HOUSE BILL 42

Unofficial Copy 1998 Regular Session 81r0078 HB 215/97 - JUD (PRE-FILED) By: Delegates Grosfeld, Preis, T. Murphy, and Turner Requested: July 14, 1997 Introduced and read first time: January 14, 1998 Assigned to: Judiciary Committee Report: Favorable House action: Adopted Read second time: February 10, 1998 CHAPTER 1 AN ACT concerning 2 Family Law - Award of Expenses 3 FOR the purpose of adding absolute divorce, limited divorce, and property disposition in annulment or divorce to the types of proceedings in which a court may award 4 to either party an amount for the reasonable and necessary expense of 5 prosecuting or defending the proceeding; requiring the court to consider certain 6 factors before making an award; authorizing the court to award reimbursement 7 8 for certain expenses previously paid; providing for the payment of counsel fees 9 directly to certain persons; providing for the application of this Act; and 10 generally relating to the award of reasonable and necessary expenses in certain proceedings. 11 12 BY adding to Article - Family Law 13 14 Section 7-107 and 8-214 Annotated Code of Maryland 15

- (1991 Replacement Volume and 1997 Supplement) 16
- 17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 18 MARYLAND, That the Laws of Maryland read as follows:
- 19 **Article - Family Law**

20 7-107.

21 (A) IN THIS SECTION, "REASONABLE AND NECESSARY EXPENSE" INCLUDES:

- **HOUSE BILL 42** 1 (1) SUIT MONEY; 2 COUNSEL FEES; AND (2) 3 COSTS. (3) 4 AT ANY POINT IN A PROCEEDING UNDER THIS TITLE, THE COURT MAY 5 ORDER EITHER PARTY TO PAY TO THE OTHER PARTY AN AMOUNT FOR THE 6 REASONABLE AND NECESSARY EXPENSE OF PROSECUTING OR DEFENDING THE 7 PROCEEDING. BEFORE ORDERING THE PAYMENT, THE COURT SHALL CONSIDER: 8 (C) (1) THE FINANCIAL RESOURCES AND FINANCIAL NEEDS OF BOTH 10 PARTIES; AND 11 (2) WHETHER THERE WAS SUBSTANTIAL JUSTIFICATION FOR 12 PROSECUTING OR DEFENDING THE PROCEEDING. UPON A FINDING BY THE COURT THAT THERE WAS AN ABSENCE OF 13 14 SUBSTANTIAL JUSTIFICATION OF A PARTY FOR PROSECUTING OR DEFENDING THE 15 PROCEEDING, AND ABSENT A FINDING BY THE COURT OF GOOD CAUSE TO THE 16 CONTRARY, THE COURT SHALL AWARD TO THE OTHER PARTY THE REASONABLE AND 17 NECESSARY EXPENSE OF PROSECUTING OR DEFENDING THE PROCEEDING. (E) THE COURT MAY AWARD REIMBURSEMENT FOR ANY REASONABLE AND 18 19 NECESSARY EXPENSE THAT HAS PREVIOUSLY BEEN PAID. 20 (F) AS TO ANY AMOUNT AWARDED FOR COUNSEL FEES, THE COURT MAY: 21 ORDER THAT THE AMOUNT AWARDED BE PAID DIRECTLY TO THE (1) 22 LAWYER: AND 23 ENTER JUDGMENT IN FAVOR OF THE LAWYER. (2) 24 8-214. 25 (A) IN THIS SECTION, "REASONABLE AND NECESSARY EXPENSE" INCLUDES: 26 (1) SUIT MONEY; 27 (2) COUNSEL FEES; AND 28 (3) COSTS.
- 29 AT ANY POINT IN A PROCEEDING UNDER THIS SUBTITLE, THE COURT MAY
- 30 ORDER EITHER PARTY TO PAY TO THE OTHER PARTY AN AMOUNT FOR THE
- 31 REASONABLE AND NECESSARY EXPENSE OF PROSECUTING OR DEFENDING THE
- 32 PROCEEDING.
- 33 (C) BEFORE ORDERING THE PAYMENT, THE COURT SHALL CONSIDER:

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- 1 (1) THE FINANCIAL RESOURCES AND FINANCIAL NEEDS OF BOTH 2 PARTIES; AND
- 3 (2) WHETHER THERE WAS SUBSTANTIAL JUSTIFICATION FOR 4 PROSECUTING OR DEFENDING THE PROCEEDING.
- 5 (D) UPON A FINDING BY THE COURT THAT THERE WAS AN ABSENCE OF
- 6 SUBSTANTIAL JUSTIFICATION OF A PARTY FOR PROSECUTING OR DEFENDING THE
- 7 PROCEEDING, AND ABSENT A FINDING BY THE COURT OF GOOD CAUSE TO THE
- 8 CONTRARY, THE COURT SHALL AWARD TO THE OTHER PARTY THE REASONABLE AND
- 9 NECESSARY EXPENSE OF PROSECUTING OR DEFENDING THE PROCEEDING.
- 10 (E) THE COURT MAY AWARD REIMBURSEMENT FOR ANY REASONABLE AND 11 NECESSARY EXPENSE THAT HAS PREVIOUSLY BEEN PAID.
- 12 (F) AS TO ANY AMOUNT AWARDED FOR COUNSEL FEES, THE COURT MAY:
- 13 (1) ORDER THAT THE AMOUNT AWARDED BE PAID DIRECTLY TO THE 14 LAWYER; AND
- 15 (2) ENTER JUDGMENT IN FAVOR OF THE LAWYER.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall apply only 17 to cases filed on or after the effective date of this Act.
- SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 19 October 1, 1998.