By: Representatives Dedeaux, Bailey, Clarke, Hudson, Robinson (63rd) To: Public Health and Human Services; Insurance

HOUSE BILL NO. 1090

AN ACT TO AMEND SECTION 73-11-55, MISSISSIPPI CODE OF 1972, 1 TO REQUIRE THE STATE BOARD OF FUNERAL SERVICE TO ADOPT RULES TO 2 3 PROTECT EMPLOYEES OF FUNERAL ESTABLISHMENTS FROM HEALTH AND SAFETY RISKS POSED BY THEIR EMPLOYMENT; TO AMEND SECTION 73-11-57, 4 MISSISSIPPI CODE OF 1972, TO REQUIRE THE STATE BOARD OF FUNERAL 5 б SERVICE TO CONDUCT FOLLOW-UP INSPECTIONS OF FUNERAL ESTABLISHMENTS 7 AND BRANCH ESTABLISHMENTS THAT WERE CITED FOR NONCOMPLIANCE WITH 8 LAW OR AGENCY RULES WITHIN THIRTY DAYS OF THE CITATION; AND FOR 9 RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 73-11-55, Mississippi Code of 1972, is amended as follows:

13 73-11-55. (1) No person or party shall conduct, maintain, 14 manage or operate a funeral establishment or branch thereof unless 15 a license for each such establishment has been issued by the board 16 and is conspicuously displayed in such funeral establishment. In 17 case of funeral services held in any private residence, church, 18 cemetery, cemetery chapel, cemetery facility, or lodge hall, no 19 license shall be required.

(2) To be licensed as a funeral establishment, a place or 20 21 premise must be at a fixed and specified address or location and 22 must be used for immediate post-death activities, whether used for 23 the custody, shelter, care, preparation and/or embalming of the human dead. Every funeral establishment shall be under the charge 24 25 and personal supervision of a Mississippi funeral director 26 licensee or a Mississippi funeral service licensee. The licensee 27 in charge and the licensee with personal supervisory responsibilities need not be the same licensee. Each licensed 28 29 funeral establishment shall be inspected at least once during each 30 licensing period. Such inspections may be unannounced.

H. B. No. 1090 *HRO3/R1071* 05/HR03/R1071 PAGE 1 (MS\LH)

G3/5

31 (3) (a) A funeral establishment must contain a preparation 32 and/or embalming room, adequate casket and/or vault selection 33 room, and holding facilities or proper room or rooms in which 34 rites and ceremonies may be held. A funeral establishment shall 35 be subject to an inspection at least once during a two-year 36 license period. Each new establishment must be inspected before 37 the opening. All portions of each facility licensed under this section shall be kept in a clean and sanitary condition. 38 The board shall adopt rules setting minimum standards of safety to 39 protect workers employed in funeral establishments from health and 40 <u>safety ris</u>ks. 41

(b) A branch establishment must contain an office and/or an arrangement room, and a room for viewing and/or a chapel or proper place for ceremonies. A branch establishment need not meet all requirements specified in paragraph (a) of this subsection and need not be under the personal supervision of a Mississippi funeral director licensee or a Mississippi funeral service licensee.

If the branch meets all requirements of a funeral establishment as specified in paragraph (a) of this subsection, such establishment must be under the charge and personal supervision of a Mississippi funeral director licensee or a Mississippi funeral service licensee.

54 (c) A commercial mortuary service is a funeral
55 establishment that embalms and transports for licensed funeral
56 establishments and does not sell any services or merchandise
57 directly or at retail to the public.

(4) Applications for funeral establishment licenses, branch
establishment licenses or commercial mortuary service licenses
shall be made on blanks furnished by the board and shall be
accompanied by a fee in an amount fixed by the board pursuant to
Section 73-11-56. All establishment licenses shall be issued for

H. B. No. 1090 *HRO3/R1071* 05/HR03/R1071 PAGE 2 (MS\LH) a period of two (2) years, except initial licenses may be proratedfrom the date of issuance to the next renewal date.

Renewal funeral establishment and branch establishment license applications and license fees shall be due and payable to the board on or before the expiration date of the license. The board shall mail the notice of renewal and the due date for payment of the renewal fee at least thirty (30) days before that date.

(5) If the renewal fee is not paid on or postmarked by the 71 due date, the license shall by operation of law automatically 72 73 expire and become void without further action of the board. All 74 establishments whose licenses have expired under this section may 75 be reinstated by filing with the board an application for reinstatement, submitting to an inspection during which time the 76 77 licensee in charge of such establishment shall be interviewed by 78 the board or its designee and by paying all renewal fees in 79 arrears and a reinstatement fee.

80 (6) No license shall be assignable or transferable or valid 81 for any establishment other than the original licensee. License 82 fees and application fees are nonrefundable.

(7) A license for each new establishment, change of
location, change of ownership, or reinstatement of an
establishment shall not be issued until an inspection has been
made, license and inspection fees have been paid, and the licensee
in charge of such establishment has been interviewed by the board
or its designee.

89 (8) No operator of a funeral establishment shall allow any 90 person licensed for the practice of funeral service or funeral 91 directing, as the case may be, to operate out of such funeral 92 establishment unless such licensee is the operator of or an 93 employee of the operator of a funeral establishment which has been 94 issued a license by the board.

H. B. No. 1090 *HRO3/R1071* 05/HR03/R1071 PAGE 3 (MS\LH) 95 (9) The board is authorized to establish rules and 96 regulations for the issuance of a special funeral establishment 97 work permit.

98 SECTION 2. Section 73-11-57, Mississippi Code of 1972, is 99 amended as follows:

100 73-11-57. (1) The board may refuse to examine or to issue 101 or renew, or may suspend or revoke, any license, or may reprimand or place the holder thereof on a term of probation, after proper 102 103 hearing, upon finding the holder of such license to be guilty of acts of commission or omission including the following: 104

105 The employment of fraud or deception in applying (a) 106 for a license or in passing the examination provided for in this 107 chapter;

108 (b) The erroneous issuance of a license to any person; 109 The conviction of a felony by any court in this (C) state or any federal court or by the court of any other state or 110 111 territory of the United States;

112 (d) The practice of embalming under a false name or without a license for the practice of funeral service; 113

114 (e) The impersonation of another funeral service or funeral directing licensee; 115

116 (f) The permitting of a person other than a funeral service or funeral directing licensee to make arrangements for a 117 funeral and/or form of disposition; 118

119 Violation of any provision of this chapter or any (g) rule or regulation of the board; 120

121 (h) Having had a license for the practice of funeral service or funeral directing suspended or revoked in any 122 jurisdiction, having voluntarily surrendered his license in any 123 124 jurisdiction, having been placed on probation in any jurisdiction, 125 having been placed under disciplinary order(s) or other 126 restriction in any manner for funeral directing and/or funeral 127 service, or operating a funeral establishment (a certified copy of *HR03/R1071* H. B. No. 1090 05/HR03/R1071

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PAGE 4 (MS\LH)
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128 the order of suspension, revocation, probation or disciplinary 129 action shall be prima facie evidence of such action);

(i) Solicitation of dead human bodies by the licensee, 130 131 his agents, assistants or employees, whether such solicitation 132 occurs after death or when death is imminent; if the person 133 solicited has made known a desire not to receive the 134 communication, or if the solicitation involves coercion, duress or harassment, or if the solicitation takes place at the residence of 135 136 the client or prospective client, is uninvited by the client or prospective client and has not been previously agreed to by the 137 138 client or prospective client; however, this shall not be deemed to prohibit general advertising; 139

(j) Employment directly or indirectly of any apprentice, agent, assistant, employee, or other person, on a part-time or full-time basis or on commission, for the purpose of calling upon individuals or institutions by whose influence dead human bodies may be turned over to a particular funeral establishment;

146 (k) Failure to make responses to communications or147 requests of the board within thirty (30) days;

148 (1) Failure to comply with an order of the board within149 thirty (30) days;

(m) Knowingly performing any act that in any way assists an unlicensed person to practice funeral service or funeral directing;

153 (n) Making a false statement on death certificates; or 154 (o) Unprofessional conduct which includes, but is not 155 limited to:

156 (i) Retaining a dead human body for the payment of 157 a fee for the performance of services not authorized in writing; 158 (ii) Knowingly performing any act which in any way 159 assists an unlicensed person to practice funeral service or

160 funeral directing;

H. B. No. 1090 *HRO3/R1071* 05/HR03/R1071 PAGE 5 (MS\LH) 161 (iii) Being guilty of any dishonorable conduct162 likely to deceive, defraud or harm the public;

(iv) Any act or omission in the practice of funeral service or directing which constitutes dishonesty, fraud or misrepresentation with the intent to benefit the licensee, another person or funeral establishment, or with the intent to substantially injure another person, licensee or funeral establishment; or

169 Any act or conduct, whether the same or of a (v) different character than specified above, which constitutes or 170 171 demonstrates bad faith, incompetency or untrustworthiness; or dishonest, fraudulent or improper dealing; or any other violation 172 173 of the provisions of this chapter, the rules and regulations 174 established by the board or any rule or regulation promulgated by the Federal Trade Commission relative to the practice of funeral 175 service or funeral directing. 176

177 (2) <u>In instances where the board has cited a funeral</u>
178 establishment or branch establishment for noncompliance with state
179 <u>law or board policy, the board shall conduct a follow-up</u>
180 <u>inspection of the funeral establishment within thirty (30) days of</u>
181 <u>the initial inspection to determine if corrective action has been</u>
182 <u>taken.</u>

(3) The board may, upon satisfactory proof that the 183 184 applicant or licensee has been guilty of any of the offenses above 185 enumerated, refuse to examine or issue a license to the applicant, or may refuse to renew or revoke or suspend the license of the 186 187 licensee, or place on probation or reprimand him, upon a majority 188 vote of the board members, after a hearing thereon. The board is hereby vested with full power and authority to hold and conduct 189 190 such hearings, compel the attendance of witnesses and the production of books, records and documents, issue subpoenas 191 192 therefor, administer oaths, examine witnesses, and do all things 193 necessary to properly conduct such hearings. The board may waive *HR03/R1071* H. B. No. 1090 05/HR03/R1071 PAGE 6 (MS\LH)

the necessity of a hearing if the person accused of a violation 194 195 admits that he has been guilty of such offense. Any person who 196 has been refused a license or whose license has been revoked or 197 suspended may, within thirty (30) days after the decision of the 198 board, file with the board a written notice stating that he feels 199 himself aggrieved by such decision and appeals therefrom to the 200 circuit court. Upon the filing of such notice, the secretary of 201 the board shall transmit to the clerk of the circuit court the 202 records and findings of such proceedings. The circuit court shall 203 hear and determine as to whether the action of the board was in 204 accord or consistent with law, or was arbitrary, unwarranted or in 205 abuse of discretion. An appeal from the circuit court judgment or 206 decree may be reviewed by the Supreme Court as is provided by law 207 for other appeals. An appeal of a decision or order of the board 208 does not act as a supersedeas.

209 <u>(4)</u> In a proceeding conducted under this section by the 210 board for the revocation or suspension of a license, the board 211 shall have the power and authority for the grounds stated for such 212 revocation or suspension, and in addition thereto or in lieu of 213 such revocation or suspension may assess and levy upon any person 214 licensed under this chapter, a monetary penalty, as follows:

(a) For the first violation of any of the subparagraphs of subsection (1) of this section, a monetary penalty of not less than Fifty Dollars (\$50.00) nor more than Five Hundred Dollars (\$500.00).

(b) For the second violation of any of the subparagraphs of subsection (1) of this section, a monetary penalty of not less than One Hundred Dollars (\$100.00) nor more than One Thousand Dollars (\$1,000.00).

(c) For the third and any subsequent violation of any of the subparagraphs of subsection (1) of this section, a monetary penalty of not less than Five Hundred Dollars (\$500.00) and not more than Five Thousand Dollars (\$5,000.00).

H. B. No. 1090 *HRO3/R1071* 05/HR03/R1071 PAGE 7 (MS\LH) (d) For any violation of any of the subparagraphs of
subsection (1) of this section, those reasonable costs that are
expended by the board in the investigation and conduct of a
proceeding for licensure revocation or suspension, including, but
not limited to, the cost of process service, court reporters,
expert witnesses and investigators.

233 (5) The power and authority of the board to assess and levy 234 such monetary penalties hereunder shall not be affected or 235 diminished by any other proceeding, civil or criminal, concerning 236 the same violation or violations except as provided in this 237 section.

238 (6) A licensee shall have the right of appeal from the 239 assessment and levy of a monetary penalty as provided in this 240 section under the same conditions as a right of appeal is provided 241 elsewhere for appeals from an adverse ruling, order or decision of 242 the board.

243 <u>(7)</u> Any monetary penalty assessed and levied under this 244 section shall not take effect until after the time for appeal 245 shall have expired.

246 (8) A monetary penalty assessed and levied under this section shall be paid to the board by the licensee upon the 247 248 expiration of the period allowed for appeal of such penalties 249 under this section or may be paid sooner if the licensee elects. With the exception of subsection (3)(d) of this section, monetary 250 251 penalties collected by the board under this section shall be deposited to the credit of the General Fund of the State Treasury. 252 253 Any monies collected by the board under subsection (3)(d) of this 254 section shall be deposited into the special fund operating account 255 of the board.

256 (9) When payment of a monetary penalty assessed and levied 257 by the board against a licensee in accordance with this section is 258 not paid by the licensee when due under this section, the board 259 shall have power to institute and maintain proceedings in its name H. B. No. 1090 *HR03/R1071* 05/HR03/R1071

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PAGE 8 (MS\LH)
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for enforcement of payment in the chancery court of the county and judicial district of residence of the licensee, and if the licensee be a nonresident of the State of Mississippi, such proceedings shall be in the Chancery Court of the First Judicial District of Hinds County, Mississippi.

265 (10) In addition to the reasons specified in subsection (1) 266 of this section, the board shall be authorized to suspend the 267 license of any licensee for being out of compliance with an order for support, as defined in Section 93-11-153. 268 The procedure for 269 suspension of a license for being out of compliance with an order 270 for support, and the procedure for the reissuance or reinstatement of a license suspended for that purpose, and the payment of any 271 272 fees for the reissuance or reinstatement of a license suspended for that purpose, shall be governed by Section 93-11-157 or 273 274 93-11-163, as the case may be. Actions taken by the board in 275 suspending a license when required by Section 93-11-157 or 276 93-11-163 are not actions from which an appeal may be taken under 277 this section. Any appeal of a license suspension that is required by Section 93-11-157 or 93-11-163 shall be taken in accordance 278 279 with the appeal procedure specified in Section 93-11-157 or 280 93-11-163, as the case may be, rather than the procedure specified 281 in this section. If there is any conflict between any provision 282 of Section 93-11-157 or 93-11-163 and any provision of this chapter, the provisions of Section 93-11-157 or 93-11-163, as the 283 284 case may be, shall control.

285 **SECTION 3.** This act shall take effect and be in force from 286 and after July 1, 2005.