AMENDMENT TO RULES COMMITTEE PRINT 118– 36

OFFERED BY MS. PORTER OF CALIFORNIA

At the end of title V, insert the following new section:

1 SEC. 5_____. LIMITATIONS ON METHODS OF DISPUTE RESO 2 LUTION UNDER THE SERVICEMEMBERS CIVIL 3 RELIEF ACT.

4 (a) LIMITATION ON USE OF ARBITRATION TO RE5 SOLVE CONTROVERSIES UNDER SERVICEMEMBERS CIVIL
6 RELIEF ACT.—

7 (1) ARBITRATION; WRITTEN CONSENT RE8 QUIREMENT.—Section 102 of the Servicemembers
9 Civil Relief Act (50 U.S.C. 3912) is amended by
10 adding at the end the following new subsection:

11 "(d) WRITTEN CONSENT REQUIREMENT FOR ARBI-12 TRATION.—Notwithstanding any other provision of law, 13 whenever a contract with a servicemember, or a service-14 member and the servicemember's spouse jointly, provides 15 for the use of arbitration to resolve a controversy subject 16 to a provision of this Act and arising out of or relating 17 to such contract, arbitration may be used to settle such 18 controversy only if, after such controversy arises, all par $\mathbf{2}$

ties to such controversy consent in writing to use arbitra tion to settle such controversy.".

3 (2) APPLICABILITY.—Subsection (d) of such
4 section, as added by paragraph (1), shall apply with
5 respect to contracts entered into, amended, altered,
6 modified, renewed, or extended after the date of the
7 enactment of this Act.

8 (b) LIMITATION ON WAIVER OF RIGHTS AND PRO9 TECTIONS UNDER SERVICEMEMBERS CIVIL RELIEF
10 ACT.—

11 (1) LIMITATION.—Section 107(a) of the
12 Servicemembers Civil Relief Act (50 U.S.C. 3918(a))
13 is amended—

14 (A) in the second sentence, by inserting
15 "and if it is made after a specific dispute has
16 arisen and the dispute is identified in the waiv17 er" after "to which it applies"; and

(B) in the third sentence, by inserting
"and if it is made after a specific dispute has
arisen and the dispute is identified in the waiver" after "period of military service".

(2) APPLICABILITY.—The amendment made by
paragraph (1) shall apply with respect to waivers
made on or after the date of the enactment of this
Act.

(c) CLARIFICATION OF PRIVATE RIGHT OF ACTION
 UNDER SERVICEMEMBERS CIVIL RELIEF ACT.—Section
 802(a) of the Servicemembers Civil Relief Act (50 U.S.C.
 4042(a)) is amended—

5 (1) in the matter preceding paragraph (1), by
6 inserting ", notwithstanding any previous agreement
7 to the contrary," after "may"; and

8 (2) in paragraph (3), by striking ", notwith-9 standing any previous agreement to the contrary".

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