

THE STATE OF SOUTH CAROLINA
In The Supreme Court

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S.C. SUPREME COURT

APPEAL FROM Horry COUNTY
William H. Seals, Jr., Circuit Court Judge

Appellate Case No. 2023-001470
Case No. 2017-CP-26-6643

Logan Wood and Sarah Wood,..... Respondents,

v.

Horry County School District, Petitioner.

APPENDIX

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**THIS OPINION HAS NO PRECEDENTIAL VALUE. IT SHOULD NOT BE
CITED OR RELIED ON AS PRECEDENT IN ANY PROCEEDING
EXCEPT AS PROVIDED BY RULE 268(d)(2), SCACR.**

**THE STATE OF SOUTH CAROLINA
In The Court of Appeals**

Logan Wood and Sarah Wood, Respondents,

v.

Horry County School District, Appellant.

Appellate Case No. 2021-000535

Appeal From Horry County
William H. Seals, Jr., Circuit Court Judge

Unpublished Opinion No. 2023-UP-244
Submitted May 1, 2023 – Filed June 21, 2023

AFFIRMED

Joseph P. McLean, of Clarke Johnson Peterson &
McLean, PA, of Florence; and Andrew F. Lindemann, of
Lindemann Law Firm, P.A., of Columbia, both for
Appellant.

Amy Suzanne Lawrence and Justin Michael Lovely, both
of The Lovely Law Firm, of Myrtle Beach; Kathleen
Chewing Barnes, of Barnes Law Firm, LLC, of
Hampton; and James Bernice Moore, III and Scott
Christopher Evans, both of Evans Moore, LLC, of
Georgetown, all for Respondents.

PER CURIAM: Horry County School District (HCSD) appeals the trial court's denial of its motions for judgment notwithstanding the verdict (JNOV) and to deposit the judgment amount with the clerk of court. On appeal, HCSD argues the trial court erred in (1) determining the jury found two occurrences of gross negligence under the South Carolina Tort Claims Act and failing to reduce the award to \$300,000 and (2) denying its motion to pay the amount of the judgment into court pursuant to Rule 67, SCRPC. We affirm.

1. We hold the trial court did not err in denying HCSD's motion for JNOV and refusing to reduce the award to \$300,000 because evidence in the record supported its ruling. *See Dawkins v. Sell*, 434 S.C. 572, 580, 865 S.E.2d 1, 5 (Ct. App. 2021) ("The trial court's ruling on a directed verdict or JNOV motion will be reversed only if the ruling is governed by an error of law or no evidence supports the ruling."). The trial court did not err in finding the jury could determine the number of occurrences because applying the facts of a case to the statutory definition of "occurrence" is a question of fact for the jury. *See Boggero v. S.C. Dep't of Revenue*, 414 S.C. 277, 280, 777 S.E.2d 842, 843 (Ct. App. 2015) ("[W]hether the facts of a case were correctly applied to a statute is a question of fact" (quoting *Hopper v. Terry Hunt Constr.*, 373 S.C. 475, 749, 646 S.E.2d 162, 165 (Ct. App. 2007))); S.C. Code Ann. § 15-78-30(g) (2005) ("'Occurrence' means an unfolding sequence of events which proximately flow from a single act of negligence.").

Moreover, evidence in the record supported the trial court's determination that the jury found two occurrences of gross negligence. The jury was instructed on the definition of occurrence and that each alleged act of gross negligence had to be "separate and independent" in order to find more than one occurrence. Additionally, the jury checked "yes" to two separate acts of gross negligence on the verdict form. Although the special verdict form did not specifically ask the jury to write down the number of occurrences, HCSD requested the removal of an interrogatory that would have asked the jury to make such a determination. We further hold HCSD may not now complain that the special verdict form lacked such an interrogatory. *See Erickson v. Jones St. Publishers, LLC*, 368 S.C. 444, 476, 629 S.E.2d 653, 670 (2006) ("[A] party may not complain on appeal of error or object to a trial procedure which his own conduct has induced."); *McKissick v. J.F. Cleckley & Co.*, 325 S.C. 327, 350, 479 S.E.2d 67, 79 (Ct. App. 1996) (holding a party may not complain on appeal when it receives what it asked for at trial).

2. We hold the trial court did not abuse its discretion in denying HCSD's motion to deposit the judgment amount with the court. *See* Rule 67, SCRCP ("In an action in which any part of the relief sought is a judgment for a sum of money or the disposition of a sum of money . . . a party, upon notice to every other party, and by leave of court, may deposit with the court all or any part of such sum"); *S.C. Dep't of Transp. v. First Carolina Corp. of S.C.*, 369 S.C. 150, 153, 631 S.E.2d 533, 535 (2006) ("The granting of leave to deposit money with the court pursuant to Rule 67, SCRCP is a matter within the discretion of the trial court and will not be overturned absent an abuse of that discretion."); *id.* ("An abuse of discretion occurs when the ruling is based on an error of law or a factual conclusion without evidentiary support."); S.C. Code Ann. § 34-31-20(B) (2020) ("A money decree or judgment of a court enrolled or entered must draw interest according to law."); *Hunting v. Elders*, 359 S.C. 217, 229, 597 S.E.2d 803, 809 (Ct. App. 2004) ("[A] claimant is entitled to interest from the date of the rendition of the verdict, or post-judgment interest, as a matter of course.").

AFFIRMED.¹

KONDUROS and VINSON, JJ., and LOCKEMY, A.J., concur.

¹ We decide this case without oral argument pursuant to Rule 215, SCACR.

The South Carolina Court of Appeals

Logan Wood and Sarah Wood, Respondents,


v.

Horry County School District, Appellant.

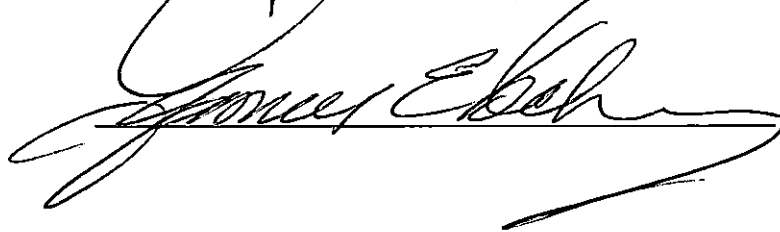
Appellate Case No. 2021-000535

ORDER

After careful consideration of the petition for rehearing, the Court is unable to discover that any material fact or principle of law has been either overlooked or disregarded, and hence, there is no basis for granting a rehearing. Accordingly, the petition for rehearing is denied.


_____ J.


_____ J.


_____ J.

Columbia, South Carolina

cc:

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Scott Christopher Evans, Esquire
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FILED
Aug 17 2023

Amy Suzanne Lawrence, Esquire
Kathleen Chewning Barnes, Esquire
The Honorable William H. Seals, Jr.

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SC Court of Appeals

THE STATE OF SOUTH CAROLINA
In The Court of Appeals

APPEAL FROM HORRY COUNTY
William H. Seals, Jr., Circuit Court Judge

Appellate Case No. 2021-000535
Case No. 2017-CP-26-6643

Logan Wood and Sarah Wood,..... Respondents,

v.

Horry County School District, Appellant.

PETITION FOR REHEARING

The Appellant Horry County School District petitions the South Carolina Court of Appeals for a rehearing of the Court’s recent decision in *Wood v. Horry County School District*, Op. No. 2023-UP-244 (S.C. Ct. App. filed June 21, 2023).

The grounds for the Appellant’s petition for rehearing are addressed in detail in the supporting memorandum filed herewith and incorporated herein.

The Appellant’s petition for rehearing is based on the Court’s decision in *Wood v. Horry County School District*, Op. No. 2023-UP-244 (S.C. Ct. App. filed

June 21, 2023); the supporting memorandum filed herewith; the briefs and Record on Appeal; Rule 221(a), SCACR; Rule 224, SCACR; and other rules of court.

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July 6, 2023

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SC Court of Appeals

THE STATE OF SOUTH CAROLINA
In The Court of Appeals

APPEAL FROM HORRY COUNTY
William H. Seals, Jr., Circuit Court Judge

Appellate Case No. 2021-000535
Case No. 2017-CP-26-6643

Logan Wood and Sarah Wood,..... Respondents,

v.

Horry County School District, Appellant.

**MEMORANDUM IN SUPPORT OF
PETITION FOR REHEARING**

The Appellant Horry County School District has petitioned this Court for a rehearing of the recent decision in *Wood v. Horry County School District*, Op. No. 2023-UP-244 (S.C. Ct. App. filed June 21, 2023). The Appellant respectfully submits that the following points were overlooked or misapprehended by this Court. The Appellant notes that this decision fails to apply prior decisions of both the South Carolina Supreme Court and this Court in addressing issues related to the monetary caps under the South Carolina Tort Claims Act.

I.

The Appellant School District contends that the trial court erred in failing to correctly interpret and apply the Tort Claims Act definition of "occurrence" and in failing to reduce the verdict for the Respondent Logan Wood to \$300,000 based on the monetary caps set forth in

Section 15-78-120(a) of the Code of Laws. The Appellant identified three specific errors of law committed by the trial court. In its memorandum opinion, this Court failed to consider or otherwise misapprehended each of those errors of law.

A.

First, the School District argued that the trial court erred in failing to recognize that the application of the monetary caps presents an issue of law for the court to decide. Citing cases that have arisen strictly in the context of administrative law proceedings, including specifically workers' compensation cases and contested cases before the Administrative Law Court,¹ this Court appears to rule that the application of the monetary cap pursuant to Section 15-78-120(a) presents a question for the jury. That ruling is at odds with this Court's decision in *Parker v. Spartanburg Sanitary Sewer District*, 362 S.C. 276, 607 S.E.2d 711 (Ct. App. 2005). In *Parker*, this Court, using mandatory language, states: "We conclude that the monetary statutory cap is self-executing and the court is required to apply the monetary statutory cap to any jury verdict exceeding \$300,000." 607 S.E.2d at 716. Thus, the application of the monetary caps is a self-executing duty imposed on the trial court – and not the jury -- where, as here, the jury's verdict exceeds \$300,000. In effect, the application of the statutory caps is clearly not a decision for the jury.

Instead, as the School District argued below and on appeal, the application of the monetary cap pursuant to Section 15-78-120(a) presents a mixed question of law and fact, which includes an analysis of the term "single occurrence" which is incorporated in Section 15-78-120(a). The term "occurrence" means "an unfolding sequence of events which proximately flow from a single act of negligence." S.C. Code Ann. § 15-78-30(g). Thus, to carry out the self-executing duty recognized in *Parker*, the trial court is required to take the fact-finding of the jury

¹ In an administrative proceeding, the judge or commissioner (i.e., the arbiter of the law) also serves as the fact finder. That is not the case in a civil jury trial.

and to determine whether the award for any "loss arising from" any "single occurrence" exceeds \$300,000. *See*, S.C. Code Ann. § 15-78-120(a) ("no person shall recover in any action or claim brought hereunder a sum exceeding three hundred thousand dollars because of loss arising from a single occurrence").

As the trial court instructed and the special verdict form allowed, the jury in the case at bar made a factual determination as to the number of acts of gross negligence that were committed by the School District. The jury concluded that there were two acts of gross negligence, one related to the number of athletic trainers available for the football game and the other for the failure to assess Logan Wood for the signs and symptoms associated with a concussion. (R. 22). With that special verdict form, that is what the jury was asked to determine. (R. 22-23).

Taking that factual determination, the trial court was required to determine whether those two acts of gross negligence give rise to or proximately caused the same "sequence of events" that is "unfolding" (or "evolving" or progressing" to apply useful synonyms). That is the self-executing duty per this Court's decision in *Parker*. The trial court did not, however, fulfill that duty or responsibility. Instead, the trial court treated the number of occurrences and the application of the monetary caps as purely a factual question for the jury's determination and concluded erroneously that the jury actually found multiple "occurrences" giving rise to presumably multiple "losses," which it did not. The special verdict form stated no such thing.

B.

This Court concluded it was the School District's fault that the special verdict form provided insufficient information. That is neither correct nor fair. For the reasons discussed above, the School District took the position at the directed verdict stage and throughout the trial that the occurrence issue requires a legal determination by the trial court. The trial court did not agree with that position, and as a result, this Court is incorrect in finding that the School District "may not

complain on appeal when it receives what it asked for at trial.” Slip Op., at 2, *citing McKissick v. J.F. Cleckley & Co.*, 325 S.C. 327, 479 S.E.2d 67, 79 (Ct. App. 1996). The School District did not receive what it asked for at trial as the trial court ultimately ruled that the number of “occurrences” presents a jury question. With that ruling, it was incumbent on the Respondent – not the School District – to ensure that the verdict form included the information by which the trial court could then carry out the self-executing duty imposed by Section 15-78-120(a).

Moreover, this is also consistent with the School District’s position on appeal. In its opening brief, the School District points out that “the [trial] court was nonetheless correct in not having the jury determine the number of ‘occurrences’ on the verdict form. As indicated, that presented a legal issue for the trial court's determination.” *See*, Appellant’s Opening Brief, p. 8.

In sum, this Court misapprehended the record in its placement of blame on the School District for the inadequacies of the special verdict form. The jury should be asked to make the factual findings necessary for the trial court to carry out its self-executing duty as recognized in *Parker* to apply the monetary caps. The failure of the Respondent to obtain a verdict form that provides the necessary information is grounds for a reversal. As the Supreme Court made clear in *Chastain v. Anmed Health Foundation*, 388 S.C. 170, 694 S.E.2d 541 (2010), it is a plaintiff’s responsibility to provide a verdict form bearing the information necessary to prove his case and support the judgment, if he seeks a judgment in excess of the \$300,000 cap. A defendant has no responsibility to make sure the verdict form proves the plaintiff’s case – that burden lies with the plaintiff. Thus, this Court has erred in shifting the burden to the School District to make certain there is an adequate verdict form to prove the Respondent’s entitlement to a judgment in excess of the \$300,000 cap. Notably, a similar position taken by the plaintiff in *Chastain* to blame the defendant hospital for the inadequacy of the verdict form was rejected by the trial judge and the Supreme Court.

Therefore, as the School District has argued, the trial court erred in its conclusion that the jury in this case found two separate and independent "occurrences" as that term is defined under the Tort Claims Act. In actuality, the special verdict form demonstrates only that the jury found two acts of gross negligence by the School District employees. (R. 22). The jury was not called upon to determine whether there even were multiple "occurrences" and, if so, to identify those "occurrences" or the "loss" arising from each occurrence. Likewise, there was no determination by the jury on that special verdict form that the two acts of gross negligence as found were "separate and distinct" or "separate and independent." To repeat, the special verdict form shows that the jury was only asked to and did provide a factual finding as to the acts of gross negligence – nothing more and nothing less. (R. 22-23).

A trial judge may not speculate as to the jury's verdict, particularly on questions that the jury was never asked to answer *and did not answer* on the special verdict form. *Chastain* makes that clear as well. However, that is precisely what the trial court did in this case. The trial judge erroneously speculated that "[i]n completing the verdict form, the jury found for the Plaintiff that the first and second independent occurrences were supported by the evidence." (R. 8).² The trial judge proceeds to conclude that "the jury found that there were two separate and distinct occurrences of gross negligence which caused Logan Wood's brain injury." (R. 9). That, however, is nothing but speculation. To reiterate, the special verdict form says nothing about "occurrences" and says nothing about acts of gross negligence being "separate and distinct" or "separate and independent." The jury did not make those findings. (R. 22-23).

C.

² Notably, the special verdict form was given to the jury with no explanation of the special interrogatories asked or their legal significance. (R. 351-352).

Finally, the School District has argued that the trial court erred in failing to correctly interpret and apply the definition of "occurrence" to the findings of fact actually made by the jury on the special verdict form. In its memorandum opinion, this Court does not fully or correctly address this issue. At most, this Court found that "evidence in the record supported the trial court's determination that the jury found *two occurrences of gross negligence*." Slip Op. at 2. (Emphasis added). However, the use of the phrase "two occurrences of gross negligence" demonstrates that this Court, like the trial court, failed to correctly apply the law on multiple occurrences under the Tort Claims Act, including the statutory definition of "occurrence" as meaning "an unfolding sequence of events which proximately flow from a single act of negligence." S.C. Code Ann. § 15-78-30(g).³

Contrary to this Court's ruling, the number of "occurrences" under a proper analysis is not determined by the number of acts of negligence or gross negligence. In effect, two acts of gross negligence do not equate to "two occurrences of gross negligence." The Supreme Court made that clear in the leading case of *Boiter v. South Carolina Department of Transportation*, 393 S.C. 123, 712 S.E.2d 401 (2011), where the Supreme Court explained: "we do not adopt a bright-line test based on the existence of multiple acts of negligence." 712 S.E.2d at 406. Importantly, the number of "occurrences" is *not* tied to the number of acts of negligence or gross negligence, and thus, contrary to this Court's ruling, there were not "two occurrences of gross negligence" found by the jury. This Court makes no determination – just as the trial court failed to do – as to whether there where two different "unfolding sequences of events" that proximately flowed from the two findings

³ The Tort Claims Act must be liberally construed to limit the liability of the state and its political subdivisions. S.C. Code Ann. § 15-78-20(f). *See, Faile v. South Carolina Department of Juvenile Justice*, 350 S.C. 315, 566 S.E.2d 536, 540 (2002) ("[p]rovisions establishing limitations on liability must be liberally construed in the State's favor"). *See also, Baker v. Sanders*, 301 S.C. 170, 391 S.E.2d 229 (1990); *Bayle v. South Carolina Department of Transportation*, 344 S.C. 115, 542 S.E.2d 736 (Ct. App. 2001).

of gross negligence by the jury. That is the dispositive question and was never answered by the trial court or by this Court.

To properly read the statute *as written*, an “occurrence” is an “unfolding sequence of events.” From a grammatical standpoint, “an unfolding sequence of events” is the predicate clause that defines the term “occurrence.” Nonetheless, this Court – like the Respondents – relies only on the back-end of the definition by focusing on “a single act of negligence.” To reiterate, in *Boiter*, the Supreme Court has already rejected any notion that the number of “occurrences” is tied to the number of acts of negligence or gross negligence. *Boiter*, 712 S.E.2d at 406. Moreover, as *Boiter* further instructs, multiple acts of negligence may give rise to a single occurrence. Indeed, the Supreme Court recognized that “[i]n many situations, negligent acts from more than one entity would still equal but one occurrence.” *Boiter*, 712 S.E.2d at 407. This would likewise be true where there are multiple acts of gross negligence committed by the same entity as in the case at bar. In sum, and as overlooked by this Court, an “occurrence” is “an unfolding sequence of events,” and that critical piece of the definition cannot be ignored or written out of the statute.

Given the jury's verdict which found *two acts of gross negligence* (and not “two occurrences of gross negligence”), this Court, like the trial court, is required to apply that definition of “occurrence,” and analyze whether those acts of gross negligence gave rise to or proximately caused a different “unfolding sequence of events.” If those acts of gross negligence each give rise to a new “sequence of events” so as not to be “unfolding” or “evolving” from past events, only then is there a new and separate “occurrence.” In other words, if the same “unfolding sequence of events” proximately flows from the two acts of gross negligence by the same entity, there is but a single occurrence, as the Supreme Court in *Boiter* explains.

In this case, there was a single event which proximately flowed from the two acts of gross negligence committed by the same entity, that being the failure to remove Logan Wood from the

middle school football game and the failure to have him assessed for a concussion. The acts of gross negligence, as found by the jury on the special verdict form, flow into that singular event, i.e., they combined and concurred to proximately cause that single occurrence. One grossly negligent act was an error in planning (the staffing protocol of one trainer for both teams), and the other was an error in implementation (inattentiveness of the trainer). As stated, if the same "unfolding sequence of events" proximately flows from multiple acts of gross negligence by the same entity, there is still but a single occurrence. That is the scenario the Respondent has presented in the case at bar. The evidence does not support a finding of new or different "unfolding sequences of events."

To be clear, the trial court should have held as a matter of law that there was not more than one unfolding sequence of events which resulted in injury to Logan. The Respondents alleged that each team should have had a trainer instead of one trainer supplied by the home team. Having only one trainer, however, did not proximately cause Logan to be injured. The trial court, and this Court on appeal, have treated the failure to have more than one trainer as an "occurrence." But there is no causal connection between the number of trainers and whether Logan could suffer a concussion. He would have suffered a concussion from the physical contact in the game regardless of the number of trainers present. Importantly, the jury found that the School District was not gross negligent in failing to train the coaching staff regarding post-concussive syndrome and second impact syndrome. (R. 22). Instead, the jury found that the School District was grossly negligent in failing to assess Logan for signs and symptoms associated with a concussion. (R. 22). Those factual findings all give rise to the same "unfolding sequences of events" and but one "occurrence" as defined in the Tort Claims Act.

Importantly, the case at bar involves a *single governmental entity* – not multiple agencies – that committed more than one act of gross negligence as determined by the jury. The Supreme Court in *Boiter* forecasted how a case with those characteristics should be adjudicated. The

Supreme Court pointed out that "[c]ases from other jurisdictions are similarly inapposite because they involve a single governmental entity which committed multiple acts of negligence, a completely different situation than the one before us." *Boiter*, 712 S.E.2d at 406. The Supreme Court then cited favorably to two cases from other jurisdictions that are factually similar to the present case where there is a single governmental entity committing multiple acts of negligence resulting in one indivisible injury; yet the courts in those cases found a single occurrence. The Supreme Court then cautioned that "we determine the issue before us based solely on the peculiar facts of this case," which again reflects the Court's intent that its holding was inapplicable where a single governmental entity is involved. *Id.*

This Court, however, overlooked or otherwise disregarded *Boiter* in its unpublished decision. *Boiter* is not even cited. As *Boiter* instructs, the trial court should have ruled as a matter of law that the same "unfolding sequence of events" proximately flowed from the two acts of gross negligence committed by the same governmental entity. There were not two separate and independent sequences of events resulting in Logan's injury. Instead, there was a singular, finite football game at which Logan was injured, and hence, there was but one "unfolding sequence of events" and thus one "occurrence."

On rehearing, the Court is respectfully requested to properly analyze the "occurrence" issue by applying the complete definition and not just the back-end of the definition. When properly analyzed under the rubric from *Boiter*, the School District submits that the trial court should only have found a single occurrence and, accordingly, the verdict should have been reduced to a single statutory cap of \$300,000 in accordance with the mandates of Section 15-78-120(a).

II.

As an additional issue on appeal, the School District contends that the trial court erred in denying its motion to pay the amount of the judgment into court as permitted by the Supreme

Court's longstanding precedent from such cases as *Manning v. Brandon Corporation*, 163 S.C. 178, 161 S.E. 405 (1931), and *Russo v. Sutton*, 317 S.C. 441, 454 S.E.2d 895 (1995), which the School District has referred to as the "*Manning/Russo* rule."

A.

In adjudicating that issue, this Court simply held that “the trial court did not abuse its discretion in denying HCSD’s motion to deposit the judgment amount with the court.” Slip Op. at 3. Thus, this Court applied an abuse of discretion standard of review and did not address the School District’s position that a *de novo* standard applies because the application of the *Manning/Russo* rule is purely a question of law.

The Court cites only the Supreme Court's decision in *South Carolina Department of Transportation v. First Carolina Corp. of South Carolina*, 369 S.C. 150, 631 S.E.2d 533 (2006), where the Supreme Court wrote: "The granting of leave to deposit money with the court pursuant to Rule 67, SCRPC is a matter within the discretion of the trial court and will not be overturned absent an abuse of that discretion." 631 S.E.2d at 535. Notably, the Supreme Court did not cite any prior South Carolina precedent such as *Manning* or *Russo* or the numerous other cases applying the *Manning/Russo* rule. Instead, the Supreme Court cited only a federal decision from the Fifth Circuit Court of Appeals. Importantly, the federal courts' application of Rule 67 has always been diametrically different from existing South Carolina precedent.

Nonetheless, the School District submits that the standard of review as discussed in *First Carolina* should be treated as *dicta*.⁴ That is because the issue actually before the Supreme Court in

⁴ See, *Drummond v. Beasley*, 331 S.C. 559, 503 S.E.2d 455 (1998) (characterizing as dicta certain language in a case concerning a subject not within the question before the court); *Hampton v. Richland County*, 296 S.C. 72, 370 S.E.2d 714, 714 (1988) (concluding discussion of a legal principle in an opinion was dicta where it was “clearly unnecessary to a resolution of the issue before the court”); *Dennis v. South Carolina National Bank*, 299 S.C. 34, 382 S.E.2d 237, 240 (Ct. App. 1988) (construing language in a case as dicta because it was “an expression or

that case was not one of discretion but rather purely an issue of law to which a *de novo* standard of review applies. The Supreme Court found that Rule 67 conflicted with a provision of the Eminent Domain Procedure Act which required post-judgment interest to be added to any judgment that was not paid within a twenty-day period. The Supreme Court applied principles of law and concluded that "the Act prevails over the rules of civil procedure." 631 S.E.2d at 536. In short, that case presented a pure issue of law and not one to which an abuse of discretion standard would even be applicable.

Moreover, in *First Carolina*, the Supreme Court did not overrule the *Manning/Russo* rule. Instead, the Court cited *Russo* and explained that "Rule 67, SCRCF, allows a judgment debtor to avoid further accrual of post-judgment interest pending the resolution of an appeal from the judgment by depositing the judgment with the court." 631 S.E.2d at 536. That is consistent with the position taken by the School District in the present case.

Finally, if the Supreme Court had truly intended for an abuse of discretion standard to apply to the granting of leave to deposit money with the court pursuant to Rule 67, the Court would have published the factors for courts to consider in exercising that discretion. Certainly, Rule 67, as promulgated by the Supreme Court, includes no factors to be considered. Likewise, at no time has any South Carolina appellate court ever laid out any factors to be weighed and considered by a trial judge in deciding whether to allow a judgment debtor to deposit the judgment with the court under Rule 67. If Rule 67 truly presents a matter of discretion, the *Manning/Russo* rule would need to be overruled and the Supreme Court would need to elucidate the factors to be weighed, which would need to be accomplished by an amendment to Rule 67.

statement by the court on a matter not necessarily involved in the case nor necessary to a decision thereof").

In effect, if this issue had truly been intended by the Supreme Court to be an issue for the exercise of discretion, due process dictates that there must be uniform factors for judges to apply. The issue cannot be left to the whim of the judges to decide what factors are relevant and should be applied. Those factors will undoubtedly differ from judge to judge. The lack of judicially recognized and uniform factors to be considered only results in a strong likelihood of inconsistent application and likely equal protection infringement where similarly situated judgment debtors are treated differently. There are no safeguards in place to prevent unequal or selective application. In short, given the absence of published or judicially recognized uniform factors, which supports the School District's position that the application of Rule 67 actually presents an issue of law and not a matter for judicial discretion, as the Respondents urge and the trial court erroneously concluded. Therefore, on rehearing, the Court is respectfully requested to provide a complete and proper analysis of the standard of review issue.

B.

This Court also erred in failing to recognize the "*Manning/Russo* rule" as controlling law on this issue. In interpreting and applying Rule 67, SCRCPP, the Supreme Court in *Russo v. Sutton*, 317 S.C. 441, 454 S.E.2d 895 (1995), held that "a judgment debtor's deposit of funds into the court pending his own appeal prevents further accrual of interest." 454 S.E.2d at 896. The Supreme Court explained that "[s]uch a rule encourages the debtor to pay the judgment and assures the judgment creditor the funds will be available at the conclusion of the appeal." *Id.* In reaching that ruling, the Supreme Court looked at the law that pre-dated the adoption of the South Carolina Rules of Civil Procedure, and explained as follows: "[I]n *Manning v. Brandon Corporation*, 163 S.C. 178, 161 S.E. 405 (1931), we recognized that a judgment debtor may prevent accrual of interest pending a creditor's appeal by paying the judgment into court, under an order of the court." 454 S.E.2d at 896. The Supreme Court in *Russo* then acknowledged the adoption of Rule 67,

SCRCF, but concluded that "this rule is consistent with our holding in *Manning* that a debtor may prevent accrual of interest by depositing the funds under an order of the court." 454 S.E.2d at 897. In short, the Supreme Court recognized that the rule from *Manning* is longstanding and remains the law after the adoption of Rule 67.

The Supreme Court in *Russo* also cited favorably to an earlier decision in *Sears v. Fowler*, 293 S.C. 43, 358 S.E.2d 574 (1987), where the Supreme Court noted that "a judgment debtor may stop the running of interest by paying the amount of the judgment into court during the pendency of an appeal." 358 S.E.2d at 574, n.1.

The rule of law recognized by the Supreme Court in *Manning*, *Sears*, and *Russo* has been upheld and applied in numerous cases since that decision. See e.g., *Small v. Pioneer Machinery, Inc.*, 330 S.C. 62, 496 S.E.2d 884, 885 (Ct. App. 1998) ("[a] judgment debtor's deposit of funds into the court pending his own appeal prevents further accrual of interest on the judgment"); *Renaissance Enterprises, Inc. v. Ocean Resorts, Inc.*, 334 S.C. 324, 513 S.E.2d 617, 618 (1999) ("a judgment debtor's deposit of funds into court pursuant to Rule 67 pending his own appeal stops the accrual of interest on the judgment"); *Duval v. Heritage Life Ins. Co.*, 339 S.C. 616, 529 S.E.2d 566 (Ct. App. 2000) (same). In 1999, this Court explained that the "[p]ayment of a judgment into court is deemed to be a payment of money for the use of the person entitled thereto and stops the running of judgment interest." *South Carolina Department of Transportation v. Faulkenberry*, 337 S.C. 140, 522 S.E.2d 822, 828-829 (Ct. App. 1999).

At no time has either appellate court waived from the *Manning/Russo* rule, except where the post-judgment interest is required by contract or by statute. Neither exception is applicable here. The appellate courts have not recognized any other exceptions to the *Manning/Russo* rule. In fact, in *Duval v. Heritage Life Ins. Co.*, 339 S.C. 616, 529 S.E.2d 566 (Ct. App. 2000), this Court described the rule from *Russo* as being "unmistakably clear." 529 S.E.2d at 569. This Court

specifically stated that "[t]he court of appeals is bound by the decisions of the supreme court. Where the law is unmistakably clear, this court has no authority to change it." *Id.* The same is true in the present case. The *Manning/Russo* rule is "unmistakably clear," and absent being overruled by the Supreme Court, the rule remains binding precedent that the trial court and this Court are required to apply.⁵

Yet, without even mentioning the *Manning/Russo* rule nor explaining that the rule has been overturned by the Supreme Court precedent, this Court abandoned that rule with no such analysis provided in its memorandum opinion. The record reflects that the School District fully complied with the requirements as set out in *Russo* and the "plain language of Rule 67 by giving notice to the other party and obtaining leave of the circuit court before depositing the funds with the clerk of court." *Small v. Pioneer Machinery, Inc.*, 330 S.C. 62, 496 S.E.2d 884, 885-886 (Ct. App. 1998). Thus, the trial court's refusal to allow the School District to deposit funds with the court under Rule 67 constitutes a reversible error of law. Because the Respondents opposed the School District's motion, on rehearing, this Court is asked to direct the trial court on not remand to require the School District to pay post-judgment interest on the judgment, in any.

⁵ Obviously, the circuit court is bound by decisions of the Supreme Court. *See, Carson v. Southern Railway*, 68 S.C. 55, 46 S.E. 525, 529 (1903). Likewise, it is well settled that this Court cannot overrule established precedent from the Supreme Court. *See, S.C. Const., art V, § 9* ("[t]he decisions of the Supreme Court shall bind the Court of Appeals as precedents"); *Freeman v. Freeman*, 323 S.C. 95, 473 S.E.2d 467, 473 (Ct. App. 1996) ("[the Court of Appeals is] bound by the decisions of the South Carolina Supreme Court"); *State v. Cheeks*, 400 S.C. 329, 733 S.E.2d 611, 618 (Ct. App. 2012) ("this court lacks the authority to rule against prior published precedent from our supreme court, but is bound by the decisions of the supreme court").

CONCLUSION

Based on the foregoing discussion, the Appellant Horry County School District respectfully requests that the Court rehear its decision in this case and to reverse the post-trial order of Circuit Court Judge William H. Seals, Jr., and order that the judgment in favor of Logan Wood be reduced to \$300,000. In addition, the Court is requested to reverse the Order denying the School District's Motion to Deposit Funds and provide instructions on remand to the effect that the School District is not required to pay post-judgment interest on the judgment that remains after remand.

Respectfully submitted,

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SC Court of Appeals

THE STATE OF SOUTH CAROLINA
In The Court of Appeals

APPEAL FROM HORRY COUNTY
William H. Seals, Jr., Circuit Court Judge

Appellate Case No. 2021-000535
Case No. 2017-CP-26-6643

Logan Wood and Sarah Wood,..... Respondents,

v.

Horry County School District, Appellant.

CERTIFICATE OF SERVICE

Pursuant to Section (d)(1) of the Supreme Court’s Order Methods of Electronic Filing and Service Under Rule 262 of the South Carolina Appellate Court Rules (As Amended May 6, 2022), the undersigned employee of Lindemann Law Firm, P.A., counsel for the Appellant, does hereby certify that service of the **Petition for Rehearing and Memorandum in Support of Petition for Rehearing** in the above-captioned matter was made upon all counsel of record by email only this the 6th day of July 2023 as follows:

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