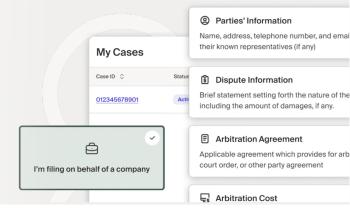




AI Arbitrator

A New Path to Dispute Resolution



An Al solution that moves at the speed of business, the AAA-ICDR's Al arbitrator is a groundbreaking innovation that delivers fast, cost-effective, and trusted dispute resolution within an intuitive, easy-to-use platform.

What makes the AI arbitrator unique?

- AAA's Proprietary Advantage: The Al arbitrator is trained on AAA construction awards, not generic legal text. It reflects real arbitrator logic, providing authentic legal reasoning.
- Human Validation by Design: Parties have the opportunity to review and confirm that the Al correctly summarized their claims and submissions. Then the entire Al-led case analysis is validated by an expert AAA human arbitrator.
- Responsible and Ethical AI: AAA frameworks and standards are baked into every layer of the platform to allow for transparency and accountability.
- High Volume with Efficiency: When efficiency and speed are essential, resolves cases faster and at lower costs.
- **Intuitive and Easy to Use:** Parties can quickly and easily get started with their first case.

How the AI Arbitrator Works:

- Parties submit their claims and evidence.
- Parties validate their submissions are accurately summarized by the Al arbitrator.
- The Al arbitrator parses claims, analyzes evidence, applies law, and drafts a proposed award.
- An AAA-trained human arbitrator reviews, revises as needed, finalizes, and issues the award.

For more information and to request a demo of the Al arbitrator, contact Andrew Barton, <u>BartonA@adr.org</u>.



35%+ Cost Savings 20-25% Time Savings

* Time and cost savings are based on documents-only construction cases



Now is the time to embrace Al to drive positive change through speed, efficiency, and accuracy. Our Al arbitrator can deliver timely and transparent outcomes that meet the speed of today's society. For nearly 100 years, people have trusted us to resolve disputes fairly, and today we carry that trust forward by transforming arbitration to meet the demands of a digital-first world.

Bridget Mary McCormack

AAA-ICDR President and CEO







Frequently Asked Questions

Understanding the AAA AI Arbitrator

1. Is the AI arbitrator actually deciding cases on its own?

No. Every decision made by the Al arbitrator involves a human arbitrator. The Al arbitrator uses legal reasoning to draft a recommended award—not a final decision. An AAA-trained human arbitrator reviews the Al's analysis, revises if needed, and issues the final, binding award.

2. Does the AI replace human legal judgment or ethics?

No. Human legal judgment remains central at every step. The Al arbitrator acts as an analytical tool—it organizes and reasons through case documents, but only a human arbitrator can finalize an award. Every output is validated for logic, fairness, and legal soundness by an experienced AAA arbitrator trained in Al arbitrator oversight. Carefully crafted AAA frameworks and standards are baked into every layer of the Al arbitration platform's development to allow for transparency and accountability.

3. What data is the Al arbitrator trained on?

For its initial launch, the Al arbitrator was trained on real AAA construction awards and refined through expert human calibration. This training gives the system domain-specific expertise while protecting confidentiality.

4. Can parties review the Al's draft before a final award?

This is not a black box. While the parties do not see the Al's draft award, during the submission and response process, they do have the opportunity to review and confirm that the Al correctly summarized their claims and submissions before their information is submitted to the human arbitrator.

5. Is participation in Al arbitration mandatory?

No. The Al arbitrator is completely opt-in. Both parties must agree to use it; otherwise, the case proceeds under traditional AAA arbitration.

6. How does this affect arbitrators?

This innovation is designed to empower, not replace, human arbitrators. The Al arbitrator increases the speed and volume of cases, which we think can provide more opportunities for panelists. Arbitrators working on Al-led cases receive specialized training in reviewing Al-generated analyses.

7. Is this suitable for complex or subjective cases?

Not yet. The Al arbitrator's initial deployment focuses on documents-only construction disputes—cases without live witnesses or complex factual issues. As the system matures, AAA may expand its use to other case types.

8. How do we ensure fairness and trust in this process?

AAA's reputation for fairness is built on nearly a century of trusted arbitration. Every Al-led case follows AAA's ethical frameworks, due process principles, and disclosure requirements. Parties will always know who their arbitrator is, how the case is handled, and how the decision is made. AAA maintains a dedicated Al Governance Committee overseeing compliance, ethics, and model outputs.

9. What are the time and cost benefits?

Early testing shows 20–25% faster resolution times and 35% or greater cost savings in documents-only construction disputes.

10. What if the AI "gets it wrong"?

The human arbitrator is ultimately responsible for detecting and correcting any deficiencies before issuing the final award. Every award remains the human arbitrator's award, not the Al's. The Al assists, but the decision—and accountability—stays human.