By: Watson To: Judiciary A

HOUSE BILL NO. 505

| 1 | AN ACT TO CREATE THE UNIFORM PREMARITAL AGREEMENT ACT; TO |
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| 2 | AUTHORIZE AGREEMENTS BETWEEN PROSPECTIVE SPOUSES MADE IN |
| 3 | CONTEMPLATION OF MARRIAGE; TO SPECIFY THE MATTERS WITH RESPECT TO |
| 4 | WHICH PARTIES MAY CONTRACT IN PREMARITAL AGREEMENTS; TO SPECIFY |
| 5 | THE EFFECTIVE DATE OF A PREMARITAL AGREEMENT AND THE MANNER IN |
| 6 | WHICH SUCH AN AGREEMENT MAY BE AMENDED OR REVOKED; TO SPECIFY |
| 7 | CONDITIONS UNDER WHICH A PREMARITAL AGREEMENT IS NOT ENFORCEABLE; |
| 8 | TO AMEND SECTIONS 93-3-7, 93-5-2 AND 93-5-23, MISSISSIPPI CODE OF |
| 9 | 1972, IN CONFORMITY THERETO; AND FOR RELATED PURPOSES. |

- 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 11 <u>SECTION 1.</u> Sections 1 through 11 of this act may be cited as
- 12 the "Uniform Premarital Agreement Act."
- 13 <u>SECTION 2.</u> As used in Sections 1 through 11 of this act:
- 14 (a) "Premarital agreement" means an agreement between
- 15 prospective spouses made in contemplation of marriage and to be
- 16 effective upon marriage.
- 17 (b) "Property" means an interest, present or future,
- 18 legal or equitable, vested or contingent, in real or personal
- 19 property, including income and earnings.
- 20 <u>SECTION 3.</u> A premarital agreement must be in writing and
- 21 signed by both parties. Such agreement is enforceable without
- 22 consideration.
- 23 <u>SECTION 4.</u> (1) Parties to a premarital agreement may
- 24 contract with respect to:
- 25 (a) The rights and obligations of each of the parties
- 26 in any of the property of either or both of them whenever and
- 27 wherever acquired or located;
- 28 (b) The right to buy, sell, use, transfer, exchange,
- 29 abandon, lease, consume, expend, assign, create a security

- 30 interest in, mortgage, encumber, dispose of, or otherwise manage
- 31 and control property;
- 32 (c) The disposition of property upon separation,
- 33 marital dissolution, death, or the occurrence or nonoccurrence of
- 34 any other event;
- 35 (d) The modification or elimination of spousal support;
- 36 (e) The making of a will, trust, or other arrangement
- 37 to carry out the provisions of the agreement;
- 38 (f) The ownership rights in and disposition of the
- 39 death benefit from a life insurance policy;
- 40 (g) The choice of law governing the construction of the
- 41 agreement; and
- 42 (h) Any other matter, including their personal rights
- 43 and obligations, not in violation of public policy or a statute
- 44 imposing a criminal penalty.
- 45 (2) The right of a child to support may not be adversely
- 46 affected by a premarital agreement.
- 47 <u>SECTION 5.</u> A premarital agreement becomes effective upon
- 48 marriage.
- 49 <u>SECTION 6.</u> After marriage, a premarital agreement may be
- 50 amended or revoked only by a written agreement signed by the
- 51 parties. The amended agreement or the revocation is enforceable
- 52 without consideration.
- 53 <u>SECTION 7.</u> (1) A premarital agreement is not enforceable if
- 54 the party against whom enforcement is sought proves that:
- 55 (a) That party did not execute the agreement
- 56 voluntarily; or
- 57 (b) The agreement was unconscionable when it was
- 58 executed and, before execution of the agreement, that party:
- (i) Was not provided a fair and reasonable
- 60 disclosure of the property or financial obligations of the other
- 61 party;
- 62 (ii) Did not voluntarily and expressly waive, in
- 63 writing, any right to disclosure of the property or financial
- 64 obligations of the other party beyond the disclosure provided; and
- (iii) Did not have, or reasonably could not have
- 66 had, an adequate knowledge of the property or financial

- 67 obligations of the other party.
- 68 (2) If a provision of the premarital agreement modifies or
- 69 eliminates spousal support and that modification or elimination
- 70 causes one (1) party to the agreement to be eligible for support
- 71 under a program of public assistance at the time of separation or
- 72 marital dissolution, a court, notwithstanding the terms of the
- 73 agreement, may require the other party to provide support to the
- 74 extent necessary to avoid that eligibility.
- 75 (3) An issue of unconscionability of a premarital agreement
- 76 shall be decided by the court as a matter of law.
- 77 <u>SECTION 8.</u> If a marriage is determined to be void, an
- 78 agreement that otherwise would have been a premarital agreement is
- 79 enforceable only to the extent necessary to avoid an inequitable
- 80 result.
- 81 <u>SECTION 9.</u> Any statute of limitations applicable to an
- 82 action asserting a claim for relief under a premarital agreement
- 83 is tolled during the marriage of the parties to the agreement.
- 84 However, equitable defenses limiting the time for enforcement,
- 85 including laches and estoppel, shall be available to either party.
- 86 <u>SECTION 10.</u> All written agreements entered into before July
- 87 1, 1998, between prospective spouses for the purpose of affecting
- 88 any of the subjects specified in Section 4 of this act shall be
- 89 valid and enforceable if otherwise valid as contracts.
- 90 <u>SECTION 11.</u> Sections 1 through 11 of this act shall be
- 91 applied and construed to effectuate its general purposes to make
- 92 uniform the law with respect to the subject of Sections 1 through
- 93 11 of this act among states enacting it.
- 94 SECTION 12. Section 93-3-7, Mississippi Code of 1972, is
- 95 amended as follows:
- 96 93-3-7. (1) Except as otherwise provided in subsection (2),
- 97 husband and wife shall not contract with each other, so as to
- 98 entitle the one to claim or receive any compensation from the
- 99 other for work and labor, and any contract between them whereby

100 one shall claim or shall receive compensation from the other for services rendered, shall be void. It shall not be lawful for the 101 102 husband to rent the wife's plantation, houses, horses, mules, wagons, carts, or other implements, and with them, or with any of 103 104 her means, to operate and carry on business in his own name or on 105 his own account, but all business done with the means of the wife 106 by the husband shall be deemed and held to be on her account and 107 for her use, and by the husband as her agent and manager in 108 business, as to all persons dealing with him without notice, 109 unless the contract between the husband and wife which changes this relation, be evidenced by writing, subscribed by them, duly 110 111 acknowledged, and filed with the chancery clerk of the county 112 where such business may be done, to be recorded as other

- 114 (2) Nothing in this section shall prohibit or restrict the

 115 subject of any premarital agreement executed under the provisions

 116 of Sections 1 through 11 of this act.
- 117 SECTION 13. Section 93-5-2, Mississippi Code of 1972, is 118 amended as follows:
- 93-5-2. (1) Divorce from the bonds of matrimony may be
 granted on the ground of irreconcilable differences, but only upon
 the joint complaint of the husband and wife or a complaint where
 the defendant has been personally served with process or where the
 defendant has entered an appearance by written waiver of process.
 - (2) If the parties provide by written agreement for the custody and maintenance of any children of that marriage and for the settlement of any property rights between the parties and the court finds that such provisions are adequate and sufficient, the agreement may be incorporated in the judgment, and such judgment may be modified as other judgments for divorce.
- 130 (3) If the parties are unable to agree upon adequate and 131 sufficient provisions for the custody and maintenance of any 132 children of that marriage or any property rights between them,

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instruments.

they may consent to a divorce on the ground of irreconcilable 134 differences and permit the court to decide the issues upon which 135 they cannot agree. Such consent must be in writing, signed by both parties personally, must state that the parties voluntarily 136 137 consent to permit the court to decide such issues, which shall be specifically set forth in such consent, and that the parties 138 139 understand that the decision of the court shall be a binding and 140 lawful judgment. Such consent may not be withdrawn by a party 141 without leave of the court after the court has commenced any 142 proceeding, including the hearing of any motion or other matter pertaining thereto. The failure or refusal of either party to 143 144 agree as to adequate and sufficient provisions for the custody and 145 maintenance of any children of that marriage or any property rights between the parties, or any portion of such issues, or the 146 147 failure or refusal of any party to consent to permit the court to 148 decide such issues, shall not be used as evidence, or in any 149 manner, against such party. No divorce shall be granted pursuant to this subsection until all matters involving custody and 150 151 maintenance of any child of that marriage and property rights 152 between the parties raised by the pleadings have been either 153 adjudicated by the court or agreed upon by the parties and found 154 to be adequate and sufficient by the court and included in the 155 judgment of divorce. Appeals from any orders and judgments 156 rendered pursuant to this subsection may be had as in other cases in chancery court only insofar as such orders and judgments relate 157 158 to issues that the parties consented to have decided by the court. (4) Complaints for divorce on the ground of irreconcilable 159 160 differences must have been on file for sixty (60) days before 161 being heard. Except as otherwise provided in subsection (3) of this section, a joint complaint of husband and wife or a complaint 162 163 where the defendant has been personally served with process or 164 where the defendant has entered an appearance by written waiver of 165 process, for divorce solely on the ground of irreconcilable

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- 166 differences, shall be taken as proved and a final judgment entered
- 167 thereon, as in other cases and without proof or testimony in
- 168 termtime or vacation, the provisions of Section 93-5-17 to the
- 169 contrary notwithstanding.
- 170 (5) Except as otherwise provided in subsection (3) of this
- 171 section, no divorce shall be granted on the ground of
- 172 irreconcilable differences where there has been a contest or
- 173 denial; provided, however, that a divorce may be granted on the
- 174 grounds of irreconcilable differences where there has been a
- 175 contest or denial, if the contest or denial has been withdrawn or
- 176 cancelled by the party filing same by leave and order of the
- 177 court.
- 178 (6) Irreconcilable differences may be asserted as a sole
- 179 ground for divorce or as an alternate ground for divorce with any
- 180 other cause for divorce set out in Section 93-5-1.
- 181 (7) Nothing in subsections (2) and (3) of this section shall
- 182 <u>prohibit or restrict the subject of any premarital agreement</u>
- 183 <u>executed under the provisions of Sections 1 through 11 of this</u>
- 184 <u>act.</u>
- SECTION 14. Section 93-5-23, Mississippi Code of 1972, is
- 186 amended as follows:
- 187 93-5-23. When a divorce shall be decreed from the bonds of
- 188 matrimony, the court * * *, in its discretion, and having regard
- 189 to the circumstances of the parties and the nature of the case, as
- 190 may seem equitable and just, may make all orders touching the
- 191 care, custody and maintenance of the children of the marriage, and
- 192 * * * if need be, require bond, sureties or other guarantee for
- 193 the payment of the sum so allowed. Except as may be otherwise
- 194 provided in a premarital agreement executed under the provisions
- 195 of Sections 1 through 11 of this act, the court may make orders
- 196 touching the maintenance and alimony of the wife or the husband,
- 197 or any allowance to be made to her or him, and if need be, shall
- 198 require bond, sureties or other guarantee for the payment of the

199 sum so allowed. Orders touching on the custody of the children of 200 the marriage may be made in accordance with the provisions of 201 Section 93-5-24. The court may afterwards, on petition, change the decree, and make from time to time such new decrees as the 202 203 case may require. However, where proof shows that both parents 204 have separate incomes or estates, the court may require that each 205 parent contribute to the support and maintenance of the children 206 of the marriage in proportion to the relative financial ability of 207 In the event a legally responsible parent has health 208 insurance available to him or her through an employer or organization that may extend benefits to the dependents of such 209 210 parent, any order of support issued against such parent may 211 require him or her to exercise the option of additional coverage in favor of such children as he or she is legally responsible to 212 213 support. 214 Whenever the court has ordered a party to make periodic 215 payments for the maintenance or support of a child, but no bond, 216 sureties or other guarantee has been required to secure such 217 payments, and whenever such payments as have become due remain 218 unpaid for a period of at least thirty (30) days, the court may, 219 upon petition of the person to whom such payments are owing, or 220 such person's legal representative, enter an order requiring that 221 bond, sureties or other security be given by the person obligated 222 to make such payments, the amount and sufficiency of which shall be approved by the court. The obligor shall, as in other civil 223 224 actions, be served with process and shall be entitled to a hearing 225 in such case. Whenever in any proceeding in the chancery court concerning 226 227 the custody of a child a party alleges that the child whose 228 custody is at issue has been the victim of sexual or physical 229 abuse by the other party, the court may, on its own motion, grant 230 a continuance in the custody proceeding only until such allegation

has been investigated by the Department of Human Services. At the

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232 time of ordering such continuance the court may direct the party,

233 and his attorney, making such allegation of child abuse to report

234 in writing and provide all evidence touching on the allegation of

235 abuse to the Department of Human Services. The Department of

236 Human Services shall investigate such allegation and take such

237 action as it deems appropriate and as provided in such cases under

238 the Youth Court Law (being Chapter 21 of Title 43, Mississippi

239 Code of 1972) or under the laws establishing family courts (being

240 Chapter 23 of Title 43, Mississippi Code of 1972).

241 If after investigation by the Department of Human Services or

final disposition by the youth court or family court allegations

of child abuse are found to be without foundation, the chancery

court shall order the alleging party to pay all court costs and

reasonable attorney's fees incurred by the defending party in

responding to such allegation.

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247 The court may investigate, hear and make a determination in a

248 custody action when a charge of abuse and/or neglect arises in the

249 course of a custody action as provided in Section 43-21-151, and

250 in such cases the court shall appoint a guardian ad litem for the

251 child as provided under Section 43-21-121, who shall be an

252 attorney. Unless the chancery court's jurisdiction has been

253 terminated, all disposition orders in such cases for placement

254 with the Department of Human Services shall be reviewed by the

court or designated authority at least annually to determine if

256 continued placement with the department is in the best interest of

257 the child or public.

The duty of support of a child terminates upon the

259 emancipation of the child. The court may determine that

260 emancipation has occurred and no other support obligation exists

261 when the child:

262 (a) Attains the age of twenty-one (21) years, or

263 (b) Marries, or

264 (c) Discontinues full-time enrollment in school and

- 265 obtains full-time employment prior to attaining the age of
- 266 twenty-one (21) years, or
- 267 (d) Voluntarily moves from the home of the custodial
- 268 parent or guardian and establishes independent living arrangements
- 269 and obtains full-time employment prior to attaining the age of
- 270 twenty-one (21) years.
- 271 SECTION 15. This act shall take effect and be in force from
- 272 and after July 1, 2000, and shall apply to any premarital
- 273 agreement executed on or after that date.