IN THE SUPREME COURT OF MISSISSIPPI IN THE COURT OF APPEALS OF THE STATE OF MISSISSIPPI

HENRY W. WELCH

APPELLANT

V.

CAUSE NO.: 2011-CA-00667

SUSAN RENEE' VAUGHN WELCH

APPELLEE

ON APPEAL FROM THE CHANCERY COURT OF HOLMES COUNTY

APPELLANT'S REPLY BRIEF

KATHERINE T. MILLS (MSF PATRICIA A. RODGERS (MS MILLS & RODGERS, LLC P.O. Box 1956 Greenwood, MS 38935-1956 Phone: 662-453-4471 Fax: 662-453-4492

ORAL ARGUMENT NOT REQUESTED

CERTIFICATE OF INTERESTED PERSONS

The undersigned counsel of record certifies that the following listed persons have an interest in the outcome of this case. These representations are made in order that the justices of this Court may evaluate possible disqualifications or recusals:

1. Henry W. Welch, Appellant

2. Susan Renee' Vaughn Welch, Appellee

3. Honorable Janace Harvey Goree, Chancellor

The undersigned counsel further certifies that the following attorneys have an interest in the outcome of this case:

i

For Appellant:

1. Katherine T. Mills, Esq.

2. Patricia A. Rodgers, Esq.

For Appellee

Luther P. Crull, Esq.

By: Jackler'

TABLE OF CONTENTS

CERTIFICATE OF INTERESTED PERSONS	i
TABLE OF CONTENTS	ii
TABLE OF AUTHORITIES	iii
APPELLANT'S REPLY	
CONCLUSION	3
CERTIFICATE OF SERVICE	4
CERTIFICATE OF FILING	5

÷

TABLE OF AUTHORITIES

<u>CASES</u>

Fleishhacker v. Fleishhacker, 39 So. 3d 904 (Miss. Ct. App. 2009)	1
Hensarling v. Hensarling, 824 So. 2d 583 (Miss. 2002)	1
Jenkins v. Jenkins, 2010-CA-00129-COA (Miss. Ct. App. 2011)	1, 2
MacDonald v. MacDonald, 698 So. 2d 1078 (Miss. 1997)	1
McIlwain v. McIlwain, 815 Do. 2d 476 (Miss. Ct. App. 2002)	1
Spahn v. Spahn, 959 So. 2d 8 (Miss Ct. App. 2006)	2

APPELLANT'S REPLY

Susan maintains that Chancellors must adhere to a strict standard that marital property continues to accumulate until the date of final divorce. However, the courts do not require Chancellors to apply such firm standards when making decisions as to the beginning and ending dates of marriage. As stated in the Henry's brief, the courts have continuously placed that decision within the discretion of the Chancellor. (Appellant's Br. 5-6)(*See generally Fleishhacker v. Fleishhacker*, 39 So. 3d 904 (Miss. Ct. App. 2009), *Jenkins v. Jenkins*, 2010-CA-00129-COA (Miss. Ct. App. 2011), *MacDonald v. MacDonald*, 698 So. 2d 1078 (Miss. 1997), *Hensarling v. Hensarling*, 824 So. 2d 583 (Miss. 2002)). Each case is different; therefore, the courts have consistently placed such important decisions within the Chancellor's discretion, as inflexible rules concerning family issues will sometimes yield inequitable results. In order to do equity, Chancellors must be allowed to use their discretion in making such difficult decisions.

Susan cites *McIlwain v. McIlwain*, 815 So. 2d 476 (Miss. Ct. App. 2002), to support her assertion; however, the facts in that case are distinguishable from the one presently before this court. (Appellee's Br. 7). In *McIlwin*, the time between the parties' separation and divorce was only a year and one-half $(1\frac{1}{2})$, whereas Susan and Henry were separated for six (6) years before they were divorced. Further, the home in question was purchased after the separation of the parties with joint funds, wife attended the closing and had a key, and husband had told her that they would live in the home together while they tried to work things out. This is clearly distinguishable from the facts in the present case. In the present case, Susan had no involvement from 2004 to 2010 of any kind in the accumulation of Henry's assets.

Moreover, property that was not acquired through the joint efforts of the parties is separate property, even if it was acquired after separation but prior to divorce. *Spahn v. Spahn*, 959 So. 2d 8 (Miss. Ct. App. 2006). This further illustrates, contrary to what Susan argues, that the accumulation of marital property may cease upon separation, not divorce. As in *Spahn*, Susan made no contribution to the increase in the 401(k) since she abandoned the marriage, and there were no marital funds used to increase its worth.

The fact that the Chancellor classified almost half of Henry's pension as nonmarital property shows that she considered the ending date of the marriage 2004.

The Chancellor's classification of almost one-half $(\frac{1}{2})$ of the pension as non-marital property is proportional to the twenty-one (21) years between 1983 to 2004 and the sixteen (16) years prior to the marriage and after separation. It is evident from the above division that the Chancellor determined the ending date of the marriage to be when Susan left the marriage in 2004. (Appellant's Br. 7).

In light of the above, coupled with the court's continued findings that it is within the Chancellor's discretion to determine the ending date of the marriage, the Chancellor was not in error in determining the cut-off date of the marriage to be 2004 when Susan left the marriage. Consequently, the court should have also classified the portion of Henry's 401(k) that was accumulated after 2004, approximately \$90,871.21, as nonmartial property for the purposes of equitable distribution.

As to Susan's argument regarding the classification of Henry's checking account, the issue is not whether the Chancellor had to make adjustments in the marital assets to arrive at an equitable outcome. The checking account was not a marital asset and was not subject to equitable distribution as only marital property may be divided. *Jenkins v. Jenkins*, 2010-CA-00129-COA (Miss. Ct. App. 2011). The fact is that the discrepancy in the Court's findings in the *Final Judgment of Divorce* indicates that these funds were considered non-marital.

CONCLUSION

For the foregoing reasons, it is clearly within the Chancellor's discretion to determine the ending dates of marriage for the purposes of equitable distribution. The Chancellor in this case was correct in her determination regarding the ending date of the marriage in classifying what portion of Henry's pension was non-marital property. However, her use of a different date to determine the ending date of the marriage for the classification of the Henry's 401(k) was error, and Henry should be awarded that portion of his 401(k) that accumulated between 2004 and 2010.

RESPECTFULLY SUBMITTED, this the $\frac{19^{\text{th}}}{10^{\text{th}}}$ day of March, 2012.

MILLS & RODGERS, L.L.C.

Bv:

KATHERINE T. MILLS (MSE PATRICIA A. RODGERS (MSE P.O. Box 1956 Greenwood, MS 38935-1956 Phone: 662-453-4471 Fax: 662-453-4492

ATTORNEYS FOR APPELLANT

CERTIFICATE OF SERVICE

I, KATHERINE T. MILLS, of MILLS & RODGERS, LLC, attorneys for the Appellant, do hereby certify that I have this day delivered a true and correct copy of the above and foregoing *Reply Brief of the Appellant* by placing a copy in the United States Mail, postage prepaid, addressed to the following:

> Honorable Janace Harvey Goree Chancery Court Judge P.O. Box 39 Lexington, MS 39095-0039

Luther P. Crull, Jr., Esq. Attorney at Law P.O. Box 2181 Grenada, MS 38902-2181

This the 19^{th} day of March, 2012.

Katherine T. Mills

CERTIFICATE OF FILING

I, KATHERINE T. MILLS, of MILLS & RODGERS, LLC, attorneys for the Appellant, in the above styled and numbered cause, do hereby certify, pursuant to Miss. R. App. P. 25(a), that I have this day filed *Reply Brief of the Appellant* by placing a copy in the United States Mail, postage prepaid, addressed to the following:

> Ms. Kathy Gillis Mississippi Supreme Court Clerk 450 High Street Jackson, Mississippi 39205

This the 19^{th} day of March, 2012.

Katherine T. Mills