Sixtieth Legislative Assembly of North Dakota

SENATE BILL NO.

Introduced by

Senator Holmberg

1 A BILL for an Act to create and enact chapter 28-21.1 of the North Dakota Century Code,

2 relating to execution of judgments; and to provide a penalty.

3 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

4 **SECTION 1.** Chapter 28-21.1 of the North Dakota Century Code is created and

5 enacted as follows:

6 <u>28-21.1-01. Enforcement of judgment.</u> A judgment creditor may enforce a judgment
7 by execution under this chapter.

- 8 **28-21.1-02. Two kinds of executions.** There are two kinds of executions:
- 9 <u>1.</u> A special execution must be issued when the judgment requires the sale of specific
 10 property; and
- A general execution must be issued when the judgment requires the payment of
 money to the judgment creditor.

13 **28-21.1-03. Self-executing judgments.** If the judgment requires the delivery of

14 possession of property, establishes the title or right to possession of property, or requires the

15 performance of any other act, a certified copy of the judgment may be served on the party

16 against whom it is given or the person who is required by the judgment or by law to obey the

17 judgment. Refusal to obey may be punished as contempt.

18 **<u>28-21.1-04.</u>** Execution issued to sheriff. A special execution may be issued to any

19 sheriff designated in the judgment or authorized by law to sell the property described in the

20 judgment. A general execution may be issued to the sheriff of any county in which the

21 judgment has been docketed. All executions must be issued by the clerk of court in which the

22 judgment was entered.

23 <u>28-21.1-05. Persons authorized to enforce execution.</u> An execution issued to the 24 sheriff of a county may be enforced by the elected sheriff, any person appointed to act as

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sheriff, any deputy sheriff of that county, any other person duly appointed by the county
 commissioners to perform those acts, or any person designated by the court, either in the
 judgment or a separate order.
 28-21.1-06. Issuance and contents of execution. Executions must be issued in the

5 name of the state of North Dakota, attested in the name of the judge of the court that entered 6 the judgment, sealed with the seal of the court, subscribed by the clerk of that court, and 7 directed and delivered to a sheriff. The execution must state the date and time the judgment 8 was filed with the clerk, the courts and counties to which the judgment has been transcribed, 9 and the names of the parties. The execution must also state the amount of money the 10 judgment ordered the debtor to pay to the judgment creditor, the date and time the judgment 11 was docketed by the clerk, the rate of interest to be used in calculating the interest due on the 12 judgment pursuant to section 28-20-34, the amount of the costs accruing on the judgment as of 13 the date of issuance of the execution, and if the execution is being issued to a sheriff of another 14 county, the date and time the judgment was docketed in the county of the sheriff to whom the 15 execution is being issued. A special execution must also particularly describe the property, 16 identify a party entitled to possession of the property, and if the judgment orders a judgment 17 debtor to pay the following, list the amounts of the costs, damages, or rents or profits due as of 18 the date of issuance of the execution. 19 28-21.1-07. Proceedings on receipt of execution. Upon receipt of an execution, a 20 sheriff shall endorse on the execution the day and hour the execution was received and 21 proceed to execute the execution with diligence. The sheriff shall itemize each item sold in 22 satisfaction of the judgment, including the date of sale and costs incurred, or state any other act 23 done pursuant to the execution, either on the execution or attached to the execution. If the 24 execution could not be satisfied, the execution must be returned showing the extent collected, 25 the costs incurred, and any reasons why the execution could not be fully executed. 26 28-21.1-08. Enforcement of execution. 27 Upon receipt of a general execution the sheriff shall satisfy the judgment, including 1. 28 accrued interest and costs, out of the personal property of the debtor. If sufficient 29 personal property cannot be found, the judgment shall be satisfied out of any

30 interest of the judgment debtor in real property on which the judgment is a lien or is
 31 otherwise available to satisfy the judgment.

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1	<u>2.</u>	Upon receipt of a special execution or a certified copy of a self-executing judgment,
2		the sheriff shall comply with the provisions of the execution or judgment and, if the
3		special execution requires the payment of money, including costs, the sheriff shall
4		collect the amount as if it were a general execution.
5	<u>28-2</u>	21.1-09. Property subject to execution. Any interest of a judgment debtor in any
6	property that is not exempt is subject to execution.	
7	<u>28-2</u>	21.1-10. Levy on execution. The levy on an execution is the act of taking property
8	pursuant to	an execution to satisfy a judgment. The sheriff shall levy on personal property by
9	taking possession of the property. The sheriff shall take actual possession of all personal	
10	property capable of manual delivery and shall give the person from whom possession was	
11	taken a copy of the execution on which has been listed the property taken. If manual delivery is	
12	not possible, or if the sheriff elects not to take possession of the property, the sheriff shall take	
13	possession by serving on the person having possession a copy of the execution on which the	
14	property has been listed who shall then hold the property for the sheriff. A levy on intangible	
15	personal property is effected by serving a copy of the execution on the person holding the	
16	documenta	ry evidence of the property, having control of the books on which transfers are
17	recorded, or the person responsible for disbursement of money, whichever is the most	
18	appropriate	means of ensuring application of the property to satisfaction of the judgment. This
19	section does not apply to wages. Wages must be collected by garnishment. A levy on real	
20	property is a	affected by filing a notice of levy with the county recorder. The notice of levy must
21	be signed b	y the sheriff and contain the legal description of the property.
22	<u>28-2</u>	21.1-11. Time of return. The execution must be returned to the clerk of court who
23	issued the e	execution within sixty days after the execution is received, except when a levy has
24	been made	which requires the sale of property, then the execution must be returned within a
25	reasonable	time after the sale but not more than ninety days after the execution was received.
26	<u>28-2</u>	21.1-12. Notice of levy. The sheriff shall serve notice upon the judgment debtor
27	whose prop	erty on which there has been a levy. The notice must include notice to the debtor
28	<u>that any cla</u>	im of exemptions must be made within ten days after service of the notice. The
29	notice must	be served in the same manner as a summons.

1 <u>28-21.1-13. Sale of property.</u> Property levied upon to satisfy an execution must be

- 2 sold by the sheriff and sufficient proceeds from the sale to satisfy the judgment paid to the
- 3 judgment creditor.
- 4 **28-21.1-14. Delivery of property Penalty.** Any person having possession of
- 5 property levied upon who fails to deliver the property to the sheriff upon demand is guilty of a
- 6 class B misdemeanor and is subject to civil contempt.