Servicemembers Civil Relief Act (SCRA)

SCRA History

■ 50 USCS Appx § 502

Formally the Soldiers and Sailors Civil Relief Act of 1940 (SSCRA)

Modern SCRA adopted in 2003

SCRA Relevance

NC home to five major military installations

NC has third largest military population in country (over 300,000 active duty + 21,000 or more reservists and Nat'l Guard members.

SCRA Application (50 USC App. § 516)

Active duty military

Reservists called to active duty

SCRA also applies to Nat'l Guard, when serving under federal call to duty or more than 30 days based on national emergency

Applies regardless of whether servicemember (SM) is deployed

SCRA Purpose (50 USC App. § 502)

Recognizes that military service often makes it difficult for SM to meet legal obligations.

Enable SM to devote "entire energy" to defense needs of the Nation

<u>http://www.youtube.com/watch?v=Kbta_GtVD90</u>

Principal Benefit: provides for temporary suspension of civil judicial and admin proceedings

SCRA Application

Does not apply to criminal proceedings

Protects both SM and (in some instances) their dependents SCRA and Default Judgments (50 USC App. § 521)

Where D has not appeared, Court must first determine whether D is in military before acting on a request for default J.

Plaintiff must file affidavit stating Defendant is or is not in military service <u>and</u> facts supporting that conclusion

Default J means any adverse order, not just final judgment

SCRA protections apply only if SM has not appeared in the case

If D is in the military, Ct. may not proceed further w/o appointing counsel

If default judgment taken in violation of the statute, SM may apply to re-open at any time during service or within 90 days of leaving active duty

Test: prejudice and valid defense

SM must show that military duties materially affected his ability to defend the case (judge has wide discretion on this issue)

SM must also show that he had meritorious defense

Defense Manpower Data Center (Attn: Military Verification) 1600 Wilson Blvd Suite 400 Arlington, Va 22209-2593 (703) 696-6762/5900

<u>www.dmdc.osd.mil.scra</u>

Need name and SSN for online search.

SCRA and Stays (50 USC App. § 522)

SSCRA gave discretion to court to grant stay in civil matters; not automatic

SCRA now provides for automatic 90-day stay on two grounds.

SCRA and Stays

If SM has no notice of the proceeding, Court must grant 90-day stay if

SM may have a defense that cannot be presented in his absence, <u>or</u>

Counsel (if one has been retained or appt'd)) has been unable to contact SM to determine if defense exists

SCRA and Stays

If SM has notice, Court must still grant 90day stay if:

SM submits statement explaining how military duty materially affects ability to appear and defend and stating date when he can appear, <u>and</u>

Submits statement from CO corroborating SM circumstances and that leave is not authorized

SCRA and Stays

Stay request does not constitute general appearance

90-day stay may be extended at Court's discretion

If additional stay is denied, Court must appoint counsel

SCRA and Interest on Debts

6% cap on pre-service debts

SM must request reduction in writing

Reduction effective as of date SM called to active duty, unless creditor shows military service has not materially affected SM's ability to pay. SCRA and Statutes of Limitation (50 USC App. 526)

- Tolled during the period of military service and cases by and against the SM
- Not clear whether it bars equitable defenses (i.e. laches)
- Does not apply to procedural deadlines
- Also does not apply to federal tax cases



- Judges Guide to SCRA <u>http://www.abanet.org/family/military/scrajudge</u> <u>sguidecklist.pdf</u>
- TJAGSA SM Guide to SCRA <u>https://www.jagcnet.army.mil/JAGCNETINTERN</u> <u>ET/HOMEPAGES/AC/TJAGSAWEB.NSF/8f7edfd44</u> <u>8e0ec6c8525694b0064ba51/3f3df08556f42b808</u> <u>525713f004ee09f/\$FILE/JA%20260%20(March %202006).pdf</u>