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#### SUPREME COURT NO. 1035403

No. 85773-8

# IN THE COURT OF APPEALS OF THE STATE OF WASHINGTON DIVISION I

# BANK OF NEW YORK MELLON, AS TRUSTEE OF CWABS INC., ASSET-BACKED CERTIFICATES, SERIES 2007-2

Appellant,

v.

GWEN S. BARTOL,

Respondent.

#### RESPONSE TO APPELLANT'S PETITION FOR REVIEW

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### I. <u>INTRODUCTION</u>

Appellant, Bank of New York Mellon FKA the Bank of New York, as Trustee for the Certificate-holders of CWABS Inc. Asset-Backed Certificates, Series 2007-2, ("Appellant"), brings this petition in one final attempt to relitigate claims that have already been decided. In doing so, Appellant argues that the Unpublished Opinion from the Court of Appeals, dated August 19, 2024, failed to recognize a cause of action for reformation of a final judgment.

However, Appellant misreads the Court's opinion. The Court of Appeals did not hold that there existed no cause of action for reformation of a judgment nor did the court fail to recognize or even analyze the same. Rather, they simply viewed Appellant's second lawsuit, including both claims for reformation as an impermissible second bite at the apple and barred by claim preclusion. Thus, Appellant's petition is merely Appellant's dissatisfaction with the lower courts' decision in a private dispute, and has no substantial public impact.

# II. STATEMENT OF ISSUES PRESENTED FOR REVIEW

- A. Did the Court of Appeals fail to recognize a cause of action to reform a judgment, thus raising a matter of substantial public interest? **No.**
- B. Did the Court of Appeals fail to analyze the cause of action to reform a judgment? **No.**

### III. STATEMENT OF CASE

Ms. Bartol is the owner of the property commonly known as 26867 156<sup>th</sup> Place SE, Covington, WA, King County parcel #2622059054 ("Parcel 9054"). Additionally, Ms. Bartol is the owner of three adjacent parcels, King County parcel #2622059047 ("Parcel 9047"), King County parcel #2622059034 ("Parcel 9034"), and King County parcel #2622059140 ("Parcel 9140"), (collectively the "Property").

<sup>&</sup>lt;sup>1</sup> CP 168.

<sup>&</sup>lt;sup>2</sup> *Id*.

Ms. Bartol's personal residence straddles both Parcel 9054 and



In March 2007, Ms. Bartol obtained a loan from America's Wholesale Lender.<sup>4</sup> The loan was intended only for Parcel 9054 and Parcel 9047, the two parcels upon which Ms. Bartol's residence lies.<sup>5</sup> On March 14, 2007, Ms. Bartol granted a deed of trust to trustee Mortgage Electronic Registration Systems, Inc. ("MERS") as Nominee for America's Wholesale Lender. The

<sup>&</sup>lt;sup>3</sup> CP 168, 173-76.

<sup>&</sup>lt;sup>4</sup> CP 168-69.

<sup>&</sup>lt;sup>5</sup> *Id.*; see CP 190-204.

deed of trust was recorded under King County recording #20070322000580 (the "Deed of Trust"). Despite the fact that Ms. Bartol's home straddles Parcel 9054 and Parel 9047, the Deed of Trust erroneously encumbered Parcel 9054 and Parcel 9034.

On June 30, 2011, the Deed of Trust was assigned to Plaintiff, the Bank of New York Mellon FKA the Bank of New York, as Trustee for the Certificate-holders of CWABS Inc. Asset-Backed Certificates, Series 2007-2 ("Appellant" or "BNYM"), under King County recording #20110630000146.8

In July 2020, following a failed attempted foreclosure, BNYM initiated a lawsuit under King County Cause #20-2-10662-3 KNT (the "First Lawsuit"), asserting claims for breach of contract and reformation of the Deed of Trust against Ms. Bartol and requesting that the Deed of Trust be amended to

<sup>&</sup>lt;sup>6</sup> CP 206-19.

<sup>&</sup>lt;sup>7</sup> *Id*.

<sup>&</sup>lt;sup>8</sup> CP 169, 223.

reflect the legal descriptions for all four parcels that the quit claim deeds vested title in Ms. Bartol.<sup>9</sup> On July 12, 2021, the First Lawsuit proceeded to trial on all claims asserted by BNYM. On July 26, 2021, in the trial court's Findings of Fact and Conclusions of Law, the trial court concluded that reformation of the Deed of Trust was appropriate due to the parties' mutual mistake in executing the original Deed of Trust.<sup>10</sup> The trial court ordered the Deed of Trust be reformed to only encumber Parcel 9054 and Parcel 9047 upon which Ms. Bartol's residence lies.<sup>11</sup>

On or about December 5, 2022, BNYM filed a Motion to Correct Final Judgment, asking the trial court to correct the final judgment to set forth the full and complete legal descriptions of Parcel 9054 and Parcel 9047. The legal description for Parcel 9054 of the Final Judgment appeared to be missing two words

<sup>9</sup> CP 1-48.

<sup>&</sup>lt;sup>10</sup> CP 287, 305-16.

<sup>&</sup>lt;sup>11</sup> *Id*.

from the legal description.<sup>12</sup> Ms. Bartol did not dispute this correction.

However, the legal description for Parcel 9047 in the Final Judgment correctly described the deed that was entered into evidence at trial in the First Lawsuit and relied upon by the trial court in preparing the Findings of Fact and Conclusions of Law.<sup>13</sup> The parties did not offer any evidence in support of a legal description for Parcel 9047 except for the one identified in the exhibit presented at trial in the First Lawsuit.

As a result, the trial court held that:

The Final Judgment entered by the Trial Court (Judge Cahan), is consistent with the language contained within the admitted Trial Exhibit 2. Judge Cahan, the finder of fact and law, adopted that language when she executed the Final Judgment. As such, outside of an agreement of the parties, there is no legal basis for this judicial officer to disturb Judge Cahan's orders. <sup>14</sup>

<sup>&</sup>lt;sup>12</sup> CP 287, 318-25.

<sup>&</sup>lt;sup>13</sup> *Id.*, see also CP 327-30.

<sup>&</sup>lt;sup>14</sup> CP 320.

As such, an Amended Final Judgment (the "Amended Judgment") correcting the legal description of Parcel 9054 was entered by the trial court on March 16, 2023, but the legal description for Parcel 9047 was undisturbed. BNYM did not appeal the court's decision.

Instead, BNYM brought a second lawsuit, the underlying action, asserting claims for reformation of the Deed of Trust and reformation of the Amended Judgment from the First Lawsuit. <sup>16</sup>
Both parties filed motions for summary judgment and the trial court granted Bartol's motion and denied BNYM's motion. <sup>17</sup>
The trial court also granted Bartol's motion for attorney's fees and costs. <sup>18</sup>

BNYM appealed the trial court's decision.<sup>19</sup> The Court of Appeals affirmed the trial court's granting of Bartol's summary

<sup>&</sup>lt;sup>15</sup> CP 318-325.

<sup>&</sup>lt;sup>16</sup> CP 1-48.

<sup>&</sup>lt;sup>17</sup> CP 409-11.

<sup>&</sup>lt;sup>18</sup> CP 443-46.

<sup>&</sup>lt;sup>19</sup> CP 447-58.

judgment on the basis that BNYM's claims were barred by claim preclusion. BNYM now seeks review from the Supreme Court on the basis that the Court of Appeals failed to recognize a distinct cause of action from BYNM for reformation of the Amended Judgment from the First Lawsuit.

#### IV. ARGUMENT

#### A. Standard for Review.

Pursuant to RAP 13.4 a petition for review will be accepted by the Supreme Court only:

- (1) If the decision of the Court of Appeals is in conflict with a decision of the Supreme Court; or
- (2) If the decision of the Court of Appeals is in conflict with a published decision of the Court of Appeals; or
- (3) If a significant question of law under the Constitution of the State of Washington or of the United States is involved; or
- (4) If the petition involves an issue of substantial public interest that should be determined by the Supreme Court.

Appellant seeks this petition on the basis that the Court of Appeals failed to recognize a cause of action for reformation of a judgment and, such alleged failure is a matter of substantial public interest. Review by the Supreme Court, under the substantial public interest requirement, is appropriate if an incorrect holding may have "sweeping implications" beyond the aggrieved parties.<sup>20</sup>

However, the Court of Appeals' decision in this matter does not have sweeping implications beyond the affected parties to this case and, thus, the substantial public interest requirement has not been met.

## B. The Court of Appeals did not fail to recognize reformation of a judgment as a cause of action.

BNYM's primary argument is that the Court of Appeals failed to recognize an established cause of action by failing to differentiate BNYM's claim for reformation of the Deed of Trust from reformation of the Amended Judgment in the First Lawsuit. BNYM argues that failing to recognize the validity of a cognizable claim has a substantial impact on public interest.

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<sup>&</sup>lt;sup>20</sup> See State v. Watson, 155. Wn.2d 574, 578, 122 P.3d 903 (2005) (granting review under 13.4(b)(4) because the Court of Appeals' decision regarding the definition of ex parte communications had sweeping implications).

Bartol does not dispute that reformation is a valid cause of action, regardless of the document sought to be reformed, whether that be a deed of trust or a prior judgment. However, the Court of Appeals did not state or indicate in its opinion that a cause of action of for reformation of a judgment did not exist. Rather, the Court of Appeals expressly acknowledged that BNYM "assert[ed] two causes of action for reformation." The first being "reformation of the final judgment in the First Lawsuit" and the second being reformation of the Deed of Trust.<sup>22</sup> Moreover, the Court of Appeals properly analyzed the cause of action for reformation of the Amended Judgment under the lens of claim preclusion.<sup>23</sup> The Court of Appeals simply concluded that it was identical in subject matter and cause of action as the First Lawsuit, as discussed further below.

<sup>&</sup>lt;sup>21</sup> Unpublished Opinion at 5.

<sup>&</sup>lt;sup>22</sup> *Id*.

<sup>&</sup>lt;sup>23</sup> *Id.* at 7-9.

Thus, it appears clear, by the substance of BNYM's brief, that BNYM's primarily objection with the Court of Appeals is simply the way the court *analyzed* such a cause of action as it pertains to this particular set of facts and the ultimate conclusion reached. Such analysis only affects the parties to this action and has absolutely no "sweeping implications" beyond the case at hand. Thus, this matter is not one that should be reviewed by the Supreme Court pursuant to RAP 13.4.

## C. The Court of Appeals properly considered the two causes of action.

BNYM seemingly argues that the Court of Appeals did not recognize a cause of action for reformation of the Amended Judgment because they did not analyze that cause of action separately from the claim for reformation of the Deed of Trust. Specifically, BNYM argues that, had the Court of Appeals analyzed both causes of action separately, the Court of Appeals

should not have found concurrence in the identity of the subject matter or the cause of action in the two lawsuits.<sup>24</sup>

As discussed above, BNYM's grievance in the Court of Appeals' analysis is one that is case specific and does not have a substantial impact on public interest. But nevertheless, the Court of Appeals properly analyzed both claims, simultaneously, and concluded such claims, including the separate and distinct cause of action for reformation of the Amended Judgment, were barred by claim preclusion.

Under Washington law, for the doctrine of res judicata to apply, a prior judgment must have a concurrence of identity with a subsequent action in (1) subject matter, (2) cause of action, (3) persons and parties, and (4) the quality of the persons for or against whom the claim is made.<sup>25</sup>

<sup>24</sup> Appellant's brief at 17.

<sup>&</sup>lt;sup>25</sup> Reeves v. Mason Cty., 22 Wn. App. 2d 99, 114-15 509 P.3d 859 (2022).

The Court of Appeals correctly considered both causes of action in concluding that the two actions share the same subject matter as the First Lawsuit. The Court of Appeals concluded that "BNY Mellon asserts the same cause of action (reformation) against the same party (Bartol) to reform the same document (the Deed of Trust) in both lawsuits."<sup>26</sup> BNYM argues that in so concluding, the Court of Appeals ignored the cause of action for reformation of the Amended Judgment. However, concurrence in subject matter does not mean the exact same cause of action but, instead, focuses on the "asserted theory of recovery."<sup>27</sup>

Here, the Court of Appeals rightfully concluded that reformation, whether of the Deed of Trust or the Amended Judgment, brings about the same end result – a change to or reformation of the legal description contained in the Deed of Trust. Regardless of how BNYM attempts to frame it, the

<sup>26</sup> Unpublished Opinion at 8.

<sup>&</sup>lt;sup>27</sup> See Marshall v. Thurston County., 165 Wn. App. 346, 353, 267 P.3d 491 (2011).

asserted theory of recovery, and the ultimate resolution, is the same in both lawsuits, regardless of which document BNYM seeks to reform. Thus, the Court of Appeals correctly concluded concurrence of subject matter in the First Lawsuit and Second Lawsuit.

Next, BNYM argues that the Court of Appeals should not have found concurrence of cause of action because the claim for reformation of the Amended Judgment was based on the fact that "the Judgment and Amended Judgment in the First Lawsuit did not encumber the land intended by the trial Judge" which was "different from the claim that the Deed of Trust did not encumber the correct land."28 BNYM is trying to draw a distinction where there isn't one. Again, both claims for reformation, whether reformation of the Deed of Trust or reformation of the Amended Judgment, sought the same end result – a change to the legal description in the Deed of Trust. Both claims involved the same

<sup>&</sup>lt;sup>28</sup> Appellant's brief at 17-18.

rights of the parties, which property is encumbered, and both claims involved the same transactional nucleus of facts giving rise to such claims, both elements for concurrence of identity of cause of action.<sup>29</sup> Thus, analyzing the claims simultaneously does not amount to a failure to recognize the validity of the cause of action for reformation of the Amended Judgment.

Rather, as is clear throughout the Court's opinion, each of these distinct causes of action were properly considered by the Court of Appeals. BNYM just disagrees with the court's outcome. Such does not warrant a review by the Supreme Court pursuant to RAP 13.4 and does not have sweeping implications beyond this case.

# D. The Court of Appeals' decision has no impact on the public policy need for accurate legal descriptions.

Finally, BNYM argues that the Supreme Court should accept review because there are "public policy reasons why it is crucial

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<sup>&</sup>lt;sup>29</sup> *Rains v. State*, 100 Wn.2d 6600, 674 P.2d 165 (1983); *see also* Unpublished Opinion at 9.

to have accurate legal descriptions of property..."30 Bartol does not disagree with the cases cited by BNYM in their petition, nor does Bartol disagree that court precedent makes clear the policy reasons behind needing accurate legal descriptions.

However, the Court of Appeals' opinion does not disturb this precedent and makes no ruling or holding related to the need for accurate legal descriptions. Rather, the accuracy of legal descriptions, and the public policy surrounding the same, are not at issue at all in the Court of Appeals' opinion. Instead, the Court of Appeals focused solely on the relitigation of the same claims brought by BNYM involving one particular Deed of Trust in dispute. Again, BNYM's petition is simply their dissatisfaction with the outcome of their appeal masked as an attempted public policy issue. In reality, the Court of Appeals' opinion affects the parties to the lawsuit, only, and has no broader implications. Thus, denial of review is appropriate.

<sup>&</sup>lt;sup>30</sup> Appellant's brief at 19.

### **CONCLUSION**

For the foregoing reasons, Ms. Bartol respectfully requests that the Court deny BNYM's petition for review.

Dated this 14th day of November, 2024.

I certify that this Brief of Respondent filed with this Court contains 2,705 words in compliance with the Rules of Appellate Procedure.

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# **APPENDIX**

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#### IN THE COURT OF APPEALS OF THE STATE OF WASHINGTON

BANK OF NEW YORK MELLON, as Trustee for CWABS Inc., Asset-Backed Certificates, Series 2007-2,

Appellant,

٧.

GWEN S. BARTOL,

Respondent.

No. 85773-8-I

**DIVISION ONE** 

UNPUBLISHED OPINION

FELDMAN, J. — The central issue in this appeal is whether Bank of New York Mellon, as Trustee for CWABS Inc., Asset-Backed Certificates, Series 2007-2 (BNY Mellon), can pursue claims to reform the legal description of encumbered property for a loan made to Gwen S. Bartol when it asserted claims seeking the same relief, unsuccessfully, in a prior lawsuit. Because BNY Mellon's claims are barred by claim preclusion, we affirm the trial court's ruling dismissing the claims on summary judgment and affirm the trial court's ruling awarding attorney fees and costs in Bartol's favor.

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Bartol is the owner of the property commonly known as 26867 156th Place SE, Covington, WA, King County (the Property). The Property is comprised of four Parcels: (1) King County parcel #2622059034 (Parcel 9034); (2) King County

parcel #2622059047 (Parcel 9047); (3) King County parcel #2622059054 (Parcel 9054); and (4) King County parcel #2622059140 (Parcel 9140). Parcel 9047 is made up of two tracts: Tract A and Tract B. Bartol's house is located on Parcel 9054 and Tract B of Parcel 9047. No portion of Bartol's house is located on Tract A.

In March 2007, Bartol obtained a loan from America's Wholesale Lender and signed a Deed of Trust encumbering Parcel 9054 (where roughly half of her house is located) and Parcel 9034 (which does not include any portion of her house) as security for the loan. At closing, Bartol also signed a document correction agreement whereby she agreed to "comply with Lender's request to execute, acknowledge, initial and deliver to Lender any documentation Lender deems necessary to replace or correct the lost, misplaced, misstated, inaccurate or otherwise missing documents."

On June 30, 2011, BNY Mellon became the beneficiary of the Deed of Trust. On February 25, 2015, Bartol received a document titled "Notice of Trustee's Sale" from MTC Financial Inc., a successor trustee. The document notified Bartol that she had a number of "delinquent payment[s]" and that the Property encumbered by the Deed of Trust (Parcels 9034 and 9054) "will be sold to satisfy the expense of sale and obligation secured by the Deed of Trust." In response, Bartol notified MTC Financial that "[o]nly half of the house is being foreclosed on and a vacant lot. The other half of my home has been left out. I own four parcels here and you have them confused." On December 10, 2018, Bartol received a notice of default from Select Portfolio Servicing. Bartol and BNY Mellon agreed to mediation where Bartol again explained that the Deed of Trust encumbered property that included

only a portion of her residence.

On March 13, 2020, BNY Mellon issued another notice of default notifying Bartol that if she does not "cure said alleged default . . . the property . . . may be sold at public auction . . . ." In July 2020, BNY Mellon filed a complaint (the First Lawsuit) against Bartol. On October 27, 2020 BNY Mellon sent an email to Bartol's counsel requesting that "Bartol sign . . . a corrected Deed of Trust . . . correcting the legal description of the Property in the Deed of Trust." Bartol's counsel replied on November 5, 2020 indicating that Bartol would not sign a corrective document.

On January 15, 2021, BNY Mellon filed an amended complaint alleging two causes of action. First, BNY Mellon alleged that Bartol breached the document correction agreement by "refusing to sign a corrective document to correct the error in the legal description of the Property in the Deed of Trust." Second, BNY Mellon alleged a cause of action for reformation, which sought to reform the Deed of Trust "to include the legal descriptions of the two missing tax parcels [(Parcels 9047 and 9140)]." In other words, BNY Mellon asserted that all four parcels (9034, 9047, 9054, and 9140) should be encumbered as security for the loan.

On July 26, 2021, after a two-day trial, the trial court entered findings of fact and conclusions of law concluding that Bartol did not breach the document correction agreement because "the requested amendment would not have corrected the mutual mistake made in the Deed of Trust." As for BNY Mellon's request to reform the Deed of Trust, the court found that a "mutual mistake was made by Bartol and America's Wholesale Lender in executing the Deed of Trust to encumber only parcel 9054 and 9034." The court reasoned:

The Court finds that Plaintiff's claim to reform the Deed of Trust to encumber all four parcels owned by Bartol is not an appropriate remedy for the mutual mistake. Instead, the Court finds that reformation to amend the Deed of Trust to reflect the parties' original intent to encumber Parcel 9054 and Parcel 9047 is an appropriate remedy. BNY Mellon is entitled to reformation of the Deed of Trust to include the legal descriptions of the Parcel 9054 and Parcel 9047.

Thus, while the court rejected BNY Mellon's argument that all four parcels should be encumbered, it agreed that the two parcels that included portions of Bartol's house (9047 and 9054) should be encumbered.

To effectuate its ruling, the trial court entered a final judgment on September 23, 2021 wherein the court struck the original legal descriptions in the Deed of Trust and replaced them with a revised legal description. While the revised description of Parcel 9054 is generally correct (missing only two words), the revised description of Parcel 9047 includes only Tract A of Parcel 9047 despite the fact that two tracts make up Parcel 9047—Tract A and Tract B—and the only portion of Bartol's home that is located on Parcel 9047 is located on Tract B and not on Tract A.

To correct these mistakes, BNY Mellon filed a CR 60 motion titled "Plaintiff's Motion to Correct Final Judgment." Regarding Parcel 9054, BNY Mellon requested that the court amend the legal description to add the two missing words, which are "218 feet." Regarding Parcel 9047, BNY Mellon sought to replace the legal description of Tract A with a legal description of Tract B so that the Deed of Trust would encumber the portion of Parcel 9047 that includes Bartol's house.

On January 10, 2022, the court entered an order granting in part and denying in part BNY Mellon's CR 60 motion. The court granted BNY Mellon's motion with regard to Parcel 9054 to read as BNY Mellon requested. But the court

denied BNY Mellon's motion with regard to the proposed legal description for Parcel 9047. The court reasoned that:

. . . no legal basis exists nor does this court have the authority to grant Plaintiffs Motion to "correct" the language describing Parcel [9047]. The Final Judgment entered by the Trial Court (Judge Cahan), is consistent with the language contained within the admitted Trial Exhibit No. 2. Judge Cahan, the finder of fact and law, adopted that language when she executed the Final Judgment. As such, outside of an agreement of the parties, no legal basis for this judicial officer to disturb Judge Cahan's orders.

Thereafter, the court entered its amended final judgment on March 16, 2023, reforming the Deed of Trust. Consistent with the court's order granting in part and denying in part BNY Mellon's motion to correct the final judgment, the amended final judgment includes the modified legal description of Parcel 9054 but continues to include the legal description for the portion of Parcel 9047 that does not include Bartol's residence.

BNY Mellon commenced this lawsuit (the Second Lawsuit) on March 21, 2023. It asserts two causes of action for reformation. The first cause of action seeks reformation of the final judgment in the First Lawsuit. In this first cause of action, BNY Mellon alleges that by "mutual mistake or scrivener's error, the legal description of Parcel 9047 in the Final Judgment . . . is incorrect" and "should be reformed to the correct legal description of Parcel 9047." The second cause of action alleges that by "mutual mistake or scrivener's error, the legal description of Parcel 9047 in the [2023] Deed of Trust is incorrect" and "should be reformed to the correct legal description of Parcel 9047."

BNY Mellon and Bartol each filed a motion for summary judgment. In its summary judgment motion, BNY Mellon argued that because the trial court in the

First Lawsuit relied on a void deed, the 2023 Deed of Trust and Judgment "must be reformed to replace the legal description of Parcel 9047 with the legal description in Bartol's vesting deed, the 1993 Quit Claim Deed." Bartol's 1993 vesting deed includes substantially the same legal description of Parcel 9047 as BNY Mellon requested in the CR 60 motion. At the conclusion of the hearing on both parties' motion for summary judgment, the trial court issued an oral ruling denying BNY Mellon's motion because issues of fact precluded the requested relief.

Bartol's motion for summary judgment, in contrast, sought to dismiss BNY Mellon's reformation claims based on preclusion principles (both issue preclusion and/or claim preclusion) because those claims were, or could have been, litigated in the First Lawsuit. At the conclusion of the summary judgment hearing, the trial court reserved ruling on this motion. Three days after the hearing, the trial court issued an order memorializing its decision to deny BNY Mellon's motion for summary judgment and granting Bartol's motion for summary judgment. The trial court did not specify whether it granted Bartol's motion based on issue preclusion, claim preclusion, or both.

BNY Mellon appeals.

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BNY Mellon argues that the trial court erred in dismissing its reformation claims on summary judgment. We disagree.

"Summary judgment is proper where there is no genuine issue of material fact and the moving party is entitled to judgment as a matter of law." *Weaver v. City of Everett*, 194 Wn.2d 464, 472, 450 P.3d 177 (2019) (citing CR 56(c)). "We

review summary judgment orders de novo, viewing all facts and reasonable inferences in the light most favorable to the nonmoving party." *Id.* "The reviewing court considers all facts submitted, engaging in the same inquiry as the trial court . . . and may affirm on any basis supported by the record." *Redding v. Virginia Mason Med. Ctr.*, 75 Wn. App. 424, 426, 878 P.2d 483 (1994). Bartol's motion for summary judgment raised two alternative grounds for dismissal: claim preclusion and issue preclusion. Because we hold that BNY Mellon's reformation claims are barred by claim preclusion principles, we need not reach the remaining issues raised by BNY Mellon.

Claim preclusion is an equitable doctrine "that preclude[s] the relitigation of already determined causes." *Weaver*, 194 Wn.2d at 472-73. Further, it is "intended to curtail multiplicity of actions, prevent harassment in the courts, and promote judicial economy." *Id.* at 473. To that end, claim preclusion "bars the relitigation of claims that were litigated, *might* have been litigated, or *should* have been litigated in a prior action." *Weaver v. City of Everett*, 4 Wn. App. 2d 303, 320, 421 P.3d 1013 (2018), *aff'd*, 194 Wn.2d 464, 450 P.3d 177 (2019). A party seeking to apply claim preclusion must establish "concurrence of identity . . . (1) of subject-matter; (2) of cause of action; (3) of persons and parties; and (4) in the quality of the persons for or against whom the claim is made." *Weaver*, 194 Wn.2d at 480 (quoting *N. Pac. Ry. Co. v. Snohomish County*, 101 Wash. 686, 688, 172 P.878 (1918)). "Because it is a question of law, we review a determination that claim preclusion applies de novo." *Hassan v. GCA Prod. Servs., Inc.*, 17 Wn. App. 2d 625, 633, 487 P.3d 203 (2021).

BNY Mellon concedes that the third and fourth elements above are satisfied, but argues that the first two elements are not satisfied. As to the first element identity of subject matter—there is "limited case law defining when the subject matter of related cases differs." Weaver, 194 Wn.2d at 480. Courts generally focus on the "asserted theory of recovery rather than simply the facts underlying the dispute." Marshall v. Thurston County., 165 Wn. App. 346, 353, 267 P.3d 491 (2011). In determining the identity of subject matter, "the critical factors seem to be the nature of the claim or cause of action and the nature of the parties." Id. (quoting Hayes v. City of Seattle, 131 Wn.2d 706, 712, 934 P.2d 1179 (1997)). Here, the undisputed facts show that the prior action and current action share concurrence of identity of subject matter. BNY Mellon asserts the same cause of action (reformation) against the same party (Bartol) to reform the same document (the Deed of Trust) in both lawsuits. As a result, both of BNY Mellon's lawsuits sought the same theory of recovery based on the same underlying facts. Thus, the subject matter is identical and the first element of claim preclusion is satisfied.

Moving to the second element of claim preclusion—identity of cause of action—Bartol correctly argues that the causes of action in the two lawsuits are identical. There are four criteria to consider when determining whether the causes of action are identical:

"(1) [w]hether rights or interests established in the prior judgment would be destroyed or impaired by prosecution of the second action; (2) whether substantially the same evidence is presented in the two actions; (3) whether the two suits involve infringement of the same right; and (4) whether the two suits arise out of the same transactional nucleus of facts."

Thompson v. King County., 163 Wn. App. 184, 196, 259 P.3d 1138 (2011) (quoting Rains v. State, 100 Wn.2d 660, 664, 674 P.2d 165 (1983). All four criteria need not be present to bar the second action. See Rains, 100 Wn.2d at 664. Also, the fourth consideration "is the most important." Deja Vu-Everett-Federal Way, Inc. v. City Of Federal Way, 96 Wn. App. 255, 262, 979 P.2d 464 (1999).

While the third consideration (substantially the same evidence is presented in the two actions) is not met, the other three are met, which is sufficient to bar BNY Mellon's claims. First, the rights established in the prior judgment would be impaired if the legal description of Parcel 9047 in the Deed of Trust is reformed. BNY Mellon's proposed legal description of Parcel 9047 is different from the one in the 2023 Deed of Trust. As a result, if BNY Mellon were to succeed in this action, it would impair the rights and interests established in the first action. Second, the two suits involve the infringement of the same right. BNY Mellon argues that the Deed of Trust, even after its reformation, still does not encumber the correct land and, therefore, it seeks to reform the Deed of Trust a second time. Third, and finally, the two suits arise out of the same transactional nucleus of facts. Both actions arise from Bartol's transaction with America's Wholesale Lender where she signed the Deed of Trust encumbering her property as security for a loan. As a result, the causes of action in the two lawsuits are identical and the remaining element of claim preclusion is satisfied.

Because all of the elements of claim preclusion are satisfied here, BNY Mellon's reformation claims are barred by claim preclusion. We therefore need not—and do not—reach BNY Mellon's remaining arguments regarding the viability and merits of its claims.

BNY Mellon argues that the trial court erred when it awarded Bartol attorney fees and costs below. We disagree.

The Deed of Trust includes an "Attorneys' fees" provision. It states: "Lender shall be entitled to recover its reasonable attorneys' fees and costs in any action or proceeding to construe or enforce any term of this Security Instrument." Bartol argues that the trial court properly awarded her attorney fees under RCW 4.84.330. That statute states:

In any action on a contract or lease entered into after September 21, 1977, where such contract or lease specifically provides that attorneys' fees and costs, which are incurred to enforce the provisions of such contract or lease, shall be awarded to one of the parties, the prevailing party, whether he or she is the party specified in the contract or lease or not, shall be entitled to reasonable attorneys' fees in addition to costs and necessary disbursements.

RCW 4.84.330 (emphasis added). Applying this statute here, the trial court correctly awarded Bartol attorney fees and costs below because the Deed of Trust provides that attorney fees and costs shall be awarded to the prevailing party "in any action to construe or enforce" the Deed of Trust. Thus, we affirm the trial court's award of attorney fees and costs.

Notwithstanding the above analysis, BNY Mellon argues that because "the parties' cross motions for summary judgment focused exclusively on the intent of the trial court and the parties in the First Lawsuit," the trial court only dismissed BNY Mellon's claim "to reform the Judgment and Amended Judgment and thus, there was no basis for the trial court to award attorneys' fees." This argument is unsupported by the record. The parties' cross-motions for summary judgment were not limited to BNY Mellon's claim to reform the judgment in the First Lawsuit.

As a result, we reject BNY Mellon's argument and affirm the trial court's decision to award Bartol reasonable attorney fees and costs based on the attorney fees provision in the Deed of Trust.

In the alternative, BNY Mellon argues that the trial court's award of attorney fees "should be reduced by half." BNY Mellon reasons "if the Court determines that Bartol is entitled to recover attorneys' fees, those fees should be apportioned given that the Complaint alleged two causes of action for reformation, one to reform the final judgment in the First Lawsuit and one to reform the Deed of Trust." While BNY Mellon did allege two causes of action for reformation in its complaint, the trial court found, and we agree, the two causes of action are "so intertwined that fee and cost segregation limiting reformation to reformation of the judgment entered [in the prior action] was not possible." The trial court therefore did not abuse its discretion in awarding the requested fees. See Simpson v. Thorslund, 151 Wn. App. 276, 289, 211 P.3d 469 (2009) (no abuse of discretion where trial court did not segregate attorney fees based on its finding that "the facts underlying the multiple claims are so intertwined that the related fees cannot feasibly be segregated"). Accordingly, we reject this alternative argument.

Lastly, Bartol asks this court to award her attorney fees and costs on appeal under RAP 18.1. RAP 18.1 states:

If applicable law grants to a party the right to recover reasonable attorney fees or expenses on review before either the Court of Appeals or Supreme Court, the party must request the fees or expenses as provided in this rule, unless a statute specifies that the request is to be directed to the trial court.

RAP 18.1. As discussed above, Bartol may recover attorney fees under RCW 4.84.330. Further, the statute does not specify that the request must be directed

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to a trial court rather than an appellate court. As a result, we grant Bartol's request for attorney fees and expenses on appeal.

Affirmed.

Feldm, J.

WE CONCUR:

Birk, J.