## To: Judiciary A

## HOUSE BILL NO. 1405

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

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

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

- gettion 12. Notwithstanding any other provisions of this act to the contrary, when two (2) persons aged sixty-five (65) or older marry after attaining such age and execute an agreement as provided under this act, the assets of one (1) party shall not be used for Medicaid nursing home coverage for the other party unless both parties specifically agree to provide such Medicaid nursing home coverage.
- 103 **SECTION 13.** Section 93-3-7, Mississippi Code of 1972, is 104 amended as follows:
- 105 93-3-7. (1) Except as otherwise provided in subsection (2), 106 husband and wife shall not contract with each other, so as to 107 entitle the one to claim or receive any compensation from the 108 other for work and labor, and any contract between them whereby 109 one shall claim or shall receive compensation from the other for services rendered, shall be void. It shall not be lawful for the 110 111 husband to rent the wife's plantation, houses, horses, mules, 112 wagons, carts, or other implements, and with them, or with any of her means, to operate and carry on business in his own name or on 113 114 his own account, but all business done with the means of the wife 115 by the husband shall be deemed and held to be on her account and 116 for her use, and by the husband as her agent and manager in 117 business, as to all persons dealing with him without notice, 118 unless the contract between the husband and wife which changes this relation, be evidenced by writing, subscribed by them, duly 119 120 acknowledged, and filed with the chancery clerk of the county 121 where such business may be done, to be recorded as other 122 instruments.
- 123 (2) Nothing in this section shall prohibit or restrict the

  124 subject of any premarital agreement under the provisions of

  125 Sections 1 through 12 of this act.
- 126 **SECTION 14.** Section 93-5-2, Mississippi Code of 1972, is 127 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.
  - 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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between the parties raised by the pleadings have been either adjudicated by the court or agreed upon by the parties and found

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

164 judgment of divorce. Appeals from any orders and judgments

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

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

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

168 (4) Complaints for divorce on the ground of irreconcilable

differences must have been on file for sixty (60) days before

being heard. Except as otherwise provided in subsection (3) of

this section, a joint complaint of husband and wife or a complaint

172 where the defendant has been personally served with process or

173 where the defendant has entered an appearance by written waiver of

174 process, for divorce solely on the ground of irreconcilable

175 differences, shall be taken as proved and a final judgment entered

176 thereon, as in other cases and without proof or testimony in

177 termtime or vacation, the provisions of Section 93-5-17 to the

178 contrary notwithstanding.

179 (5) Except as otherwise provided in subsection (3) of this

180 section, no divorce shall be granted on the ground of

181 irreconcilable differences where there has been a contest or

denial; provided, however, that a divorce may be granted on the

183 grounds of irreconcilable differences where there has been a

184 contest or denial, if the contest or denial has been withdrawn or

cancelled by the party filing same by leave and order of the

186 court.

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187 (6) Irreconcilable differences may be asserted as a sole

188 ground for divorce or as an alternate ground for divorce with any

189 other cause for divorce set out in Section 93-5-1.

190 (7) Nothing in subsections (2) and (3) of this section shall

191 prohibit or restrict the subject of any premarital agreement

192 executed under the provisions of Sections 1 through 12 of this

193 act.

SECTION 15. Section 93-5-23, Mississippi Code of 1972, is 194 195 amended as follows: 93-5-23. When a divorce shall be decreed from the bonds of 196 197 matrimony, the court \* \* \*, in its discretion, and having regard 198 to the circumstances of the parties and the nature of the case, as 199 may seem equitable and just, may make all orders touching the 200 care, custody and maintenance of the children of the marriage, and 201 also touching the maintenance and alimony of the wife or the 202 husband, or any allowance to be made to her or him, and, if need be, shall require bond, sureties or other guarantee for the 203 204 payment of the sum so allowed. Except as may otherwise be provided in a premarital agreement executed under the provisions 205 206 of Sections 1 through 12 of this act, the court may make orders 207 touching the maintenance and alimony of the wife, or the husband, or any allowance made to her or him, and if need be, shall require 208 209 bond, sureties or other guarantee for the payment of the sum so 210 allowed. Orders touching on the custody of the children of the marriage shall be made in accordance with the provisions of 211 212 Section 93-5-24. The court may afterwards, on petition, change 213 the decree, and make from time to time such new decrees as the 214 case may require. However, where proof shows that both parents 215 have separate incomes or estates, the court may require that each 216 parent contribute to the support and maintenance of the children 217 of the marriage in proportion to the relative financial ability of 218 In the event a legally responsible parent has health 219 insurance available to him or her through an employer or 220 organization that may extend benefits to the dependents of such 221 parent, any order of support issued against such parent may require him or her to exercise the option of additional coverage 222 223 in favor of such children as he or she is legally responsible to 224 support. 225 Whenever the court has ordered a party to make periodic

payments for the maintenance or support of a child, but no bond,

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H. B. No. 1405 07/HR07/R1913 PAGE 7 (CJR\HS) 227 sureties or other guarantee has been required to secure such 228 payments, and whenever such payments as have become due remain 229 unpaid for a period of at least thirty (30) days, the court may, 230 upon petition of the person to whom such payments are owing, or 231 such person's legal representative, enter an order requiring that 232 bond, sureties or other security be given by the person obligated 233 to make such payments, the amount and sufficiency of which shall be approved by the court. The obligor shall, as in other civil 234 235 actions, be served with process and shall be entitled to a hearing 236 in such case. 237 Whenever in any proceeding in the chancery court concerning 238 the custody of a child a party alleges that the child whose 239 custody is at issue has been the victim of sexual or physical 240 abuse by the other party, the court may, on its own motion, grant a continuance in the custody proceeding only until such allegation 241 242 has been investigated by the Department of Human Services. 243 time of ordering such continuance, the court may direct the party 244 and his attorney making such allegation of child abuse to report 245 in writing and provide all evidence touching on the allegation of 246 abuse to the Department of Human Services. The Department of 247 Human Services shall investigate such allegation and take such 248 action as it deems appropriate and as provided in such cases under 249 the Youth Court Law (being Chapter 21 of Title 43, Mississippi 250 Code of 1972) or under the laws establishing family courts (being 251 Chapter 23 of Title 43, Mississippi Code of 1972). 252 If after investigation by the Department of Human Services or 253 final disposition by the youth court or family court allegations 254 of child abuse are found to be without foundation, the chancery 255 court shall order the alleging party to pay all court costs and 256 reasonable attorney's fees incurred by the defending party in 257 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

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260	course of a custody action as provided in Section 43-21-151, and
261	in such cases the court shall appoint a guardian ad litem for the
262	child as provided under Section 43-21-121, who shall be an
263	attorney. Unless the chancery court's jurisdiction has been
264	terminated, all disposition orders in such cases for placement
265	with the Department of Human Services shall be reviewed by the
266	court or designated authority at least annually to determine if
267	continued placement with the department is in the best interest of
268	the child or public.
269	The duty of support of a child terminates upon the
270	emancipation of the child. The court may determine that
271	emancipation has occurred pursuant to Section 93-11-65.
272	SECTION 16. This act shall take effect and be in force from

and after its passage, and shall apply to any premarital agreement

executed on or after that date.

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