Gary W. MILNER et ux v. Gid R. BRANSCUM et ux 86-200 725 S.W.2d 573

Supreme Court of Arkansas Opinion delivered March 16, 1987

JUDGMENTS — MOTION BY APPELLEES FOR SUMMARY JUDGMENT — ERROR TO REFUSE TO GRANT APPELLANTS' REQUEST FOR ADDITIONAL TIME TO FILE COUNTER AFFIDAVIT. — Where one of the appellants was in the armed forces in Germany and requested additional time in which to file a counter affidavit in response to appellees' request for summary judgment, the trial judge abused his discretion in denying the request, or in refusing to reconsider his ruling when the affidavit arrived one day after summary judgment had been granted, thereby prejudicing the rights of appellants.

Appeal from Pulaski Chancery Court, Second Division; John C. Earl, Chancellor; reversed and remanded.

Vaughan & Bamburg, by: Keith Vaughan, for appellants.

Tom Tanner, for appellees.

DARRELL HICKMAN, Justice. This case began as an action to quiet title, foreclose a mortgage, and for a judgment on the note and damages. The appellees counterclaimed to declare the note and mortgage void. The chancellor erroneously granted summary judgment to the appellees.

The appellants sold the property to the appellees, who assumed a first mortgage to Union National Bank of Little Rock and executed a second mortgage to the appellants. The appellees then sold the property to Edward and Celia Kaleta, who assumed the first and second mortgages and executed a third mortgage to the appellees. The Kaletas defaulted on all notes. The appellants paid the past due balance on the first mortgage and obtained a deed from the Kaletas. The appellants then filed suit against the appellees for back payments made on the first mortgage and for foreclosure of the second mortgage. The appellees moved for summary judgment on the basis of the doctrine of merger and alleged no material dispute of facts. The appellants countered that merger was not intended and summary judgment should be denied. The trial court granted the motion on June 2, 1986. The appellants had asked for additional time to present counter affidavits which the court denied. An affidavit by Gary Milner, one of the appellants, who was in Germany in the armed forces, arrived the day after summary judgment was granted. The court denied the appellants' motion for reconsideration of the summary judgment.

[1] We find the trial judge abused his discretion in denying a request for time to file a counter affidavit. The motion for summary judgment was filed May 5, 1986. A hearing on that motion was set by the appellees' attorney for May 22, 1986. Summary judgment was granted June 2, 1986, and filed June 5. Milner's affidavit was prepared in Germany on May 15, 1986, but did not arrive until June 3, 1986. This affidavit contradicted statements made in affidavits filed by the appellees. The appellants filed a response on May 21, 1986, without the affidavit being

attached. The trial court should have granted a delay or reconsidered his ruling. The appellants have shown prejudice and an abuse of discretion by the trial judge. Reversed and remanded.