## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 2168 Session of 2014

INTRODUCED BY SWANGER, CALTAGIRONE, DENLINGER, GABLER, C. HARRIS, KORTZ, METCALFE, MILLARD, RAPP, ROAE, SACCONE, TALLMAN AND CLYMER, APRIL 9, 2014

REFERRED TO COMMITTEE ON JUDICIARY, APRIL 9, 2014

## AN ACT

- 1 Amending Title 42 (Judiciary and Judicial Procedure) of the
- 2 Pennsylvania Consolidated Statutes, prohibiting the
- application of foreign law which would impair constitutional
- 4 rights.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Section 102 of Title 42 of the Pennsylvania
- 8 Consolidated Statutes is amended by adding a definition to read:
- 9 § 102. Definitions.
- 10 Subject to additional definitions contained in subsequent
- 11 provisions of this title which are applicable to specific
- 12 provisions of this title, the following words and phrases when
- 13 used in this title shall have, unless the context clearly
- 14 indicates otherwise, the meanings given to them in this section:
- 15 \* \* \*
- "Foreign legal code or system." A legal code or system of a
- 17 jurisdiction outside of the United States, including an
- 18 international organization or tribunal, which is applied by that

- 1 jurisdiction in a judicial proceeding or an administrative
- 2 proceeding.
- 3 \* \* \*
- 4 Section 2. Section 5322(e) of Title 42 is amended to read:
- 5 § 5322. Bases of personal jurisdiction over persons outside
- 6 this Commonwealth.
- 7 \* \* \*
- 8 (e) Inconvenient forum.--[When]
- 9 (1) Except as set forth in paragraph (2), when a
- 10 tribunal finds that in the interest of substantial justice
- 11 the matter should be heard in another forum, the tribunal may
- stay or dismiss the matter in whole or in part on any
- 13 conditions that may be just.
- 14 (2) Relief under paragraph (1) shall not be granted if
- the tribunal finds that granting relief has the potential to
- violate a fundamental liberty, right or privilege granted
- 17 under the United States Constitution and the Constitution of
- 18 <u>Pennsylvania. The exception under this paragraph does not</u>
- 19 apply to any corporation, partnership, limited liability
- 20 company, business association or other legal entity that
- 21 contracts to subject itself to a foreign legal code or
- 22 <u>system.</u>
- 23 Section 3. Section 5327(c) of Title 42 is amended and the
- 24 section is amended by adding a subsection to read:
- 25 § 5327. Determination of foreign law.
- 26 \* \* \*
- 27 (b.1) Prohibitions.--
- 28 (1) Except as set forth in paragraph (2), all of the
- 29 following apply:
- 30 <u>(i) A tribunal shall not consider a foreign legal</u>

code or system which does not grant the parties affected
by the ruling or decision the same fundamental liberties,
rights and privileges granted under the United States

Constitution and the Constitution of Pennsylvania. This
subparagraph includes due process, freedom of religion,
freedom of speech, freedom of press and a right of
privacy or marriage as specifically defined by the
Constitution of Pennsylvania.

(ii) A contract which provides for the choice of a foreign legal code or system to govern a dispute which arises out of the contract violates the public policy of the Commonwealth and shall be void and unenforceable if the foreign legal code or system chosen includes or incorporates substantive or procedural law, as applied to the dispute at issue, which would not grant the parties the same fundamental liberties, rights and privileges granted under the United States Constitution and the Pennsylvania Constitution. This subparagraph includes due process, freedom of religion, freedom of speech, freedom of press and a right of privacy or marriage as specifically defined by the Constitution of Pennsylvania.

(iii) A contract which confers upon a tribunal or arbitrator in personam jurisdiction over a party to adjudicate a dispute arising out of the contract violates the public policy of the Commonwealth and shall be void and unenforceable if the jurisdiction chosen includes or incorporates substantive or procedural law, as applied to the dispute at issue, which would not grant the parties the same fundamental liberties, rights and privileges granted under the United States Constitution and the

Τ	constitution of remisylvania. This subparagraph includes
2	due process, freedom of religion, freedom of speech,
3	freedom of press and a right of privacy or marriage as
4	specifically defined by the Constitution of Pennsylvania.
5	(iv) It is the public policy of the Commonwealth to
6	deny a claim of forum non conveniens if a resident of
7	this Commonwealth, subject to personal jurisdiction in
8	this Commonwealth, seeks to maintain an action in this
9	Commonwealth and if a tribunal of this Commonwealth finds
10	that granting the claim would likely violate the
11	fundamental liberties, rights and privileges granted
12	under the United States Constitution and the Constitution
13	of Pennsylvania. This subparagraph includes due process,
14	freedom of religion, freedom of speech, freedom of press
15	and a right of privacy or marriage as specifically
16	defined by the Constitution of Pennsylvania.
17	(2) Paragraph (1) does not apply to any corporation,
18	partnership, limited liability company, business association
19	or other legal entity that contracts to subject itself to
20	foreign legal code or system.
21	(3) No tribunal or arbitrator shall interpret the
22	provisions of paragraph (1) to do any of the following:
23	(i) Limit the right of a person to the free exercise
24	of religion as guaranteed by the First Amendment to the
25	United States Constitution and by sections 3 and 4 of
26	Article I of the Constitution of Pennsylvania.
27	(ii) Require a tribunal or arbitrator to adjudicate
28	an ecclesiastical matter if adjudication would violate
29	the establishment clause of the First Amendment of the
30	United States or section 3 or 4 of Article I of the

Τ.	constitution of remisylvania, into subparagraph includes.
2	(A) selection and sanction of any officer,
3	official or clergy member of a religious
4	organization; and
5	(B) determination or interpretation of the
6	doctrine of the religious organization.
7	(iii) Prohibit a religious organization from
8	adjudicating an ecclesiastical matter if adjudication
9	would violate the establishment clause of the First_
10	Amendment of the United States or section 3 or 4 of
11	Article I of the Constitution of Pennsylvania. This
12	<pre>subparagraph includes:</pre>
13	(A) selection and sanction of any officer,
14	official or clergy member of a religious
15	organization; and
16	(B) determination or interpretation of the
17	doctrine of the religious organization.
18	(iv) Conflict with a Federal treaty or other
19	international agreement to which the United States is a
20	party to the extent that the treaty or international
21	agreement preempts or is superior to State law on the
22	<pre>matter at issue.</pre>
23	(c) Court decision and review The court, not jury, shall
24	determine the law of any governmental unit outside this
25	Commonwealth and whether that law violates subsection (b.1)(1).
26	The determination of the tribunal is subject to review on appeal
27	as a ruling on a question of law.
28	Section 4. This act shall apply to actions initiated on or
29	after the effective date of this section.
30	Section 5. This act shall take effect in 60 days.