SUPREME COURT OF FLORIDA

CASE NO.: 70,845

CONWAY LAND, INC., etc., et al.,

Defendants, Petitioners,

vs.			
DAVID E.	TERRY, et al.,		sida. Wette
	Co-Defendants,	Respondents	, AUG 12 1987
			CLERK, SUPREME COURT
			By Deputy Clerk

RESPONDENTS' BRIEF ON JURISDICTION

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Statement of the Case and Facts

There are no areas of disagreement with Petitioner's Statement of the Case and Facts.

Jurisdictional Issue

Whether the Supreme Court of Florida has jurisdiction to review the decision of the District Court of Appeal, <u>supra</u>, under Section 3(b)(3) of Article V of the Florida Constitution on the ground that the decision expressly and directly conflicts with a decision of the Florida Supreme Court on the same question of the law.

Summary of Argument

Contrary to Petitioner's assertion, the Court below was not faced with an "essentially similar fact situation" as that in <u>Miller v. Carr</u>, 137 Fla. 114, 188 So. 103 (1939). Furthermore, the District Court's <u>decision</u> does not expressly and <u>directly</u> conflict with <u>Miller</u> for the reason that no conflict appears "within the four corners of the majority decision" as required by <u>Reaves v. State</u>, 485 So. 2d 829 at 830 (Fla. 1986).

Petitioner's reliance upon <u>David v. State</u>, 369 So. 2d 943 (Fla. 1979), is misplaced. The <u>Reaves</u> Court held that "[n]either a dissenting opinion nor the record itself can be used to establish jurisdiction." <u>Reaves</u> at 830.

Finally, since the <u>Miller</u> facts and these are clearly distinguishable, and since the law applied by the District Court is <u>totally</u> consistent with the rule of law enunciated in <u>Miller</u>, this Court should deny the petition for review.

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Argument

Petitioner's statement that the facts of <u>Miller v. Carr</u>, 137 Fla. 114, 188 So. 103 (1939), and the facts of the case at bar are "essentially similar" is erroneous. The fact pattern in <u>Miller</u> dealt with oral contracts and the enforceability of same, whereas the case <u>sub judice</u> does not involve oral contracts. <u>Miller</u> concerned oil severed from the land. The instant case does not. <u>Miller</u> dealt with the legal sufficiency of pleadings and not the merits of the case. The case at bar is an adjudication on and of the merits.

<u>Miller</u> was rendered before the enactment of F.S. Section 193.481 which provides that retained or reserved mineral rights shall be "treated as an interest in real property". [Subsection (1)]. The District Court here held, consistent with the statute (but not in reliance on the statute), that reserved mineral rights (until severed) are to be treated as an interest in real property. The <u>Miller</u> Court dealt with mineral rights <u>already</u> severed from the ground, and, hence, vested as an interest, whereas the Court below determined whether the <u>future</u> interest was presently vested.

Central to the holding of <u>Miller v. Carr</u> was the application of the doctrine of the Statue of Frauds; central to the opinion of the District Court below is a proper application of the doctrine of the rule against perpetuities [codified as Section 689.22 F.S. (1985)]. <u>Neither</u> case involved the operation or construction of the doctrine discussed in the other! The only

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common denominator is a discussion of whether unsevered oil is real or personal property and whether severed oil is real or personal property. Both cases (<u>Miller</u> and the case at bar) agree that unsevered oil is real property and that severed oil is personal property.

A syllogism could easily be established demonstrating the verity of the above proposition. <u>Miller's</u> logic tracks this way: oral contracts are only enforceable if not in violation of the Statute of Frauds; where the interest is one in real property (for potentially more than one year) oral contracts are not enforceable. Therefore, for an oral contract to be enforceable it must concern personal property which it does only if the mineral rights are severed.

The case at bar's <u>only</u> similarity with the legal principles enunciated in <u>Miller</u> is as expressed in the majority opinion of the Court below that "... a royalty interest in unsevered oil is an interest in real property." (footnote omitted). <u>Terry, et al.</u> <u>v. Conway Land, Inc., etc., et al.,</u> So. 2d ____(Fla. 5th DCA 1987) 12 FLW 1136 (1987). The logic of the case <u>sub judice</u> is: where a mineral right is unsevered it is vested and not in violation of the rule against perpetuities; a royalty that is a perpetual non-participating royalty is an unsevered interest; therefore, a perpetual non-participating royalty is vested and not in violation of the rule against perpetuities.

Additionally, no conflict appears "within the four corners of the majority decision" as required by <u>Reaves</u>, <u>supra</u>, in that

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the District Court's <u>decision</u> does not expressly and <u>directly</u> conflict with <u>Miller</u>. Accord <u>Dept. of H.R.S. v. National</u> <u>Adoption Counseling Service, Inc</u>., 498 So. 2d 888 (Fla. 1986). See also <u>Jenkins v. State</u>, 385 So. 2d 1356 (Fla. 1980) which discusses the impact of the 1980 Constitutional Amendment to Section 3(b)(3), the Court's conflict jurisdiction.

Petitioner's reliance upon <u>David v. State</u>, 369 So. 2d 943 (Fla. 1979), for the proposition that a dissenting opinion may be considered to determine the existence of conflict jurisdiction is misplaced. The 1980 Amendment effected a "dramatic change" (<u>Jenkins</u> at 1357) to Section 3(b)(3) thus requiring an <u>express</u> conflict. The <u>Reaves</u> Court held that "[n]either a dissenting opinion nor the record itself can be used to establish jurisdiction." <u>Reaves</u> at 830.

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Conclusion

Based and predicated upon the foregoing, Respondents respectfully submit that the petition for review should be denied in that no express and direct conflict exists between the decision of the District Court and this Court's 1939 <u>Miller</u> decision.

Dated this $\underline{11}$ day of August, 1987.

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing Respondents' Brief on Jurisdiction was furnished by U.S. Mail this $\cancel{11}$ day of August, 1987, to:

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