LEGISLATIVE GENERAL COUNSEL

Representative Thomas V. Hatch proposes to substitute the following bill:

1	JUDGMENT LIEN AMENDMENTS
2	2001 GENERAL SESSION
3	STATE OF UTAH
4	Sponsor: Thomas V. Hatch
5	This act modifies provisions of the Utah Code related to judgment liens. The act provides
6	that a judgment, an abstract of a judgment, or an abstract of a final administrative order
7	constitutes a lien when it is recorded in the office of the county recorder. The act exempts
8	state agencies from the recording requirement. The act outlines requirements for documents
9	presented for recording in the office of the county recorder. The act designates the duration
10	of a judgment recorded in the office of the county recorder. The act requires that a
11	judgment recorded in the office of the county recorder that becomes a lien on the real
12	property of a judgment debtor shall be entered in the appropriate index in the office of the
13	county recorder. The act modifies provisions related to the filing of judgments in the
14	Registry of Judgments. The act modifies provisions related to foreign judgment liens. The
15	act also makes technical corrections. This act provides an effective date. This act provides
16	a coordination clause.
17	This act affects sections of Utah Code Annotated 1953 as follows:
18	AMENDS:
19	21-7-2, as last amended by Chapter 181, Laws of Utah 1991
20	38-5-1 , as last amended by Chapter 85, Laws of Utah 1971
21	57-3-106, as last amended by Chapter 320, Laws of Utah 2000
22	62A-11-207, as last amended by Chapter 198, Laws of Utah 1996
23	78-5-119, as enacted by Chapter 157, Laws of Utah 1989
24	78-22-1, as last amended by Chapter 161, Laws of Utah 2000
25	78-22-1.5, as last amended by Chapter 327, Laws of Utah 1998

26	78-22a-5, as last amended by Chapter 172, Laws of Utah 1986
27	Be it enacted by the Legislature of the state of Utah:
28	Section 1. Section 21-7-2 is amended to read:
29	21-7-2. Payment of fees prerequisite to service Exception.
30	(1) (a) The state and county officers mentioned in this title may not perform any official
31	service unless the fees prescribed for that service are paid in advance.
32	(b) When the fee is paid, the officer shall perform the services required.
33	(c) An officer is liable upon [his] an officer's official bond for every failure or refusal to
34	perform an official duty when the fees are tendered.
35	(2) Except as provided for payment of [filing] recording fees [of] for county and municipal
36	improvement district [filings] recordings in compliance with Sections 17A-3-207 and 17A-3-307,
37	and as provided for payment of recording fees for judgments recorded in compliance with Sections
38	57-3-106 and 78-5-119, no fees may be charged:
39	(a) to the officer's state, or any county or subdivision of the state;
40	(b) to any public officer acting for the state, county, or subdivision;
41	(c) in cases of habeas corpus;
42	(d) in criminal causes before final judgment;
43	(e) for administering and certifying the oath of office;
44	(f) for swearing pensioners and their witnesses; or
45	(g) for filing and recording bonds of public officers.
46	Section 2. Section 38-5-1 is amended to read:
47	38-5-1. Registering with clerk of district court Recording with county recorder
48	Effect.
49	(1) Transcripts of judgments or decrees rendered in the district court of the United States
50	within the state [of Utah] may be filed [and docketed] in the office of the clerk of the state district
51	court of any county in this state[, and when so filed and docketed, such judgments or decrees shall
52	have the same force and effect as a lien as judgments rendered and docketed in a district court of
53	this state in and for such county].
54	(2) Except as provided in Subsection (3), if a judgment or an abstract of judgment or
55	decree under Subsection (1) is recorded in the office of the county recorder in which land of a
56	judgment debtor is located, that judgment or decree becomes a lien on the real property of the

57	judgment debtor.
58	(3) State agencies are exempt from the recording requirement of Subsection (2), and need
59	only register a transcript of judgment or decree under Subsection (1) to create a lien on the real
60	property of a judgment debtor.
61	Section 3. Section 57-3-106 is amended to read:
62	57-3-106. Original documents required Captions Legibility.
63	(1) (a) Unless otherwise provided, documents presented for recording in the office of the
64	county recorder shall:
65	(i) be originals; and
66	(ii) contain a brief caption stating the nature of the document.
67	(b) If a document is a master form, as defined in Section 57-3-201, the caption required
68	by Subsection (1)(a)(ii) shall state that the document is a master form.
69	(2) A court judgment or an abstract of a court judgment presented for recording in
70	compliance with Section 78-22-1 shall be an original or a certified copy as defined in Section
71	57-1-1 and shall include the information identifying the judgment debtor as required in
72	Subsections 78-22-1.5(4) and (5).
73	(3) Originals recorded in compliance with this section do not need an acknowledgment.
74	(4) A foreign judgment or an abstract of a foreign judgment recorded in the office of a
75	county recorder shall include the affidavit of the judgment as required in Section 78-22a-3.
76	(5) A court judgment or an abstract of a court judgment recorded in the office of a county
77	recorder in compliance with Section 78-5-119 that does not include the debtor identifying
78	information referred to in Subsection (2) is not a lien upon the real property of the judgment debtor
79	until the recorded judgment is perfected by the recording of an amendment to the judgment as
80	provided in Subsection 78-22-1.5(6).
81	(6) Any satisfaction of a judgment recorded to release a judgment in the office of the
82	county recorder shall recite the date of recording, the entry number, and the book and page of the
83	instrument creating the judgment.
84	[(2)] (7) Documents presented for recording shall also be sufficiently legible for the
85	recorder to make certified copies.
86	[(3)] (a) A document which is of record in the office of the appropriate county recorder
87	in compliance with this chapter may not be recorded again in that same county recorder's office

88	unless the original document has been reexecuted by all parties who executed the document.
89	Unless exempt by statute, original documents which are reexecuted must also contain the
90	appropriate acknowledgment, proof of execution, jurat or other notarial certification for all parties
91	who are reexecuting the document as required by Title 46, Chapter 1, Notaries Public Reform Act,
92	and Title 57, Chapter 2, Acknowledgments. Documents submitted for rerecording shall contain
93	a brief statement explaining the reason for rerecording.
94	(b) A county recorder may refuse to accept a document for rerecording if that document
95	does not conform to the requirements of this section.
96	(c) Subsection [(3) of this section] (7) applies only to documents executed after July 1,
97	1998.
98	[(4)] (9) Minor typographical or clerical errors in a document of record may be corrected
99	by the recording of an appropriate instrument.
100	Section 4. Section 62A-11-207 is amended to read:
101	62A-11-207. Filing of an abstract of final administrative order Real property lien
102	when recorded in the office of the county recorder Effect of order Execution.
103	(1) An abstract of a final administrative order may be [docketed] filed in the district court
104	of any county in the state. The time of receipt of the abstract shall be noted by the clerk on the
105	abstract and entered in the [docket] "Registry of Judgments," as defined in Subsection
106	<u>78-22-1.5(1)</u> .
107	(2) [From the time] Except as provided under Subsection 38-5-1(3), upon recordation of
108	the abstract [is docketed] referred to in Subsection (1) in the [judgment docket of a district court,
109	any administrative judgment included in] office of the county recorder in which the real property
110	of the obligor is located, the order [abstracted] constitutes a lien upon the real property of the
111	obligor situated in that county that shall run for a period of eight years from the [date] time the
112	order is [entered] filed in the district court under Subsection (1), unless previously satisfied.
113	(3) The final administrative order fixing the liability of the obligor shall have the same
114	effect as any other money judgment [entered in a district court].
115	(4) Attachment, garnishment, or execution on a judgment included in or accruing under
116	an administrative order filed [and docketed] in a district court and recorded in the office of the
117	county recorder in accordance with this section shall be in the same manner and with the same
118	effect as an attachment, garnishment, or execution on a judgment of a district court, except that

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119 a writ of garnishment on earnings shall continue to operate and require the garnishee to withhold 120 the nonexempt portion of the earnings at each succeeding earnings disbursement interval until released in writing by the office or by court order. Any satisfaction of judgment recorded to 121 122 release a judgment shall be recorded in the office of the appropriate county recorder under the 123 requirements of Section 57-3-106. 124 (5) The lien and enforcement remedies provided by this section are in addition to any other 125 lien or remedy provided by law. 126 Section 5. Section 78-5-119 is amended to read: 127 78-5-119. Judgment not a lien unless so recorded. 128 (1) [A] Except as provided under Subsection 38-5-1(3), a judgment rendered in a justice 129 court does not create a lien upon any [lands] real property of the judgment debtor unless the 130 judgment or an abstract of the judgment that contains the identifying information of the judgment 131 debtor as required in Subsections 78-22-1.5(4) and (5) is [filed and docketed] recorded in the office 132 of the [clerk of the district court] county recorder of the county in which the [lands] real property 133 of the judgment debtor are located. 134 (2) [When filed and docketed, the judgment is a lien upon the real property of the judgment debtor that is not exempt from execution and is situated in that county] The lien runs for 135 136 eight years from the date the judgment was [entered] filed in the "Registry of Judgments," as 137 defined in Subsection 78-22-1.5(1) unless the judgment is earlier satisfied. 138 (3) A judgment or abstract of judgment recorded in the office of a county recorder in compliance with this section that does not contain the debtor identifying information as required 139 140 in Subsections 78-22-1.5(4) and (5) is not a lien upon the real property of the judgment debtor until the recorded judgment is perfected by the recording of an amendment to the judgment as provided 141 142 in Subsection 78-22-1.5(6). 143 Section 6. Section 78-22-1 is amended to read: 144 78-22-1. Duration of judgment -- Judgment as a lien upon real property -- Abstract 145 of judgment -- Small claims judgment not a lien -- Appeal of judgment -- Child support 146 orders. 147 (1) Except as provided in Subsection $\left[\frac{(6)}{(7)}\right]$ (7), judgments shall continue for eight years 148 from the time of filing by a district court unless previously satisfied or unless enforcement of the 149 judgment is stayed in accordance with law.

150	(2) Prior to July 1, 1997, except as limited by Subsections (4) and $[(5)]$ (6), the entry of
151	judgment by a district court is a lien upon the real property of the judgment debtor, not exempt
152	from execution, owned or acquired during the existence of the judgment, located in the county in
153	which the judgment is entered.
154	(3) Prior to and after July 1, 1997, but before July 1, 2001, an abstract of judgment issued
155	by the court in which the judgment is entered may be [recorded] filed in any court of this state and
156	shall have the same force and effect as a judgment entered in that court.
157	(4) Prior to July 1, 1997, and after May 15, 1998, subject to Subsection (5) a judgment
158	entered in the small claims division of any court shall not qualify as a lien upon real property
159	unless abstracted to the civil division of the district court and recorded in accordance with
160	Subsection (3).
161	(5) After July 1, 2001, a judgment entered in the small claims division of any court shall
162	not qualify as a lien upon real property unless abstracted to the civil division of the district court
163	and recorded in the office of the county recorder as required in Section 78-5-119.
164	$\left[\frac{(5)}{(6)}\right]$ (a) If any judgment is appealed, upon deposit with the court where the notice of
165	appeal is filed of cash or other security in a form and amount considered sufficient by the court that
166	rendered the judgment to secure the full amount of the judgment, together with ongoing interest
167	and any other anticipated damages or costs, including attorney's fees and costs on appeal, the lien
168	created by Subsection (2) shall be terminated as provided in Subsection [(5)] (6)(b).
169	(b) Upon the deposit of sufficient security as provided in Subsection $[(5)]$ (6)(a), the court
170	shall enter an order terminating the lien created by the judgment under Subsection (2) and granting
171	the judgment creditor a perfected lien in the deposited security as of the date of the original
172	judgment.
173	[(6)] (7) Enforcement of a child support order may be pursued at any time within four
174	years after the date the youngest child reaches majority.
175	(8) (a) After July 1, 2001, except as limited by Subsections (4) and (6), the recordation of
176	a judgment from any district court in the state in the office of a county recorder as required in
177	Section 78-5-119 becomes a lien upon any real property of the judgment debtor, located in the
178	same county in which the judgment is recorded, owned or acquired during the existence of the
179	judgment.
180	(b) The duration of a judgment recorded in the office of a county recorder shall run from

181	the time of registration in the district court under Subsection (1).
182	(9) (a) A judgment referred to in Subsection (8) shall be entered in the appropriate index
183	in the office of the county recorder as required in Section 17-21-6.
184	(b) A judgment containing a legal description shall be abstracted in the appropriate tract
185	index in the office of the county recorder.
186	Section 7. Section 78-22-1.5 is amended to read:
187	78-22-1.5. Definitions Judgment recorded in Registry of Judgments.
188	(1) For purposes of this section, "Registry of Judgments" means the index where a
189	judgment shall be [recorded] filed and searchable by the name of the judgment debtor through
190	electronic means or by tangible document.
191	(2) On or after July 1, 1997, a judgment rendered or recorded in a district court does not
192	create a lien upon or affect the title to real property unless the judgment is recorded in the Registry
193	of Judgments of the office of the clerk of the district court of the county in which the property is
194	located.
195	(3) On or after July 1, 2001, except as provided in Subsection 38-5-1(3), a judgment filed
196	in a district court does not create a lien upon or affect the title to real property unless the judgment
197	or an abstract of judgment is recorded in the office of the county recorder in which the real
198	property of the judgment debtor is located.
199	[(3)] (4) In addition to the requirement of [Subsection] Subsections (2) and (3), any
200	judgment that is [recorded] filed in the Registry of Judgments on or after September 1, 1998, or
201	any judgment or abstract of judgment that is recorded in the office of a county recorder after July
202	1, 2001, shall include [a] the information identifying the judgment debtor on the judgment or
203	abstract of judgment or a copy of the separate information statement of the judgment creditor that
204	contains:
205	(a) the correct name and last-known address of each judgment debtor and the address at
206	which each judgment debtor received service of process;
207	(b) the name and address of the judgment creditor;
208	(c) the amount of the judgment as entered in the Registry of Judgments;
209	(d) if known, the judgment debtor's social security number, date of birth, and driver's
210	license number if a natural person; and
211	(e) whether or not a stay of enforcement has been ordered by the court and the date the stay

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212 expires. 213 $\left[\frac{(4)}{(4)}\right]$ (5) For the information required in Subsection $\left[\frac{(3)}{(4)}\right]$ (4), the judgment creditor shall: 214 (a) provide the information on the separate information statement if known or available 215 to the judgment creditor from its records, its attorney's records, or the court records in the action 216 in which the judgement was entered; or 217 (b) state on the separate information statement that the information is unknown or 218 unavailable. 219 $\left[\frac{(5)}{(5)}\right]$ (6) (a) Any judgment that requires payment of money and is $\left[\frac{(5)}{(6)}\right]$ 220 district court on or after September 1, 1998, [and] or any judgment or abstract of judgment recorded in the office of a county recorder after July 1, 2001, that is not accompanied by the 221 222 separate information statement as required in Subsections $\left[\frac{(3)}{(4)}\right]$ (4) and $\left[\frac{(4)}{(4)}\right]$ (5) may be amended 223 by [recording] filing a document entitled "Amendment to [Recorded] Judgment" in the Registry 224 of Judgments and in the office of a county recorder in compliance with Subsections $\left[\frac{(3)}{(3)}\right]$ (4) and 225 [(4)] (5).226 (b) The amendment to [the recorded] a filed judgment shall state the date of [recording] 227 entry of the original judgment in the Registry of Judgments. The amendment to a judgment 228 recorded in the office of a county recorder shall state the time of recording, the entry number, and 229 the book and page of the original judgment. 230 (c) [Recording an] An amendment to a recorded judgment has no effect on the 231 computation of time as provided in Section 78-22-1. 232 [(6)] (7) A judgment that requires payment of money recorded on or after September 1, 233 1998, has as its priority the date of compliance with Subsections [(3)] (4) and [(4)] (5). 234 Section 8. Section 78-22a-5 is amended to read: 78-22a-5. Lien. 235 236 [(1)] A foreign judgment filed in a district court under this chapter becomes a lien as 237 provided in Section 78-22-1 if: 238 (1) a stay of execution has not been granted [-]; 239 (2) [H] the requirements of this chapter are satisfied[, the foreign judgment becomes a lien 240 upon]; and 241 (3) the judgment [debtor's property on the date it is docketed] is recorded in the office of 242 the county recorder where the property of the judgment debtor is located, as provided in Section

243	<u>78-22-1</u> .
244	Section 9. Effective date.
245	This act takes effect on July 1, 2001.
246	Section 10. Coordination clause.
247	If this bill and H.B. 19, Fees Recodification, both pass, it is the intent of the Legislature that
248	the Office of Legislative Research and General Counsel in preparing the Utah Code database for
249	publication, shall renumber Section 21-7-2 in this bill as Section 63-38-3.3 and amend it to read:
250	"[21-7-2] <u>63-38-3.3</u> . Payment of fees prerequisite to service Exception.
251	(1) (a) [The state] State and county officers [mentioned in this title] required by law to
252	charge fees may not perform any official service unless the fees prescribed for that service are paid
253	in advance.
254	(b) When the fee is paid, the officer shall perform the services required.
255	(c) An officer is liable upon [his] the officer's official bond for every failure or refusal to
256	perform an official duty when the fees are tendered.
257	(2) Except as provided for payment of [filing] recording fees [of] for county and municipal
258	improvement district [filings] recordings in compliance with Sections 17A-3-207 and 17A-3-307,
259	and as provided for payment of recording fees for judgments recorded in compliance with Sections
260	57-3-106 and 78-5-119, no fees may be charged:
261	(a) to the officer's state, or any county or subdivision of the state;
262	(b) to any public officer acting for the state, county, or subdivision;
263	(c) in cases of habeas corpus;
264	(d) in criminal causes before final judgment;
265	(e) for administering and certifying the oath of office;
266	(f) for swearing pensioners and their witnesses; or
267	(g) for filing and recording bonds of public officers."