

WEST VIRGINIA LEGISLATURE

2026 REGULAR SESSION

Introduced

House Bill 4340

By Delegate Roop

[Introduced January 15, 2026; referred to the

Committee on Finance]

1 A BILL to amend and reenact §38-10-4 of the Code of West Virginia, 1931, as amended, relating to
2 providing for a surviving spouse the ability to claim the deceased spouse's homestead
3 exemption so long as the home they owned together is owned by the surviving spouse.

Be it enacted by the Legislature of West Virginia:

ARTICLE 10. FEDERAL TAX LIENS, ORDERS AND DECREES IN BANKRUPTCY.

§38-10-4. Exemptions of property in bankruptcy proceedings.

1 Any person who files a petition under the federal bankruptcy law may exempt from property
2 of the estate in a bankruptcy proceeding the following property:

3 (a) The debtor's interest, not to exceed \$35,000 in value, in real property or personal
4 property that the debtor or a dependent of the debtor uses as a residence, in a cooperative that
5 owns property that the debtor or a dependent of the debtor uses as a residence, or in a burial plot
6 for the debtor or a dependent of the debtor: *Provided*, That when the debtor is a physician licensed
7 to practice medicine in this state under §30-3-1 *et seq.* or §30-14-1 *et seq.* of this code, and has
8 commenced a bankruptcy proceeding in part due to a verdict or judgment entered in a medical
9 professional liability action, if the physician has current medical malpractice insurance in the
10 amount of at least \$1 million for each occurrence, the debtor physician's interest that is exempt
11 under this subdivision may exceed \$35,000 in value but may not exceed \$250,000 per household:
12 *Provided further*, That in the event the debtor was a joint owner or tenant in common of such
13 residence with a deceased spouse who was such a joint owner or tenant in common with the
14 debtor at the time of the spouse's death, the debtor interest that is exempt under this subdivision is
15 the value of the primary residence of the debtor.

16 (b) The debtor's interest, not to exceed \$7,500 in value, in one motor vehicle.

17 (c) The debtor's interest, not to exceed \$800 in value in any particular item, in household
18 furnishings, household goods, wearing apparel, appliances, books, animals, crops, or musical
19 instruments that are held primarily for the personal, family, or household use of the debtor or a
20 dependent of the debtor: *Provided*, That the total amount of personal property exempted under

21 this subdivision may not exceed \$16,000.

22 (d) The debtor's interest, not to exceed \$2,000 in value, in jewelry held primarily for the
23 personal, family, or household use of the debtor or a dependent of the debtor.

24 (e) The debtor's interest, not to exceed in value \$800 plus any unused amount of the
25 exemption provided under subdivision (a) of this subsection in any property.

26 (f) The debtor's interest, not to exceed \$3,000 in value, in any implements, professional
27 books, or tools of the trade of the debtor or the trade of a dependent of the debtor.

28 (g) Any unmatured life insurance contract owned by the debtor, other than a credit life
29 insurance contract.

30 (h) Professionally prescribed health aids for the debtor or a dependent of the debtor.

31 (i) The debtor's right to receive:

32 (1) A Social Security benefit, unemployment compensation, or a local public assistance
33 benefit;

34 (2) A veterans' benefit;

35 (3) A disability, illness, or unemployment benefit;

36 (4) Alimony, support, or separate maintenance, to the extent reasonably necessary for the
37 support of the debtor and any dependent of the debtor;

38 (5) A payment under a stock bonus, pension, profit sharing, annuity, or similar plan or
39 contract on account of illness, disability, death, age, or length of service, to the extent reasonably
40 necessary for the support of the debtor and any dependent of the debtor, and funds on deposit in
41 an individual retirement account, including a simplified employee pension regardless of the
42 amount of funds, unless:

43 (A) The plan or contract was established by or under the auspices of an insider that
44 employed the debtor at the time the debtor's rights under the plan or contract arose;

45 (B) The payment is on account of age or length of service;

46 (C) The plan or contract does not qualify under Section 401(a), 403(a), 403(b), 408, or 409

47 of the Internal Revenue Code of 1986; and

48 (D) With respect to an individual retirement account, including a simplified employee
49 pension, the amount is subject to the excise tax on excess contributions under Section 4973
50 and/or Section 4979 of the Internal Revenue Code of 1986, or any successor provisions,
51 regardless of whether the tax is paid.

52 (6) A payment by any governmental entity to subsidize the adoption of a minor child.

53 (j) The debtor's right to receive or property that is traceable to:

54 (1) An award under a crime victim's reparation law;

55 (2) A payment on account of the wrongful death of an individual of whom the debtor was a
56 dependent, to the extent reasonably necessary for the support of the debtor and any dependent of
57 the debtor;

58 (3) All life insurance proceeds paid to the debtor as a beneficiary, any annuities, other than
59 those annuities included in §38-10-4(i)(5), which are paid to the debtor as a beneficiary, or any
60 annuities or life insurance policies owned by the debtor which are payable to someone other than
61 the debtor, including any applicable cash surrender value.

62 (4) A payment, not to exceed \$50,000 on account of personal bodily injury, not including
63 pain and suffering or compensation for actual pecuniary loss, of the debtor or an individual of
64 whom the debtor is a dependent;

65 (5) A payment in compensation of loss of future earnings of the debtor or an individual of
66 whom the debtor is or was a dependent, to the extent reasonably necessary for the support of the
67 debtor and any dependent of the debtor;

68 (6) Payments made to the prepaid tuition trust fund or to the savings plan trust fund,
69 including earnings, in accordance with §18-30-1 *et seq.* of this code on behalf of any beneficiary.

70 (k) Solely for the purpose of applying the provisions of 11 U.S.C. § 522(b)(2) in a federal
71 bankruptcy proceeding and only to the extent otherwise allowed by applicable federal law, an
72 individual debtor domiciled in this state may exempt from property of the debtor's bankruptcy

73 estate the property specified under 11 U.S.C. § 522(d).

74 (I) The amendments made to this section during the 2023 regular session of the

75 Legislature shall apply to bankruptcies filed on or after the effective date of those amendments.

NOTE: The purpose of this bill is to provide for a surviving spouse to be able to claim the deceased spouse's homestead exemption so long as the home they owned together is owned by the surviving spouse.

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.