) A ground stated in section 24(1)(a) or (c).
- 14 (b) Because the arbitrator has not made a final and definite
- 15 award upon a claim submitted by the parties to the arbitration
- 16 proceeding.
- 17 (c) To clarify the award.
- 18 (5) An award modified or corrected under this section is
- 19 subject to sections 19(1), 22, 23, and 24.
- 20 Sec. 21. (1) An arbitrator may award punitive damages or other
- 21 exemplary relief if such an award is authorized by law in a civil
- 22 action involving the same claim and the evidence produced at the
- 23 hearing justifies the award under the legal standards otherwise
- 24 applicable to the claim.
- 25 (2) An arbitrator may award reasonable attorney fees and other
- 26 reasonable expenses of arbitration if such an award is authorized
- 27 by law in a civil action involving the same claim or by the

- 1 agreement of the parties to the arbitration proceeding.
- 2 (3) As to all remedies other than those authorized by
- 3 subsections (1) and (2), an arbitrator may order remedies that the
- 4 arbitrator considers just and appropriate under the circumstances
- 5 of the arbitration proceeding. The fact that such a remedy could
- 6 not or would not be granted by the court is not a ground for
- 7 refusing to confirm an award under section 22 or for vacating an
- 8 award under section 23.
- 9 (4) An arbitrator's expenses and fees, and other expenses,
- 10 shall be paid as provided in the award.
- 11 (5) If an arbitrator awards punitive damages or other
- 12 exemplary relief under subsection (1), the arbitrator shall specify
- in the award the basis in fact justifying and the basis in law
- 14 authorizing the award and state separately the amount of the
- 15 punitive damages or other exemplary relief.
- 16 Sec. 22. After a party to an arbitration proceeding receives
- 17 notice of an award, the party may move the court for an order
- 18 confirming the award at which time the court shall issue a
- 19 confirming order unless the award is modified or corrected under
- 20 section 20 or 24 or is vacated under section 23.
- 21 Sec. 23. (1) On motion to the court by a party to an
- 22 arbitration proceeding, the court shall vacate an award made in the
- 23 arbitration proceeding if any of the following apply:
- 24 (a) The award was procured by corruption, fraud, or other
- 25 undue means.
- 26 (b) There was any of the following:
- 27 (i) Evident partiality by an arbitrator appointed as a neutral

- 1 arbitrator.
- 2 (ii) Corruption by an arbitrator.
- 3 (iii) Misconduct by an arbitrator prejudicing the rights of a
- 4 party to the arbitration proceeding.
- 5 (c) An arbitrator refused to postpone the hearing upon showing

- 6 of sufficient cause for postponement, refused to consider evidence
- 7 material to the controversy, or otherwise conducted the hearing
- 8 contrary to section 15, so as to prejudice substantially the rights
- 9 of a party to the arbitration proceeding.
- 10 (d) An arbitrator exceeded the arbitrator's powers.
- 11 (e) There was no agreement to arbitrate, unless the person
- 12 participated in the arbitration proceeding without raising the
- 13 objection under section 15(3) not later than the beginning of the
- **14** arbitration hearing.
- 15 (f) The arbitration was conducted without proper notice of the
- 16 initiation of an arbitration as required in section 9 so as to
- 17 prejudice substantially the rights of a party to the arbitration
- 18 proceeding.
- 19 (2) A motion under this section must be filed within 90 days
- 20 after the moving party receives notice of the award under section
- 21 19 or within 90 days after the moving party receives notice of a
- 22 modified or corrected award under section 20, unless the moving
- 23 party alleges that the award was procured by corruption, fraud, or
- 24 other undue means, in which case the motion must be made within 90
- 25 days after the ground is known or by the exercise of reasonable
- 26 care would have been known by the moving party.
- 27 (3) If the court vacates an award on a ground other than that

- 1 set forth in subsection (1)(e), it may order a rehearing. If the
- 2 award is vacated on a ground stated in subsection (1)(a) or (b),
- 3 the rehearing shall be before a new arbitrator. If the award is
- 4 vacated on a ground stated in subsection (1)(c), (d), or (f), the
- 5 rehearing may be before the arbitrator who made the award or the
- 6 arbitrator's successor. The arbitrator shall render the decision in
- 7 the rehearing within the same time as that provided in section
- **8** 19(2) for an award.
- 9 (4) If the court denies a motion to vacate an award, it shall
- 10 confirm the award unless a motion to modify or correct the award is
- 11 pending.
- Sec. 24. (1) On motion made within 90 days after the moving
- 13 party receives notice of the award under section 19 or within 90
- 14 days after the moving party receives notice of a modified or
- 15 corrected award under section 20, the court shall modify or correct
- 16 the award if any of the following apply:
- 17 (a) There was an evident mathematical miscalculation or an
- 18 evident mistake in the description of a person, thing, or property
- 19 referred to in the award.
- 20 (b) The arbitrator has made an award on a claim not submitted
- 21 to the arbitrator and the award may be corrected without affecting
- 22 the merits of the decision on the claims submitted.
- 23 (c) The award is imperfect in a matter of form not affecting
- 24 the merits of the decision on the claims submitted.
- 25 (2) If a motion made under subsection (1) is granted, the
- 26 court shall modify or correct and confirm the award as modified or
- 27 corrected. Otherwise, unless a motion to vacate is pending, the

- 1 court shall confirm the award.
- 2 (3) A motion to modify or correct an award under this section
- 3 may be joined with a motion to vacate the award.
- 4 Sec. 25. (1) On granting an order confirming, vacating without
- 5 directing a rehearing, modifying, or correcting an award, the court
- 6 shall enter a judgment that conforms with the order. The judgment
- 7 may be recorded, docketed, and enforced as any other judgment in a
- 8 civil action.
- 9 (2) A court may allow reasonable costs of the motion and
- 10 subsequent judicial proceedings.
- 11 (3) On request of a prevailing party to a contested judicial
- 12 proceeding under section 22, 23, or 24, the court may add
- 13 reasonable attorney fees and other reasonable expenses of
- 14 litigation incurred in a judicial proceeding after the award is
- 15 made to a judgment confirming, vacating without directing a
- 16 rehearing, modifying, or correcting an award.
- 17 Sec. 26. (1) A court of this state that has jurisdiction over
- 18 the controversy and the parties may enforce an agreement to
- 19 arbitrate.
- 20 (2) An agreement to arbitrate that provides for arbitration in
- 21 this state confers exclusive jurisdiction on the court to enter
- 22 judgment on an award under this act.
- 23 Sec. 27. A motion under section 5 shall be made in the court
- 24 of the county in which the agreement to arbitrate specifies the
- 25 arbitration hearing is to be held or, if the hearing has been held,
- 26 in the court of the county in which it was held. Otherwise, the
- 27 motion may be made in the court of any county in which an adverse

- 1 party resides or has a place of business or, if no adverse party
- 2 has a residence or place of business in this state, in the court of
- 3 any county in this state. All subsequent motions shall be made in
- 4 the court that heard the initial motion unless the court otherwise
- 5 directs.
- 6 Sec. 28. (1) An appeal may be taken from any of the following:
- 7 (a) An order denying a motion to compel arbitration.
- 8 (b) An order granting a motion to stay arbitration.
- 9 (c) An order confirming or denying confirmation of an award.
- 10 (d) An order modifying or correcting an award.
- 11 (e) An order vacating an award without directing a rehearing.
- 12 (f) A final judgment entered under this act.
- 13 (2) An appeal under this section shall be taken as from an
- 14 order or a judgment in a civil action.
- 15 Sec. 29. In applying and construing this uniform act,
- 16 consideration shall be given to the need to promote uniformity of
- 17 the law with respect to its subject matter among states that enact
- 18 it.
- 19 Sec. 30. The provisions of this act that govern the legal
- 20 effect, validity, and enforceability of electronic records or
- 21 electronic signatures, and of contracts performed with the use of
- 22 such records or signatures conform to the requirements of section
- 23 102 of the electronic signatures in global and national commerce
- 24 act, 15 USC 7002.
- Sec. 31. This act takes effect on July 1, 2012.
- 26 Sec. 33. This act does not affect an action or proceeding
- 27 commenced or right accrued before this act takes effect. Subject to

- 1 section 3 of this act, an arbitration agreement that would be
- 2 governed by this act that is made before the effective date of this
- 3 act is governed by chapter 50 of the revised judicature act of
- 4 1961, 1961 PA 236, MCL 600.5001 to 600.5035.
- 5 Enacting section 1. This act does not take effect unless all
- 6 of the following bills of the 96th Legislature are enacted into
- 7 law:
- 8 (a) Senate Bill No. 901.
- 9 (b) Senate Bill No. 902.