Unofficial Copy D4 1997 Regular Session 7lr1081

## By: Delegates Grosfeld, Preis, T. Murphy, and Turner

Introduced and read first time: January 15, 1997

Assigned to: Judiciary

## A BILL ENTITLED

## 1 AN ACT concerning

		Award of Expenses
7	raiiiiv Law -	A WALL OF EXPENSES

- 3 FOR the purpose of adding absolute divorce, limited divorce, and property disposition in
  4 annulment or absolute divorce to the types of proceedings in which a court may
  5 award to either party an amount for the reasonable and necessary expense of
  6 prosecuting or defending the proceeding; requiring the court to consider certain
  7 factors before making an award; authorizing the court to award reimbursement for
  8 certain expenses previously paid; providing for the payment of counsel fees directly
  9 to certain persons; and generally relating to the award of reasonable and necessary
  10 expenses in certain proceedings.
- 11 BY adding to
- 12 Article Family Law
- 13 Section 7-107 and 8-214
- 14 Annotated Code of Maryland
- 15 (1991 Replacement Volume and 1996 Supplement)
- 16 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 17 MARYLAND, That the Laws of Maryland read as follows:
- 18 Article Family Law
- 19 7-107.
- 20 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 21 INDICATED.
- 22 (2) "PROCEEDING" INCLUDES A PROCEEDING FOR:
- 23 (I) ABSOLUTE DIVORCE; AND
- 24 (II) LIMITED DIVORCE.
- 25 (3) "REASONABLE AND NECESSARY EXPENSE" INCLUDES:
- 26 (I) SUIT MONEY;
- 27 (II) COUNSEL FEES; AND
- 28 (III) COSTS.

3	(B) AT ANY POINT IN A PROCEEDING UNDER THIS TITLE, THE COURT MAY ORDER EITHER PARTY TO PAY TO THE OTHER PARTY AN AMOUNT FOR THE REASONABLE AND NECESSARY EXPENSE OF PROSECUTING OR DEFENDING THE PROCEEDING.
5	(C) BEFORE ORDERING THE PAYMENT, THE COURT SHALL CONSIDER:
6 7	(1) THE FINANCIAL RESOURCES AND FINANCIAL NEEDS OF BOTH PARTIES; AND
8 9	(2) WHETHER THERE WAS SUBSTANTIAL JUSTIFICATION FOR PROSECUTING OR DEFENDING THE PROCEEDING.
12 13	(D) UPON A FINDING BY THE COURT THAT THERE WAS AN ABSENCE OF SUBSTANTIAL JUSTIFICATION OF A PARTY FOR PROSECUTING OR DEFENDING THE PROCEEDING, AND ABSENT A FINDING BY THE COURT OF GOOD CAUSE TO THE CONTRARY, THE COURT SHALL AWARD TO THE OTHER PARTY THE REASONABLE AND NECESSARY EXPENSE OF PROSECUTING OR DEFENDING THE PROCEEDING.
15 16	(E) THE COURT MAY AWARD REIMBURSEMENT FOR ANY REASONABLE AND NECESSARY EXPENSE THAT HAS PREVIOUSLY BEEN PAID.
17	(F) AS TO ANY AMOUNT AWARDED FOR COUNSEL FEES, THE COURT MAY:
18 19	(1) ORDER THAT THE AMOUNT AWARDED BE PAID DIRECTLY TO THE LAWYER; AND
20	(2) ENTER JUDGMENT IN FAVOR OF THE LAWYER.
21	8-214.
22	(A) IN THIS SECTION "REASONABLE AND NECESSARY EXPENSE" INCLUDES:
23	(1) SUIT MONEY;
24	(2) COUNSEL FEES; AND
25	(3) COSTS.
28	(B) AT ANY POINT IN A PROCEEDING UNDER THIS SUBTITLE, THE COURT MAY ORDER EITHER PARTY TO PAY TO THE OTHER PARTY AN AMOUNT FOR THE REASONABLE AND NECESSARY EXPENSE OF PROSECUTING OR DEFENDING THE PROCEEDING.
30	(C) BEFORE ORDERING THE PAYMENT, THE COURT SHALL CONSIDER:
31 32	(1) THE FINANCIAL RESOURCES AND FINANCIAL NEEDS OF BOTH PARTIES; AND
33 34	(2) WHETHER THERE WAS SUBSTANTIAL JUSTIFICATION FOR PROSECUTING OR DEFENDING THE PROCEEDING.
35 36	(D) UPON A FINDING BY THE COURT THAT THERE WAS AN ABSENCE OF SUBSTANTIAL JUSTIFICATION OF A PARTY FOR PROSECUTING OR DEFENDING THE

37 PROCEEDING, AND ABSENT A FINDING BY THE COURT OF GOOD CAUSE TO THE

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- 1 CONTRARY, THE COURT SHALL AWARD TO THE OTHER PARTY THE REASONABLE
- 2 AND NECESSARY EXPENSE OF PROSECUTING OR DEFENDING THE PROCEEDING.
- 3 (E) THE COURT MAY AWARD REIMBURSEMENT FOR ANY REASONABLE AND 4 NECESSARY EXPENSE THAT HAS PREVIOUSLY BEEN PAID.
- 5 (F) AS TO ANY AMOUNT AWARDED FOR COUNSEL FEES, THE COURT MAY:
- $6\hspace{1.5cm}$  (1) ORDER THAT THE AMOUNT AWARDED BE PAID DIRECTLY TO THE 7 LAWYER; AND
- 8 (2) ENTER JUDGMENT IN FAVOR OF THE LAWYER.
- 9 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 10 October 1, 1997.