HOUSE BILL 2173

State of Washington 59th Legislature 2005 Regular Session

By Representatives Serben, Lantz, Curtis, Darneille, Williams, Rodne, Ahern, Sump, Sells, Woods, Dunn, Springer, Haler, Talcott, Wallace, Conway, O'Brien, Kenney and P. Sullivan

Read first time 02/22/2005. Referred to Committee on Judiciary.

1 AN ACT Relating to service members' civil relief; adding a new 2 chapter to Title 38 RCW; prescribing penalties; and declaring an 3 emergency.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 <u>NEW SECTION.</u> Sec. 1. DEFINITIONS. The definitions in this 6 section apply throughout this chapter.

- 7 (1) "Dependent" means:
- 8 (a) The service member's spouse;

9 (b) The service member's child; or

10 (c) An individual for whom the service member provided more than 11 one-half of the individual's support for one hundred eighty days 12 immediately preceding an application for relief under this chapter.

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(2) "Military service" means:

(a) In the case of a member of the United States army, navy, air
force, marine corps, or coast guard, full-time duty in the active
military service of the United States. "Military service" includes
full-time training duty, annual training duty, and attendance, while in
the active military service, at a school designated as a service school

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by law or by the secretary of the military department concerned. 1 2 "Military service" does not include full-time national guard duty.

(b) In the case of a member of the national guard or military 3 reserve component, "military service" means service under a call to 4 5 active service authorized by the president of the United States or the secretary of defense for a period of more than thirty consecutive days. б 7

(3) "National guard" has the meaning in RCW 38.04.010.

(4) "Service member" means any member of the United States army, 8 9 navy, air force, marine corps, coast guard, national guard, or member of a military reserve component. 10

NEW SECTION. Sec. 2. APPLICABILITY OF CHAPTER. (1) Any service 11 member who is ordered to report for military service is entitled to the 12 rights and protections of this chapter during the period beginning on 13 the date on which the service member reports for service and ending one 14 15 hundred eighty days after termination of or release from military 16 service.

17 (2) This chapter applies to any judicial or administrative proceeding commenced in any court or agency in Washington state in 18 which a service member is a defendant. This chapter does not apply to 19 20 criminal proceedings.

21 (3) This chapter shall be construed liberally so as to provide 22 fairness and do substantial justice to service members.

<u>NEW SECTION.</u> Sec. 3. EXTENSION OF RIGHTS AND PROTECTIONS--PERSONS 23 ORDERED TO REPORT FOR SERVICE -- PERSONS ORDERED TO REPORT FOR INDUCTION. 24 25 A member of a reserve component who is ordered to report for military service is entitled to the rights and protections of this chapter 26 27 during the period beginning on the date of the member's receipt of the order and ending one hundred eighty days after termination of or 28 29 release from military service.

30 <u>NEW SECTION.</u> Sec. 4. PROTECTION OF PERSONS SECONDARILY LIABLE. (1) Whenever pursuant to this chapter a court stays, postpones, or 31 suspends (a) the enforcement of an obligation or liability, (b) the 32 prosecution of a suit or proceeding, (c) the entry or enforcement of an 33 34 order, writ, judgment, or decree, or (d) the performance of any other 35 act, the court may likewise grant such a stay, postponement, or

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suspension to a surety, guarantor, endorser, accommodation maker, comaker, or other person who is or may be primarily or secondarily subject to the obligation or liability the performance or enforcement of which is stayed, postponed, or suspended.

5 (2) When a judgment or decree is vacated or set aside, in whole or 6 in part, pursuant to this chapter, the court may also set aside or 7 vacate, as the case may be, the judgment or decree as to a surety, 8 guarantor, endorser, accommodation maker, comaker, or other person who 9 is or may be primarily or secondarily liable on the contract or 10 liability for the enforcement of the judgment decree.

11 <u>NEW SECTION.</u> Sec. 5. PROTECTION OF SERVICE MEMBERS AGAINST 12 DEFAULT JUDGMENTS. (1) This section applies to any civil action or 13 proceeding in which a service member is a defendant and does not make 14 an appearance.

15 (2) In any action or proceeding covered by this section, the court, 16 before entering judgment for the plaintiff, shall require the plaintiff 17 to file with the court an affidavit:

(a) Stating whether the defendant is in military service andshowing necessary facts to support the affidavit; or

20 (b) If the plaintiff is unable to determine whether the defendant 21 is in military service, stating that the plaintiff is unable to 22 determine whether the defendant is in military service.

(3) If in an action covered by this section it appears that the defendant is in military service, the court may not enter a judgment until after the court appoints an attorney to represent the defendant. If an attorney appointed under this section to represent a service member cannot locate the service member, actions by the attorney in the case do not waive any defense of the service member or otherwise bind the service member.

30 (4) In an action covered by this section in which the defendant is 31 in military service, the court shall grant a stay of proceedings until 32 one hundred eighty days after termination of or release from military 33 service, upon application of defense counsel, or on the court's own 34 motion, if the court determines that:

35 (a) There may be a defense to the action and a defense cannot be36 presented without presence of the defendant; or

(b) After due diligence, counsel has been unable to contact the 1 2 defendant or otherwise determine if a meritorious defense exists.

(5) If a service member who is a defendant in an action covered by 3 this section receives actual notice of the action, the service member 4 5 may request a stay of proceedings pursuant to section 6 of this act.

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(6) A person who makes or uses an affidavit permitted under this 7 section knowing it to be false, is guilty of a class C felony.

(7) If a default judgment is entered in an action covered by this 8 section against a service member during the service member's period of 9 military service or within one hundred eighty days after termination of 10 or release from military service, the court entering the judgment 11 shall, upon application by or on behalf of the service member, reopen 12 13 the judgment for the purpose of allowing the service member to defend the action if it appears that: 14

(a) The service member was materially affected by reason of that 15 military service in making a defense to the action; and 16

17 (b) The service member has a meritorious or legal defense to the action or some part of it. 18

(8) If a court vacates, sets aside, or reverses a default judgment 19 20 against a service member and the vacating, setting aside, or reversing 21 is because of a provision of this chapter, that action does not impair 22 a right or title acquired by a bona fide purchaser for value.

NEW SECTION. Sec. 6. STAY OF PROCEEDINGS WHEN SERVICE MEMBER HAS 23 (1) This section applies to any civil action or proceeding in 24 NOTICE. which a defendant at the time of filing an application under this 25 26 section:

(a) Is in military service, or it is within one hundred eighty days 27 after termination of or release from military service; and 28

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(b) Has received actual notice of the action or proceeding.

30 (2) At any stage before final judgment in a civil action or 31 proceeding in which a service member described in subsection (1)(a) of this section is a party, the court may on its own motion and shall, 32 upon application by the service member, stay the action until one 33 hundred eighty days after termination of or release from military 34 service, if the conditions in subsection (3) of this section are met. 35

36 (3) An application for a stay under subsection (2) of this section 37 shall include the following:

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(a) A letter or other communication setting forth facts stating the
 manner in which current military duty requirements materially affect
 the service member's ability to appear and stating a date when the
 service member will be available to appear; and

5 (b) A letter or other communication from the service member's 6 commanding officer stating that the service member's current military 7 duty prevents appearance and that military leave is not authorized for 8 the service member at the time of the letter.

9 (4) An application for a stay under this section does not 10 constitute an appearance for jurisdictional purposes and does not 11 constitute a waiver of any substantive or procedural defense, including 12 a defense relating to lack of personal jurisdiction.

13 (5) A service member who is granted a stay of a civil action or 14 proceeding under subsection (2) of this section may apply for an additional stay based on the continuing material affect of military 15 duty on the service member's ability to appear. Such application may 16 17 be made by the service member at the time of the initial application under subsection (2) of this section or when it appears that the 18 service member is unable to prosecute or defend the action. 19 The same information required under subsection (3) of this subsection shall be 20 21 included in an application under this subsection.

(6) If the court refuses to grant an additional stay of proceedings
under subsection (2) of this section, the court shall appoint counsel
to represent the service member in the action or proceeding.

(7) A service member who applies for a stay under this section and is unsuccessful may not seek the protections afforded by section 5 of this act.

28 <u>NEW SECTION.</u> Sec. 7. FINES AND PENALTIES UNDER CONTRACTS. (1) If 29 an action for compliance with the terms of a contract is stayed 30 pursuant to this chapter, a penalty shall not accrue for failure to 31 comply with the terms of the contract during the period of the stay.

32 (2) If a service member fails to perform an obligation arising 33 under a contract and a penalty is incurred arising from that 34 nonperformance, a court may reduce or waive the fine or penalty if:

35 (a) The service member was in military service at the time the fine36 or penalty was incurred; and

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(b) The ability of the service member to perform the obligation was
 materially affected by the military service.

3 <u>NEW SECTION.</u> Sec. 8. CODEFENDANTS. If the service member is a 4 codefendant with others who are not in military service and who are not 5 entitled to the relief and protections provided under this chapter, the 6 plaintiff may proceed against those other defendants with the approval 7 of the court.

8 <u>NEW SECTION.</u> Sec. 9. STATUTE OF LIMITATIONS. (1) The period of 9 a service member's military service may not be included in computing 10 any period limited by law, rule, or order, for the bringing of any 11 action or proceeding in a court, or in any board bureau, commission, 12 department, or other agency of a state, or political subdivision of a 13 state, or the United States by or against the service member or the 14 service member's heirs, executors, administrators, or assigns.

(2) A period of military service may not be included in computing any period provided by law for the redemption of real property sold or forfeited to enforce an obligation, tax, or assessment.

(3) This section does not apply to any period of limitationprescribed by or under the internal revenue laws of the United States.

20 <u>NEW SECTION.</u> **Sec. 10.** This chapter may be known and cited as the 21 Washington service members' civil relief act.

22 <u>NEW SECTION.</u> Sec. 11. Captions used in this act are no part of 23 the law.

24 <u>NEW SECTION.</u> Sec. 12. Sections 1 through 11 of this act 25 constitute a new chapter in Title 38 RCW.

26 <u>NEW SECTION.</u> **Sec. 13.** If any provision of this act or its 27 application to any person or circumstance is held invalid, the 28 remainder of the act or the application of the provision to other 29 persons or circumstances is not affected.

30 <u>NEW SECTION.</u> Sec. 14. This act is necessary for the immediate

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1 preservation of the public peace, health, or safety, or support of the

- 2 state government and its existing public institutions, and takes effect
- 3 immediately.

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