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WEST VIRGINIA LEGISLATURE

SECOND REGULAR SESSION, 1992

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ENROLLED Committee Intertiente for

HOUSE BILL No. 4112

(By Delegate Mr. Spenker, Mr. Chambers and) Delegete Bunk



Passed March 7. 199

In Effect Passage

ENROLLED

COMMITTEE SUBSTITUTE

FOR

H. B. 4112

(By Mr. Speaker, Mr. Chambers, and Delegate Burk) [By Request of the Executive]

> March 7, 1982 minsty day o [Passed February 10, 1992; in effect from passage.]

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> AN ACT to repeal section one, article two, chapter thirtyseven; article two, chapter forty-two; section one, article four of said chapter; and sections three through twenty, inclusive, article one, chapter forty-three of the code of West Virginia, one thousand nine hundred thirty-one, as amended: to amend and reenact section six. article one. chapter forty-one of said code; to amend and reenact sections one, two, three and four, article one, chapter forty-two; to further amend article one of said chapter by adding thereto eight new sections, designated sections three-a, three-b, three-c, three-d, three-e, threef, three-g and ten; to amend and reenact sections one. two and three, article three, chapter forty-two; to further amend article three of said chapter by adding thereto five new sections, designated sections three-a, four, five, six and seven; to amend and reenact sections one and two, article one, chapter forty-three; and to amend and reenact section six, article seven, chapter fifty-five of the code, all relating to intestate succession and distribution of damages in wrongful death actions; spousal and surviving heirs shares; representation; the abolition of dower and curtesy; effects of premarital will on spouse's share; and requiring spousal notice if certain property is conveyed.

Be it enacted by the Legislature of West Virginia:

That section one, article two, chapter thirty-seven; article two, chapter forty-two; section one, article four, chapter fortytwo: and sections three through twenty, inclusive, article one. chapter forty-three of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be repealed: that section six, article one, chapter forty-one of said code be amended and reenacted; that sections one, two, three and four, article one of chapter forty-two be amended and reenacted; that article one of said chapter forty-two be further amended by adding thereto eight new sections, designated sections three-a, threeb. three-c. three-d. three-e. three-f. three-g and ten: that sections one, two and three, article three, chapter forty-two be amended and reenacted; that article three of said chapter forty-two be further amended by adding thereto five new sections, designated sections three-a, four, five, six and seven; that sections one and two, article one, chapter forty-three be amended and reenacted; and that section six, article seven, chapter fifty-five be amended and reenacted, all to read as follows:

CHAPTER 41. WILLS.

ARTICLE 1. CAPACITY TO MAKE; REQUISITES; VALIDITY.

§41-1-6. Revocation by divorce; no revocation by other changes of circumstances.

If after executing a will the testator is divorced or his 1 2 marriage annulled, the divorce or annulment revokes 3 any disposition or appointment of property made by the 4 will to the former spouse, any provision conferring a general or special power of appointment on the former 5 6 spouse, and any nomination of the former spouse as 7 executor, trustee, conservator, or guardian, unless the 8 will expressly provides otherwise. Property prevented 9 from passing to a former spouse because of revocation 10 by divorce or annulment passes as if the former spouse 11 failed to survive the decedent, and other provisions 12 conferring some power or office on the former spouse 13 are interpreted as if the spouse failed to survive the decedent. Notwithstanding the provisions of section 14 three, article three, chapter forty-one of this code, the 15 16 share of such spouse shall be distributed according to

the residuary clause of the decedent's will or according 17 18 to the statute of intestate succession for the decedents 19 property. If provisions are revoked solely by this section, 20 they are revived by testator's remarriage to the former 21 spouse. For purposes of this section, divorce or annul-22 ment means any divorce or annulment which would 23 exclude the spouse as a surviving spouse. A decree of 24 separation which does not terminate the status of 25husband and wife is not a divorce for purposes of this 26 section. No change of circumstances other than as 27described in this section revokes a will.

CHAPTER 42. DESCENT AND DISTRIBUTION.

ARTICLE 1. DESCENT.

§42-1-1. General definitions.

1 Subject to additional definitions contained in the 2 subsequent articles that are applicable to specific 3 articles, parts, or sections, and unless the context 4 otherwise requires in this code:

5 (1) "Agent" includes an attorney-in-fact under a 6 durable or nondurable power of attorney, an individual 7 authorized to make decisions concerning another's 8 health care, and an individual authorized to make 9 decisions for another under a natural death act.

10 (2) "Beneficiary" as it relates to a trust beneficiary. 11 includes a person who has any present or future interest, 12 vested or contingent, and also includes the owner of an 13 interest by assignment or other transfer; as it relates to 14 a charitable trust, includes any person entitled to 15 enforce the trust; as it relates to a "beneficiary of a beneficiary designation," refers to a beneficiary of an 16 17 insurance or annuity policy, of an account with POD designation, of a security registered in beneficiary form 18 19 (TOD), or of a pension, profit-sharing, retirement, or 20 similar benefit plan, or other nonprobate transfer at 21 death: and, as it relates to a "beneficiary designated in a governing instrument," includes a grantee of a deed, 2223 a devisee, a trust beneficiary, a beneficiary of a $\mathbf{24}$ beneficiary designation, a donee, appointee, or taker in 25default of a power of appointment, or a person in whose

favor a power of attorney or a power held in any
individual, fiduciary, or representative capacity is
exercised.

(3) "Court" means the county commission or branch in
this state having jurisdiction in matters relating to the
affairs of decedents.

32 (4) "Conservator" means a person who is appointed by33 a court to manage the estate of a protected person.

(5) "Descendant" of an individual means all of his or
her descendants of all generations, with the relationship
of parent and child at each generation being determined
by the definition of child and parent contained in this
code.

(6) "Devise" when used as a noun, means a testamentary disposition of real or personal property and, when
used as a verb, means to dispose of real or personal
property by will.

43 (7) "Devisee" means a person designated in a will to
44 receive a devise. In the case of a devise to an existing
45 trust or trustee, or to a trustee on trust described by
46 will, the trust or trustee is the devisee and the benefi47 ciaries are not devisees.

48 (8) "Distributee" means any person who has received property of a decedent from his or her personal 49 50representative other than as a creditor or purchaser. A testamentary trustee is a distributee only to the extent 5152of distributed assets or increment thereto remaining in 53his or her hands. A beneficiary of a testamentary trust to whom the trustee has distributed property received 54 55from a personal representative is a distribute of the personal representative. For the purposes of this 56provision, "testamentary trustee" includes a trustee to 5758whom assets are transferred by will, to the extent of the 59devised assets.

60 (9) "Estate" includes the property of the decedent,
61 trust, or other person whose affairs are subject to this
62 code as originally constituted and as it exists from time
63 to time during administration.

64 (10) "Exempt property" means that property of a
65 decedent's estate which is provided for in Section 48,
66 Article VI of the constitution.

67 (11) "Fiduciary" includes a personal representative,68 guardian, conservator and trustee.

69 (12) "Foreign personal representative" means a 70 personal representative appointed by another 71 jurisdiction.

(13) "Formal proceedings" means proceedings con-ducted before a judge with notice to interested persons.

(14) "Governing instrument" means a deed, will, trust,
insurance or annuity policy, account with POD designation, security registered in beneficiary form (TOD),
pension, profit-sharing, retirement or similar benefit
plan, instrument creating or exercising a power of
appointment or a power of attorney, or a donative,
appointive, or nominative instrument of any other type.

81 (15) "Guardian" means a person who has qualified as
82 a guardian of a minor or incapacitated person pursuant
83 to testamentary or court appointment, but excludes one
84 who is merely a guardian ad litem.

85 (16) "Heirs" means persons, including the surviving
86 spouse and the state, who are entitled under the statutes
87 of intestate succession to the property of a decedent.

(17) "Informal proceedings" mean those conducted
without notice to interested persons by an officer of the
court acting as a registrar for probate of a will or
appointment of a personal representative.

92 (18) "Interested person" includes heirs, devisees, 93 children, spouses, creditors, beneficiaries, and any 94 others having a property right in or claim against a 95 trust estate or the estate of a decedent, ward or 96 protected person. It also includes persons having 97 priority for appointment as personal representative, and 98 other fiduciaries representing interested persons. The 99 meaning as it relates to particular persons may vary 100 from time to time and must be determined according 101 to the particular purposes of, and matter involved in,

102 any proceeding.

103 (19) "Issue" of a person means descendant as defined104 in subsection (5).

105 (20) "Joint tenants with the right of survivorship" and "community property with the right of survivorship" 106 107 includes co-owners of property held under circumstan-108 ces that entitle one or more to the whole of the property 109 on the death of the other or others, but excludes forms 110 of co-ownership registration in which the underlying 111 ownership of each party is in proportion to that party's 112 contribution.

113 (21) "Lease" includes an oil, gas, or other mineral 114 lease.

(22) "Letters" includes letters testamentary, letters of
 guardianship, letters of administration, and letters of
 conservatorship.

(23) "Minor" means a person who is under eighteenyears of age.

(24) "Mortgage" means any deed of trust, conveyance,
agreement, or arrangement in which property is
encumbered or used as security.

(25) "Nonresident decedent" means a decedent who
was domiciled in another jurisdiction at the time of his
or her death.

126 (26) "Parent" includes any person entitled to take, or 127 who would be entitled to take if the child died without 128 a will, as a parent under this code by intestate succes-129 sion from the child whose relationship is in question and 130 excludes any person who is only a stepparent, foster 131 parent, or grandparent.

(27) "Payor" means a trustee, insurer, business entity,
employer, government, governmental agency or subdivision, or any other person authorized or obligated by
law or a governing instrument to make payments.

136 (28) "Person" means an individual or an organization.

137 (29) "Personal representative" includes executor,138 administrator, successor personal representative, special

administrator, and persons who perform substantially
the same function under the law governing their status.
"General personal representative" excludes special
administrator.

(30) "Petition" means a written request to the courtfor an order after notice.

(31) "Proceeding" includes action at law and suit inequity.

147 (32) "Property" includes both real and personal
148 property or any interest therein and means anything
149 that may be the subject of ownership.

150 (33) "Security" includes any note, stock, treasury 151 stock, bond, debenture, evidence of indebtedness, 152certificate of interest or participation in an oil, gas, or 153mining title or lease or in payments out of production under such a title or lease, collateral trust certificate, 154 155transferable share, voting trust certificate or, in general, any interest or instrument commonly known as 156 157 a security, or any certificate of interest or participation, 158 any temporary or interim certificate, receipt, or 159 certificate of deposit for, or any warrant or right to 160 subscribe to or purchase, any of the foregoing.

161 (34) "Settlement" in reference to a decedent's estate,
162 includes the full process of administration, distribution
163 and closing.

164 (35) "State" means a state of the United States, the
165 District of Columbia, the Commonwealth of Puerto Rico,
166 or any territory or insular possession subject to the
167 jurisdiction of the United States.

168 (36) "Successor personal representative" means a
169 personal representative, other than a special administra170 tor, who is appointed to succeed a previously appointed
171 personal representative.

(37) "Successors" means persons, other than creditors,
who are entitled to property of a decedent under his or
her will or this code.

(38) "Survive" means that an individual has neitherpredeceased an event, including the death of another

177 individual, nor is deemed to have predeceased an event.

178 The term includes its derivatives, such as "survives,"

179 "survived," "survivor," "surviving."

(39) "Surviving spouse" means the person to whom the
decedent was married at the time of the decedent's
death.

(40) "Testacy proceeding" means a proceeding toestablish a will or determine intestacy.

185 (41) "Testator" includes an individual of either sex.

186 (42) "Trust" includes an express trust, private or 187 charitable, with additions thereto, wherever and 188 however created. The term also includes a trust created 189 or determined by judgment or decree under which the trust is to be administered in the manner of an express 190 191 trust. The term excludes other constructive trusts and 192 excludes resulting trusts, conservatorships, personal 193 representatives and custodial arrangements, including 194 that relating to gifts or transfers to minors, dealing with 195 special custodial situations, business trusts providing for 196 certificates to be issued to beneficiaries.

197 (43) "Trustee" includes an original, additional, or
198 successor trustee, whether or not appointed or con199 firmed by court.

(44) "Will" includes codicil and any testamentary
instrument that merely appoints an executor, revokes or
revises another will, nominates a guardian, or expressly
excludes or limits the right of an individual or class to
succeed to property of the decedent passing by intestate
succession.

§42-1-2. Intestate estate.

1 (a) Any part of a decedent's estate not effectively 2 disposed of by will passes by intestate succession to the 3 decedent's heirs as prescribed in this code, except as 4 modified by the decedent's will.

5 (b) A decedent by will may expressly exclude or limit 6 the right of an individual or class to succeed to property 7 of the decedent passing by intestate succession. If that 8 individual or a member of that class survives the 9 decedent, the share of the decedent's intestate estate to
10 which that individual or class would have succeeded
11 passes as if that individual or each member of that class
12 had disclaimed his or her intestate share.

§42-1-3. Share of spouse.

1 The intestate share of a decedent's surviving spouse 2 is:

3 (a) The entire intestate estate if:

4 (1) No descendant or parent of the decedent survives 5 the decedent; or

6 (2) All of the decedent's surviving descendants are
7 also descendants of the surviving spouse and there is no
8 other descendant of the surviving spouse who survives
9 the decedent;

(b) Three fourths of the intestate estate, if no descendant of the decedent survives the decedent, but a parent
of the decedent survives the decedent;

(c) Three fifths of the intestate estate, if all of the
decedent's surviving descendants are also descendants of
the surviving spouse and the surviving spouse has one
or more surviving descendants who are not descendants
of the decedent;

(d) One half of the intestate estate, if one or more ofthe decedent's surviving descendants are not descend-ants of the surviving spouse.

§42-1-3a. Share of heirs other than surviving spouse.

1 Any part of the intestate estate not passing to the 2 decedent's surviving spouse under section three of this 3 article, or the entire intestate estate if there is no 4 surviving spouse, passes in the following order to the 5 individuals designated below who survive the decedent:

6 (a) To the decedent's descendants by representation;

7 (b) If there is no surviving descendant, to the dece8 dent's parents equally if both survive, or to the surviving
9 parent;

10 (c) If there is no surviving descendant or parent, to

the descendants of the decedent's parents or either ofthem by representation;

13 (d) If there is no surviving descendant, parent, or 14 descendant of a parent, but the decedent is survived by 15 one or more grandparents or descendants of grandpar-16 ents, half of the estate passes to the decedent's paternal 17 grandparents equally if both survive, or to the surviving 18 paternal grandparent, or to the descendants of the 19 decedent's paternal grandparents or either of them if 20both are deceased, the descendants taking by represen-21 tation; and the other half passes to the decedent's 22maternal relatives in the same manner; but, if there is 23no surviving grandparent or descendant of a grandpar- $\mathbf{24}$ ent on either the paternal or the maternal side, the 25entire estate passes to the decedent's relatives on the 26other side in the same manner as the half.

§42-1-3b. Requirement that heir survive decedent for one hundred twenty hours.

1 An individual who fails to survive the decedent by one 2 hundred twenty hours is deemed to have predeceased 3 the decedent for purposes of homestead allowance, exempt property, and intestate succession, and the 4 5 decedent's heirs are determined accordingly. If the time 6 of death of a decedent or of an individual who would 7 otherwise be an heir, or the times of death of both, 8 cannot be determined, and it is not established that the individual who would otherwise be an heir survived the 9 10 decedent by one hundred twenty hours, it is deemed that 11 the individual failed to survive for the required period. 12This section is not to be applied if its application would 13 result in a taking of intestate estate by the state under 14 section three-c of this article.

§42-1-3c. No taker.

1 If there is no taker under the provisions of this article, 2 the intestate estate passes to the state.

§42-1-3d. Representation.

1 (a) In this section:

2 (1) "Deceased descendant," "deceased parent," or 3 "deceased grandparent" means a descendant, parent, or 4 grandparent who either predeceased the decedent or is

5 deemed to have predeceased the decedent under section6 three-b of this article.

7 (2) "Surviving descendant" means a descendant who
8 neither predeceased the decedent nor is deemed to have
9 predeceased the decedent under section three-b of this
10 article.

(b) If, under section three-a of this article, a dece- $\begin{array}{c} 11 \\ 12 \end{array}$ dent's intestate estate or a part thereof passes "by 13 representation" to the decedent's descendants, the estate 14 or part thereof is divided into as many equal shares as 15 there are: (i) Surviving descendants in the generation 16 nearest to the decedent which contains one or more 17 surviving descendants: and (ii) deceased descendants in 18 the same generation who left surviving descendants, if 19 any. Each surviving descendant in the nearest genera-20 tion is allocated one share. The remaining shares, if any, 21are combined and then divided in the same manner 22among the surviving descendants of the deceased 23descendants as if the surviving descendants who were 24allocated a share and their surviving descendants had 25predeceased the decedent.

(c) If, under section three-a of this article, a decedent's $\begin{array}{c} 26\\ 27 \end{array}$ intestate estate or a part thereof passes "by representa-28tion" to the descendants of the decedent's deceased parents or either of them or to the descendants of the 2930 decedent's deceased paternal or maternal grandparents 31or either of them, the estate or part thereof is divided 32 into as many equal shares as there are: (i) Surviving 33 descendants in the generation nearest the deceased 34 parents or either of them, or the deceased grandparents 35or either of them, that contains one or more surviving 36 descendants; and (ii) deceased descendants in the same 37 generation who left surviving descendants, if any. Each 38 surviving descendant in the nearest generation is 39 allocated one share. The remaining shares, if any, are 40combined and then divided in the same manner among the surviving descendants of the deceased descendants 41 42as if the surviving descendants who were allotted a 43share and their surviving descendants had predeceased 44 the decedent.

§42-1-3e. Kindred of half blood.

1 Relatives of the half blood inherit the same share they 2 would inherit if they were of the whole blood.

§42-1-3f. Afterborn heirs.

- 1 An individual in gestation at a particular time is 2 treated as living at that time if the individual lives one
- 3 hundred twenty hours or more after birth.

§42-1-3g. Advancements.

(a) If an individual dies intestate as to all or a portion 1 2 of his or her estate, property the decedent gave during 3 the decedent's lifetime to an individual who, at the 4 decedent's death, is an heir is treated as an advancement against the heir's intestate share only if (i) the decedent 5 6 declared in a contemporaneous writing or the heir 7 acknowledged in writing that the gift is an advancement 8 or (ii) the decedent's contemporaneous writing or the heir's written acknowledgement otherwise indicates that 9 the gift is to be taken into account in computing the 10 division and distribution of the decedent's intestate 11 12 estate.

(b) For purposes of subsection (a), property advanced
is valued as of the time the heir came into possession
or enjoyment of the property or as of the time of the
decedent's death, whichever first occurs.

(c) If the recipient of the property fails to survive the
decedent, the property is not taken into account in
computing the division and distribution of the decedent's
intestate estate, unless the decedent's contemporaneous
writing provides otherwise.

§42-1-4. Alienage.

1 No individual is disqualified to take as an heir because 2 the individual or an individual through whom he or she

3 claims is or has been an alien.

§42-1-10. Individuals related to decedent through two lines.

1 An individual who is related to the decedent through 2 two lines of relationship is entitled to only a single share

- 3 based on the relationship that would entitle the individ-
- 4 ual to the larger share.

ARTICLE 3. PROVISIONS RELATING TO HUSBAND OR WIFE OF DECEDENT.

§42-3-1. Right to elective share.

1 (a) The surviving spouse of a decedent who dies 2 domiciled in this state has a right of election, under the 3 limitations and conditions stated in this part, to take an elective-share amount equal to the value of the elective-4 5 share percentage of the augmented estate, determined by the length of time the spouse and the decedent were 6 7 married to each other, in accordance with the following schedule: 8

9	If the decedent and the spouse The elective-share
10	were married to each other percentage is:
11	Less than 1 yearSupplemental Amount Only
12	1 year but less than 2 years
13	2 years but less than 3 years
14	3 years but less than 4 years
15	4 years but less than 5 years12% of the augmented estate.
16	5 years but less than 6 years15% of the augmented estate.
17	6 years but less than 7 years
18	7 years but less than 8 years
19	8 years but less than 9 years
20	9 years but less than 10 years27% of the augmented estate.
21	10 years but less than 11 years 30% of the augmented estate.
22	11 years but less than 12 years 34% of the augmented estate.
23	12 years but less than 13 years 38% of the augmented estate.
24	13 years but less than 14 years42% of the augmented estate.
25	14 years but less than 15 years46% of the augmented estate.
26	15 years or more50% of the augmented estate.
27	(b) If the sum of the amounts described in subdivi-
28	sions (3) and (4), subsection (b) of section two, and
29	subdivisions (1) and (3), subsection (a), section six of this
30	article, and that part of the elective-share amount
31	payable from the decedent's probate and reclaimable
32	estates under subsections (b) and (c), section six of this
33	article, is less than twenty-five thousand dollars, the
34	surviving spouse is entitled to a supplemental elective-
35	share amount equal to fifty thousand dollars, minus the
36	sum of the amounts described in those sections. The

37 supplemental elective share amount is payable from the
38 decedent's probate estate and from recipients of the
39 decedent's probate estate and from recipients of the
40 decedent's reclaimable estate in the order of priority set
41 forth in subsections (b) and (c), section six of this article.

42 (c) The right, if any, of the surviving spouse of a
43 decedent who dies domiciled outside this state to take
44 an elective share in property in this state is governed
45 by the law of the decedent's domicile at death.

§42-3-2. Augmented estate.

1 (a) Definitions.

2 (1) In this section:

3 (i) "Bona fide purchaser" means a purchaser for value 4 in good faith and without notice of an adverse claim. The 5 notation of a state documentary fee on a recorded 6 instrument is prima facie evidence that the transfer 7 described therein was made to a bona fide purchaser.

8 (ii) "Nonadverse party" means a person who does not have a substantial beneficial interest in the trust or 9 other property arrangement that would be adversely 10 affected by the exercise or nonexercise of the power that 11 12 he or she possesses respecting the trust or other property 13 arrangement. A person having a general power of 14 appointment over property is deemed to have a benefi-15cial interest in the property.

(iii) "Presently exercisable general power of appointment" means a power of appointment under which, at
the time in question, the decedent by an exercise of the
power could have created an interest, present or future,
in himself or herself or his or her creditors.

(iv) "Probate estate" means property, whether real or
personal, movable or immovable, wherever situated,
that would pass by intestate succession if the decedent
died without a valid will.

(v) "Right to income" includes a right to paymentsunder an annuity or similar contractual arrangement.

27 (vi) "Value of property owned by the surviving spouse

28at the decedent's death" and "value of property to which 29 the surviving spouse succeeds by reason of the dece-30 dent's death" include the commuted value of any present or future interest then held by the surviving spouse and 31 32 the commuted value of amounts payable to the surviving 33 spouse after the decedent's death under any trust, life 34 insurance settlement option, annuity contract, public or 35private pension, disability compensation, death benefit 36 or retirement plan, or any similar arrangement, 37 exclusive of the federal social security system.

(2) In subsections (b) (2) (iii) and (iv), "transfer"
includes an exercise or release of a power of appointment, but does not include a lapse of a power of
appointment.

42 (b) The augmented estate consists of the sum of:

43 (1) The value of the decedent's probate estate, reduced
44 by funeral and administration expenses, homestead
45 exemption, property exemption, and enforceable claims;

46 (2) The value of the decedent's reclaimable estate. The
47 decedent's reclaimable estate is composed of all prop48 erty, whether real or personal, movable or immovable,
49 wherever situated, not included in the decedent's
50 probate estate, of any of the following types:

51(i) Property to the extent the passing of the principal 52thereof to or for the benefit of any person, other than the decedent's surviving spouse, was subject to a 5354presently exercisable general power of appointment 55held by the decedent alone, if the decedent held that 56power immediately before his or her death, or if and to 57the extent the decedent, while married to his or her surviving spouse and during the two-year period next 5859 preceding the decedent's death, released that power or exercised that power in favor of any person other than 60 61 the decedent or the decedent's estate, spouse or surviv-62 ing spouse:

(ii) Property, to the extent of the decedent's unilaterally severable interest therein, held by the decedent and
any other person, except the decedent's surviving
spouse, with right of survivorship, acquired during the

67 marriage of the decedent and the surviving spouse, if 68 the decedent held that interest immediately before his 69 or her death or if and to the extent the decedent, while 70 married to his or her surviving spouse and during the 71 two-year period preceding the decedent's death, trans-72 ferred that interest to any person other than the 73 decedent's surviving spouse;

74 (iii) Proceeds of insurance, including accidental death 75benefits, on the life of the decedent payable to any 76 person other than the decedent's surviving spouse, if the 77 decedent owned the insurance policy, had the power to 78 change the beneficiary of the insurance policy, or the 79 insurance policy was subject to a presently exercisable 80 general power of appointment held by the decedent 81 alone immediately before his or her death or if and to 82 the extent the decedent, while married to his or her 83 surviving spouse and during the two-year period next preceding the decedent's death, transferred that policy 84 85 to any person other than the decedent's surviving spouse; 86 and

(iv) Property transferred by the decedent to any
person other than a bona fide purchaser at any time
during the decedent's marriage to the surviving spouse,
to or for the benefit of any person, other than the
decedent's surviving spouse, if the transfer is of any of
the following types:

93 (A) Any transfer to the extent that the decedent
94 retained at the time of or during the two-year period
95 next preceding his or her death the possession or
96 enjoyment of, or right to income from the property;

97 (B) Any transfer to the extent that, at the time of or 98 during the two-year period next preceding the dece-99 dent's death, the income or principal was subject to a 100 power, exercisable by the decedent alone or in conjunc-101 tion with any other person or exercisable by a nonad-102 verse party, for the benefit of the decedent or the 103 decedent's estate;

104 (C) Any transfer of property, to the extent the 105 decedent's contribution to it, as a percentage of the 106 whole, was made within two years before the decedent's 107 death, by which the property is held, at the time of or
108 during the two-year period next preceding the dece109 dent's death, by the decedent and another, other than the
110 decedent's surviving spouse, with right of survivorship;
111 or

(D) Any transfer made to a donee within two years
before the decedent's death to the extent that the
aggregate transfers to any one donee in either of the
years exceed ten thousand dollars.

116 (3) The value of property to which the surviving 117 spouse succeeds by reason of the decedent's death, other 118 than by homestead exemption, exempt property, testate 119 succession, or intestate succession, including the pro-120 ceeds of insurance, including accidental death benefits, 121 on the life of the decedent and benefits payable under 122 a retirement plan in which the decedent was a partic-123 ipant, exclusive of the federal social security system; and

124 (4) The value of property owned by the surviving 125spouse at the decedent's death, reduced by enforceable 126 claims against that property or that spouse, plus the 127 value of amounts that would have been includible in the 128 surviving spouse's reclaimable estate had the spouse 129 predeceased the decedent. But amounts that would have 130 been includible in the surviving spouse's reclaimable 131 estate under subsection (b) (2) (iii) are not valued as if 132 he or she were deceased.

(c) Any transfer or exercise or release of a power of
appointment is excluded from the decedent's reclaimable estate (i) to the extent the decedent received
adequate and full consideration in money or money's
worth for the transfer, exercise or release, or (ii) if
irrevocably made with the written consent or joinder of
the surviving spouse.

(d) Property is valued as of the decedent's death, but
property irrevocably transferred during the two-year
period next preceding the decedent's death which is
included in the decedent's reclaimable estate under
subsection (b) (2) (i), (ii) and (iv) is valued as of the time
of the transfer. If the terms of more than one of the
subparagraphs or sub-subparagraphs of subsection (b)

147 (2) apply, the property is included in the augmented
148 estate under the subparagraph or sub-subparagraph
149 that yields the highest value. For the purposes of this
150 subsection, an "irrevocable transfer of property"
151 includes an irrevocable exercise or release of a power
152 of appointment.

153(e) (1) Although under this section a payment, item of 154 property, or other benefit is included in the decedent's 155reclaimable estate, a payor or other third party is not 156liable for having made a payment or transferred an item 157of property or other benefit to a beneficiary designated 158 in a governing instrument, or for having taken any other 159 action in good faith reliance on the validity of a governing instrument, upon request and satisfactory 160 161 proof of the decedent's death, before the payor or other 162 third party received written notice from the surviving 163 spouse or spouse's representative of an intention to file 164 a petition for the elective share or that a petition for the 165 elective share has been filed. A payor or other third 166 party is liable for payments made or other actions taken 167 after the payor or other third party received written 168 notice of an intention to file a petition for the elective 169 share or that a petition for the elective share has been 170 filed.

171 (2) The written notice of intention to file a petition for 172the elective share or that a petition for the elective share 173has been filed must be mailed to the payor's or other 174 third party's main office or home by registered or 175certified mail, return receipt requested, or served upon 176 the payor or other third party in the same manner as 177 a summons in a civil action. Upon receipt of written 178 notice of intention to file a petition for the elective share 179 or that a petition for the elective share has been filed, 180 a payor or other third party may pay any amount owed 181 or transfer or deposit any item of property held by it 182 to or with the court having jurisdiction of the probate 183 proceedings relating to the decedent's estate, or if no 184 proceedings have been commenced, to or with the court 185 having jurisdiction of probate proceedings relating to 186 decedents' estates located in the county of the decedent's 187 residence. The court shall hold the funds or item of

188 property and, upon its determination under subsection 189 (d) of section four of this article, shall order disburse-190 ment in accordance with the determination. If no 191 petition is filed in the court within the specified time 192 under subsection (a) of section four of this article or, if 193 filed, the demand for an elective share is withdrawn 194 under subsection (c) of section four of this article, the 195 court shall order disbursement to the designated 196 beneficiary. Payments, transfers, or deposits made to or 197 with the court discharge the payor or other third party 198 from all claims for the value of amounts paid to or items 199 of property transferred to or deposited with the court.

(3) Upon petition to the probate court by the beneficiary designated in a governing instrument, the court
may order that all or part of the property be paid to
the beneficiary in an amount and subject to conditions
consistent with this section.

205(f) (1) A person who purchases property from a 206 recipient for value and without notice, or who receives 207 a payment or other item of property in partial or full 208satisfaction of a legally enforceable obligation, is neither 209 obligated under this part to return the payment, item 210of property, or benefit nor is liable under this part for 211 the amount of the payment or the value of the item of 212 property or benefit. But a person who, not for value, receives a payment, item of property, or any other 213 214 benefit included in the decedent's reclaimable estate is 215obligated to return the payment, item of property, or 216 benefit, or is personally liable for the amount of the 217payment or the value of the item of property or benefit, 218 as provided in section six of this article.

219 (2) If any section or part of any section of this part 220 is preempted by federal law with respect to a payment. 221 an item of property, or any other benefit included in the 222 decedent's reclaimable estate, a person who, not for 223value, receives the payment, item of property, or any 224 other benefit is obligated to return that payment, item 225of property, or benefit, or is personally liable for the 226 amount of that payment or the value of that item of 227 property or benefit, as provided in section six of this 228 article to the person who would have been entitled to it

229 were that section or part of that section not preempted.

§42-3-3. Right of election personal to surviving spouse.

1 (a) The right of election may be exercised only by a 2 surviving spouse who is living when the petition for the 3 elective share is filed in the court under subsection (a) 4 of section (3) of this article. If the election is not 5 exercised by the surviving spouse personally, it may be exercised on the surviving spouse's behalf by his or her 6 7 conservator, guardian, or agent under the authority of 8 a power of attorney.

9 (b) If the election is exercised on behalf of a surviving 10 spouse who is an incapacitated person, the court must 11 set aside that portion of the elective-share and supple-12 mental elective-share amounts due from the decedent's 13 probate estate and recipients of the decedent's reclaim-14 able estate under subsections (b) and (c) of section six 15 of this article and must appoint a trustee to administer 16 that property for the support of the surviving spouse. 17 For the purposes of this subsection, an election on behalf of a surviving spouse by an agent under a durable power 18 19 of attorney is presumed to be on behalf of a surviving 20spouse who is an incapacitated person. The trustee must 21 administer the trust in accordance with the following 22 terms and such additional terms as the court determines 23appropriate:

24 (1) Expenditures of income and principal may be 25made in the manner, when, and to the extent that the 26trustee determines suitable and proper for the surviving 27spouse's support, without court order but with regard to other support, income, and property of the surviving 28 spouse and benefits of medical or other forms of 29 assistance from any state or federal government or 30 31 governmental agency for which the surviving spouse 32 must qualify on the basis of need;

(2) During the surviving spouse's incapacity, neither
the surviving spouse nor anyone acting on behalf of the
surviving spouse has a power to terminate the trust; but
if the surviving spouse regains capacity, the surviving
spouse then acquires the power to terminate the trust
and acquire full ownership of the trust property free of

trust, by delivering to the trustee a writing signed bythe surviving spouse declaring the termination;

(3) Upon the surviving spouse's death, the trustee
shall transfer the unexpended trust property under the
residuary clause, if any, of the will of the predeceased
spouse against whom the elective share was taken, as if
that predeceased spouse died immediately after the
surviving spouse.

§42-3-3a. Waiver of right to elect; other rights.

(a) The right of election of a surviving spouse and the
rights of the surviving spouse to homestead exemption,
exempt property, or any of them, may be waived, wholly
or partially, before or after marriage, by a written
contract, agreement, or waiver signed by the surviving
spouse.

7 (b) A surviving spouse's waiver is not enforceable if 8 the surviving spouse proves that:

9 (1) He or she did not execute the waiver voluntarily; 10 or

11 (2) The waiver was unconscionable when it was 12 executed and, before execution of the waiver, he or she:

(i) Was not provided a fair and reasonable disclosureof the property or financial obligations of the decedent;

(ii) Did not voluntarily and expressly waive, in
writing, any right to disclosure of the property or
financial obligations of the decedent beyond the disclosure provided; and

(iii) Did not have, or reasonably could not have had,an adequate knowledge of the property or financialobligations of the decedent.

(c) An issue of unconscionability of a waiver is fordecision by the court as a matter of law.

(d) Unless it provides to the contrary, a waiver of "all
rights," or equivalent language, in the property or estate
of a present or prospective spouse or a complete
property settlement entered into after or in anticipation
of separation or divorce is a waiver of all rights of

elective share, homestead allowance, and exempt
property by each spouse in the property of the other and
renunciation by each of all benefits that would otherwise
pass to him or her from the other by intestate succession
or by virtue of any will executed before the waiver or
property settlement.

§42-3-4. Proceeding for elective share; time limit.

1 (a) Except as provided in subsection (b), the election 2 must be made by filing in the court and mailing or 3 delivering to the personal representative, if any, a 4 petition for the elective share within nine months after 5 the date of the decedent's death, or within six months 6 after the probate of the decedent's will, whichever 7 limitation later expires. The surviving spouse must give 8 notice of the time and place set for hearing to persons 9 interested in the estate and to the distributees and recipients of portions of the augmented estate whose 10 11 interests will be adversely affected by the taking of the 12 elective share. Except as provided in subsection (b), the 13 decedent's reclaimable estate, described in subdivision 14 (2), subsection (b) of section two of this article, is not included within the augmented estate for the purpose of 15 16 computing the elective share, if the petition is filed more 17 than nine months after the decedent's death.

18 (b) Within nine months after the decedent's death, the 19 surviving spouse may petition the court for an extension 20of time for making an election. If, within nine months 21 after the decedent's death, the spouse gives notice of the 22petition to all persons interested in the decedent's 23reclaimable estate, the court for cause shown by the $\mathbf{24}$ surviving spouse may extend the time for election. If the 25court grants the spouse's petition for an extension, the 26decedent's reclaimable estate, described in subdivision 27(2), subsection (b) of section two of this article, is not 28excluded from the augmented estate for the purpose of 29 computing the elective-share and supplemental elective-30 share amounts, if the spouse makes an election by filing 31 in the court and mailing or delivering to the personal 32 representative, if any, a petition for the elective share within the time allowed by the extension. 33

34 (c) The surviving spouse may withdraw his or her
35 demand for an elective share at any time before entry
36 of a final determination by the court.

37 (d) After notice and hearing, the court shall deter-38 mine the elective share and supplemental elective-share 39 amounts, and shall order its payment from the assets of 40 the augmented estate or by contribution as appears 41 appropriate under section six of this article. If it 42 appears that a fund or property included in the 43 augmented estate has not come into the possession of the personal representative, or has been distributed by the 44 45 personal representative, the court nevertheless shall fix 46 the liability of any person who has any interest in the 47 fund or property or who has possession thereof, whether 48 as trustee or otherwise. The proceeding may be main-49 tained against fewer than all persons against whom 50 relief could be sought, but no person is subject to 51contribution in any greater amount than he or she would 52have been under section two had relief been secured 53 against all persons subject to contribution.

(e) An order or judgment of the court may be enforced
as necessary in suit for contribution or payment in other
courts of this state or other jurisdictions.

§42-3-5. Effect of election on statutory benefits.

1 If the right of election is exercised by or on behalf of 2 the surviving spouse, the surviving spouse's homestead 3 exemption and exempt property, if any, are not charged 4 against but are in addition to the elective share and

5 supplemental elective-share amounts.

§42-3-6. Charging spouse with owned assets and gifts received; liability of others for balance of elective share.

1 (a) In a proceeding for an elective share, the following 2 are applied first to satisfy the elective-share amount and 3 to reduce or eliminate any contributions due from the 4 decedent's probate estate and recipients of the dece-5 dent's reclaimable estate:

6 (1) Amounts included in the augmented estate which 7 pass or have passed to the surviving spouse by testate

8 or intestate succession;

9 (2) Amounts included in the augmented estate under 10 subdivision (3), subsection (b), section two of this article;

(3) Amounts included in the augmented estate which
would have passed to the spouse but were disclaimed;
and

14 (4) Amounts included in the augmented estate under subdivision (4), subsection (b), section two of this article 1516 up to the applicable percentage thereof. For the 17 purposes of this subsection, the "applicable percentage" is twice the elective-share percentage set forth in the 18 19 schedule in section one of this article appropriate to the 20length of time the spouse and the decedent were married 21 to each other.

22 (b) If, after the application of subsection (a), the 23elective-share amount is not fully satisfied or the $\mathbf{24}$ surviving spouse is entitled to a supplemental elective-25share amount, amounts included in the decedent's 26probate estate and that portion of the decedent's 27reclaimable estate other than amounts irrevocably 28 transferred within two years before the decedent's death 29 are applied first to satisfy the unsatisfied balance of the 30 elective-share amount or the supplemental elective-31 share amount. The decedent's probate estate and that 32 portion of the decedent's reclaimable estate are so 33 applied that liability for the unsatisfied balance of the elective-share amount or for the supplemental elective-34 35 share amount is equitably apportioned among the 36 recipients of the decedent's probate estate and that 37 portion of the decedent's reclaimable estate in propor-38 tion to the value of their interests therein.

39 (c) If, after the application of subsections (a) and (b), 40 the elective share or supplemental elective-share amount is not fully satisfied, the remaining portion of the 41 42decedent's reclaimable estate is so applied that liability 43for the unsatisfied balance of the elective share or 44 supplemental elective-share amount is equitably appor-45tioned among the recipients of that portion of the 46 decedent's reclaimable estate in proportion to the value 47 of their interests therein.

48 (d) Only original recipients of the reclaimable estate 49 described in subdivision (2) of subsection (b) of section 50two of this article, and the donees of the recipients of 51 the reclaimable estate to the extent the donees have the 52property or its proceeds, are liable to make a propor-53 tional contribution toward satisfaction of the surviving 54spouse's elective share or supplemental elective-share 55 amount. A person liable to make contribution may choose to give up the proportional part of the reclaim-56 57 able estate or to pay the value of the amount for which 58he or she is liable.

§42-3-7. Entitlement of spouse; premarital will.

1 (a) If a testator's surviving spouse married the 2 testator after the testator executed his or her will, the 3 surviving spouse is entitled to receive, as an intestate 4 share no less than the value of the share of the estate 5 he or she would have received if the testator had died 6 intestate as to that portion of the testator's estate, if any, 7 that neither is devised to a child of the testator who was 8 born before the testator married the surviving spouse 9 and who is not a child of the surviving spouse nor is 10 devised or passes to a descendant of such a child, unless:

(1) It appears from the will or other evidence that the
will was made in contemplation of the testator's
marriage to the surviving spouse;

14 (2) The will expresses the intention that it is to be 15 effective notwithstanding any subsequent marriage; or

16 (3) The testator provided for the spouse by transfer 17 outside the will and the intent that the transfer be in 18 lieu of a testamentary provision is shown by the 19 testator's statements or is reasonably inferred from the 20 amount of the transfer or other evidence.

(b) In satisfying the share provided by this section, devises made by the will to the testator's surviving spouse, if any, are applied first, and other devises, other than a devise to a child of the testator who was born before the testator married the surviving spouse and who is not a child of the surviving spouse or a devise or substitute gift to a descendant of such a child, abate.

CHAPTER 43. DOWER AND VALUATION OF LIFE ESTATES.

ARTICLE 1. DOWER.

§43-1-1. Dower and curtesy abolished.

1 The estates of dower and curtesy are abolished.

§43-1-2. Notice of conveyance.

(a) For purposes of this section, "conveyance" means
a dispositive act intended to create a property interest
in land and includes the creation of a security interest
in real estate.

5 (b) Any married person who conveys an interest in 6 real estate shall notify his or her spouse prior to or 7 within thirty days of the time of the conveyance if the 8 conveyance involves an interest in real estate to which 9 dower would have attached if the conveyance had been 10 made prior to the date of enactment of this statute.

(c) A person making a conveyance described in the
previous sections shall have the burden of proof to show
compliance with this section. Such burden shall be met
either by:

(1) The signature of the spouse of the conveying partyon the conveyance instrument; or

17 (2) Such other forms of competent evidence as are18 admissible in a court of general jurisdiction in this state19 under the rules of evidence.

20 (d) When a married person fails to comply with the 21 notification requirements of this section, then in the 22 event of a subsequent divorce within five years of said 23 conveyance, the value of the real estate conveyed, as 24 determined at the time of the conveyance, shall be 25deemed a part of the conveyancer's marital property for 26purposes of determining equitable distribution or 27 awards of support, notwithstanding that any consider-28ation for said interest in the real estate may already be 29 included in the marital property.

30 (e) Nothing in this section shall be construed to create 31 a lien or claim against the interest in real estate 32 conveyed in violations of this provision.

CHAPTER 55. ACTIONS, SUITS AND ARBITRATION; JUDICIAL SALE.

ARTICLE 7. ACTIONS FOR INJURIES.

§55-7-6. By whom action for wrongful death to be brought; amount and distribution of damages; period of limitation.

1 (a) Every such action shall be brought by and in the 2 name of the personal representative of such deceased 3 person who has been duly appointed in this state, or in 4 any other state, territory or district of the United States, 5 or in any foreign country, and the amount recovered in 6 every such action shall be recovered by said personal 7 representative and be distributed in accordance here-8 with. If the personal representative was duly appointed 9 in another state, territory or district of the United 10 States, or in any foreign country, such personal repre-11 sentative shall, at the time of filing of the complaint, 12 post bond with a corporate surety thereon authorized to 13 do business in this state, in the sum of one hundred 14 dollars, conditioned that such personal representative 15 shall pay all costs adjudged against him or her and that 16 he or she shall comply with the provisions of this section. 17 The circuit court may increase or decrease the amount 18 of said bond, for good cause.

19 (b) In every such action for wrongful death the jury. 20 or in a case tried without a jury, the court, may award 21 such damages as to it may seem fair and just, and, may 22 direct in what proportions the damages shall be 23 distributed to the surviving spouse and children. $\mathbf{24}$ including adopted children and stepchildren, brothers, 25sisters, parents and any persons who were financially 26 dependent upon the decedent at the time of his or her 27death or would otherwise be equitably entitled to share 28 in such distribution after making provision for those 29expenditures, if any, specified in subdivision (2), 30 subsection (c) of this section. If there are no such 31 survivors, then the damages shall be distributed in 32 accordance with the decedent's will or, if there is no will, in accordance with the laws of descent and distribution 33

as set forth in chapter forty-two of this code. If the jury
renders only a general verdict on damages and does not
provide for the distribution thereof, the court shall
distribute the damages in accordance with the provisions of this subsection.

39 (c) (1) The verdict of the jury shall include, but may 40 not be limited to, damages for the following: (A) Sorrow, 41 mental anguish, and solace which may include society. 42 companionship, comfort, guidance, kindly offices and 43 advice of the decedent: (B) compensation for reasonably expected loss of (i) income of the decedent, and (ii) 44 services, protection, care and assistance provided by the 4546 decedent; (C) expenses for the care, treatment and 47 hospitalization of the decedent incident to the injury 48 resulting in death; and (D) reasonable funeral expenses.

49 (2) In its verdict the jury shall set forth separately the 50amount of damages, if any, awarded by it for reasonable funeral, hospital, medical and said other expenses 51 52incurred as a result of the wrongful act, neglect or 53default of the defendant or defendants which resulted 54 in death, and any such amount recovered for such expenses shall be so expended by the personal 55 56representative.

(d) Every such action shall be commenced within two
years after the death of such deceased person, subject
to the provisions of section eighteen, article two, chapter
fifty-five. The provisions of this section shall not apply
to actions brought for the death of any person occurring
prior to the first day of July, one thousand nine hundred
eighty-eight.

 $29\,$ [Enr. Com. Sub. for H. B. 4112

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

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Chairman Senate Committee

- C. Moo Chairman House Committee

Originating in the House. ninety day from Takes effect from passage.

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President of the Senate

Speaker of the House of Delegates

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