First Regular Session Sixty-ninth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 13-0058.02 Brita Darling x2241

HOUSE BILL 13-1058

HOUSE SPONSORSHIP

McCann,

SENATE SPONSORSHIP

(None),

House Committees

Senate Committees

Judiciary

A BILL FOR AN ACT

101 CONCERNING GUIDELINES FOR THE DETERMINATION OF SPOUSAL 102 MAINTENANCE.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

The bill creates a process, including guidelines as to amount and term, for determining an award for spousal maintenance at temporary or permanent orders in proceedings for dissolution of marriage, legal separation, or declaration of invalidity filed on or after January 1, 2014. Key points in the process include:

- ! Initial findings of fact concerning each party's gross income, marital property, financial resources, and reasonable need as established during the marriage;
- ! Findings concerning the guideline amount and term of maintenance for marriages of at least 3 years where the parties' annual combined gross income does not exceed \$240,000; and
- ! Factors relating to the appropriate amount and term of maintenance.

The bill maintains the overall threshold standard of need contained in current law that the court must consider before entering a maintenance award.

The bill specifies that the maintenance guidelines as to the amount and term of maintenance do not create a presumption. The court maintains discretion to determine the maintenance award after making the required findings and considering all of the provisions of the law. The court must make written or oral findings in support of its maintenance award or a denial of maintenance.

Maintenance orders will be modified pursuant to the existing modification statute.

For dissolution of marriage, legal separation, or declaration of invalidity actions filed on or after January 1, 2014, maintenance awarded at permanent orders may be suspended, reduced, or modified based upon the cohabitation of the recipient spouse when the payor spouse can show that the recipient spouse has maintained a primary residence with another person as a couple for 6 months after the entry of the initial maintenance order. Maintenance may be reinstated upon the termination of the recipient spouse's cohabitation with another person, but shall not be reinstated beyond the original maintenance term.

The enactment of section 1 of the bill does not constitute a substantial and continuing change of circumstances for purposes of modifying existing maintenance orders.

The bill includes provisions for securing maintenance awards and for a party to waive maintenance, accept a reduced amount of maintenance, and to enter into agreements relating to maintenance.

Additionally, the bill defines "gross income" for purposes of applying the maintenance guidelines and for determining maintenance.

Finally, the bill amends the current statute for modification of maintenance by clarifying when maintenance terminates and by creating a presumption of good faith in favor of the payor spouse once he or she reaches full social security retirement age.

1 Be it enacted by the General Assembly of the State of Colorado:

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1	SECTION 1. In Colorado Revised Statutes, recreate and
2	reenact, with amendments, 14-10-114 as follows:
3	14-10-114. Spousal maintenance - guidelines - legislative
4	$\textbf{declaration - definitions.} (1) \ \textbf{Legislative declaration.} (a) \ \textbf{THE GENERAL}$
5	ASSEMBLY HEREBY FINDS THAT:
6	(I) THE ECONOMIC LIVES OF SPOUSES ARE FREQUENTLY CLOSELY
7	INTERTWINED IN MARRIAGE AND THAT IT IS OFTEN IMPOSSIBLE TO LATER
8	SEGREGATE THE RESPECTIVE DECISIONS AND CONTRIBUTIONS OF THE
9	SPOUSES; AND
10	(II) CONSEQUENTLY, AWARDING SPOUSAL MAINTENANCE MAY BE
11	APPROPRIATE IF A SPOUSE NEEDS SUPPORT AND THE OTHER SPOUSE HAS
12	THE ABILITY TO PAY SUPPORT.
13	(b) THE GENERAL ASSEMBLY FURTHER FINDS THAT:
14	(I) BECAUSE THE STATUTES PROVIDE LITTLE GUIDANCE TO THE
15	COURT CONCERNING MAINTENANCE AWARDS, THERE HAS BEEN
16	INCONSISTENCY IN THE AMOUNT AND TERM OF MAINTENANCE AWARDED
17	IN DIFFERENT JUDICIAL DISTRICTS ACROSS THE STATE IN CASES THAT
18	INVOLVE SIMILAR FACTUAL CIRCUMSTANCES; AND
19	(II) THE UNPREDICTABILITY OF MAINTENANCE AWARDS HAS
20	RESULTED IN THE PERCEPTION OF UNFAIRNESS IN THE JUDICIAL PROCESS;
21	AND
22	(III) CLEARER STATUTORY GUIDANCE WILL INCREASE
23	PREDICTABILITY IN MAINTENANCE AWARDS AND ENCOURAGE THE
24	SETTLEMENT OF MAINTENANCE ISSUES, THEREBY RESULTING IN A
25	REDUCED BURDEN ON THE JUDICIAL SYSTEM AND ON THE PARTIES.
26	(c) THEREFORE, THE GENERAL ASSEMBLY DECLARES THAT IT IS
27	APPROPRIATE TO CREATE A STATUTORY FRAMEWORK FOR THE

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1	DETERMINATION OF MAINTENANCE AWARDS, INCLUDING GUIDELINES FOR
2	THE AMOUNT AND TERM OF MAINTENANCE IN CERTAIN CASES, THAT WILL
3	ASSIST THE COURT AND THE PARTIES IN CRAFTING MAINTENANCE AWARDS
4	THAT ARE FAIR, EQUITABLE, AND MORE CONSISTENT ACROSS JUDICIAL
5	DISTRICTS.
6	(2) At the time of permanent orders in dissolution of
7	MARRIAGE, LEGAL SEPARATION, OR DECLARATION OF INVALIDITY
8	PROCEEDINGS, AND UPON THE REQUEST OF EITHER PARTY, THE COURT MAY
9	ORDER THE PAYMENT OF MAINTENANCE FROM ONE SPOUSE TO THE OTHER
10	PURSUANT TO THE PROVISIONS OF THIS SECTION. AN AWARD OF
11	MAINTENANCE SHALL BE IN AN AMOUNT AND FOR A TERM THAT IS FAIR
12	AND EQUITABLE TO BOTH PARTIES AND SHALL BE MADE WITHOUT REGARD
13	TO MARITAL MISCONDUCT.
14	(3) (a) (I) Determination of maintenance. When a party has
15	REQUESTED MAINTENANCE IN A DISSOLUTION OF MARRIAGE, LEGAL
16	SEPARATION, OR DECLARATION OF INVALIDITY PROCEEDING, PRIOR TO
17	GRANTING OR DENYING AN AWARD OF MAINTENANCE, THE COURT SHALL
18	MAKE INITIAL WRITTEN OR ORAL FINDINGS CONCERNING:
19	(A) THE AMOUNT OF EACH PARTY'S GROSS INCOME;
20	(B) THE MARITAL PROPERTY APPORTIONED TO EACH PARTY;
21	(C) THE FINANCIAL RESOURCES OF EACH PARTY, INCLUDING BUT
22	NOT LIMITED TO THE ACTUAL OR POTENTIAL INCOME FROM SEPARATE OR
23	MARITAL PROPERTY; AND
24	(D) REASONABLE FINANCIAL NEED AS ESTABLISHED DURING THE
25	MARRIAGE.
26	(II) AFTER MAKING THE INITIAL FINDINGS DESCRIBED IN
27	SUBPARAGRAPH (I) OF THIS PARAGRAPH (a), THE COURT SHALL DETERMINE

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1	THE AMOUNT AND TERM OF THE MAINTENANCE AWARD, IF ANY, THAT IS
2	FAIR AND EQUITABLE TO BOTH PARTIES AFTER CONSIDERING:
3	(A) THE GUIDELINE AMOUNT AND TERM OF MAINTENANCE SET
4	FORTH IN PARAGRAPH (b) OF THIS SUBSECTION (3), IF APPLICABLE, BASED
5	UPON THE DURATION OF THE MARRIAGE AND THE COMBINED GROSS
6	INCOMES OF THE PARTIES;
7	(B) The factors relating to the amount and term of
8	MAINTENANCE SET FORTH IN PARAGRAPH (c) OF THIS SUBSECTION (3); AND
9	(C) WHETHER THE PARTY SEEKING MAINTENANCE HAS MET THE
10	REQUIREMENT FOR A MAINTENANCE AWARD PURSUANT TO PARAGRAPH (d)
11	OF THIS SUBSECTION (3).
12	(b) Guideline amount and term of maintenance - combined
13	gross income of up to two hundred forty thousand dollars and
14	duration of marriage of at least three years. If the duration of the
15	PARTIES' MARRIAGE IS AT LEAST THREE YEARS AND THE PARTIES'
16	COMBINED, ANNUAL ADJUSTED GROSS INCOME DOES NOT EXCEED THE
17	GREATER OF TWO HUNDRED FORTY THOUSAND DOLLARS OR THE
18	UPPERMOST LIMITS OF THE SCHEDULE OF BASIC CHILD SUPPORT
19	OBLIGATIONS SET FORTH IN SECTION 14-10-115, THE COURT SHALL MAKE
20	ADDITIONAL ORAL OR WRITTEN FINDINGS CONCERNING THE DURATION OF
21	THE MARRIAGE IN WHOLE MONTHS AND THE GUIDELINE AMOUNT AND
22	TERM OF MAINTENANCE, CALCULATED AS FOLLOWS:
23	(I) Guideline maintenance amount. The amount of
24	MAINTENANCE UNDER THE GUIDELINES IS EQUAL TO FORTY PERCENT OF
25	THE HIGHER INCOME PARTY'S MONTHLY ADJUSTED GROSS INCOME LESS

FIFTY PERCENT OF THE LOWER INCOME PARTY'S MONTHLY ADJUSTED

 ${\tt GROSS\,INCOME; EXCEPT\,THAT, WHEN\,ADDED\,TO\,THE\,GROSS\,INCOME\,OF\,THE}$

26

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RECIPIENT, SHALL NOT RESULT IN THE RECIPIENT RECEIVING IN EXCESS OF
FORTY PERCENT OF THE PARTIES' COMBINED MONTHLY ADJUSTED GROSS
INCOME.

(II) (A) THE TERM OF MAINTENANCE UNDER THE GUIDELINES,
CALCULATED IN WHOLE MONTHS, FOR MARRIAGES OF AT LEAST THREE
YEARS BUT NOT MORE THAN TWENTY YEARS, IS SET FORTH IN THE TABLE

7 CONTAINED IN SUB-SUBPARAGRAPH (B) OF THIS SUBPARAGRAPH (II).

8 When the duration of the parties' marriage exceeds twenty

9 YEARS, THE COURT MAY AWARD MAINTENANCE FOR A SPECIFIED TERM OF

10 YEARS OR FOR AN INDEFINITE TERM, BUT THE COURT SHALL NOT SPECIFY

11 A MAINTENANCE TERM THAT IS LESS THAN THE MAINTENANCE TERM

12 UNDER THE GUIDELINES FOR A TWENTY-YEAR MARRIAGE WITHOUT

13 MAKING SPECIFIC FINDINGS THAT SUPPORT A REDUCED TERM OF

MAINTENANCE.

15

(B) Table of guideline maintenance term (in whole months)

16	MONTHS OF	PERCENTAGE	GUIDELINE TERM
17	MARRIAGE		OF MAINTENANCE
18	36	31.00%	11
19	37	31.17%	12
20	38	31.33%	12
21	39	31.50%	12
22	40	31.67%	13
23	41	31.83%	13
24	42	32.00%	13
25	43	32.17%	14
26	44	32.33%	14
27	45	32.50%	15

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1	46	32.67%	15
2	47	32.83%	15
3	48	33.00%	16
4	49	33.17%	16
5	50	33.33%	17
6	51	33.50%	17
7	52	33.67%	18
8	53	33.83%	18
9	54	34.00%	18
10	55	34.17%	19
11	56	34.33%	19
12	57	34.50%	20
13	58	34.67%	20
14	59	34.83%	21
15	60	35.00%	21
16	61	35.17%	21
17	62	35.33%	22
18	63	35.50%	22
19	64	35.67%	23
20	65	35.83%	23
21	66	36.00%	24
22	67	36.17%	24
23	68	36.33%	25
24	69	36.50%	25
25	70	36.67%	26
26	71	36.83%	26
27	72	37.00%	27

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1	73	37.17%	27
2	74	37.33%	28
3	75	37.50%	28
4	76	37.67%	29
5	77	37.83%	29
6	78	38.00%	30
7	79	38.17%	30
8	80	38.33%	31
9	81	38.50%	31
10	82	38.67%	32
11	83	38.83%	32
12	84	39.00%	33
13	85	39.17%	33
14	86	39.33%	34
15	87	39.50%	34
16	88	39.67%	35
17	89	39.83%	35
18	90	40.00%	36
19	91	40.17%	37
20	92	40.33%	37
21	93	40.50%	38
22	94	40.67%	38
23	95	40.83%	39
24	96	41.00%	39
25	97	41.17%	40
26	98	41.33%	41
27	99	41.50%	41

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1	100	41.67%	42
2	101	41.83%	42
3	102	42.00%	43
4	103	42.17%	43
5	104	42.33%	44
6	105	42.50%	45
7	106	42.67%	45
8	107	42.83%	46
9	108	43.00%	46
10	109	43.17%	47
11	110	43.33%	48
12	111	43.50%	48
13	112	43.67%	49
14	113	43.83%	50
15	114	44.00%	50
16	115	44.17%	51
17	116	44.33%	51
18	117	44.50%	52
19	118	44.67%	53
20	119	44.83%	53
21	120	45.00%	54
22	121	45.17%	55
23	122	45.33%	55
24	123	45.50%	56
25	124	45.67%	57
26	125	45.83%	57
27	126	46.00%	58

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1	127	46.17%	59
2	128	46.33%	59
3	129	46.50%	60
4	130	46.67%	61
5	131	46.83%	61
6	132	47.00%	62
7	133	47.17%	63
8	134	47.33%	63
9	135	47.50%	64
10	136	47.67%	65
11	137	47.83%	66
12	138	48.00%	66
13	139	48.17%	67
14	140	48.33%	68
15	141	48.50%	68
16	142	48.67%	69
17	143	48.83%	70
18	144	49.00%	71
19	145	49.17%	71
20	146	49.33%	72
21	147	49.50%	73
22	148	49.67%	74
23	149	49.83%	74
24	150	50.00%	75
25	151	50.00%	76
26	152	50.00%	76
27	153	50.00%	77

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1	154	50.00%	77
2	155	50.00%	78
3	156	50.00%	78
4	157	50.00%	79
5	158	50.00%	79
6	159	50.00%	80
7	160	50.00%	80
8	161	50.00%	81
9	162	50.00%	81
10	163	50.00%	82
11	164	50.00%	82
12	165	50.00%	83
13	166	50.00%	83
14	167	50.00%	84
15	168	50.00%	84
16	169	50.00%	85
17	170	50.00%	85
18	171	50.00%	86
19	172	50.00%	86
20	173	50.00%	87
21	174	50.00%	87
22	175	50.00%	88
23	176	50.00%	88
24	177	50.00%	89
25	178	50.00%	89
26	179	50.00%	90
27	180	50.00%	90

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1	181	50.00%	91
2	182	50.00%	91
3	183	50.00%	92
4	184	50.00%	92
5	185	50.00%	93
6	186	50.00%	93
7	187	50.00%	94
8	188	50.00%	94
9	189	50.00%	95
10	190	50.00%	95
11	191	50.00%	96
12	192	50.00%	96
13	193	50.00%	97
14	194	50.00%	97
15	195	50.00%	98
16	196	50.00%	98
17	197	50.00%	99
18	198	50.00%	99
19	199	50.00%	100
20	200	50.00%	100
21	201	50.00%	101
22	202	50.00%	101
23	203	50.00%	102
24	204	50.00%	102
25	205	50.00%	103
26	206	50.00%	103
27	207	50.00%	104

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1	208	50.00%	104
2	209	50.00%	105
3	210	50.00%	105
4	211	50.00%	106
5	212	50.00%	106
6	213	50.00%	107
7	214	50.00%	107
8	215	50.00%	108
9	216	50.00%	108
10	217	50.00%	109
11	218	50.00%	109
12	219	50.00%	110
13	220	50.00%	110
14	221	50.00%	111
15	222	50.00%	111
16	223	50.00%	112
17	224	50.00%	112
18	225	50.00%	113
19	226	50.00%	113
20	227	50.00%	114
21	228	50.00%	114
22	229	50.00%	115
23	230	50.00%	115
24	231	50.00%	116
25	232	50.00%	116
26	233	50.00%	117
27	234	50.00%	117

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1	235	50.00%	118	
2	236	50.00%	118	
3	237	50.00%	119	
4	238	50.00%	119	
5	239	50.00%	120	
6	240	50.00%	120	
7				
8	(c) Factors	affecting the amount	and term of maintenance. IN	
9	ANY PROCEEDING F	OR MAINTENANCE, THE	COURT SHALL CONSIDER ALL	
10	RELEVANT FACTORS	S, INCLUDING BUT NOT I	LIMITED TO:	
11	(I) THE F	INANCIAL RESOURCES	OF THE RECIPIENT SPOUSE,	
12	INCLUDING THE AC	CTUAL OR POTENTIAL	INCOME FROM SEPARATE OR	
13	MARITAL PROPERTY	MARITAL PROPERTY OR ANY OTHER SOURCE AND THE ABILITY OF THE		
14	RECIPIENT SPOUSE TO MEET HIS OR HER NEEDS INDEPENDENTLY;			
15	(II) THE FINA	ANCIAL RESOURCES OF T	HE PAYOR SPOUSE, INCLUDING	
16	THE ACTUAL OR I	POTENTIAL INCOME FR	OM SEPARATE OR MARITAL	
17	PROPERTY OR ANY C	THER SOURCE AND THE	ABILITY OF THE PAYOR SPOUSE	
18	TO MEET HIS OR HE	R REASONABLE NEEDS V	WHILE PAYING MAINTENANCE;	
19	(III) THE LI	FESTYLE DURING THE M	ARRIAGE;	
20	(IV) THE	DISTRIBUTION OF MAI	RITAL PROPERTY, INCLUDING	
21	WHETHER ADDITION	JAL MARITAL PROPERTY	MAY BE AWARDED TO REDUCE	
22	OR ALLEVIATE THE	NEED FOR MAINTENANC	CE;	
23	(V) BOTH PA	ARTIES' INCOME, EMPLO	YMENT, AND EMPLOYABILITY,	
24	OBTAINABLE THRO	OUGH REASONABLE D	ILIGENCE AND ADDITIONAL	
25	TRAINING OR EDU	JCATION, IF NECESSA	RY, AND ANY NECESSARY	
26	REDUCTION IN EMPI	OYMENT DUE TO THE N	IEEDS OF AN UNEMANCIPATED	
27	CHILD OF THE MARE	RIAGE OR THE CIRCUMS?	ΓANCES OF THE PARTIES;	

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1	$(VI)\ Whether one \text{party has historically earned higher or}$
2	LOWER INCOME THAN THE INCOME REFLECTED AT THE TIME OF
3	PERMANENT ORDERS AND THE DURATION AND CONSISTENCY OF INCOME
4	FROM OVERTIME OR SECONDARY EMPLOYMENT;
5	(VII) THE DURATION OF THE MARRIAGE;
6	(VIII) THE AMOUNT OF TEMPORARY MAINTENANCE AND THE
7	NUMBER OF MONTHS THAT TEMPORARY MAINTENANCE WAS PAID TO THE
8	RECIPIENT SPOUSE;
9	(IX) THE AGE AND HEALTH OF THE PARTIES, INCLUDING
10	CONSIDERATION OF SIGNIFICANT HEALTH CARE NEEDS OR UNINSURED OR
11	UNREIMBURSED HEALTH CARE EXPENSES;
12	(X) SIGNIFICANT ECONOMIC OR NONECONOMIC CONTRIBUTION TO
13	THE MARRIAGE OR TO THE ECONOMIC, EDUCATIONAL, OR OCCUPATIONAL
14	ADVANCEMENT OF A PARTY, INCLUDING BUT NOT LIMITED TO COMPLETING
15	AN EDUCATION OR JOB TRAINING, PAYMENT BY ONE SPOUSE OF THE OTHER
16	SPOUSE'S SEPARATE DEBTS, OR ENHANCEMENT OF THE OTHER SPOUSE'S
17	PERSONAL OR REAL PROPERTY;
18	(XI) WHETHER THE CIRCUMSTANCES OF THE PARTIES AT THE TIME
19	OF PERMANENT ORDERS WARRANT THE AWARD OF A NOMINAL AMOUNT OF
20	MAINTENANCE IN ORDER TO PRESERVE A CLAIM OF MAINTENANCE IN THE
21	FUTURE; AND
22	(XII) ANY OTHER FACTOR THAT THE COURT DEEMS RELEVANT.
23	(d) AFTER CONSIDERING THE PROVISIONS OF THIS SECTION AND
24	MAKING THE REQUIRED FINDINGS OF FACT, THE COURT SHALL AWARD
25	MAINTENANCE ONLY IF IT FINDS THAT THE SPOUSE SEEKING MAINTENANCE
26	LACKS SUFFICIENT PROPERTY, INCLUDING MARITAL PROPERTY
27	APPORTIONED TO HIM OR HER, TO PROVIDE FOR HIS OR HER REASONABLE

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1	NEEDS AND IS UNABLE TO SUPPORT HIMSELF OR HERSELF THROUGH
2	APPROPRIATE EMPLOYMENT OR IS THE CUSTODIAN OF A CHILD WHOSE
3	CONDITION OR CIRCUMSTANCES MAKE IT INAPPROPRIATE FOR THE SPOUSE
4	TO BE REQUIRED TO SEEK EMPLOYMENT OUTSIDE THE HOME.
5	(e) THE MAINTENANCE GUIDELINES SET FORTH IN PARAGRAPH (b)
6	OF THIS SUBSECTION (3) DO NOT CREATE A PRESUMPTIVE AMOUNT OR
7	TERM OF MAINTENANCE. THE COURT HAS DISCRETION TO DETERMINE THE
8	AWARD OF MAINTENANCE THAT IS FAIR AND EQUITABLE TO BOTH PARTIES
9	BASED UPON THE TOTALITY OF THE CIRCUMSTANCES. THE COURT SHALL
10	MAKE SPECIFIC WRITTEN OR ORAL FINDINGS IN SUPPORT OF THE AMOUNT
11	AND TERM OF MAINTENANCE AWARDED PURSUANT TO THIS SECTION OR AN
12	ORDER DENYING MAINTENANCE.
13	(f) THE COURT MAY AWARD ADDITIONAL MARITAL PROPERTY TO
14	THE RECIPIENT SPOUSE OR OTHERWISE ADJUST THE DISTRIBUTION OF
15	MARITAL PROPERTY OR DEBT TO ALLEVIATE THE NEED FOR MAINTENANCE
16	OR TO REDUCE THE AMOUNT OR TERM OF MAINTENANCE AWARDED.
17	(g) THE COURT MAY RESERVE JURISDICTION TO ESTABLISH,
18	REVIEW, OR MODIFY AN AWARD OF MAINTENANCE AT A LATER DATE
19	PURSUANT TO THE PROVISIONS OF THIS SECTION BY SETTING FORTH:
20	(I) THE REASONS FOR RESERVING JURISDICTION;
21	(II) THE ASCERTAINABLE FUTURE EVENT THAT FORMS THE BASIS
22	FOR RESERVING JURISDICTION; AND
23	(III) A REASONABLY SPECIFIC TIME WITHIN WHICH MAINTENANCE
24	MAY BE CONSIDERED PURSUANT TO THIS SECTION.
25	(h) THE COURT MAY AWARD MAINTENANCE IN SHORT-TERM
26	MARRIAGES, INCLUDING MARRIAGES OF LESS THAN THREE YEARS IN
27	DURATION, WHEN, GIVEN THE CIRCUMSTANCES OF THE PARTIES, THE

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1	DISTRIBUTION OF MARITAL PROPERTY IS INSUFFICIENT TO ACHIEVE AN
2	EQUITABLE RESULT. IN DETERMINING THE AWARD OF MAINTENANCE, THE
3	COURT MAY CONSIDER THE MAINTENANCE GUIDELINES AND THE RELEVANT
4	FACTORS AFFECTING THE AMOUNT AND TERM OF MAINTENANCE SET FORTH
5	IN THIS SUBSECTION (3). THE COURT SHALL MAKE WRITTEN OR ORAL
6	FINDINGS PURSUANT TO PARAGRAPH (e) OF THIS SUBSECTION (3).
7	(i) NOTHING IN THIS SECTION PROHIBITS AN AWARD OF
8	MAINTENANCE IN GROSS.
9	(4) Temporary maintenance. (a) (I) IN EVERY PROCEEDING FOR
10	DISSOLUTION OF MARRIAGE, LEGAL SEPARATION, OR DECLARATION OF
11	INVALIDITY WHERE TEMPORARY MAINTENANCE IS REQUESTED BY A PARTY,
12	THE COURT MAY AWARD A MONTHLY AMOUNT OF TEMPORARY
13	MAINTENANCE PURSUANT TO THE PROVISIONS OF SUBSECTION (3) OF THIS
14	SECTION THAT ARE RELEVANT TO A DETERMINATION OF TEMPORARY
15	MAINTENANCE.
16	(II) THE GUIDELINE TERM OF MAINTENANCE SET FORTH IN
17	SUBPARAGRAPH (II) OF PARAGRAPH (b) OF SUBSECTION (3) OF THIS
18	SECTION DOES NOT APPLY TO TEMPORARY MAINTENANCE ORDERS. THE
19	COURT SHALL DETERMINE THE TERM FOR PAYMENT OF TEMPORARY
20	MAINTENANCE.
21	(III) IN ADDITION TO THE RELEVANT FACTORS SET FORTH IN
22	PARAGRAPH (c) OF SUBSECTION (3) OF THIS SECTION, THE COURT SHALL
23	CONSIDER ANY ADDITIONAL FACTORS SPECIFIC TO THE DETERMINATION OF
24	TEMPORARY MAINTENANCE, INCLUDING THE PAYMENT OF FAMILY
25	EXPENSES AND DEBTS.
26	(b) After determining the amount of temporary
27	MAINTENANCE PURSUANT TO THIS SUBSECTION (4) AND THE AMOUNT OF

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1	TEMPORARY CHILD SUPPORT PURSUANT TO SECTION 14-10-115, THE
2	COURT SHALL CONSIDER THE RESPECTIVE FINANCIAL RESOURCES OF EACH
3	PARTY AND DETERMINE THE TEMPORARY PAYMENT OF MARITAL DEBT AND
4	THE TEMPORARY ALLOCATION OF MARITAL PROPERTY.
5	(c) A DETERMINATION OF TEMPORARY MAINTENANCE DOES NOT
6	PREJUDICE THE RIGHTS OF EITHER PARTY AT PERMANENT ORDERS.
7	(5) Modification or termination of maintenance. (a) EXCEPT
8	UPON WRITTEN AGREEMENT OF THE PARTIES, AN AWARD OF MAINTENANCE
9	ENTERED PURSUANT TO THIS SECTION MAY BE MODIFIED OR TERMINATED
10	PURSUANT TO PARAGRAPH (b) OF THIS SUBSECTION (5) AND THE
11	PROVISIONS OF SECTION 14-10-122. THE COURT MAY CONSIDER THE
12	GUIDELINE AMOUNT AND TERM OF MAINTENANCE AND THE STATUTORY
13	FACTORS SET FORTH IN SUBSECTION (3) OF THIS SECTION IN A
14	MODIFICATION OR TERMINATION PROCEEDING.
15	(b) (I) MAINTENANCE AWARDED AT PERMANENT ORDERS FOR
16	ACTIONS FILED ON OR AFTER JANUARY 1, 2014, MAY BE SUSPENDED,
17	REDUCED, OR TERMINATED BASED UPON THE COHABITATION OF THE
18	RECIPIENT SPOUSE WHEN THE PAYOR SPOUSE SHOWS THAT THE RECIPIENT
19	SPOUSE HAS MAINTAINED A PRIMARY RESIDENCE WITH ANOTHER PERSON
20	AS A COUPLE, WITH OR WITHOUT OTHERS, FOR A CONTINUOUS PERIOD OF
21	AT LEAST SIX MONTHS AFTER THE ENTRY OF THE INITIAL ORDER. IN
22	DETERMINING WHETHER THE RECIPIENT SPOUSE IS MAINTAINING A
23	PRIMARY RESIDENCE WITH ANOTHER PERSON AS A COUPLE, THE COURT
24	MAY CONSIDER THE FOLLOWING FACTORS:
25	(A) ORAL OR WRITTEN STATEMENTS OR REPRESENTATIONS MADE
26	TO THIRD PARTIES REGARDING THE RELATIONSHIP OF THE PERSONS;
27	(B) THE ECONOMIC INTERDEPENDENCE OF THE COUPLE OR THE

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1	ECONOMIC DEPENDENCE OF ONE PERSON ON THE OTHER;
2	(C) THE COUPLE ENGAGING IN CONDUCT AND COLLABORATIVE
3	ROLES IN FURTHERANCE OF THEIR LIFE TOGETHER;
4	(D) THE BENEFIT IN THE LIFE OF EITHER OR BOTH PERSONS FROM
5	THEIR RELATIONSHIP;
6	(E) THE COMMUNITY REPUTATION OF THE PARTIES AS A COUPLE;
7	AND
8	(F) ANY OTHER FACTORS THAT THE COURT DEEMS RELEVANT.
9	(II) MAINTENANCE ORDERS THAT ARE REDUCED, SUSPENDED, OR
10	TERMINATED PURSUANT TO THIS PARAGRAPH (b) MAY BE REINSTATED
11	UPON TERMINATION OF THE RECIPIENT SPOUSE'S COHABITATION WITH
12	ANOTHER PERSON; EXCEPT THAT, IF THE MAINTENANCE IS REINSTATED, IT
13	SHALL NOT EXTEND BEYOND THE END OF THE MAINTENANCE TERM IN THE
14	ORIGINAL ORDER.
15	(c) THE ENACTMENT OF THIS SECTION DOES NOT CONSTITUTE A
16	SUBSTANTIAL AND CONTINUING CHANGE OF CIRCUMSTANCE FOR PURPOSES
17	OF MODIFYING MAINTENANCE ORDERS ENTERED BEFORE JANUARY 1, 2014.
18	(6) Security for the payment of maintenance. (a) THE COURT
19	MAY REQUIRE THE PAYOR SPOUSE TO PROVIDE REASONABLE SECURITY FOR
20	THE PAYMENT OF MAINTENANCE IN THE EVENT OF THE PAYOR SPOUSE'S
21	DEATH PRIOR TO THE END OF THE MAINTENANCE TERM.
22	(b) Reasonable security may include, but need not be
23	LIMITED TO, MAINTENANCE OF LIFE INSURANCE FOR THE BENEFIT OF THE
24	RECIPIENT SPOUSE. IN ENTERING AN ORDER TO MAINTAIN LIFE INSURANCE,
25	THE COURT SHALL CONSIDER:
26	(I) THE AGE AND INSURABILITY OF THE PAYOR SPOUSE;
27	(II) THE COST OF THE LIFE INSURANCE;

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1	(III) THE AMOUNT AND TERM OF THE MAINTENANCE;
2	(IV) WHETHER THE PARTIES CARRIED LIFE INSURANCE DURING THE
3	MARRIAGE;
4	(V) PREVAILING INTEREST RATES AT THE TIME OF THE ORDER; AND
5	(VI) OTHER OBLIGATIONS OF THE PAYOR SPOUSE.
6	(c) Orders to maintain security may be modified or
7	TERMINATED PURSUANT TO SECTION 14-10-122.
8	(7) Maintenance agreements - waiver - unrepresented parties.
9	(a) EITHER OR BOTH OF THE PARTIES MAY AGREE IN WRITING OR ORALLY
10	IN COURT TO WAIVE MAINTENANCE CONSISTENT WITH THE PROVISIONS OF
11	SECTION 14-10-112. THE PARTIES MAY ALSO AGREE TO WAIVE
12	MAINTENANCE IN A MARITAL AGREEMENT CONSISTENT WITH THE
13	PROVISIONS OF THE "COLORADO MARITAL AGREEMENT ACT", CREATED
14	IN PART 3 OF ARTICLE 2 OF THIS TITLE. THE ENFORCEABILTY OF
15	MAINTENANCE PROVISIONS IN A MARITAL AGREEMENT IS DETERMINED
16	PURSUANT TO THE PROVISIONS OF SECTION 14-2-307.
17	(b) In any proceeding that falls within the maintenance
18	GUIDELINES SET FORTH IN SUBSECTION (3) OF THIS SECTION, AT THE TIME
19	OF EITHER TEMPORARY ORDERS OR PERMANENT ORDERS, IF EITHER PARTY
20	IS NOT REPRESENTED BY AN ATTORNEY, THE COURT SHALL NOT APPROVE
21	AN AGREEMENT WAIVING MAINTENANCE OR AGREEING TO AN AMOUNT OR
22	TERM OF MAINTENANCE THAT DOES NOT FOLLOW THE MAINTENANCE
23	GUIDELINES UNLESS THE UNREPRESENTED PARTY HAS INDICATED THAT HE
24	OR SHE IS AWARE OF THE MAINTENANCE GUIDELINES PURSUANT TO THIS
25	SECTION.
26	(8) Definitions. As used in this section, unless the context
27	OTHERWISE REQUIRES:

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1	(a) (1) "ADJUSTED GROSS INCOME" MEANS GROSS INCOME AS
2	DEFINED IN PARAGRAPH (c) OF THIS SUBSECTION (8), LESS PREEXISTING
3	COURT-ORDERED CHILD SUPPORT OBLIGATIONS ACTUALLY PAID BY A
4	PARTY, PREEXISTING COURT-ORDERED ALIMONY OR MAINTENANCE
5	OBLIGATIONS ACTUALLY PAID BY A PARTY, AND THE ADJUSTMENT TO A
6	PARTY'S INCOME AS DETERMINED PURSUANT TO SECTION 14-10-115 (6) (b)
7	(I), FOR ANY CHILDREN WHO ARE NOT CHILDREN OF THE MARRIAGE FOR
8	WHOM THE PARTY HAS A LEGAL RESPONSIBILITY TO SUPPORT.
9	(II) FOR PURPOSES OF THIS PARAGRAPH (a), "INCOME" MEANS THE
10	ACTUAL GROSS INCOME OF A PARTY, IF EMPLOYED TO FULL CAPACITY, OR
11	POTENTIAL INCOME, IF UNEMPLOYED OR UNDEREMPLOYED.
12	(b) "DURATION OF MARRIAGE" MEANS THE NUMBER OF WHOLE
13	MONTHS, BEGINNING FROM THE FIRST DAY OF THE MONTH FOLLOWING THE
14	DATE OF THE PARTIES' MARRIAGE UNTIL THE DATE OF DECREE OR THE
15	DATE OF THE HEARING ON DISPOSITION OF PROPERTY IF SUCH HEARING
16	PRECEDES THE DATE OF THE DECREE.
17	(c) (I) "GROSS INCOME" MEANS INCOME FROM ANY SOURCE AND
18	INCLUDES, BUT IS NOT LIMITED TO:
19	(A) INCOME FROM SALARIES;
20	(B) WAGES, INCLUDING TIPS DECLARED BY THE INDIVIDUAL FOR
21	PURPOSES OF REPORTING TO THE FEDERAL INTERNAL REVENUE SERVICE OR
22	TIPS IMPUTED TO BRING THE EMPLOYEE'S GROSS EARNINGS TO THE
23	MINIMUM WAGE FOR THE NUMBER OF HOURS WORKED, WHICHEVER IS
24	GREATER;
25	(C) COMMISSIONS;
26	(D) PAYMENTS RECEIVED AS AN INDEPENDENT CONTRACTOR FOR
27	LABOR OR SERVICES, WHICH PAYMENTS MUST BE CONSIDERED INCOME

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1	FROM SELF-EMPLOYMENT;
2	(E) Bonuses;
3	(F) DIVIDENDS;
4	(G) SEVERANCE PAY;
5	(H) PENSION PAYMENTS AND RETIREMENT BENEFITS ACTUALLY
6	RECEIVED THAT HAVE NOT PREVIOUSLY BEEN DIVIDED AS PROPERTY IN
7	THIS ACTION, INCLUDING BUT NOT LIMITED TO THOSE PAID PURSUANT TO
8	ARTICLES 51, 54, 54.5, AND 54.6 OF TITLE 24, C.R.S., AND ARTICLE 30 OF
9	TITLE 31, C.R.S.;
10	(I) ROYALTIES;
11	(J) RENTS;
12	(K) Interest;
13	(L) Trust income and distributions;
14	(M) ANNUITY PAYMENTS;
15	(N) CAPITAL GAINS;
16	(O) ANY MONEYS DRAWN BY A SELF-EMPLOYED INDIVIDUAL FOR
17	PERSONAL USE THAT ARE DEDUCTED AS A BUSINESS EXPENSE, WHICH
18	MONEYS MUST BE CONSIDERED INCOME FROM SELF-EMPLOYMENT;
19	(P) SOCIAL SECURITY BENEFITS, INCLUDING SOCIAL SECURITY
20	BENEFITS ACTUALLY RECEIVED BY A PARTY AS A RESULT OF THE
21	DISABILITY OF THAT PARTY;
22	(Q) WORKERS' COMPENSATION BENEFITS;
23	(R) Unemployment insurance benefits;
24	(S) DISABILITY INSURANCE BENEFITS;
25	(T) FUNDS HELD IN OR PAYABLE FROM ANY HEALTH, ACCIDENT,
26	DISABILITY, OR CASUALTY INSURANCE TO THE EXTENT THAT SUCH
27	INSURANCE REPLACES WAGES OR PROVIDES INCOME IN LIEU OF WAGES;

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1	(U) MONETARY GIFTS;
2	(V) Monetary prizes, excluding lottery winnings not
3	REQUIRED BY THE RULES OF THE COLORADO LOTTERY COMMISSION TO BE
4	PAID ONLY AT THE LOTTERY OFFICE;
5	(W) INCOME FROM GENERAL PARTNERSHIPS, LIMITED
6	PARTNERSHIPS, CLOSELY HELD CORPORATIONS, OR LIMITED LIABILITY
7	COMPANIES; EXCEPT THAT, IF A PARTY IS A PASSIVE INVESTOR, HAS A
8	MINORITY INTEREST IN THE COMPANY, AND DOES NOT HAVE ANY
9	MANAGERIAL DUTIES OR INPUT, THEN THE INCOME TO BE RECOGNIZED MAY
10	BE LIMITED TO ACTUAL CASH DISTRIBUTIONS RECEIVED;
11	(X) EXPENSE REIMBURSEMENTS OR IN-KIND PAYMENTS RECEIVED
12	BY A PARTY IN THE COURSE OF EMPLOYMENT, SELF-EMPLOYMENT, OR
13	OPERATION OF A BUSINESS IF THEY ARE SIGNIFICANT AND REDUCE
14	PERSONAL LIVING EXPENSES;
15	(Y) ALIMONY OR MAINTENANCE RECEIVED; AND
16	(Z) OVERTIME PAY, ONLY IF THE OVERTIME IS REQUIRED BY THE
17	EMPLOYER AS A CONDITION OF EMPLOYMENT.
18	(II) "GROSS INCOME" DOES NOT INCLUDE:
19	(A) CHILD SUPPORT PAYMENTS RECEIVED;
20	(B) BENEFITS RECEIVED FROM MEANS-TESTED PUBLIC ASSISTANCE
21	PROGRAMS, INCLUDING BUT NOT LIMITED TO ASSISTANCE PROVIDED
22	UNDER THE COLORADO WORKS PROGRAM, AS DESCRIBED IN PART 7 OF
23	ARTICLE 2 OF TITLE 26, C.R.S., SUPPLEMENTAL SECURITY INCOME, FOOD
24	STAMPS, AND GENERAL ASSISTANCE;
25	(C) INCOME FROM ADDITIONAL JOBS THAT RESULT IN THE
26	EMPLOYMENT OF THE OBLIGOR MORE THAN FORTY HOURS PER WEEK OR
27	MORE THAN WHAT WOULD OTHERWISE BE CONSIDERED TO BE FULL-TIME

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1	EMPLOYMENT; AND
2	(D) SOCIAL SECURITY BENEFITS RECEIVED BY A PARENT ON
3	BEHALF OF A MINOR CHILD AS A RESULT OF THE DEATH OR DISABILITY OF
4	A PARENT OR STEPPARENT.
5	(E) EARNINGS OR GAINS ON RETIREMENT ACCOUNTS, INCLUDING
6	INDIVIDUAL RETIREMENT ACCOUNTS; EXCEPT THAT SUCH EARNINGS OR
7	GAINS SHALL NOT BE INCLUDED AS INCOME UNLESS A PARTY TAKES A
8	DISTRIBUTION FROM THE ACCOUNT. IF A PARTY MAY TAKE A DISTRIBUTION
9	FROM THE ACCOUNT WITHOUT BEING SUBJECT TO A FEDERAL TAX PENALTY
10	FOR EARLY DISTRIBUTION AND THE PARTY CHOOSES NOT TO TAKE A
11	DISTRIBUTION, THE COURT MAY CONSIDER THE DISTRIBUTION THAT COULD
12	HAVE BEEN TAKEN IN DETERMINING THE PARTY'S GROSS INCOME.
13	(III) (A) FOR INCOME FROM SELF-EMPLOYMENT, RENT, ROYALTIES,
14	PROPRIETORSHIP OF A BUSINESS, OR JOINT OWNERSHIP OF A PARTNERSHIP
15	OR CLOSELY HELD CORPORATION, "GROSS INCOME" EQUALS GROSS
16	RECEIPTS MINUS ORDINARY AND NECESSARY EXPENSES, AS DEFINED IN
17	SUB-SUBPARAGRAPH (B) OF THIS SUBPARAGRAPH (III), REQUIRED TO
18	PRODUCE SUCH INCOME.
19	(B) "Ordinary and necessary expenses", as used in
20	$\hbox{\tt SUB-SUBPARAGRAPH(A)OFTHISSUBPARAGRAPH(III), DOESNOTINCLUDE}$
21	AMOUNTS ALLOWABLE BY THE INTERNAL REVENUE SERVICE FOR THE
22	ACCELERATED COMPONENT OF DEPRECIATION EXPENSES OR INVESTMENT
23	TAX CREDITS OR ANY OTHER BUSINESS EXPENSES DETERMINED BY THE
24	COURT TO BE INAPPROPRIATE FOR DETERMINING GROSS INCOME FOR
25	PURPOSES OF CALCULATING MAINTENANCE.
26	(IV) IF A PARTY IS VOLUNTARILY UNEMPLOYED OR

UNDEREMPLOYED, MAINTENANCE SHALL BE CALCULATED BASED ON A

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1	DETERMINATION OF POTENTIAL INCOME; EXCEPT THAT A DETERMINATION
2	OF POTENTIAL INCOME SHALL NOT BE MADE FOR A PARTY WHO IS
3	PHYSICALLY OR MENTALLY INCAPACITATED OR IS CARING FOR A CHILD
4	UNDER THE AGE OF THIRTY MONTHS FOR WHOM THE PARTIES OWE A JOINT
5	LEGAL RESPONSIBILITY OR FOR AN INCARCERATED PARENT SENTENCED TO
6	ONE YEAR OR MORE.
7	(V) FOR THE PURPOSES OF THIS SECTION, A PARTY SHALL NOT BE
8	DEEMED "UNDEREMPLOYED" IF:
9	(A) THE EMPLOYMENT IS TEMPORARY AND IS REASONABLY
10	INTENDED TO RESULT IN HIGHER INCOME WITHIN THE FORESEEABLE
11	FUTURE; OR
12	(B) THE EMPLOYMENT IS A GOOD FAITH CAREER CHOICE; OR
13	(C) THE PARTY IS ENROLLED IN AN EDUCATIONAL PROGRAM THAT
14	IS REASONABLY INTENDED TO RESULT IN A DEGREE OR CERTIFICATION
15	WITHIN A REASONABLE PERIOD OF TIME AND THAT WILL RESULT IN A
16	HIGHER INCOME, SO LONG AS THE EDUCATIONAL PROGRAM IS A GOOD
17	FAITH CAREER CHOICE.
18	(9) Application. The provisions of this section apply only to
19	ACTIONS IN WHICH A PETITION FOR DISSOLUTION, LEGAL SEPARATION, OR
20	DECLARATION OF INVALIDITY, OR AN ACTION FOR THE INITIAL
21	ESTABLISHMENT OF MAINTENANCE IS FILED ON OR AFTER JANUARY 1,
22	2014.
23	SECTION 2. In Colorado Revised Statutes, 14-10-122, amend
24	(2) as follows:
25	14-10-122. Modification and termination of provisions for
26	maintenance, support, and property disposition - automatic lien.
27	(2) (a) Unless otherwise agreed in writing or expressly provided in the

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1	decree, the obligation to pay future maintenance is terminated upon THE
2	EARLIER OF:
3	(I) The death of either party; or
4	(II) THE END OF THE MAINTENANCE TERM, UNLESS A MOTION FOR
5	MODIFICATION IS FILED PRIOR TO THE EXPIRATION OF THE TERM;
6	(III) The remarriage of the party receiving maintenance; OR
7	(IV) A COURT ORDER TERMINATING MAINTENANCE.
8	(b) A PAYOR SPOUSE WHOSE INCOME IS REDUCED OR TERMINATED
9	DUE TO HIS OR HER RETIREMENT AFTER REACHING FULL RETIREMENT AGE
10	IS ENTITLED TO A REBUTTABLE PRESUMPTION THAT THE RETIREMENT IS IN
11	GOOD FAITH.
12	(c) For purposes of this subsection (2), "full retirement
13	AGE" MEANS THE PAYOR'S USUAL OR ORDINARY RETIREMENT AGE WHEN
14	HE OR SHE WOULD BE ELIGIBLE FOR FULL UNITED STATES SOCIAL
15	SECURITY BENEFITS, REGARDLESS OF WHETHER HE OR SHE IS INELIGIBLE
16	FOR SOCIAL SECURITY BENEFITS FOR SOME REASON OTHER THAN
17	ATTAINING FULL RETIREMENT AGE. "FULL RETIREMENT AGE" SHALL NOT
18	MEAN "EARLY RETIREMENT AGE" IF EARLY RETIREMENT IS AVAILABLE TO
19	THE PAYOR SPOUSE, NOR SHALL IT MEAN "MAXIMUM BENEFIT RETIREMENT
20	AGE" IF ADDITIONAL BENEFITS ARE AVAILABLE AS A RESULT OF DELAYED
21	RETIREMENT.
22	SECTION 3. Act subject to petition - effective date. This act
23	takes effect January 1, 2014; except that, if a referendum petition is filed
24	pursuant to section 1 (3) of article V of the state constitution against this
25	act or an item, section, or part of this act within the ninety-day period
26	after final adjournment of the general assembly, then the act, item,
27	section, or part will not take effect unless approved by the people at the

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- general election to be held in November 2014 and, in such case, will take
- 2 effect on the date of the official declaration of the vote thereon by the
- 3 governor.

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