By: Senator(s) Ross

To: Judiciary, Division A

SENATE BILL NO. 2018

1	AN ACT TO CREATE THE UNIFORM PREMARITAL AGREEMENT ACT; TO
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 PROVIDE AN EXCEPTION FOR PERSONS AGED SIXTY-FIVE YEARS OR
9	OLDER; TO AMEND SECTIONS 93-3-7, 93-5-2 AND 93-5-23, MISSISSIPPI
10	CODE OF 1972, IN CONFORMITY THERETO; AND FOR RELATED PURPOSES.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 12 **SECTION 1.** Sections 1 through 12 and Section 16 of this act
- 13 may be cited as the "Uniform Premarital Agreement Act."
- 14 **SECTION 2.** As used in Sections 1 through 12 and Section 16
- 15 of this act:
- 16 (a) "Premarital agreement" means an agreement between
- 17 prospective spouses made in contemplation of marriage and to be
- 18 effective upon marriage.
- 19 (b) "Property" means an interest, present or future,
- 20 legal or equitable, vested or contingent, in real or personal
- 21 property, including income and earnings.
- 22 **SECTION 3.** A premarital agreement must be in writing and
- 23 signed by both parties. Such agreement is enforceable without
- 24 consideration.
- 25 **SECTION 4.** (1) Parties to a premarital agreement may
- 26 contract with respect to:
- 27 (a) The rights and obligations of each of the parties
- 28 in any of the property of either or both of them whenever and
- 29 wherever acquired or located;
- 30 (b) The right to buy, sell, use, transfer, exchange,
- 31 abandon, lease, consume, expend, assign, create a security S. B. No. 2018 *SSO1/R581*

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

- 64 (ii) Did not voluntarily and expressly waive, in
- 65 writing, any right to disclosure of the property or financial
- obligations of the other party beyond the disclosure provided; and
- 67 (iii) Did not have, or reasonably could not have
- 68 had, an adequate knowledge of the property or financial
- 69 obligations of the other party.
- 70 (2) If a provision of the premarital agreement modifies or
- 71 eliminates spousal support and that modification or elimination
- 72 causes one (1) party to the agreement to be eligible for support
- 73 under a program of public assistance at the time of separation or
- 74 marital dissolution, a court, notwithstanding the terms of the
- 75 agreement, may require the other party to provide support to the
- 76 extent necessary to avoid that eligibility.
- 77 (3) An issue of unconscionability of a premarital agreement
- 78 shall be decided by the court as a matter of law.
- 79 **SECTION 8.** If a marriage is determined to be void, an
- 80 agreement that otherwise would have been a premarital agreement is
- 81 enforceable only to the extent necessary to avoid an inequitable
- 82 result.
- 83 **SECTION 9.** Any statute of limitations applicable to an
- 84 action asserting a claim for relief under a premarital agreement
- 85 is tolled during the marriage of the parties to the agreement.
- 86 However, equitable defenses limiting the time for enforcement,
- 87 including laches and estoppel, shall be available to either party.
- 88 **SECTION 10.** All written agreements entered into before the
- 89 effective date of this act between prospective spouses for the
- 90 purpose of affecting any of the subjects specified in Section 4 of
- 91 this act shall be valid and enforceable if otherwise valid as
- 92 contracts.
- 93 <u>SECTION 11.</u> Sections 1 through 12 and Section 16 of this act
- 94 shall be applied and construed to effectuate its general purposes
- 95 to make uniform the law with respect to the subject of Sections 1
- 96 through 12 and Section 16 of this act among states enacting it.

- 97 <u>SECTION 12.</u> Notwithstanding any other provisions of this act 98 to the contrary, when two (2) persons aged sixty-five (65) or 99 older marry after attaining such age and execute an agreement as 100 provided under this act, the assets of one (1) party shall not be 101 used for Medicaid nursing home coverage for the other party unless 102 both parties specifically agree to provide such Medicaid nursing 103 home coverage.
- 104 **SECTION 13.** Section 93-3-7, Mississippi Code of 1972, is 105 amended as follows:
- 106 93-3-7. (1) Except as otherwise provided in subsection (2), 107 husband and wife shall not contract with each other, so as to 108 entitle the one to claim or receive any compensation from the 109 other for work and labor, and any contract between them whereby one shall claim or shall receive compensation from the other for 110 services rendered, shall be void. It shall not be lawful for the 111 husband to rent the wife's plantation, houses, horses, mules, 112 wagons, carts, or other implements, and with them, or with any of 113 114 her means, to operate and carry on business in his own name or on his own account, but all business done with the means of the wife 115 116 by the husband shall be deemed and held to be on her account and for her use, and by the husband as her agent and manager in 117 118 business, as to all persons dealing with him without notice, unless the contract between the husband and wife which changes 119 this relation, be evidenced by writing, subscribed by them, duly 120 121 acknowledged, and filed with the chancery clerk of the county where such business may be done, to be recorded as other 122 123 instruments.
- (2) Nothing in this section shall prohibit or restrict the subject of any premarital agreement executed under the provisions of Sections 1 through 12 and Section 16 of this act.
- 127 **SECTION 14.** Section 93-5-2, Mississippi Code of 1972, is 128 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.
 - (3) If the parties are unable to agree upon adequate and sufficient provisions for the custody and maintenance of any children of that marriage or any property rights between them, they may consent to a divorce on the ground of irreconcilable differences and permit the court to decide the issues upon which they cannot agree. Such consent must be in writing, signed by both parties personally, must state that the parties voluntarily consent to permit the court to decide such issues, which shall be specifically set forth in such consent, and that the parties understand that the decision of the court shall be a binding and lawful judgment. Such consent may not be withdrawn by a party without leave of the court after the court has commenced any proceeding, including the hearing of any motion or other matter pertaining thereto. The failure or refusal of either party to agree as to adequate and sufficient provisions for the custody and maintenance of any children of that marriage or any property rights between the parties, or any portion of such issues, or the failure or refusal of any party to consent to permit the court to decide such issues, shall not be used as evidence, or in any manner, against such party. No divorce shall be granted pursuant to this subsection until all matters involving custody and maintenance of any child of that marriage and property rights

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162 between the parties raised by the pleadings have been either

163 adjudicated by the court or agreed upon by the parties and found

164 to be adequate and sufficient by the court and included in the

165 judgment of divorce. Appeals from any orders and judgments

166 rendered pursuant to this subsection may be had as in other cases

167 in chancery court only insofar as such orders and judgments relate

168 to issues that the parties consented to have decided by the court.

- 169 (4) Complaints for divorce on the ground of irreconcilable
- 170 differences must have been on file for sixty (60) days before
- 171 being heard. Except as otherwise provided in subsection (3) of
- 172 this section, a joint complaint of husband and wife or a complaint
- 173 where the defendant has been personally served with process or
- 174 where the defendant has entered an appearance by written waiver of
- 175 process, for divorce solely on the ground of irreconcilable
- 176 differences, shall be taken as proved and a final judgment entered
- 177 thereon, as in other cases and without proof or testimony in
- 178 termtime or vacation, the provisions of Section 93-5-17 to the
- 179 contrary notwithstanding.
- 180 (5) Except as otherwise provided in subsection (3) of this
- 181 section, no divorce shall be granted on the ground of
- 182 irreconcilable differences where there has been a contest or
- 183 denial; provided, however, that a divorce may be granted on the
- 184 grounds of irreconcilable differences where there has been a
- 185 contest or denial, if the contest or denial has been withdrawn or
- 186 cancelled by the party filing same by leave and order of the
- 187 court.
- 188 (6) Irreconcilable differences may be asserted as a sole
- 189 ground for divorce or as an alternate ground for divorce with any
- 190 other cause for divorce set out in Section 93-5-1.
- 191 (7) Nothing contained in subsections (2) and (3) of this
- 192 section shall prohibit or restrict the subject of any premarital
- 193 agreement executed under the provisions of Section 1 through 12 of
- 194 this act and Section 16.

SECTION 15. Section 93-5-23, Mississippi Code of 1972, is 195 196 amended as follows: 93-5-23. When a divorce shall be decreed from the bonds of 197 198 matrimony, the court * * *, in its discretion, and having regard 199 to the circumstances of the parties and the nature of the case, as 200 may seem equitable and just, may make all orders touching the 201 care, custody and maintenance of the children of the marriage, 202 and * * *, if need be, shall require bond, sureties or other 203 guarantee for the payment of the sum so allowed. Orders touching on the custody of the children of the marriage shall be made in 204 accordance with the provisions of Section 93-5-24. Except as may 205 be otherwise provided in a premarital agreement executed under the 206 207 provisions of Sections 1 and 12 and Section 16 of this act, the 208 court may make orders touching the maintenance and alimony of the 209 wife or the husband, or any allowance to be made to her or him, 210 and if need be, shall require bond, sureties or other guarantee for the payment of the sum so allowed. The court may afterwards, 211 212 on petition, change the decree, and make from time to time such new decrees as the case may require. However, where proof shows 213 214 that both parents have separate incomes or estates, the court may require that each parent contribute to the support and maintenance 215 216 of the children of the marriage in proportion to the relative 217 financial ability of each. In the event a legally responsible parent has health insurance available to him or her through an 218 219 employer or organization that may extend benefits to the 220 dependents of such parent, any order of support issued against 221 such parent may require him or her to exercise the option of additional coverage in favor of such children as he or she is 222 223 legally responsible to support. 224 Whenever the court has ordered a party to make periodic 225 payments for the maintenance or support of a child, but no bond, 226 sureties or other quarantee has been required to secure such 227 payments, and whenever such payments as have become due remain

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unpaid for a period of at least thirty (30) days, the court may, upon petition of the person to whom such payments are owing, or such person's legal representative, enter an order requiring that bond, sureties or other security be given by the person obligated to make such payments, the amount and sufficiency of which shall be approved by the court. The obligor shall, as in other civil actions, be served with process and shall be entitled to a hearing in such case. Whenever in any proceeding in the chancery court concerning the custody of a child a party alleges that the child whose custody is at issue has been the victim of sexual or physical

the custody of a child a party alleges that the child whose custody is at issue has been the victim of sexual or physical abuse by the other party, the court may, on its own motion, grant a continuance in the custody proceeding only until such allegation has been investigated by the Department of Human Services. At the time of ordering such continuance the court may direct the party, and his attorney, making such allegation of child abuse to report in writing and provide all evidence touching on the allegation of abuse to the Department of Human Services. The Department of Human Services shall investigate such allegation and take such action as it deems appropriate and as provided in such cases under the Youth Court Law (being Chapter 21 of Title 43, Mississippi Code of 1972) or under the laws establishing family courts (being Chapter 23 of Title 43, Mississippi Code of 1972).

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.

The court may investigate, hear and make a determination in a custody action when a charge of abuse and/or neglect arises in the course of a custody action as provided in Section 43-21-151, and in such cases the court shall appoint a guardian ad litem for the S. B. No. 2018 *SSO1/R581*

- child as provided under Section 43-21-121, who shall be an
 attorney. Unless the chancery court's jurisdiction has been
 terminated, all disposition orders in such cases for placement
 with the Department of Human Services shall be reviewed by the
 court or designated authority at least annually to determine if
- 266 continued placement with the department is in the best interest of
- 267 the child or public.
- 268 The duty of support of a child terminates upon the 269 emancipation of the child. The court may determine that
- 270 emancipation has occurred and no other support obligation exists
- 271 when the child:
- 272 (a) Attains the age of twenty-one (21) years, or
- 273 (b) Marries, or
- 274 (c) Discontinues full-time enrollment in school and 275 obtains full-time employment prior to attaining the age of
- 276 twenty-one (21) years, or
- (d) Voluntarily moves from the home of the custodial
- 278 parent or guardian and establishes independent living arrangements
- 279 and obtains full-time employment prior to attaining the age of
- 280 twenty-one (21) years.
- 281 SECTION 16. This act shall take effect and be in force from
- 282 and after July 1, 2005, and shall apply to any premarital
- 283 agreement executed on or after that date.