## CERTIFICATION OF ENROLLMENT

#### HOUSE BILL 2485

# 58th Legislature 2004 Regular Session

Passed by the House March 10, 2004
Yeas 70 Nays 27

Speaker of the House of Representatives

Passed by the Senate March 5, 2004
Yeas 43 Nays 3

Chief Clerk

President of the Senate

Approved

Secretary of State
State of Washington

Secretary of State
State of Washington

Secretary of State
State of Washington

# \_\_\_\_\_\_

#### HOUSE BILL 2485

AS AMENDED BY THE SENATE

Passed Legislature - 2004 Regular Session

### State of Washington

58th Legislature

2004 Regular Session

By Representatives Lantz, Carrell, Newhouse, Alexander, Jarrett, Moeller, Sommers, Kagi, Upthegrove, Schual-Berke and Darneille

Read first time 01/15/2004. Referred to Committee on Judiciary.

- AN ACT Relating to postjudgment interest on tort judgments;
- 2 amending RCW 4.56.115, 4.56.110, and 19.52.025; and creating a new
- 3 section.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 4.56.115 and 1983 c 147 s 2 are each amended to read 6 as follows:
- 7 Judgments founded on the tortious conduct of the state of
- 8 Washington or of the political subdivisions, municipal corporations,
- 9 and quasi municipal corporations of the state, whether acting in their
- 10 governmental or proprietary capacities, shall bear interest from the
- 11 date of entry at two percentage points above the ((maximum rate
- 12 permitted under RCW 19.52.020 on)) equivalent coupon issue yield (as
- 13 published by the board of governors of the federal reserve system) of
- 14 the average bill rate for twenty-six week treasury bills as determined
- 15 at the first bill market auction conducted during the calendar month
- immediately preceding the date of entry thereof((: PROVIDED, That)).
- 17 In any case where a court is directed on review to enter judgment on a
- 18 verdict or in any case where a judgment entered on a verdict is wholly

p. 1 HB 2485.PL

- 1 or partly affirmed on review, interest on the judgment or on that
- 2 portion of the judgment affirmed shall date back to and shall accrue
- 3 from the date the verdict was rendered.

**Sec. 2.** RCW 4.56.110 and 1989 c 360 s 19 are each amended to read 5 as follows:

Interest on judgments shall accrue as follows:

- (1) Judgments founded on written contracts, providing for the payment of interest until paid at a specified rate, shall bear interest at the rate specified in the contracts: PROVIDED, That said interest rate is set forth in the judgment.
- (2) All judgments for unpaid child support that have accrued under a superior court order or an order entered under the administrative procedure act shall bear interest at the rate of twelve percent.
- (3) Judgments founded on the tortious conduct of individuals or other entities, whether acting in their personal or representative capacities, shall bear interest from the date of entry at two percentage points above the equivalent coupon issue yield, as published by the board of governors of the federal reserve system, of the average bill rate for twenty-six week treasury bills as determined at the first bill market auction conducted during the calendar month immediately preceding the date of entry. In any case where a court is directed on review to enter judgment on a verdict or in any case where a judgment entered on a verdict is wholly or partly affirmed on review, interest on the judgment or on that portion of the judgment affirmed shall date back to and shall accrue from the date the verdict was rendered.
- (4) Except as provided under subsections (1) ((and)), (2), and (3) of this section, judgments shall bear interest from the date of entry at the maximum rate permitted under RCW 19.52.020 on the date of entry thereof((÷ PROVIDED, That)). In any case where a court is directed on review to enter judgment on a verdict or in any case where a judgment entered on a verdict is wholly or partly affirmed on review, interest on the judgment or on that portion of the judgment affirmed shall date back to and shall accrue from the date the verdict was rendered. The method for determining an interest rate prescribed by this subsection is also the method for determining the "rate applicable to civil judgments" for purposes of RCW 10.82.090.

NEW SECTION. Sec. 3. The rate of interest required by sections 1 and 2(3), chapter . . ., Laws of 2004 (sections 1 and 2(3) of this act) applies to the accrual of interest:

4

5

11

12

13

1415

16

- (1) As of the date of entry of judgment with respect to a judgment that is entered on or after the effective date of this act;
- 6 (2) As of the effective date of this act with respect to a judgment 7 that was entered before the effective date of this act and that is 8 still accruing interest on the effective date of this act.
- 9 **Sec. 4.** RCW 19.52.025 and 1986 c 60 s 1 are each amended to read 10 as follows:

Each month the state treasurer shall compute the highest rate of interest permissible under RCW 19.52.020(1), and the rate of interest required by RCW 4.56.110(3) and 4.56.115, for the succeeding calendar month. The treasurer shall file ((this rate)) these rates with the state code reviser for publication in the next available issue of the Washington State Register in compliance with RCW 34.08.020(8).

--- END ---

p. 3 HB 2485.PL