By: Watson To: Judiciary A

HOUSE BILL NO. 505 (As Passed the House)

AN ACT TO CREATE THE UNIFORM PREMARITAL AGREEMENT ACT; TO AUTHORIZE AGREEMENTS BETWEEN PROSPECTIVE SPOUSES MADE IN 3 CONTEMPLATION OF MARRIAGE; TO SPECIFY THE MATTERS WITH RESPECT TO 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; TO AMEND SECTIONS 93-3-7, 93-5-2 AND 93-5-23, MISSISSIPPI CODE OF 8 1972, IN CONFORMITY THERETO; $\underline{\text{TO PROVIDE AN EXCEPTION FOR PERSONS}}$ 9 10 AGED SIXTY-FIVE YEARS OR OLDER; AND FOR RELATED PURPOSES.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 12 <u>SECTION 1.</u> Sections 1 through 11 of this act may be cited as
- 13 the "Uniform Premarital Agreement Act."
- 14 <u>SECTION 2.</u> As used in Sections 1 through 11 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 <u>SECTION 3.</u> A premarital agreement must be in writing and
- 22 signed by both parties. Such agreement is enforceable without
- 23 consideration.
- 24 <u>SECTION 4.</u> (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 <u>SECTION 5.</u> A premarital agreement becomes effective upon
- 49 marriage.
- 50 <u>SECTION 6.</u> 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 <u>SECTION 7.</u> (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:
- (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
- 64 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 <u>SECTION 8.</u> 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 <u>SECTION 9.</u> 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 <u>SECTION 10.</u> All written agreements entered into before July
- 88 1, 1998, between prospective spouses for the purpose of affecting
- 89 any of the subjects specified in Section 4 of this act shall be
- 90 valid and enforceable if otherwise valid as contracts.
- 91 <u>SECTION 11.</u> Sections 1 through 11 of this act shall be
- 92 applied and construed to effectuate its general purposes to make
- 93 uniform the law with respect to the subject of Sections 1 through
- 94 11 of this act among states enacting it.
- 95 SECTION 12. Section 93-3-7, Mississippi Code of 1972, is
- 96 amended as follows:
- 97 93-3-7. (1) Except as otherwise provided in subsection (2),
- 98 husband and wife shall not contract with each other, so as to
- 99 entitle the one to claim or receive any compensation from the
- 100 other for work and labor, and any contract between them whereby

services rendered, shall be void. It shall not be lawful for the 102

one shall claim or shall receive compensation from the other for

103 husband to rent the wife's plantation, houses, horses, mules,

wagons, carts, or other implements, and with them, or with any of 104

105 her means, to operate and carry on business in his own name or on

106 his own account, but all business done with the means of the wife

by the husband shall be deemed and held to be on her account and

108 for her use, and by the husband as her agent and manager in

109 business, as to all persons dealing with him without notice,

110 unless the contract between the husband and wife which changes

this relation, be evidenced by writing, subscribed by them, duly 111

acknowledged, and filed with the chancery clerk of the county

113 where such business may be done, to be recorded as other

114 instruments.

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(2) Nothing in this section shall prohibit or restrict the 115 116 subject of any premarital agreement executed under the provisions 117 of Sections 1 through 11 of this act.

SECTION 13. Section 93-5-2, Mississippi Code of 1972, is 118 119 amended as follows:

93-5-2. (1) Divorce from the bonds of matrimony may be 120 121 granted on the ground of irreconcilable differences, but only upon the joint complaint of the husband and wife or a complaint where 122 123 the defendant has been personally served with process or where the 124 defendant has entered an appearance by written waiver of process.

- 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.
- 131 If the parties are unable to agree upon adequate and sufficient provisions for the custody and maintenance of any 132 133 children of that marriage or any property rights between them,

they may consent to a divorce on the ground of irreconcilable 135 differences and permit the court to decide the issues upon which 136 they cannot agree. Such consent must be in writing, signed by both parties personally, must state that the parties voluntarily 137 138 consent to permit the court to decide such issues, which shall be specifically set forth in such consent, and that the parties 139 140 understand that the decision of the court shall be a binding and 141 lawful judgment. Such consent may not be withdrawn by a party 142 without leave of the court after the court has commenced any 143 proceeding, including the hearing of any motion or other matter pertaining thereto. The failure or refusal of either party to 144 145 agree as to adequate and sufficient provisions for the custody and 146 maintenance of any children of that marriage or any property rights between the parties, or any portion of such issues, or the 147 failure or refusal of any party to consent to permit the court to 148 149 decide such issues, shall not be used as evidence, or in any 150 manner, against such party. No divorce shall be granted pursuant to this subsection until all matters involving custody and 151 152 maintenance of any child of that marriage and property rights 153 between the parties raised by the pleadings have been either 154 adjudicated by the court or agreed upon by the parties and found 155 to be adequate and sufficient by the court and included in the 156 judgment of divorce. Appeals from any orders and judgments 157 rendered pursuant to this subsection may be had as in other cases in chancery court only insofar as such orders and judgments relate 158 159 to issues that the parties consented to have decided by the court. (4) Complaints for divorce on the ground of irreconcilable 160 differences must have been on file for sixty (60) days before 161 162 being heard. Except as otherwise provided in subsection (3) of this section, a joint complaint of husband and wife or a complaint 163 164 where the defendant has been personally served with process or 165 where the defendant has entered an appearance by written waiver of 166 process, for divorce solely on the ground of irreconcilable

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

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

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

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

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

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

237 Human Services shall investigate such allegation and take such

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

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

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

241 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

247 responding to such allegation.

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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 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

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

258 the child or public.

259 The duty of support of a child terminates upon the 260 emancipation of the child. The court may determine that 261 emancipation has occurred and no other support obligation exists 262 when the child:

- (a) Attains the age of twenty-one (21) years, or
- 264 (b) Marries, or
- 265 (c) Discontinues full-time enrollment in school and

- 266 obtains full-time employment prior to attaining the age of
- 267 twenty-one (21) years, or
- 268 (d) Voluntarily moves from the home of the custodial
- 269 parent or guardian and establishes independent living arrangements
- 270 and obtains full-time employment prior to attaining the age of
- 271 twenty-one (21) years.
- 272 <u>SECTION 15.</u> Notwithstanding any other provisions of this act
- 273 to the contrary, when two (2) persons aged sixty-five (65) or
- 274 older marry over such age and execute an agreement as provided
- 275 under this act, the assets of one (1) party shall not be used for
- 276 Medicaid nursing home coverage for the other party unless both
- 277 parties specifically agree to provide such Medicaid nursing home
- 278 coverage.
- 279 SECTION 16. This act shall take effect and be in force from
- 280 and after passage, and shall apply to any premarital agreement
- 281 executed on or after that date.