CERTIFICATION OF ENROLLMENT

ENGROSSED SENATE BILL 6764

Chapter 149, Laws of 2010

61st Legislature 2010 Regular Session

TORT JUDGMENTS--ACCRUAL OF INTEREST

EFFECTIVE DATE: 06/10/10

YEAS 39 NAYS 8 I, Thomas Hoemann, Secretary of the Senate of the State of BRAD OWEN Washington, do hereby certify that the attached is **ENGROSSED SENATE** President of the Senate BILL 6764 as passed by the Senate and the House of Representatives Passed by the House March 3, 2010 on the dates hereon set forth. YEAS 60 NAYS 37 THOMAS HOEMANN FRANK CHOPP Secretary Speaker of the House of Representatives

Approved March 19, 2010, 2:41 p.m.

Passed by the Senate March 8, 2010

FILED

CERTIFICATE

March 19, 2010

CHRISTINE GREGOIRE

Governor of the State of Washington

Secretary of State State of Washington

ENGROSSED SENATE BILL 6764

AS AMENDED BY THE HOUSE

Passed Legislature - 2010 Regular Session

State of Washington 61st Legislature 2010 Regular Session

By Senators Gordon, Pflug, Oemig, McCaslin, Kline, and Hargrove Read first time 01/25/10. Referred to Committee on Judiciary.

- AN ACT Relating to accrual of interest on judgments founded on 1
- 2 tortious conduct; amending RCW 4.56.110; and creating a new section.
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON: 3
- **Sec. 1.** RCW 4.56.110 and 2004 c 185 s 2 are each amended to read 4 5 as follows:
- Interest on judgments shall accrue as follows: 6

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- 7 (1) Judgments founded on written contracts, providing for the 8 payment of interest until paid at a specified rate, shall bear interest at the rate specified in the contracts: PROVIDED, That said interest 10 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)(a) Judgments founded on the tortious conduct of ((individuals or other entities, whether acting in their personal or representative capacities,)) a "public agency" as defined in RCW 42.30.020 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.
- (b) Except as provided in (a) of this subsection, judgments founded 8 on the tortious conduct of individuals or other entities, whether 9 acting in their personal or representative capacities, shall bear 10 interest from the date of entry at two percentage points above the 11 12 prime rate, as published by the board of governors of the federal 13 reserve system on the first business day of the calendar month 14 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 15 a judgment entered on a verdict is wholly or partly affirmed on review, 16 17 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 18 19 rendered.
 - (4) Except as provided under subsections (1), (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. 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.
- 31 <u>NEW SECTION.</u> **Sec. 2.** The rate of interest required by RCW 32 4.56.110(3) (a) and (b) applies to the accrual of interest:
- 33 (1) As of the date of entry of judgment with respect to a judgment 34 that is entered on or after the effective date of this section; and
- 35 (2) As of the effective date of this section with respect to a

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- 1 judgment that was entered before the effective date of this section and
- 2 that is still accruing interest on the effective date of this section.

Passed by the Senate March 8, 2010. Passed by the House March 3, 2010. Approved by the Governor March 19, 2010. Filed in Office of Secretary of State March 19, 2010.