1	A bill to be entitled
2	An act relating to family law; amending s. 61.075,
3	F.S.; redefining the term "marital assets and
4	liabilities" to include the value of the marital
5	portion of the passive appreciation of nonmarital real
6	property; authorizing a court to require security and
7	the payment of a reasonable rate of interest if
8	installment payments are required for the distribution
9	of marital assets and liabilities; requiring the court
10	to provide written findings regarding any installment
11	payments; creating s. 61.0765, F.S.; providing
12	formulas for the calculation of the value of the
13	marital portion of nonmarital real property subject to
14	equitable distribution; requiring the court in the
15	dissolution action to use the formulas unless
16	sufficient evidence is presented showing that the
17	application of the formulas is not equitable; amending
18	s. 61.08, F.S.; revising requirements relating to the
19	awarding of durational alimony; requiring a court to
20	make certain written findings concerning awards of
21	durational alimony; changing the term "permanent
22	alimony" to "long-term alimony"; requiring written
23	findings regarding the incomes of the parties after
24	dissolution of marriage; crating a rebuttable
25	presumption concerning the standard of living after
26	dissolution of marriage; revising provisions relating
27	to security of alimony awards; providing for
28	calculation of duration of marriages of parties
I	Page 1 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

hb0565-04-e2

29	married to each other more than once; requiring
30	written findings for certain awards of durational
31	alimony; amending s. 61.14, F.S.; revising provisions
32	relating to the effect of a supportive relationship on
33	an award of alimony; authorizing a court to award an
34	obligor attorney fees and costs under certain
35	circumstances; providing that the fact that an obligor
36	has reached a reasonable retirement age for his or her
37	profession, has retired, and has no intent to return
38	to work is a substantial change in circumstances as a
39	matter of law; requiring a court to impute income to
40	the obligee based on the analysis and factors set
41	forth in specified provisions; amending s. 61.18,
42	F.S.; conforming provisions to changes made by act;
43	amending s. 61.19, F.S.; prohibiting the separate
44	adjudication of issues in a dissolution of marriage
45	case within 180 days after filing unless a court finds
46	that there are exceptional circumstances; authorizing
47	the separate adjudication of issues in a dissolution
48	of marriage case if the case is more than 180 days
49	past filing; requiring the separate adjudication of
50	issues of a dissolution of marriage case, absent a
51	showing of irreparable harm, if the case is more than
52	365 days past filing; providing an effective date.
53	
54	Be It Enacted by the Legislature of the State of Florida:
55	
56	Section 1. Paragraph (a) of subsection (6) and subsection
I	Page 2 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

hb0565-04-e2

57 (10) of section 61.075, Florida Statutes, are amended to read:
58 61.075 Equitable distribution of marital assets and
59 liabilities.-

60

(6) As used in this section:

61

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

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

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.

68 <u>c. The value of the marital portion of the passive</u>
69 <u>appreciation of nonmarital real property as provided in s.</u>
70 61.0765(2).

71

d.c. Interspousal gifts during the marriage.

72 <u>e.d.</u> All vested and nonvested benefits, rights, and funds 73 accrued during the marriage in retirement, pension, profit-74 sharing, annuity, deferred compensation, and insurance plans and 75 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

Page 3 of 16

CODING: Words stricken are deletions; words underlined are additions.

85 the event a party makes a claim to the contrary, the burden of 86 proof shall be on the party asserting the claim that the subject 87 property, or some portion thereof, is nonmarital.

88 4. The burden of proof to overcome the gift presumption89 shall be by clear and convincing evidence.

90 (10)(a) To do equity between the parties, the court may, 91 in lieu of or to supplement, facilitate, or effectuate the 92 equitable division of marital assets and liabilities, order a 93 monetary payment in a lump sum or in installments paid over a 94 fixed period of time.

95 (b) If installment payments are ordered, the court may 96 require security and a reasonable rate of interest, or otherwise 97 recognize the time value of money in determining the amount of 98 the installments. If security or interest is required, the court shall make written findings relating to any deferred payments, 99 the amount of any security required, and the interest. This 100 101 paragraph does not preclude the application of chapter 55, 102 relating to judgments, to any subsequent default. 103 Section 2. Section 61.0765, Florida Statutes, is created 104 to read: 105 61.0765 Valuation of marital portion of nonmarital real 106 property.-

107 (1) (a) The total value of the marital portion of
 108 nonmarital real property consists of the sum of the following:
 109 1. The value of the active appreciation of the property as
 110 described in s. 61.075(6) (a) 1.b.
 111 2. The amount of the mortgage principal paid from marital

112 funds.

Page 4 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

FLORIDA HOUSE OF REPRESENTATI	VES
-------------------------------	-----

	CS/CS/HB 565, Engrossed 2 2012
113	3. A portion of any passive appreciation of the property,
114	if the mortgage principal was paid from marital funds.
115	(b) The value of the marital portion of nonmarital real
116	property may not exceed the total net equity of the property on
117	the valuation date in the dissolution action.
118	(2) The marital portion of the passive appreciation as
119	provided in subparagraph (1)(a)3. is calculated by multiplying
120	the passive appreciation of the property by the marital
121	fraction.
122	(a) The passive appreciation of the property is calculated
123	by subtracting all of the following from the value of the
124	property on the valuation date in the dissolution action:
125	1. The gross value of the property on the date of the
126	marriage or on the date the property was acquired, whichever is
127	later.
128	2. The value of the active appreciation of the property
129	during the marriage as described in s. 61.075(6)(a)1.b.
130	3. The amount of any additional debts secured by the
131	property during the marriage.
132	(b) The numerator of the marital fraction consists of the
133	amount of the mortgage principal paid on any mortgage on the
134	property from marital funds. The denominator consists of the
135	value of the property on the date of the marriage, the date of
136	acquisition of the property, or the date the property was first
137	encumbered by a mortgage on which principal was paid from
138	marital funds, whichever is later.
139	(3) The court in a dissolution action must apply the
140	formulas provided in this section to determine the value of the
	Page 5 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

141 marital portion of nonmarital real property subject to equitable 142 dissolution unless a party presents sufficient evidence to establish that the application of these formulas is not 143 144 equitable under the particular circumstances of the case. 145 Section 3. Subsections (1), (2), (3), (4), (7), (8), and 146 (9) of section 61.08, Florida Statutes, are amended to read: 147 61.08 Alimony.-In a proceeding for dissolution of marriage, the court 148 (1)may grant alimony to either party, which alimony may be bridge-149 150 the-gap, rehabilitative, durational, or long-term permanent in 151 nature or any combination of these forms of alimony. In any 152 award of alimony, the court may order periodic payments or 153 payments in lump sum or both. The court may consider the 154 adultery of either spouse and the circumstances thereof in 155 determining the amount of alimony, if any, to be awarded. In all 156 dissolution actions, the court shall include findings of fact 157 relative to the factors enumerated in subsection (2) supporting 158 an award or denial of alimony. The court shall make written 159 findings regarding the basis for awarding combinations of 160 alimony, including the basis for the types and lengths of each 161 award. 162 (2) In determining whether to award alimony or

maintenance, the court shall first make, in writing, a specific factual determination as to whether either party has an actual need for alimony or maintenance and whether either party has the ability to pay alimony or maintenance. If the court finds that a party has a need for alimony or maintenance and that the other party has the ability to pay alimony or maintenance, then in

Page 6 of 16

CODING: Words stricken are deletions; words underlined are additions.

hb0565-04-e2

169 determining the proper type and amount of alimony or maintenance 170 under subsections (5)-(8), the court shall consider <u>and make</u> 171 <u>written findings regarding</u> all relevant factors, including, but 172 not limited to:

(a) The standard of living established during themarriage.

175

(b) The duration of the marriage.

(c) The age and the physical and emotional condition ofeach party.

(d) The financial resources of each party, including the nonmarital and the marital assets and liabilities distributed to each.

(e) The earning capacities, educational levels, vocational
skills, and employability of the parties and, when applicable,
the time necessary for either party to acquire sufficient
education or training to enable such party to find appropriate
employment.

(f) The contribution of each party to the marriage,
including, but not limited to, services rendered in homemaking,
child care, education, and career building of the other party.

(g) The responsibilities each party will have with regardto any minor children they have in common.

(h) The tax treatment and consequences to both parties of
any alimony award, including the designation of all or a portion
of the payment as a nontaxable, nondeductible payment.

(i) All sources of income available to either party,
including income available to either party through investments
of any asset held by that party.

Page 7 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

CS/CS/HB 565, E	ngrossed 2							
(j)	The net	income	and	standard	of	living	available	to

197

198 <u>each party after the application of the alimony award. There</u> 199 <u>shall be a rebuttable presumption that both parties will</u> 200 <u>necessarily have a lower standard of living after the</u> 201 <u>dissolution of marriage as compared to the standard of living</u> 202 <u>they enjoyed during the marriage.</u>

203 <u>(k)</u> Any other factor necessary to do equity and justice 204 between the parties, if that factor is specifically identified 205 <u>in the award with findings of fact justifying the application of</u> 206 <u>the factor</u>.

207 To the extent necessary to protect an award of (3) 208 alimony, the court may order any party who is ordered to pay 209 alimony to purchase or maintain a life insurance policy or a 210 bond, or to otherwise secure such alimony award with any other 211 assets which may be suitable for that purpose in an amount 212 adequate to secure the alimony award. Any such security may only 213 be awarded upon a showing of special circumstances. If the court 214 finds special circumstances and awards such security, the court 215 must make specific evidentiary findings regarding the 216 availability, cost, and financial impact on the obligated party. 217 Any security may be modifiable in the event the underlying 218 alimony award is modified and may be reduced in an amount 219 commensurate with any reduction in the alimony award.

(4) For purposes of determining alimony, there is a
rebuttable presumption that a short-term marriage is a marriage
having a duration equal to or of less than 7 years, a moderateterm marriage is a marriage having a duration of greater than 7
years but less than 17 years, and long-term marriage is a

Page 8 of 16

CODING: Words stricken are deletions; words underlined are additions.

hb0565-04-e2

marriage having a duration of 17 years or greater. The length of a marriage is the period of time from the date of marriage until the date of filing of an action for dissolution of marriage. <u>If</u> the parties have been married to each other more than once, the court may, for purposes of determining alimony, add the years of the marriages together to determine the duration of the marriage.

232 Durational alimony may be awarded when long-term (7) 233 permanent periodic alimony is inappropriate. The purpose of 234 durational alimony is to provide a party with economic 235 assistance for a set period of time following a marriage of 236 short or moderate duration or following a marriage of long 237 duration if there is no ongoing need for support on a long-term 238 permanent basis. An award of durational alimony terminates upon 239 the death of either party or upon the remarriage of the party 240 receiving alimony. The amount of an award of durational alimony 241 may be modified or terminated based upon a substantial change in 242 circumstances in accordance with s. 61.14. However, The length 243 of an award of durational alimony may not be modified except 244 under exceptional circumstances and may not exceed the length of 245 the marriage. If the court awards durational alimony for a 246 length of time greater than 50 percent of the length of the 247 marriage, the court must make written findings stating the 248 circumstances warranting the length of the award.

(8) <u>Long-term</u> Permanent alimony may be awarded to provide
 for the needs and necessities of life as they were established
 during the marriage of the parties for a party who lacks the
 financial ability to meet his or her needs and necessities of

Page 9 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

253 life following a dissolution of marriage. Long-term Permanent 254 alimony may be awarded following a marriage of long duration if 255 such an award is appropriate upon consideration of the factors 256 set forth in subsection (2), following a marriage of moderate 257 duration if such an award is appropriate based upon clear and 258 convincing evidence after consideration of the factors set forth 259 in subsection (2), or following a marriage of short duration if 260 there are written findings of exceptional circumstances. In awarding long-term permanent alimony, the court shall include a 261 finding that no other form of alimony is fair and reasonable 262 263 under the circumstances of the parties. An award of long-term 264 permanent alimony terminates upon the death of either party or upon the remarriage of the party receiving alimony. An award may 265 266 be modified or terminated based upon a substantial change in 267 circumstances or upon the existence of a supportive relationship in accordance with s. 61.14. 268

(9) <u>Notwithstanding any other law to the contrary, an</u> The award of alimony may not leave the payor with significantly less net income than the net income of the recipient unless there are written findings of exceptional circumstances. <u>The court shall</u> <u>make written findings regarding the relative incomes of the</u> parties.

275 Section 4. Paragraph (b) of subsection (1) of section 276 61.14, Florida Statutes, is amended, and subsections (12) and 277 (13) are added to that section, to read: 278 61.14 Enforcement and modification of support,

279 maintenance, or alimony agreements or orders.-

280

(1)

Page 10 of 16

CODING: Words stricken are deletions; words underlined are additions.

hb0565-04-e2

281 (b)1. The court may reduce or terminate an award of 282 alimony upon specific written findings by the court that since 283 the granting of a divorce and the award of alimony a supportive 284 relationship has existed between the obligee and a person with 285 whom the obligee resides. On the issue of whether alimony should 286 be reduced or terminated under this paragraph, the burden is on 287 the obligor to prove by a preponderance of the evidence that a 288 supportive relationship exists.

289 2. In determining whether an existing award of alimony 290 should be reduced or terminated because of an alleged supportive 291 relationship between an obligee and a person who is not related 292 by consanguinity or affinity and with whom the obligee resides, 293 the court shall elicit the nature and extent of the relationship 294 in question. The court shall give consideration, without limitation, to circumstances, including, but not limited to, the 295 296 following, in determining the relationship of an obligee to 297 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.

304 b. The period of time that the obligee has resided with305 the other person in a permanent place of abode.

306 c. The extent to which the obligee and the other person 307 have pooled their assets or income or otherwise exhibited 308 financial interdependence.

Page 11 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

hb0565-04-e2

309 d. The extent to which the obligee or the other person has310 supported the other, in whole or in part.

311 e. The extent to which the obligee or the other person has312 performed valuable services for the other.

313 f. The extent to which the obligee or the other person has 314 performed valuable services for the other's company or employer.

315 g. Whether the obligee and the other person have worked316 together to create or enhance anything of value.

317 h. Whether the obligee and the other person have jointly318 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.

325 k. Whether the obligee and the other person have provided 326 support to the children of one another, regardless of any legal 327 duty to do so.

328 This paragraph does not abrogate the requirement that 3. 329 every marriage in this state be solemnized under a license, does 330 not recognize a common law marriage as valid, and does not 331 recognize a de facto marriage. This paragraph recognizes only 332 that relationships do exist that provide economic support equivalent to a marriage and that alimony terminable on 333 remarriage may be reduced or terminated upon the establishment 334 of equivalent equitable circumstances as described in this 335 paragraph. The existence of a conjugal relationship, though it 336

Page 12 of 16

CODING: Words stricken are deletions; words underlined are additions.

hb0565-04-e2

may be relevant to the nature and extent of the relationship, is

CS/CS/HB 565, Engrossed 2

338	not necessary for the application of the provisions of this
339	paragraph.
340	4. In any action for modification or termination of
341	alimony, the court may retroactively modify or terminate the
342	alimony award to the date of the filing of the petition. In an
343	action under this section, if it is determined that a party
344	unnecessarily or unreasonably litigated the underlying petition
345	for modification or termination, the court shall award the other
346	party his or her reasonable attorney fees and costs.
347	5. A court terminating an alimony award based on the
348	existence of a supportive relationship may not reserve
349	jurisdiction to later reinstate alimony.
350	(12) The fact that an obligor has reached a reasonable
351	retirement age for his or her profession, has retired, and has
352	no intent to return to work shall be considered a substantial
353	change in circumstances as a matter of law. In determining
354	whether the obligor's retirement age is reasonable, the court
355	shall consider the obligor's age, health, motivation for
356	retirement, type of work, and the normal retirement age for that
357	type of work.
358	(13) Except in cases of long-term marriages, in any
359	alimony award, the court shall impute income to the obligee
360	based on the analysis and factors set forth in s. $61.30(2)(b)$.
361	Section 5. Subsection (1) of section 61.18, Florida
362	Statutes, is amended to read:
363	61.18 Alimony and child support; default in undertaking of
364	bond posted to ensure payment
1	Page 13 of 16

Page 13 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

365 If When there is a breach of the condition of any bond (1)366 posted to ensure the payment of alimony or child support to_{τ} 367 either temporary or permanent, for a party or for minor children 368 of the parties, the court in which the order was issued may 369 order payment to the party entitled thereto of the principal of 370 the bond or the part thereof necessary to cure the existing 371 default without further notice from time to time where the 372 amount is liquidated.

373 Section 6. Section 61.19, Florida Statutes, is amended to 374 read:

375 61.19 Entry of judgment of dissolution of marriage; delay
376 period; separate adjudication of issues.-

377 <u>(1) A No final judgment of dissolution of marriage may not</u> 378 be entered until at least 20 days have elapsed from the date of 379 filing the original petition for dissolution of marriage<u>,</u> but 380 the court, on a showing that injustice would result from this 381 delay, may enter a final judgment of dissolution of marriage at 382 an earlier date.

383 (2) (a) During the first 180 days after the date of service 384 of the original petition for dissolution of marriage, the court 385 may not grant a final dissolution of marriage with a reservation 386 of jurisdiction to subsequently determine all other substantive 387 issues unless the court makes written findings that there are exceptional circumstances which make the use of this process 388 389 clearly necessary to protect the parties or their children and 390 that granting a final dissolution will not cause irreparable 391 harm to either party or the children. Before granting a final 392 dissolution of marriage with a reservation of jurisdiction to

Page 14 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

393	subsequently determine all other substantive issues, the court
394	shall enter appropriate temporary orders necessary to protect
395	the parties and their children, which orders shall remain
396	effective until all other issues can be adjudicated by the
397	court. The desire of one of the parties to remarry does not
398	justify the use of this process.
399	(b) If more than 180 days have elapsed after the date of
400	service of the original petition for dissolution of marriage,
401	the court may grant a final dissolution of marriage with a
402	reservation of jurisdiction to subsequently determine all other
403	substantive issues only if the court enters appropriate
404	temporary orders necessary to protect the parties and their
405	children, which orders shall remain effective until such time as
406	all other issues can be adjudicated by the court, and makes a
407	written finding that no irreparable harm will result from
408	granting a final dissolution.
409	(c) If more than 365 days have elapsed after the date of
410	service of the original petition for dissolution of marriage,
411	absent a showing by either party that irreparable harm will
412	result from granting a final dissolution, the court shall, upon
413	request of either party, immediately grant a final dissolution
414	of marriage with a reservation of jurisdiction to subsequently
415	determine all other substantive issues. Before granting a final
416	dissolution of marriage with a reservation of jurisdiction to
417	subsequently determine all other substantive issues, the court
418	shall enter appropriate temporary orders necessary to protect
419	the parties and their children, which orders shall remain
420	effective until all other issues can be adjudicated by the
I	Page 15 of 16

Page 15 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

FL	0	RΙ	DA	ΗО	US	βE	ΟF	RΕ	P R	ΕS	Е	ΝΤ	АТ	ΙV	Е	S
----	---	----	----	----	----	----	----	----	-----	----	---	----	----	----	---	---

421	court.
422	(d) The temporary orders necessary to protect the parties
423	and their children entered before granting a dissolution of
424	marriage without an adjudication of all substantive issues may
425	include, but are not limited to, temporary orders that:
426	1. Restrict the sale or disposition of property.
427	2. Protect and preserve the marital assets.
428	3. Establish temporary support.
429	4. Provide for maintenance of health insurance.
430	5. Provide for maintenance of life insurance.
431	(e) The court is not required to enter temporary orders to
432	protect the parties and their children if the court enters a
433	final judgment of dissolution of marriage which adjudicates
434	substantially all of the substantive issues between the parties
435	but reserves jurisdiction to address ancillary issues such as
436	the entry of a qualified domestic relations order or the
437	adjudication of attorney fees and costs.
438	Section 7. This act shall take effect July 1, 2012.
	Page 16 of 16

CODING: Words stricken are deletions; words <u>underlined</u> are additions.