

**NORTH CAROLINA GENERAL ASSEMBLY**

**LEGISLATIVE FISCAL NOTE**

**BILL NUMBER:** SB 373

**SHORT TITLE:** Contracts Against Public Policy Exemption

**SPONSOR(S):** Senator Fountain Odom

**FISCAL IMPACT**

Yes ( )      **No (X)**      No Estimate Available ( )

FY 1997-98   FY 1998-99   FY 1999-00   FY 2000-01   FY 2001-02

**REVENUES**

**EXPENDITURES**                      none

**POSITIONS:**

**PRINCIPAL DEPARTMENT(S) &  
PROGRAM(S) AFFECTED:**

**EFFECTIVE DATE:** When the bill becomes law

**BILL SUMMARY: CONTRACTS AGAINST PUBLIC POLICY. TO EXEMPT INTERNATIONAL COMMERCIAL ARBITRATION AWARDS AS CONTRACTS AGAINST PUBLIC POLICY.** Amends GS 22B-2 (contracts to improve real property against public policy) to exempt from section provisions providing for exclusive forum for dispute resolution or for choice of law of another state or nation, when pursuant to arbitration award, as defined in GS 1-567.32, that is both international and commercial. Amends GS 22B-3 (contracts with out-of-state forum against public policy) to exempt from section provisions requiring prosecution of action or arbitration in another state or nation, when pursuant to arbitration award, as defined in GS 1-567.32, that is both international and commercial. <sup>1</sup>

<sup>1</sup> Institute of Government, Daily Bulletin, 1997 Edition

**ASSUMPTIONS AND METHODOLOGY:** The Administrative Office of the Courts reports that it does not expect a large number of cases will be filed in connection with the passage of this legislation, placing no additional burden on court workloads.

**TECHNICAL CONSIDERATIONS:** none

**FISCAL RESEARCH DIVISION 733-4910**

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**APPROVED BY:** Jim MillsJimM

**DATE:** April 22, 1997



**Signed Copy Located in the NCGA Principal Clerk's Offices**