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DISCIPLINARY BOARD

BEFORE THE DISCIPLINARY BOARD OF THE WASHINGTON STATE BAR ASSOCIATION

In re

Proceeding No. 12#00054

SCOTT R. PETERSON,

STIPULATION TO SUSPENSION

Lawyer (Bar No. 22923).

Under Rule 9.1 of the Rules for Enforcement of Lawyer Conduct (ELC), the following Stipulation to suspension is entered into by the Washington State Bar Association (Association), through disciplinary counsel Debra Slater, Respondent lawyer Scott R. Peterson, and Respondent's counsel Stephen Smith.

Respondent understands that he is entitled under the ELC to a hearing, to present exhibits and witnesses on his behalf, and to have a hearing officer determine the facts, misconduct and sanction in this case. Respondent further understands that he is entitled under the ELC to appeal the outcome of a hearing to the Disciplinary Board, and, in certain cases, the Supreme Court. Respondent further understands that a hearing and appeal could result in an outcome more favorable or less favorable to him. Respondent chooses to resolve this proceeding now by entering into the following stipulation to facts, misconduct and sanction to

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1	avoid the risk, time, and expense attendant to further proceedings.
2	I. ADMISSION TO PRACTICE
	Respondent was admitted to practice law in the State of Washington on November 2,
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4	1993.
5	II. STIPULATED FACTS
6	2. Respondent represented Tye Barringer in an unlawful detainer action that was
7	brought by Mr. Barringer's landlord, James Row, in Snohomish County Superior Court, case
8	No. 08-2-01799-9. Lawyer Evan Loeffler represented Mr. Row.
9	3. On January 14, 2008, the court entered an order of default, judgment, and order for
10	writ of restitution in favor of Mr. Row. The judgment included \$49 for process server fees.
11	Because the process server had not registered with the county auditor, as required by RCW
12	18.180.010 et seq, Mr. Row was not entitled to collect service of process costs.
13	4. Respondent filed a motion to set aside the default judgment.
14	5. At a May 8, 2008, hearing before Commissioner Brudvik, Respondent stated that
15	he had personally delivered his reply to Mr. Loeffler's office the day before the hearing.
16	6. In fact, Respondent had not personally delivered the documents to Mr. Loeffler's
17	office. His statement to Commissioner Brudvik that he had done so was false. Respondent
18	subsequently admitted, in person and in an email to Mr. Loeffler, that he had made a false
19	statement to Commissioner Brudvik.
20	7. Respondent's motion to set aside the default was denied and Mr. Row was
21	awarded \$1,802.50 in attorney fees.
22	8. When Respondent told Mr. Loeffler that Mr. Row was not entitled to recover the
23	process server fee, Mr. Loeffler agreed to reduce the judgment by the amount of the process
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1	server fee.
2	9. Nevertheless, on January 14, 2009, Respondent sued Mr. Loeffler personally in
3	United States District Court for the Western District of Washington.
4	10. The class action lawsuit alleged Fair Debt Collection Practices Act and Consumer
5	Protection Act violations., based primarily on the \$49 process server charge.
6	11. In June 2009, the court dismissed the lawsuit, stating that plaintiff's federal court
7	lawsuit was an attempt to re-litigate the state court case.
8	12. On July 6, 2009, Respondent filed a second motion in state court to set aside the
9	default judgment, offering no explanation for the delay. The court found that the motion was
10	clearly time barred by CR 60(b)(1).
11	13. The Court also found that Respondent's motion was frivolous, and awarded Mr.
12	Row attorney fees.
13	14. Respondent appealed. The Court of Appeals awarded Mr. Loeffler \$8,163.64 in
14	attorney fees and \$281.18 in costs for Respondent's frivolous appeal.
15	15. On September 18, 2009, Respondent filed another lawsuit against Mr. Loeffler in
16	Snohomish County Superior Court, <u>Dalquist v. Estate of Williams</u> , et al, on behalf of his client,
17	Martin Moore, against whom a default judgment had been entered in an unlawful detainer
18	action.
19	16. Respondent filed the <u>Dalquist</u> matter as a class action lawsuit, again challenging
20	the process server fee.
21	17. Class action certification was never sought.
22	18. Respondent had no basis in fact or law for making Mr. Loeffler a party.
23	19. On March 16, 2010, the Court granted summary judgment for Mr. Loeffler and
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1	found Respondent's complaint was devoid of merit and frivolous.
2	20. The Court imposed CR 11 sanctions against Respondent and awarded Mr. Loeffler
3	attorney fees and costs in the amount of \$8,875.85.
4	21. The \$8,875.85 was to be paid to Mr. Loeffler within 30 days of the date the order
5	was entered. Respondent did not pay Mr. Loeffler within 30 days, but later paid Mr. Loeffler as
6	ordered.
7	22. On April 15, 2010, Respondent filed an appeal of the trial court decision in the
8	Dalquist case. On January 25, 2011, Respondent filed a Motion to Dismiss the appeal, which
9	the court granted.
10	III. STIPULATION TO MISCONDUCT
11	23. By making a statement to Commissioner Brudvik that was not true, Respondent
12	violated RPC 8.4(c) (misrepresentation).
13	24. By filing one or more frivolous lawsuits or motions, Respondent violated RPC 3.1
14	and RPC 8.4(d).
15	IV. PRIOR DISCIPLINE
16	25. Respondent has no prior discipline.
17	V. APPLICATION OF ABA STANDARDS
18	26. The following American Bar Association Standards for Imposing Lawyer
19	Sanctions (1991 ed. & Feb. 1992 Supp.) apply to this case.
20	27. ABA Standard 6.12 applies to Respondent's violation of RPC 8.4(c):
21	6.12 Suspension is generally appropriate when a lawyer knows that
22	false statements or documents are being submitted to the court or that material information is improperly being withheld, and takes no remedial
23	action, and causes injury or potential injury to a party to the legal proceeding, or causes an adverse or potentially adverse effect on the legal
24	proceeding.

- 28. Respondent should have known that the statement he made to Commissioner Brudvik that he had personally delivered the documents to Mr. Loeffler was not true. There was injury to Mr. Loeffler as the court relied on Respondent's statement that Mr. Loeffler had received the documents and went forward with the hearing. Mr. Loeffler was injured in that he did not have the opportunity to review the documents before the hearing and was therefore at a disadvantage at the hearing.
 - 29. The presumptive sanction is suspension.
 - 30. ABA Standard 6.2 applies to Respondent's violation of RPC 3.1 and RPC 8.4(d).
 - 6.22 **Suspension** is generally appropriate when a lawyer knows that he or she is violating a court order or rule, and causes injury or potential injury to a client or a party, or causes interference or potential interference with a legal proceeding.
- 31. Respondent knew that the motions he filed to vacate the default judgments and the lawsuits he filed against Mr. Loeffler had no basis in law or fact and were frivolous. These frivolous proceedings consumed court time and interfered with the legal system. There was also serious injury to Mr. Row, Mr. Loeffler's client, as he had to pay Mr. Loeffler to appear and defend him at the hearings. Mr. Loeffler was also injured in that he had to hire a lawyer to represent him in the frivolous lawsuits that were filed against him by Respondent.
 - 32. The presumptive sanction is suspension.
 - 33. The following aggravating factors apply under ABA Standards Section 9.22:
 - (d) multiple offenses;
 - (i) substantial experience in the practice of law [Respondent was admitted to practice in Washington in 1993].
 - 34. The following mitigating factor applies under ABA <u>Standards</u> Section 9.32:
 - (a) absence of a prior disciplinary record.

1	35. On balance, the aggravating and mitigating do not require a departure from the
2	presumptive sanction.
3	VI. STIPULATED DISCIPLINE
4	36. The parties stipulate to an 18 month suspension.
5	VII. RESTITUTION
6	37. An order of restitution is not appropriate in this case.
7	VIII. COSTS AND EXPENSES
8	38. In light of Respondent's willingness to resolve this matter by stipulation at an early
9	stage of the proceedings, Respondent shall pay attorney fees and administrative costs of
10	\$1,083.45 in accordance with ELC 13.9(i). The Association will seek a money judgment under
11	ELC13.9(l) if these costs are not paid within 30 days of approval of this stipulation.
12	39. Respondent's reinstatement from suspension is conditioned on payment in full of
13	costs and expenses in the amount of \$1,083.45.
14	IX. VOLUNTARY AGREEMENT
15	40. Respondent states that prior to entering into this Stipulation he has consulted
16	independent legal counsel regarding this Stipulation, that Respondent is entering into this
17	Stipulation voluntarily, and that no promises or threats have been made by the Association, nor
18	by any representative thereof, to induce the Respondent to enter into this Stipulation except as
19	provided herein.
20	X. LIMITATIONS
21	41. This Stipulation is a compromise agreement intended to resolve this matter in
22	accordance with the purposes of lawyer discipline while avoiding further proceedings and the
23	expenditure of additional resources by the Respondent and the Association. Both the
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Respondent lawyer and the Association acknowledge that the result after further proceedings in this matter might differ from the result agreed to herein.

- 42. This Stipulation is not binding upon the Association or the respondent as a statement of all existing facts relating to the professional conduct of the respondent lawyer, and any additional existing facts may be proven in any subsequent disciplinary proceedings.
- 43. This Stipulation results from the consideration of various factors by both parties, including the benefits to both by promptly resolving this matter without the time and expense of hearings, Disciplinary Board appeals, and Supreme Court appeals or petitions for review. As such, approval of this Stipulation will not constitute precedent in determining the appropriate sanction to be imposed in other cases; but, if approved, this Stipulation will be admissible in subsequent proceedings against Respondent to the same extent as any other approved Stipulation.
- 44. Under Disciplinary Board policy, in addition to the Stipulation, the Disciplinary Board shall have available to it for consideration all documents that the parties agree to submit to the Disciplinary Board, and all public documents. Under ELC 3.1(b), all documents that form the record before the Board for its review become public information on approval of the Stipulation by the Board, unless disclosure is restricted by order or rule of law.
- 45. If this Stipulation is approved by the Disciplinary Board and Supreme Court, it will be followed by the disciplinary action agreed to in this Stipulation. All notices required in the Rules for Enforcement of Lawyer Conduct will be made.
- 46. If this Stipulation is not approved by the Disciplinary Board and Supreme Court, this Stipulation will have no force or effect, and neither it nor the fact of its execution will be

1	admissible as evidence in the pending disciplinary proceeding, in any subsequent disciplinary
2	proceeding, or in any civil or criminal action.
3	WHEREFORE the undersigned being fully advised, adopt and agree to this Stipulation
4	to Discipline as set forth above.
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6	Scott Peterson, Bar No. 22923 Dated: March 13, 2013
7	Respondent
8	Sty (MI) Dated: 3.14.13
9	Sternen Smith Bar No. 15414 Counsel for Respondent
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11	Debra Slater, Bar No. 18346 Dated: 3-19-13
12	Disciplinary Counsel
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24	Stipulation to Discipline Page 8 C:\Users\Scott\AppData\Local\Microsoft\Windows\Te mporary Internet Files\OLK7329\Stipulation final (3).docx WASHINGTON STATE BAR ASSOCIATION 1325 4th Avenue, Suite 600 Seattle, WA 98101-2539 (206) 727-8207

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5	a Juni Petro
6	Scott R. Peterson, Bar No. 22923 Dated: March 13, 2013
7	Respondent
8	Dated:
9	Stephen Smith, Bar No. 15414 Counsel for Respondent
10	Counsel for Respondent
11	Dated: Debra Slater, Bar No. 18346
12	Disciplinary Counsel
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