♣ Approved for Filing: KMW♣ 02-02-99 1:07 PM♣

1	JUDGMENT LIEN AMENDMENTS
2	1999 GENERAL SESSION
3	STATE OF UTAH
4	Sponsor: John L. Valentine
5	AN ACT RELATING TO THE JUDICIAL CODE; PROVIDING FOR THE TERMINATION OF
6	JUDGMENT LIENS WHICH ARE APPEALED UPON THE FILING OF ADEQUATE
7	SECURITY; $\$ [AND] $\$ MAKING TECHNICAL CHANGES $\$; and providing an effective date $\$.
8	This act affects sections of Utah Code Annotated 1953 as follows:
9	AMENDS:
10	78-22-1, as last amended by Chapter 327, Laws of Utah 1998
11	Be it enacted by the Legislature of the state of Utah:
12	Section 1. Section 78-22-1 is amended to read:
13	78-22-1. Duration of judgment Judgment as lien upon real property Abstract
14	of judgment Small claims judgment not lien Appeal of judgment.
15	(1) Judgments shall continue for eight years unless previously satisfied or unless
16	enforcement of the judgment is stayed in accordance with law.
17	(2) Prior to July 1, 1997, except as limited by [Subsection] Subsections (4) and (5), the
18	entry of judgment by a district court is a lien upon the real property of the judgment debtor, not
19	exempt from execution, owned or acquired during the existence of the judgment, located in the
20	county in which the judgment is entered.
21	(3) Prior to and after July 1, 1997, an abstract of judgment issued by the court in which the
22	judgment is entered may be recorded in any court of this state and shall have the same force and
23	effect as a judgment entered in that court.
24	(4) Prior to July 1, 1997, and after May 15, 1998, a judgment entered in the small claims
25	division of any court shall not qualify as a lien upon real property unless abstracted to the civil
26	division of the district court and recorded in accordance with Subsection (3).
27	(5) (a) If any judgment is appealed, upon deposit with the \$ [clerk of the] \$ court where the
27a	Ş <u>NOTICE OF</u> ş

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<u>28</u>	appeal is filed of cash or other security in a form and amount considered sufficient by the court
28a	\S <u>THAT RENDERED THE JUDGMENT</u> \S <u>to</u>
29	secure the full amount of the judgment, together with ongoing interest and any other anticipated
30	damages or costs, including attorney's fees and costs on appeal, the lien created by Subsection (2)
31	shall be terminated as provided in Subsection (5)(b).
32	(b) Upon the deposit of sufficient security as provided in Subsection (5)(a), the court shall
33	enter an order terminating the lien created by the judgment under Subsection (2) and granting the
34	judgment creditor a perfected lien in the deposited security as of the date of the original judgment.
34a	Ş Section 2. Effective date.
34b	IF APPROVED BY TWO-THIRDS OF ALL THE MEMBERS ELECTED TO EACH HOUSE, THIS
34c	ACT TAKES EFFECT UPON APPROVAL BY THE GOVERNOR, OR THE DAY FOLLOWING THE
34d	CONSTITUTIONAL TIME LIMIT OF UTAH CONSTITUTION ARTICLE VII, SECTION 8, WITHOUT THE
34e	GOVERNOR'S SIGNATURE, OR IN THE CASE OF A VETO, THE DATE OF VETO OVERRIDE. §

Legislative Review Note as of 1-28-99 10:23 AM

A limited legal review of this legislation raises no obvious constitutional or statutory concerns.

Office of Legislative Research and General Counsel