# **HOUSE BILL**

Title:

AN ACT to create W.S. 1-16-204; to amend W.S. 1-10-103, 1-10-104 and 1-17-302; and to repeal W.S. 1-16-201, 1-16-202 and 1-16-203 relating to confession of judgment; providing judgment or release of errors shall not be entered on any power of attorney, negotiable instrument or contract without prior notice and an opportunity to defend; providing exceptions; and providing for an effective date.

Introduced by: Welt led A. Ele Cranley
Milwight

DATE	ACTION	DATE	ACTION
ME 14 WI	MIND THE TIME		
	REFERENCE OF NO.		
	PRIVER TO FOM, NO.		
Mar: 1 1			
	RECOMMENSED DO		}
MR 1 9 2001	WECOMMENDED DO		
## 2 r 19	H BEAD SECOND TIME		
	Amonded as tollows 1811 H21/4		
## S1 W	MEAD THIRD TIME		
	Apre (RNow 2- Immed O Almid O.		
	Sout fo Sugar	_	
1-21-81	Roceived from House		
	Sout Roy Francisia		
1-22-81	ENGROSSER		
	Sent to Sente		
1-42-61	Received from House		
	Read first time		
	Referred to Com. No.		
	Delivered to Com. No.		
2-26-R1	STANDING COMM. REPORT		
	DO PASS		

#90B11

Third Reading

Date 1/3//5/

## Roll Call of the House

### of the FORTY-SIXTH LEGISLATURE

of Wyoming

	Ayes	Noes	Excused	Absent		Ayes	Noes	Excused	Absent
63 ARNOLD	المرابع المرابع				30 PHELAN	1			
62 ASAY	~				29 PROSSER		1 1 1		
61 BRYANT					28 PUGH	2			
60 BUDD					27 RATLIFF	7			O
59 <b>BURNIS</b> T					26 ROTH	L.			
58 BURNS	V		-	- "	25 SALISBURY				
57 BYRD	· ·				24 SANDERS	•—•			
56 CHAMBERLAIN					23 SCHWOPE				
55 CROSS					22 SCOTT, C	السردسين ا			
54 CROWLEY	*****				21 SCOTT, D.	اسا			
53 CURRY					20 SHREVE				
52 DONLEY	No.				19 SIDI				
51 DUSL	<b>\$</b>				18 SIMONS				,
50 EDWARDS	1/				17 SIMPSON				
49 ESKENS					16 SMITH	944			
48 GETTER	L				15 SORENSEN				
47 HANSEN	No.				14 STAUFFER	-			
46 HEMMERT	la se				13 STEWART	v.			
45 JENSEN	مسرب				12 STRAND	\$150 \$100			
44 JONES					11 TARTER				
43 KINNISON					10 THOMPSON	tur "			
42 LARSON, T.					9 THORSON	المسيا			
41 LUMMIS					8 TIPTON	90000			
40 MacMILLAN				,	7 TROWBRIDGE	V			
39 MARTON					6 URBIGKIT				
38 McCARTHY					5 VINICH				
37 McILVAIN					4 WALLIS	•	س		
36 MEENAN	g				3 WIEDERSPAHN	://			
35 MICHELI	-				2 WINNINGER				
34 MICHIE	V	4			1 MR. SPEAKER	~			
33 МИВРНУ	-				PRESENT			ES _G	·o
32 ODDE	~		/					ES CUSED	
31 PERRY	,	/	1		]			SENT _ TAL	
		<u> </u>	•	•				TAL SS	

## THE LEGISLATURE OF THE STATE OF WYOMING

House of Representatives

		Cheyenne,	January 15	<b>, 19</b> 81
Mr. Speaker:				
Your Comm	ittee No1	JUDICIARY	•••••	••••
to whom was ref	erred H. B.	No. 111	•••••••	············
respectfully repor	rts same back to	he House with the recomm	nendation that it	

DO PASS

AYES

NOES

EXCUSED

Chamberlain
Hansen
Lummis
McCarthy
Odde
Scott
Tipton
Trowbridge
Wiederspahn
Crowley

Eller Crowley Cully

Chairman

# **ENGROSSED**

1981

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tive date.

### STATE OF WYDMING

81LS0-125/ena

HOUSE BILL NO. \_11\_

Judgment by confession void.

Sponsored by:

Representatives URBIGKIT, CROWLEY and WIEDERSPAHN

#### A BILL

for

AN ACT to create W.S. 1-16-204; to amend W.S. 1-10-103, 1 2 1-10-104 and 1-17-302; and to repeal W.S. 1-16-201. 1-16-202 and 1-16-203 relating to confession of judgment; 3 providing judgment or release of errors shall not be 4 entered on any power of attorney, negotiable instrument or 5 contract without prior notice and an opportunity to 5

defend; providing exceptions; and providing for an effec-

- Be It Enacted by the Legislature of the State of Wyoming:
- Section 1. W.S. 1-16-204 is created to read: 10

- 1 1-16-204. Confession of judgment and release of
  2 errors void.
- 3 (a) Any power of attorney to confess judgment or to
  4 allow judgment to be entered by default before an action
  5 is initiated or a suit is begun is void. Any agreement to
  6 allow judgment to be executed as part of or in connection
  7 with the signing of any negotiable instrument or other
  8 written contract to pay money before an action is ini9 tiated or a suit is begun is also void.
- 10 (b) No person shall appear, accept service or waive 11 process for a defendant under any power of attorney to 12 confess judgment in any connection in this state before an 13 action is initiated.
- 14 (c) Any release of errors given before an action is 15 initiated is void.
- (d) Nothing in this section shall apply to any negotiable instrument or other written contract entered into prior to May 20, 1981.
- 21 1-10-103. Offer to settle before action brought.

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1 Before an action for recovery of money is brought adainst 2 any person, he may do into the court of competent jurisdiction in the county of his residence or the county in 3 which the person having the cause of action resides, 4 offer to confess--judgment--in--favor-of SETTLE WITH the 5 6 claimant for a specified sum. If the claimant, having such notice as the court deems reasonable that the offer will 7 be made, its amount, and the time and place of making it R fails to attend and accept the confession OFFER OF SETTLE-9 MENT, or if he attends and refuses to accept it and after-10 11 wards commences an action upon the cause and fails 12 more than the amount offered-to-be-confessed OF recover 13 THE OFFER OF SETTLEMENT, with interest from the date of the offer, he shall pay all the costs of the action. 14

1-10-104. Offer in court to confess for part of claim or causes. The defendant in an action for the recovery of money may offer in court to confess judgment for eart-of the amount claimed, or part of the causes involved in the action. If the plaintiff, being present, HAVING BEEN AFFORDED REASONABLE NOTICE refuses to accept such confession of judgment in full satisfaction of his demands in the action, or having—had—such—notice—as—the—court deems—reasonable—that—the—offer—would—he—made,—its—amount, and—the—time—of—making—it, fails to attend, and, on the

- 1 trial, does not recover more than was offered to be con-
- 2 fessed, with interest from the date of the offer, the
- 3 plaintiff shall pay all costs of the defendant incurred
- 4 after the offer was made.
- 5 1-17-302. When lien attaches to property; generally.
- 6 The lands and tenements within the county in which judg-
- 7 ment is entered are bound for the satisfaction thereof
- 8 from the first day of the term at which judgment is
- 9 rendered -- but-judgments-by-confession-and HOWEVER judg-
- 10 ments rendered at the same term in which the action is
- 11 commenced shall bind the lands only from the day on which
- 12 the judgments are rendered. All other lands as well as
- 13 goods and chattels of the debtor are bound from the time
- 14 they are seized in execution.
- 15 Section 3. W.S. 1-16-201, 1-16-202 and 1-16-203 are
- 16 repealed.
- 17 Section 4. This act is effective May 20, 1981.
- 18 (END)

:		House of Intro  To Com No.  Stand Report Do Amd Not Stand Report Do Amd Not Com Whole Do Amd Not 2nd Reading Amd 3rd Reading Amd Pass Fail 3rd Reading Amd Pass Fail	
		INTRODUCED	
	1981	STATE OF WYOMING 81LSO-125.01	
		HOUSE BILL NO. 11	
	Judgn	ent by confession void.	
	Spons	ored by: Representative URBIGKIT	
		A BILL	
		for	
	1	AN ACT to create W.S. 1-16-204; to amend W.S. 1-10-103,	
	2	1-10-104 and 1-17-302; and to repeal W.S. 1-16-201,	
	3	1-16-202 and 1-16-203 relating to confession of judgment;	
	4	providing judgment or release of errors shall not be	
	5	entered on any power of attorney, negotiable instrument or	
	6	contract without prior notice and an opportunity to	
	7	defend; and providing for an effective date.	
	8	Be It Enacted by the Legislature of the State of Wyoming:	
	9	Section 1. W.S. 1-16-204 is created to read:	
	10	1-16-204. Confession of judgment and release of	

- 1 -

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### errors void.

- 2 (a) Any power of attorney to confess judgment or to
- 3 allow judgment to be entered by default before an action
- 4 is initiated or a suit is begun is void. Any agreement to
- 5 allow judgment to be executed as part of or in connection
- 6 with the signing of any negotiable instrument or other
- 7 written contract to pay money before an action is ini-
- 8 tiated or a suit is begun is also void.
- 9 (b) No person shall appear, accept service or waive
- 10 process for a defendant under any power of attorney to
- 11 confess judgment in any connection in this state before an
- 12 action is initiated.
- 13 (c) Any release of errors given before an action is
- 14 initiated is void.
- 15 Section 2. W.S. 1-10-103, 1-10-104 and 1-17-302 are
- 16 amended to read:
- 17 1-10-103. Offer to settle before action brought.
- 18 Before an action for recovery of money is brought against
- 19 any person, he may go into the court of competent juris-
- 20 diction in the county of his residence or the county in
- 21 which the person having the cause of action resides, and
- 22 offer to confess--judgment--in--favor-of SETTLE WITH the

claimant for a specified sum. If the claimant, having such notice as the court deems reasonable that the offer will be made, its amount, and the time and place of making it fails to attend and accept the confession OFFER OF SETTLE-MENT, or if he attends and refuses to accept it and after-wards commences an action upon the cause and fails recover more than the amount offered-to-be-confessed OF THE OFFER OF SETTLEMENT, with interest from the date of

the offer, he shall pay all the costs of the action.

1-10-104. Offer in court to confess for part of claim or causes. The defendant in an action for the recovery of money may offer in court to confess judgment for part-of the amount claimed, or part of the causes involved in the action. If the plaintiff, being present, HAVING BEEN AFFORDED REASONABLE NOTICE refuses to accept such confession of judgment in full satisfaction of his demands in the action, or having-had-such-netice-as-the-court deems-reasonable-that-the-offer-would-be-made, its-amount, and-the-time-of-making-it, fails to attend, and, on the trial, does not recover more than was offered to be confessed, with interest from the date of the offer, the plaintiff shall pay all costs of the defendant incurred after the offer was made.

- 1 1-17-302. When lien attaches to property; generally. 2 The lands and tenements within the county in which judg-3 ment is entered are bound for the satisfaction thereof 4 from the first day of the term at which judgment is 5 rendered. 7-but-judgments-by-confession-and HOWEVER, judg-6 ments rendered at the same term in which the action is 7 commenced shall bind the lands only from the day on which 8 the judgments are rendered. All other lands as well as 9 goods and chattels of the debtor are bound from the time 10 they are seized in execution.
- 11 Section 3. W.S. 1-16-201, 1-16-202 and 1-16-203 are 12 repealed.
- 13 Section 4. This act is effective May 20, 1981.
- 14 (END)

## FISCAL NOTE

Anticipated REVENUE to:	Fiscal Year 19	Fiscal Year 19
TOTAL ESTIMATED REVENUE		
Anticipated COST to:	Fiscal Year 19	Fiscal Year 19
•		
TOTAL ESTIMATED COST		

No apparent fiscal or personnel impact.

HB11H21/A

Following "defend;" insert √ page 1-line 7 exceptions; ".

Page 2-following line 14. Insert:

"providing

"(d) Nothing in this section shall apply to any negotiable instrument or other written contract entered into prior to May 20, 1981.". -JONESO ADOPTED