1 A bill to be entitled 2 An act relating to the jurisdiction of the courts; 3 amending s. 48.193, F.S.; providing that a person 4 submits to the jurisdiction of the courts of this 5 state by entering into a contract that specifies that 6 the law of this state governs the contract and that 7 the person agrees to submit to the jurisdiction of the 8 courts of this state; amending s. 55.502, F.S.; 9 revising the definition of the term "foreign judgment" for purposes of the Florida Enforcement of Foreign 10 Judgments Act; amending s. 684.0002, F.S.; clarifying 11 12 the circumstances under which an arbitration is 13 international; amending s. 684.0003, F.S.; correcting a cross-reference; amending s. 684.0019, F.S.; 14 15 limiting the application of certain provisions to 16 instances in which an arbitral tribunal orders a party 17 to preserve evidence that may be relevant and material 18 to the resolution of a dispute; amending s. 684.0026, 19 F.S.; correcting a cross-reference in the Florida 20 International Commercial Arbitration Act; creating s. 684.0049, F.S.; providing that the initiation of 21 arbitration in this state, or the making of a written 22 agreement to arbitrate which provides for arbitration 23 24 in this state, constitutes a consent to exercise in 25 personam jurisdiction by the courts of this state; 26 amending s. 685.101, F.S.; revising the circumstances under which the parties to a contract, agreement, or 27 28 undertaking may agree that the law of this state

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CODING: Words stricken are deletions; words underlined are additions.

governs the contract, agreement, or undertaking; revising application dates of provisions relating to the jurisdiction of the courts; amending s. 685.102, F.S.; revising application dates of provisions relating to the jurisdiction of the courts; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

- Section 1. Subsection (1) of section 48.193, Florida Statutes, is amended to read:
- 48.193 Acts subjecting person to jurisdiction of courts of state.—
- (1) A Any person, whether or not a citizen or resident of this state, who personally or through an agent does any of the acts enumerated in this subsection thereby submits himself or herself and, if he or she is a natural person, his or her personal representative to the jurisdiction of the courts of this state for any cause of action arising from the doing of any of the following acts:
- (a) Operating, conducting, engaging in, or carrying on a business or business venture in this state or having an office or agency in this state.
  - (b) Committing a tortious act within this state.
- (c) Owning, using, possessing, or holding a mortgage or other lien on any real property within this state.
- (d) Contracting to insure  $\underline{a}$  any person, property, or risk located within this state at the time of contracting.

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(e) With respect to a proceeding for alimony, child support, or division of property in connection with an action to dissolve a marriage or with respect to an independent action for support of dependents, maintaining a matrimonial domicile in this state at the time of the commencement of this action or, if the defendant resided in this state preceding the commencement of the action, whether cohabiting during that time or not. This paragraph does not change the residency requirement for filing an action for dissolution of marriage.

- (f) Causing injury to persons or property within this state arising out of an act or omission by the defendant outside this state, if, at or about the time of the injury, either:
- 1. The defendant was engaged in solicitation or service activities within this state; or
- 2. Products, materials, or things processed, serviced, or manufactured by the defendant anywhere were used or consumed within this state in the ordinary course of commerce, trade, or use.
- (g) Breaching a contract in this state by failing to perform acts required by the contract to be performed in this state.
- (h) With respect to a proceeding for paternity, engaging in the act of sexual intercourse within this state with respect to which a child may have been conceived.
- (i) Entering into a contract that complies with s. 685.102.
- Section 2. Subsection (1) of section 55.502, Florida Statutes, is amended to read:

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55.502 Construction of act.-

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(1) As used in ss. 55.501-55.509, the term "foreign judgment" means <u>a</u> any judgment, decree, or order of a court that of any other state or of the United States if such judgment, decree, or order is entitled to full faith and credit in this state.

Section 3. Subsection (3) of section 684.0002, Florida Statutes, is amended to read:

684.0002 Scope of application.

- (3) An arbitration is international if:
- (a) The parties to an arbitration agreement have, at the time of the conclusion of that agreement, their places of business in different countries; or
- (b) One of the following places is situated outside the country in which the parties have their places of business:
- 1. The place of arbitration if determined in, or pursuant to, the arbitration agreement; or
- 2. Any place where a substantial part of the obligations of the commercial relationship are to be performed or the place with which the subject matter of the dispute is most closely connected; or
- (c) The parties have expressly agreed that the subject matter of the arbitration agreement relates to more than one country.
- Section 4. Subsection (2) of section 684.0003, Florida Statutes, is amended to read:
  - 684.0003 Definitions and rules of interpretation.-
- (2) A provision of this chapter, except s. 684.0039 s.

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684.0038, which leaves the parties free to determine a certain issue, includes the right of the parties to authorize a third party, including an institution, to make that determination.

Section 5. Section 684.0019, Florida Statutes, is amended to read:

684.0019 Conditions for granting interim measures.-

- (1) The party requesting an interim measure under s. 684.0018 shall  $\frac{must}{must}$  satisfy the arbitral tribunal that:
- (a) Harm not adequately reparable by an award of damages is likely to result if the measure is not ordered, and such harm substantially outweighs the harm that is likely to result to the party against whom the measure is directed if the measure is granted; and
- (b) A reasonable possibility exists that the requesting party will succeed on the merits of the claim. The determination on this possibility does not affect the discretion of the arbitral tribunal in making any subsequent determination.
- (2) With regard to a request for an interim measure under  $\underline{s.\ 684.0018(4)}$   $\underline{s.\ 684.0018}$ , the requirements in subsection (1) apply only to the extent the arbitral tribunal considers appropriate.

Section 6. Section 684.0026, Florida Statutes, is amended to read:

684.0026 Recognition and enforcement.-

(1) An interim measure issued by an arbitral tribunal <u>must</u> shall be recognized as binding and, unless otherwise provided by the arbitral tribunal, enforced upon application to the competent court, irrespective of the country in which it was

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141 issued, subject to s. 684.0027 s. 684.0019(1).

- (2) The party who is seeking or has obtained recognition or enforcement of an interim measure shall promptly inform the court of the termination, suspension, or modification of the interim measure.
- (3) The court where recognition or enforcement is sought may, if it considers it proper, order the requesting party to provide appropriate security if the arbitral tribunal has not already made a determination with respect to security or if such a decision is necessary to protect the rights of third parties.

Section 7. Section 684.0049, Florida Statutes, is created to read:

arbitration in this state, or the making of a written contract, agreement, or undertaking to arbitrate which provides for arbitration in this state, constitutes a consent to exercise in personam jurisdiction by the courts of this state in any action arising out of or in connection with the arbitration and any resulting order or award.

Section 8. Section 685.101, Florida Statutes, is amended to read:

685.101 Choice of law.-

(1) The parties to any contract, agreement, or undertaking, contingent or otherwise, in consideration of or relating to any obligation arising out of a transaction involving in the aggregate at least not less than \$250,000, the equivalent thereof in any foreign currency, or services or tangible or intangible property, or both, of equivalent value,

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including a transaction otherwise covered by s. 671.105(1), may, to the extent permitted under the United States Constitution, agree that the law of this state will govern such contract, agreement, or undertaking, the effect thereof and their rights and duties thereunder, in whole or in part, whether or not such contract, agreement, or undertaking bears any relation to this state.

- (2) This section does not apply to any contract, agreement, or undertaking:
- (a) Regarding any transaction which does not bear a substantial or reasonable relation to this state in which every party is either or a combination of:
- 1. A resident and citizen of the United States, but not of this state; or
- 2. Incorporated or organized under the laws of another state and does not maintain a place of business in this state;
  - (a) (b) For labor or employment;

- (b) (c) Relating to any transaction for personal, family, or household purposes, unless such contract, agreement, or undertaking concerns a trust at least one trustee of which resides or transacts business as a trustee in this state, in which case this section applies;
- $\underline{\text{(c)}}$  To the extent provided to the contrary in s. 671.105(2); or
- (d) (e) To the extent such contract, agreement, or undertaking is otherwise covered or affected by s. 655.55.
- (3) This section does not limit or deny the enforcement of any provision respecting choice of law in any other contract,

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197 agreement, or undertaking.

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- (4) This section applies to:
- (a) contracts entered into on or after <u>July 1, 2013</u> <del>June</del> 200 <del>27, 1989; and</del>
  - (b) Contracts entered into prior to June 27, 1989, if an action or proceeding relating to such contract is commenced on or after June 27, 1989.
  - Section 9. Section 685.102, Florida Statutes, is amended to read:
    - 685.102 Jurisdiction.-
    - (1) Notwithstanding any law that limits the right of a person to maintain an action or proceeding, a any person may, to the extent permitted under the United States Constitution, maintain in this state an action or proceeding against any person or other entity residing or located outside this state, if the action or proceeding arises out of or relates to any contract, agreement, or undertaking for which a choice of the law of this state, in whole or in part, has been made consistent with pursuant to s. 685.101 and which contains a provision by which such person or other entity residing or located outside this state agrees to submit to the jurisdiction of the courts of this state.
    - (2) This section does not affect the jurisdiction of the courts of this state over any action or proceeding arising out of or relating to any other contract, agreement, or undertaking.
      - (3) This section applies to:
- 223 (a) contracts entered into on or after <u>July 1, 2013</u> <del>June</del> 224 <del>27, 1989; and</del>

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(b) Contracts entered into prior to June 27, 1989, if an action or proceeding relating to such contract is commenced on or after June 27, 1989.

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Section 10. This act shall take effect July 1, 2013.

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