

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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HOUSE BILL 1278*
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Short Title: Statewide Nonbinding Arbitration.

(Public)

Sponsors: Representatives Nesbitt, Payne; N. Crawford and Greenwood.

Referred to: Judiciary.

April 12, 1989

A BILL TO BE ENTITLED

AN ACT TO PERMIT STATEWIDE COURT-ORDERED, NONBINDING
ARBITRATION AS AN ALTERNATIVE CIVIL PROCEDURE IN CERTAIN
CIVIL ACTIONS.

The General Assembly of North Carolina enacts:

Section 1. Chapter 7A of the General Statutes is amended by adding a new
section directly after G.S. 7A-37 to read:

**"§ 7A-37.1. Statewide court-ordered, nonbinding arbitration in certain civil
actions.**

(a) The General Assembly finds that court-ordered, nonbinding arbitration may
be a more economical, efficient and satisfactory procedure to resolve certain civil
actions than by traditional civil litigation and therefore authorizes court-ordered
nonbinding arbitration as an alternative civil procedure, subject to these provisions.

(b) The Supreme Court of North Carolina may adopt rules governing this
procedure and may supervise its implementation and operation through the
Administrative Office of the Courts. These rules shall ensure that no party is deprived
of the right to jury trial and that any party dissatisfied with an arbitration award may
have trial **de novo**.

(c) This procedure may be employed in civil actions where claims do not exceed
fifteen thousand dollars (\$15,000).

(d) This procedure may be implemented in a judicial district, in selected counties
within a district, or in any court within a district, if the Director of the Administrative
Office of the Courts, and the cognizant Senior Resident Superior Court Judge or the

1 Chief District Court Judge of any court selected for this procedure, determine that use of
2 this procedure may assist in the administration of justice toward achieving objectives
3 stated in subsection (a) of this section in a judicial district, county, or court. The
4 Director of the Administrative Office of the Courts, acting upon the recommendation of
5 the cognizant Senior Resident Superior Court Judge or Chief District Court Judge of
6 any court selected for this procedure, may terminate this procedure in any judicial
7 district, county, or court upon a determination that its use has not accomplished
8 objectives stated in subsection (a) of this section.

9 (e) Arbitrators in this procedure shall have the same immunity as judges from
10 civil liability for their official conduct."

11 Sec. 2. This act shall become effective July 1, 1989.