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A bill to be entitled An act relating to family law; amending s. 61.075, F.S.; redefining the term "marital assets and liabilities" to include the value of the marital portion of the passive appreciation of nonmarital real property; authorizing a court to require security and the payment of a reasonable rate of interest if installment payments are required for the distribution of marital assets and liabilities; requiring the court to provide written findings regarding any installment payments; creating s. 61.0765, F.S.; providing formulas for the calculation of the value of the marital portion of nonmarital real property subject to equitable distribution; requiring the court in the dissolution action to use the formulas unless sufficient evidence is presented showing that the application of the formulas is not equitable; amending s. 61.08, F.S.; revising requirements relating to the awarding of durational alimony; requiring a court to make certain written findings concerning awards of durational alimony; requiring written findings regarding the incomes and standard of living of the parties after dissolution of marriage; amending s. 61.14, F.S.; revising provisions relating to the effect of a supportive relationship on an award of alimony; authorizing a court to award an obligor attorney fees and costs under certain circumstances; requiring a court to impute income to the oblique

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based on the analysis and factors set forth in specified provisions; amending s. 61.19, F.S.; prohibiting the separate adjudication of issues in a dissolution of marriage case within 180 days after filing unless a court finds that there are exceptional circumstances; authorizing the separate adjudication of issues in a dissolution of marriage case if the case is more than 180 days past filing; requiring the separate adjudication of issues of a dissolution of marriage case, absent a showing of irreparable harm, if the case is more than 365 days past filing; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Paragraph (a) of subsection (6) and subsection (10) of section 61.075, Florida Statutes, are amended to read:
61.075 Equitable distribution of marital assets and liabilities.—

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(6) As used in this section:

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(a)1. "Marital assets and liabilities" include:

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a. Assets acquired and liabilities incurred during the marriage, individually by either spouse or jointly by them.

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b. The enhancement in value and appreciation of nonmarital assets resulting either from the efforts of either party during the marriage or from the contribution to or expenditure thereon of marital funds or other forms of marital assets, or both.

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c. The value of the marital portion of the passive

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appreciation of nonmarital real property as provided in s. 61.0765(2).

d.c. Interspousal gifts during the marriage.

- <u>e.d.</u> All vested and nonvested benefits, rights, and funds accrued during the marriage in retirement, pension, profitsharing, annuity, deferred compensation, and insurance plans and programs.
- 2. All real property held by the parties as tenants by the entireties, whether acquired <u>before</u> prior to or during the marriage, shall be presumed to be a marital asset. If, in any case, a party makes a claim to the contrary, the burden of proof shall be on the party asserting the claim that the subject property, or some portion thereof, is nonmarital.
- 3. All personal property titled jointly by the parties as tenants by the entireties, whether acquired <u>before</u> prior to or during the marriage, shall be presumed to be a marital asset. In the event a party makes a claim to the contrary, the burden of proof shall be on the party asserting the claim that the subject property, or some portion thereof, is nonmarital.
- 4. The burden of proof to overcome the gift presumption shall be by clear and convincing evidence.
- (10) (a) To do equity between the parties, the court may, in lieu of or to supplement, facilitate, or effectuate the equitable division of marital assets and liabilities, order a monetary payment in a lump sum or in installments paid over a fixed period of time.
- (b) If installment payments are ordered, the court may require security and a reasonable rate of interest, or otherwise

recognize the time value of money in determining the amor	unt of
the installments. If security or interest is required, the	he court
shall make written findings relating to any deferred pays	ments,
the amount of any security required, and the interest. The security required interest.	his
paragraph does not preclude the application of chapter 5	5 ,
relating to judgments, to any subsequent default.	

- Section 2. Section 61.0765, Florida Statutes, is created to read:
- 61.0765 Valuation of marital portion of nonmarital real property.—
- (1) (a) The total value of the marital portion of nonmarital real property consists of the sum of the following:
- 1. The value of the active appreciation of the property as described in s. 61.075(6)(a)1.b.
- 2. The amount of the mortgage principal paid from marital funds.
- 3. A portion of any passive appreciation of the property, if the mortgage principal was paid from marital funds.
- (b) The value of the marital portion of nonmarital real property may not exceed the total net equity of the property on the valuation date in the dissolution action.
- (2) The marital portion of the passive appreciation as provided in subparagraph (1)(a)3. is calculated by multiplying the passive appreciation of the property by the marital fraction.
- (a) The passive appreciation of the property is calculated by subtracting all of the following from the value of the property on the valuation date in the dissolution action:

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1. The gross value of the property on the date of the marriage or on the date the property was acquired, whichever is later.

- 2. The value of the active appreciation of the property during the marriage as described in s. 61.075(6)(a)1.b.
- 3. The amount of any additional debts secured by the property during the marriage.
- (b) The numerator of the marital fraction consists of the amount of the mortgage principal paid on any mortgage on the property from marital funds. The denominator consists of the value of the property on the date of the marriage, the date of acquisition of the property, or the date the property was first encumbered by a mortgage on which principal was paid from marital funds, whichever is later.
- (3) The court in a dissolution action must apply the formulas provided in this section to determine the value of the marital portion of nonmarital real property subject to equitable dissolution unless a party presents sufficient evidence to establish that the application of these formulas is not equitable under the particular circumstances of the case.
- Section 3. Subsections (7) and (9) of section 61.08, Florida Statutes, are amended to read:
 - 61.08 Alimony.-

(7) Durational alimony may be awarded when permanent periodic alimony is inappropriate. The purpose of durational alimony is to provide a party with economic assistance for a set period of time following a marriage of short or moderate duration or following a marriage of long duration if there is no

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ongoing need for support on a long-term permanent basis. When awarding durational alimony, the court must make written findings that an award of rehabilitative or bridge-the-gap alimony or a combination thereof is not appropriate. An award of durational alimony terminates upon the death of either party or upon the remarriage of the party receiving alimony. The amount of an award of durational alimony shall may be modified or terminated based upon a substantial change in circumstances or upon the existence of a supportive relationship in accordance with s. 61.14 unless the court makes written findings stating the exceptional circumstances as to why it should not be modified or terminated. However, The length of an award of durational alimony may not be modified except under exceptional circumstances and may not exceed the length of the marriage. If the court awards durational alimony for a length of time greater than 50 percent of the length of the marriage, the court must make written findings stating the circumstances warranting the length of the award.

(9) Notwithstanding any other law to the contrary, an The award of alimony may not leave the payor with significantly less net income or with a lower standard of living than the net income of the recipient unless there are written findings of exceptional circumstances. The court shall make written findings regarding the relative incomes and standards of living citing to evidence in the record and to this subsection.

Section 4. Paragraph (b) of subsection (1) of section 61.14, Florida Statutes, is amended, and subsection (12) is added to that section, to read:

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61.14 Enforcement and modification of support, maintenance, or alimony agreements or orders.—

(1)

- (b)1. The court <u>must</u> <u>may</u> reduce or terminate an award of alimony upon specific written findings by the court that since the granting of a divorce and the award of alimony a supportive relationship has existed between the obligee and a person with whom the obligee resides. On the issue of whether alimony should be reduced or terminated under this paragraph, the burden is on the obligor to prove by a preponderance of the evidence that a supportive relationship exists.
- 2. In determining whether an existing award of alimony should be reduced or terminated because of an alleged supportive relationship between an obligee and a person who is not related by consanguinity or affinity and with whom the obligee resides, the court shall elicit the nature and extent of the relationship in question. The court shall give consideration, without limitation, to circumstances, including, but not limited to, the following, in determining the relationship of an obligee to another person:
- a. The extent to which the obligee and the other person have held themselves out as a married couple by engaging in conduct such as using the same last name, using a common mailing address, referring to each other in terms such as "my husband" or "my wife," or otherwise conducting themselves in a manner that evidences a permanent supportive relationship.
- b. The period of time that the obligee has resided with the other person in a permanent place of abode.

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c. The extent to which the obligee and the other person have pooled their assets or income or otherwise exhibited financial interdependence.

- d. The extent to which the obligee or the other person has supported the other, in whole or in part.
- e. The extent to which the obligee or the other person has performed valuable services for the other.
- f. The extent to which the obligee or the other person has performed valuable services for the other's company or employer.
- g. Whether the obligee and the other person have worked together to create or enhance anything of value.
- h. Whether the obligee and the other person have jointly contributed to the purchase of any real or personal property.
- i. Evidence in support of a claim that the obligee and the other person have an express agreement regarding property sharing or support.
- j. Evidence in support of a claim that the obligee and the other person have an implied agreement regarding property sharing or support.
- k. Whether the obligee and the other person have provided support to the children of one another, regardless of any legal duty to do so.
- 3. This paragraph does not abrogate the requirement that every marriage in this state be solemnized under a license, does not recognize a common law marriage as valid, and does not recognize a de facto marriage. This paragraph recognizes only that relationships do exist that provide economic support equivalent to a marriage and that alimony terminable on

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remarriage may be reduced or terminated upon the establishment of equivalent equitable circumstances as described in this paragraph. The existence of a conjugal relationship, though it may be relevant to the nature and extent of the relationship, is not necessary for the application of the provisions of this paragraph.

- 4. There shall be a rebuttable presumption that any modification or termination of an alimony award is retroactive to the date of the filing of the petition. In an action under this section, if it is determined that the obligee unnecessarily or unreasonably litigated the underlying petition for modification or termination, the court may award the obligor his or her reasonable attorney fees and costs pursuant to s. 61.16 and applicable case law.
- (12) Except in cases of long-term marriages, in any alimony award, the court shall impute income to the obligee based on the analysis and factors set forth in s. 61.30(2)(b).
- Section 5. Section 61.19, Florida Statutes, is amended to read:
- 61.19 Entry of judgment of dissolution of marriage: $_{\overline{t}}$ delay period; separate adjudication of issues.—
- $\underline{(1)}$ A No final judgment of dissolution of marriage may not be entered until at least 20 days have elapsed from the date of filing the original petition for dissolution of marriage, $\dot{\tau}$ but the court, on a showing that injustice would result from this delay, may enter a final judgment of dissolution of marriage at an earlier date.
 - (2) (a) During the first 180 days after the date of service

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of the original petition for dissolution of marriage, the court may not grant a final dissolution of marriage with a reservation of jurisdiction to subsequently determine all other substantive issues unless the court makes written findings that there are exceptional circumstances which make the use of this process clearly necessary to protect the parties or their children and that granting a final dissolution will not cause irreparable harm to either party or the children. Before granting a final dissolution of marriage with a reservation of jurisdiction to subsequently determine all other substantive issues, the court shall enter appropriate temporary orders necessary to protect the parties and their children, which orders shall remain effective until all other issues can be adjudicated by the court. The desire of one of the parties to remarry does not justify the use of this process.

- (b) If more than 180 days have elapsed after the date of service of the original petition for dissolution of marriage, the court may grant a final dissolution of marriage with a reservation of jurisdiction to subsequently determine all other substantive issues only if the court enters appropriate temporary orders necessary to protect the parties and their children, which orders shall remain effective until such time as all other issues can be adjudicated by the court, and makes a written finding that no irreparable harm will result from granting a final dissolution.
- (c) If more than 365 days have elapsed after the date of service of the original petition for dissolution of marriage, absent a showing by either party that irreparable harm will

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result from granting a final dissolution, the court shall, upon request of either party, immediately grant a final dissolution of marriage with a reservation of jurisdiction to subsequently determine all other substantive issues. Before granting a final dissolution of marriage with a reservation of jurisdiction to subsequently determine all other substantive issues, the court shall enter appropriate temporary orders necessary to protect the parties and their children, which orders shall remain effective until all other issues can be adjudicated by the court.

- (d) The temporary orders necessary to protect the parties and their children entered before granting a dissolution of marriage without an adjudication of all substantive issues may include, but are not limited to, temporary orders that:
 - 1. Restrict the sale or disposition of property.
 - 2. Protect and preserve the marital assets.
 - 3. Establish temporary support.

- 4. Provide for maintenance of health insurance.
- 5. Provide for maintenance of life insurance.
- (e) The court is not required to enter temporary orders to protect the parties and their children if the court enters a final judgment of dissolution of marriage which adjudicates substantially all of the substantive issues between the parties but reserves jurisdiction to address ancillary issues such as the entry of a qualified domestic relations order or the adjudication of attorney fees and costs.
 - Section 6. This act shall take effect July 1, 2012.

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