A BILL FOR AN ACT

RELATING TO THE DEATH CARE INDUSTRY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. Chapter 469, Hawaii Revised Statutes, is
2	amended by adding a new part to be appropriately designated and
3	to read as follows:
4	"PART . FUNERAL DIRECTORS AND CEMETERY SALESPERSONS
5	"§469- Definitions. As used in this part:
6	"Board" means the death care industry board.
7	"Cemetery salesperson" means a person who sells or offers
8	to sell; buys or offers to buy; lists; leases or offers to
9	lease; or solicits or negotiates the purchase, sale, lease, or
10	exchange of cemetery property or interment services.
11	"Funeral director" means a person who:
12	(1) Engages in one or more of the following practices:
13	(A) Directing or supervising funerals;
14	(B) Preparing human remains for burial by any means,
15	other than by embalming;
16	(C) Disposing of human remains;



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1	(D)	Making of arrangements to provide for funeral
2		services;
3	(E)	Selling funeral services or merchandise; or
4	(F)	Making financial arrangements for the rendering
5		of the services or the sale of funeral
6		merchandise; or
7	(2) Holds	themselves out to the public as either a funeral
8	direc	tor or someone engaged in one of the practices
9	descr	ibed herein.
10	"Funeral direct	or" includes undertakers.
11	§469-	Death care industry board; established;
	_	Death care industry board; established; (a) There is established within the department of
12	composition. (-
12 13	composition. (a) There is established within the department of onsumer affairs pursuant to section 26-9 the death
11 12 13 14 15	composition. (commerce and co care industry b	a) There is established within the department of onsumer affairs pursuant to section 26-9 the death
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12 13 14 15 16	<pre>composition. (commerce and co care industry b (b) The b be appointed by of the senate,</pre>	(a) There is established within the department of onsumer affairs pursuant to section 26-9 the death board. board shall consist of eleven members, who shall of the governor, by and with the advice and consent
12 13 14 15 16 17	<pre>composition. (commerce and co care industry b (b) The b be appointed by of the senate, the governor by</pre>	(a) There is established within the department of onsumer affairs pursuant to section 26-9 the death board. board shall consist of eleven members, who shall of the governor, by and with the advice and consent from a list of qualified nominees submitted to

1	(c)	The members of the board shall be residents of the
2	State, of	which:
3	(1)	One member shall be a funeral service practitioner;
4	(2)	Two members shall be representatives of an immediate
5		disposition company or a licensed funeral
6		establishment, at least one of whom shall be a
7		licensed embalmer;
8	(3)	One member shall be a representative of a for-profit
9		cemetery;
10	(4)	One member shall be a representative of a nonprofit
11		cemetery;
12	(5)	One member shall be a representative of a cemetery
13		owned or operated by a government entity;
14	(6)	One member shall be a representative of a crematorium
15		or any other facility, other than a cemetery, for
16		final disposition of human remains; and
17	(7)	Four members shall be representatives of the public,
18		one of whom shall be a member of a recognized senior
19		citizen advocacy organization.
20	(d)	The board shall elect from its membership one member
21	to serve	as the chairperson of the board and one member to serve



1	as the secretary and treasurer of the board; provided that the	
2	members shall only serve as chairperson or secretary and	
3	treasurer for a term of one year.	
4	(e) Each person appointed to the board shall have a	
5	four-year term; provided that the initial appointments shall be	
6	for staggered terms, as determined by the governor. The	
7	governor shall immediately fill any vacancy by appointing a new	
8	member for a four-year term beginning on the date of	
9	appointment. No member shall serve more than two consecutive	
10	terms, except that a member serving on the board pursuant to	
11	subsection (c)(7) may serve more than two consecutive terms if	
12	no other member of the public is willing to serve on the board.	
13	(f) A board member shall be immediately removed from the	
14	board if, during the member's term, the member:	
15	(1) Fails to maintain residency in the State;	
16	(2) Fails, without a valid excuse, to attend three	
17	consecutive meetings;	
18	(3) Fails to retain any licensure necessary for membership	
19	on the board under subsection (c)(1) or (2); or	



1	(4)	Fails to maintain the member's status as an authorized
2		representative of an entity described in subsections
3		(c)(2) through (6).
4	(g)	The board shall meet at least semiannually and may
5	meet at a	ny other times as the board deems necessary.
6	(h)	Each member shall be:
7	(1)	Compensated at the rate of \$ per day for each
8		day's actual attendance to the member's duties;
9		provided that the compensation shall not exceed a
10		maximum of \$ per year; and
11	(2)	Reimbursed for expenses, including reasonable travel
12		expenses, necessary for the performance of the
13		member's duties.
14	§469	 Death care industry board; powers and duties.
15	(a) In a	ddition to any other powers and duties authorized by
16	law, the	board shall have all the powers necessary to effectuate
17	the purpo	eses of this part, including the power to:
18	(1)	Approve examinations for licensure as funeral
19		directors or cemetery salespersons;
20	(2)	Grant, revoke, suspend, or refuse to renew a license
21		as provided in this part;

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1	(3)	Receive and conduct investigations regarding
2		complaints made against licensees or any other persons
3		performing the services of a funeral director or
4		cemetery salesperson in violation of this part;
5	(4)	Hold hearings, subpoena witnesses and documents,
6		administer oaths, and receive affidavits and oral
7		testimony; and
8	(5)	Adopt rules pursuant to chapter 91 to effectuate the
9		purposes of this part.
10	(b)	The board:
11	(1)	Shall, at least once every two years, inspect the
12		premises and records of each funeral director and
13		cemetery salesperson licensed pursuant to this part;
14	(2)	May randomly inspect the premises and records
15		described in paragraph (1) at any time; and
16	(3)	May establish a self-inspection program;
17	provided	that the board shall only inspect the records described
18	herein to	the extent necessary to ensure compliance with this
19	part or a	ny rules adopted pursuant to this part, or both;
20	provided	further that the board shall not inspect any area of
21	the premi	ses described herein that is used as living quarters;



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and provided further that the board may adopt rules pursuant to
 chapter 91 to establish criteria to exempt funeral directors and
 cemetery salespersons from the requirements of paragraph (1).

4 (c) The board shall employ:

5 (1) At least one full-time equivalent (1.0 FTE) employee
6 to perform inspections under subsection (c) (1) and (2)
7 and aid in the enforcement of the provisions of this
8 part and any rules adopted pursuant to this part; and
9 (2) Any other personnel necessary to assist the board in
10 the performance of its duties;

11 provided that the board shall not employ any person under this 12 paragraph who is a member of the board or actively engaged in a 13 profession or practice regulated by this part.

(d) After each revision to this part or any rules adopted pursuant to this part, the board shall publish for distribution to funeral directors, cemetery salespersons, and any other interested persons, the provisions of this part and the rules adopted pursuant to this part, except that any non-extensive revisions to this part or any rules adopted under this part may instead be published in supplementary form.



1 §469-Death care industry board special fund; 2 established. (a) There is established in the state treasury 3 the death care industry board special fund. 4 (b) The revenues of the special fund shall consist of 5 appropriations made by the legislature, fees charged by the 6 board, grants, gifts, any other moneys deposited into the 7 special fund in accordance with this part, and interest on 8 moneys deposited into the special fund. 9 (C) The special fund shall be used to administer and 10 enforce this part. 11 §469-Funeral directors and cemetery salespersons; 12 licensure. (a) No person shall practice as a funeral director 13 or cemetery salesperson in the State without having a valid 14 license in good standing issued by the board. 15 (b) The board shall adopt rules pursuant to chapter 91 16 establishing requirements for granting, revoking, suspending, or 17 refusing to renew the licenses of funeral directors and cemetery 18 salespersons, including qualifications, application 19 requirements, renewal requirements, and fees. 20 §469-**Penalty.** Any person who practices as a funeral

21 director or cemetery salesperson in violation of this part or



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1 the rules adopted under this part shall be fined not less than \$ 2 nor more than \$ or imprisoned not less than nor 3 , or both." more than 4 SECTION 2. Section 26-9, Hawaii Revised Statutes, is 5 amended by amending subsection (c) to read as follows: 6 "(c) The board of acupuncture, board of public 7 accountancy, board of barbering and cosmetology, boxing 8 commission, Hawaii board of chiropractic, contractors license 9 board, death care industry board, board of dentistry, board of 10 electricians and plumbers, elevator mechanics licensing board, 11 board of professional engineers, architects, surveyors, and 12 landscape architects, board of massage therapy, Hawaii medical 13 board, motor vehicle industry licensing board, motor vehicle 14 repair industry board, board of naturopathic medicine, board of 15 nursing, Hawaii board of optometry, pest control board, board of 16 pharmacy, board of physical therapy, board of psychology, board 17 of private detectives and guards, real estate commission, Hawaii 18 board of veterinary medicine, board of speech pathology and 19 audiology, and any board, commission, program, or entity created 20 pursuant to or specified by statute in furtherance of the 21 purpose of this section including but not limited to



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section 26H-4, or chapters 484, 514B, and 514E shall be placed
 within the department of commerce and consumer affairs for
 administrative purposes.

4 The public utilities commission shall be placed, for 5 administrative purposes only, within the department of commerce 6 and consumer affairs. Notwithstanding section 26-9(e), (f), 7 (g), (h), (j), (k), (l), (m), (n), (p), (q), (r), and (s), and 8 except as permitted by sections 269-2 and 269-3, the department 9 of commerce and consumer affairs shall not direct or exert 10 authority over the day-to-day operations or functions of the 11 commission."

12 SECTION 3. Section 469-2, Hawaii Revised Statutes, is 13 amended to read as follows:

14 "§469-2 Rules. The department of health may prescribe 15 [such] any rules as it deems reasonable and proper relating to 16 the practice of embalming[, to the business of an undertaker,] 17 or to the sanitary condition of places where [such] the business 18 or practice of embalming is conducted. [The rules of the 19 department may prescribe an original registration fee for the 20 engaging by any person in the business of an undertaker and an 21 annual renewal fee.]"



1 SECTION 4. Section 469-3, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "§469-3 Renewal of license. Each licensed embalmer [or 4 licensed undertaker or funeral director] shall, between July 1 5 and 10 of each year, renew the embalmer's [or undertaker's or 6 funeral director's] license by registering with the department 7 of health and by paying a renewal fee. Every license that is 8 not so renewed shall expire on August 1 and shall not be renewed 9 except upon the payment of a delinguent fee." 10 SECTION 5. Section 469-5, Hawaii Revised Statutes, is 11 amended to read as follows: 12 "§469-5 Disposition of fees. All fees collected [by the 13 board] pursuant to this part shall be deposited by the 14 department of health with the director of finance to the credit 15 of the general fund." SECTION 6. Section 469-6, Hawaii Revised Statutes, is 16 17 amended to read as follows: 18 "§469-6 Revocation of license. A license issued pursuant 19 to this part may be revoked by the department of health upon 20 proof to its satisfaction of violation of any rule or regulation 21 of the department in any respect in regard thereto. Every



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1 person so charged shall be given notice and opportunity for 2 hearing in conformity with chapter 91." 3 SECTION 7. Section 469-8, Hawaii Revised Statutes, is 4 amended to read as follows: 5 "§469-8 Penalty. Any person who practices as an embalmer 6 [or undertaker] without being registered with the department of 7 health as herein provided shall be fined not less than \$50 nor 8 more than \$250 or imprisoned not less than thirty days nor more 9 than ninety days, or both." 10 SECTION 8. Chapter 469, Hawaii Revised Statutes, is 11 amended by changing its title to read as follows: "[UNDERTAKERS,] EMBALMERS, FUNERAL DIRECTORS, CEMETERY 12 13 SALESPERSONS" 14 SECTION 9. Chapter 469, Hawaii Revised Statutes, is 15 amended by designating sections 469-1 to 469-8 as part I and 16 inserting a title before section 469-1 to read as follows: 17 "PART I. EMBALMERS" 18 SECTION 10. Section 441-25, Hawaii Revised Statutes, is 19 amended to read as follows: 20 "§441-25 [License] Real estate license not required to act 21 as cemetery or pre-need funeral salesperson. Chapter 467,



relating to real estate brokers and salespersons, shall not be
 applicable to cemetery salespersons [-]; provided that cemetery
 <u>salespersons shall be licensed pursuant to chapter 469.</u>"
 SECTION 11. Statutory material to be repealed is bracketed
 and stricken. New statutory material is underscored.
 SECTION 12. This Act shall take effect on January 1, 2024.

INTRODUCED BY:

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Report Title:

Department of Commerce and Consumer Affairs; Funeral Directors; Cemetery Salespersons; Death Care Industry Board; Special Fund

Description:

Establishes the death care industry board to regulate the practices of funeral directing and cemetery sales. Establishes the death care industry board special fund. Requires funeral directors and cemetery salespersons to be licensed.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

