By: Representative Banks

To: Insurance

HOUSE BILL NO. 1386

AN ACT TO AMEND SECTION 73-11-51, MISSISSIPPI CODE OF 1972, TO REQUIRE THE REGISTRATION OF SELLERS OF PRENEED FUNERAL 1 2 SERVICES; TO AMEND SECTION 75-63-65, MISSISSIPPI CODE OF 1972, IN 3 CONFORMITY THERETO; AND FOR RELATED PURPOSES. 4 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 73-11-51, Mississippi Code of 1972, is 6 7 amended as follows: 8 73-11-51. (1) No person shall engage in the business or 9 practice of funeral service, including embalming, and/or funeral 10 directing or hold himself out as transacting or practicing or being entitled to transact or practice funeral service, including 11 embalming, and/or funeral directing in this state unless duly 12 13 licensed pursuant to the provisions of this chapter. (2) The board is authorized and empowered to examine 14 applicants for licenses for the practice of funeral service and 15 16 funeral directing and shall issue the proper license to those persons who successfully pass the applicable examination and 17 otherwise comply with the provisions of this chapter. 18 19 (3) To be licensed for the practice of funeral directing under this chapter, a person must: 20 21 Be at least eighteen (18) years of age; (a) Have a high school diploma or the equivalent 22 (b) 23 thereof; 24 Have served as a resident trainee for not less than (C) twenty-four (24) months under the supervision of a person licensed 25 26 for the practice of funeral service or funeral directing in this 27 state;

Have successfully passed a written and/or oral 28 (d) 29 examination as prepared or approved by the board; and 30 (e) Be of good moral character. 31 (4) To be licensed for the practice of funeral service under 32 this chapter, a person must: 33 Be at least eighteen (18) years of age; (a) 34 (b) Have a high school diploma or the equivalent thereof; 35 Have successfully completed twelve (12) months or 36 (C) 37 more of academic and professional instruction from an institution 38 accredited by the United States Department of Education for funeral service education and have a certificate of completion 39 40 from an institution accredited by the American Board of Funeral 41 Service Education or any other successor recognized by the United States Department of Education for funeral service education; 42 Have served as a resident trainee for not less than 43 (d) twelve (12) months, either prior to or after graduation from an 44 45 accredited institution mentioned above, under the supervision of a person licensed for the practice of funeral service in this state 46 47 and in an establishment licensed in this state; (e) Have successfully passed a written and/or oral 48 49 examination as prepared or approved by the board; and 50 (f) Be of good moral character. (5) All applications for examination and license for the 51

52 practice of funeral service or funeral directing shall be upon forms furnished by the board and shall be accompanied by an 53 54 examination fee, a licensing fee and a nonrefundable application fee in amounts fixed by the board in accordance with Section 55 56 73-11-56. The fee for an initial license, however, may be prorated in proportion to the period of time from the date of 57 58 issuance to the date of biennial license renewal prescribed in 59 subsection (8) of this section. All applications for examination shall be filed with the board office at least sixty (60) days 60 *HR07/R1915* H. B. No. 1386 04/HR07/R1915 PAGE 2 (MS\HS)

61 prior to date of examination. A candidate shall be deemed to have 62 abandoned the application for examination if he does not appear on 63 the scheduled date of examination unless such failure to appear 64 has been approved by the board.

65 (6) The practice of funeral service or funeral directing 66 must be engaged in at a licensed funeral establishment, at least 67 one (1) of which is listed as the licensee's place of business; and no person, partnership, corporation, association or other 68 organization shall open or maintain a funeral establishment at 69 70 which to engage in or conduct or hold himself or itself out as 71 engaging in the practice of funeral service or funeral directing until such establishment has complied with the licensing 72 73 requirements of this chapter. A license for the practice of 74 funeral service or funeral directing shall be used only at 75 licensed funeral establishments; however, this provision shall not prevent a person licensed for the practice of funeral service or 76 77 funeral directing from conducting a funeral service at a church, a 78 residence, public hall, lodge room or cemetery chapel, if such person maintains a fixed licensed funeral establishment of his own 79 80 or is in the employ of or an agent of a licensed funeral 81 establishment.

82 (7) Any person holding a valid, unrevoked and unexpired license in another state or territory having requirements 83 84 substantially similar to those of this state may apply for a 85 license to practice in this state by filing with the board a certified statement from the secretary of the licensing board of 86 87 the state or territory in which the applicant holds his license 88 certifying to his qualifications and good standing with that board by having successfully passed a written and/or oral examination on 89 the Mississippi Funeral Service licensing law and rules and 90 91 regulations as prepared or approved by the board, and by paying a 92 nonrefundable application fee set by the board pursuant to Section 73-11-56. If the board finds that the applicant has fulfilled 93 *HR07/R1915* H. B. No. 1386 04/HR07/R1915

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substantially similar requirements, the board shall grant such 94 95 license upon receipt of a fee in an amount equal to the renewal 96 fee set by the board for a license for the practice of funeral 97 service or funeral directing, as the case may be, in this state. 98 The board may issue a temporary funeral service or funeral 99 directing work permit before a license is granted, prior to the next regular meeting of the board, if the applicant for a 100 reciprocal license has complied with all requirements, rules and 101 102 regulations of the board. The temporary permit will expire at the 103 next regular meeting of the board.

104 (a) Any person holding a license for the practice of (8) funeral service or funeral directing may have the same renewed for 105 106 a period of two (2) years by making and filing with the board an 107 application on or before the due date. Payment of the renewal fee shall be in an amount set by the board in accordance with Section 108 109 73-11-56. The board shall mail the notice of renewal and the due 110 date for the payment of the renewal fee to the last known address 111 of each licensee at least thirty (30) days before that date. Ιt is the responsibility of the licensee to notify the board in 112 113 writing of any change of address. An application will be considered late if the application and proper fees are not in the 114 115 board's office or postmarked by the due date.

If the renewal fee is not paid on or postmarked by 116 (b) 117 the due date, the license of such person shall by operation of law 118 automatically expire and become void without further action of the board. The board may reinstate such license if application for 119 120 licensure is made within a period of five (5) years, upon payment of the renewal fee for the current year, all renewal fees in 121 arrears, and a reinstatement fee . After a period of five (5) 122 years, the licensee must make application, pay the current renewal 123 124 fee, all fees in arrears, and pass a written and/or oral 125 examination as prepared or approved by the board.

H. B. No. 1386 *HR07/R1915* 04/HR07/R1915 PAGE 4 (MS\HS) (9) No license shall be assignable or valid for any personother than the original licensee.

(10) The board may, in its discretion, in the event of a 128 129 major disaster or emergency where human death is likely to occur, 130 temporarily authorize the practice of funeral directing and 131 funeral service by persons licensed to practice in another state but not licensed to practice in this state, provided that such 132 services are only rendered by members of disaster mortuary teams 133 authorized by federal or appropriate local authorities to provide 134 135 such services. Only persons licensed in this state, however, may 136 sign death certificates.

(11) On an individual basis, a person who is licensed for 137 138 the practice of funeral service by another state is authorized to make a removal of a deceased person, embalm a deceased person or 139 conduct a funeral or burial service in this state, and a funeral 140 director who is licensed by another state is authorized to conduct 141 a funeral or burial service in this state, in the same manner and 142 143 to the same extent as provided by the laws of that state to persons licensed by the State of Mississippi for the practice of 144 145 funeral service or for the practice of funeral directing.

(12) Any funeral service technology or mortuary science 146 147 program accredited by the American Board of Funeral Service Education in the State of Mississippi, as well as students 148 enrolled in such a program, shall be exempt from licensing under 149 150 this chapter when embalming or otherwise preparing a deceased human body for disposition as part of a student practicum 151 152 experience, when the student is directly supervised by an instructor or preceptor who holds a current funeral service 153 license. This exemption shall apply to practicum experiences 154 155 performed at an accredited institution of funeral service 156 technology or mortuary science program or at a duly licensed 157 funeral establishment or commercial mortuary service. Nothing in 158 this subsection shall be construed to allow any funeral service *HR07/R1915* H. B. No. 1386

04/HR07/R1915 PAGE 5 (MS\HS) 159 technology or mortuary science program, or those students enrolled 160 in such a program, to engage in practicum experiences for 161 remuneration.

162 (13) Each application or filing made under this section
163 shall include the social security number(s) of the applicant in
164 accordance with Section 93-11-64.

165 (14) Notwithstanding any provision of this chapter, the board shall issue a license for the practice of funeral directing 166 167 to any person who (a) is at least sixty (60) years of age, (b) has 168 not less than five (5) years' experience as an employee at a 169 licensed funeral establishment in Mississippi, (c) is presently employed at a licensed funeral establishment in Mississippi, and 170 171 (d) makes application to the board for the license during the period from July 1, 2002, through July 31, 2002. The board shall 172 furnish persons seeking licensure under this subsection an 173 174 application form upon request. The applicant's previous 175 experience and current employment at a licensed funeral 176 establishment in Mississippi must be documented in writing by the owner, management or licensee in charge of the funeral 177 178 establishment and included with the application to the board.

179 (15) All sellers of preneed funeral services shall register with the board and pay a registration fee of Twenty-five Dollars 180 181 (\$25.00) every two (2) years to be eligible to conduct business in the State of Mississippi. Any person, firm, corporation or other 182 183 entity who does not register and pay the registration fee shall be guilty of a misdemeanor and, upon conviction, shall be fined One 184 185 Thousand Dollars (\$1,000.00). All registered sellers of preneed 186 funeral services must have a contract with a licensed funeral establishment at a specified price in order to provide such 187 188 services, and copies of such contracts shall be provided to the 189 board. For the purposes of this subsection, "preneed funeral services" means <u>a contract</u> or agreement for the arrangement for 190 191 the disposition of dead human bodies, including, but not limited *HR07/R1915* H. B. No. 1386 04/HR07/R1915 PAGE 6 (MS\HS)

192 to, the sale of caskets, vaults, clothing, urns and any necessary 193 services related thereto.

194 SECTION 2. Section 75-63-65, Mississippi Code of 1972, is 195 amended as follows:

196 75-63-65. (1) Any establishment or organization which 197 engages in the business of selling preneed merchandise and/or services shall register with the Secretary of State and shall pay 198 a registration fee. A separate registration is required for each 199 200 separate corporation or business entity. The establishment or organization shall pay to the Secretary of State for the 201 202 registration of the main establishment or organization a fee of Two Hundred Fifty Dollars (\$250.00). 203

204 (2) Any person who engages in the business of selling205 preneed contracts shall register with the Secretary of State.

206 The Secretary of State shall establish regulations to (3) 207 register each establishment or organization selling preneed merchandise or services. No establishment or organization shall 208 209 be registered to sell preneed merchandise or services that the 210 establishment or organization cannot lawfully provide at the time 211 of a person's death. The Secretary of State shall also maintain a 212 record of all individuals who are registered to sell preneed 213 merchandise or services through the registered establishment.

(4) The Secretary of State shall establish regulations to register each person selling preneed contracts, including the establishment through which the seller will be selling. No person shall be registered to sell preneed contracts without indicating the establishment for which he or she is selling.

(5) The Secretary of State shall develop and furnish the forms necessary for the registration of establishments and individuals selling preneed contracts.

(6) In addition to the requirements herein, all sellers of
 preneed funeral services shall register with the State Board of

H. B. No. 1386 *HR07/R1915* 04/HR07/R1915 PAGE 7 (MS\HS) 224 Funeral Service of the State of Mississippi as required in Section 225 <u>1 of this act.</u>

226 **SECTION 3.** This act shall take effect and be in force 227 from and after July 1, 2004.