

Stricken language would be deleted from and underlined language would be added to present law.

State of Arkansas
92nd General Assembly
Regular Session, 2019

A Bill

HOUSE BILL 1686

By: Representative A. Collins

By: Senator K. Hammer

For An Act To Be Entitled

AN ACT TO AMEND THE DEFINITION OF "MARITAL PROPERTY"
FOR PURPOSES OF DIVISION OF PROPERTY IN AN ACTION FOR
DIVORCE; AND FOR OTHER PURPOSES.

Subtitle

TO AMEND THE DEFINITION OF "MARITAL
PROPERTY" FOR PURPOSES OF DIVISION OF
PROPERTY IN AN ACTION FOR DIVORCE.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. DO NOT CODIFY. Findings and legislative intent.

The General Assembly finds and determines that in light of the Supreme Court case Moore v. Moore, 2016 Ark. 105 (2016), and in the context of division of marital property in an action for divorce, the common law doctrine of "active appreciation" established by the Supreme Court in Layman v. Layman, 292 Ark. 539, 731 S.W.2d 771 (1987), should be reflected in the law in order to ensure continuity and reasonable predictability in divorce proceedings.

SECTION 2. Arkansas Code § 9-12-315(a), concerning the division of property, is amended to add an additional subdivision to read as follows:

(5) When a spouse acquires property before the marriage and the property increases in value during the marriage as a result of time, effort, or skill of a spouse, there shall be a presumption that the appreciated value of the property that results from the time, effort, or skill of the spouse is



marital property.

SECTION 3. Arkansas Code § 9-12-315(b)(5), concerning the division of property, is amended to read as follows:

(5)(A) The increase in value of property acquired prior to marriage or by gift or by reason of the death of another, including, but not limited to, life insurance proceeds, payments made under a deferred compensation plan, or an individual retirement account, and property acquired by right of survivorship, by a trust distribution, by bequest or inheritance, or by a payable on death or a transfer on death arrangement, or in exchange therefor;

(B) However, when the increase in the value of the property in subdivision (b)(5)(A) of this section resulted from the time, effort, or skill of a spouse, there shall be a presumption that the appreciated value of the property that results from the time, effort, or skill of the spouse is marital property.