### A BILL FOR AN ACT

RELATING TO DEATH BENEFITS.

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

SECTION 1. The legislature finds that Hawaii's mortuaries
and cemeteries are inadequately compensated for cremating and
storing unclaimed human remains on behalf of the State. The
department of human services provides death benefits to cover
cremation and disposition costs for a deceased person who was

6 eligible for medical or financial assistance at the time of the

7 person's death and whose body is unclaimed. However, the amount

 ${f 8}$  is not adequate to cover the mortuary or cemetery's expenses.

9 Currently, the State offers \$800 in reimbursement to cover the

 $10\,$  costs of transporting, cremating, storing, and handling the

11 final disposition of an unclaimed body. The Hawaii Funeral and

12 Cemetery Association estimates that the average market rate for

13 these services is approximately \$2,400. The rising costs of

14 fuel, labor, and materials make this pay discrepancy

15 unsustainable for the industry. If mortuaries and cemeteries

16 are not more fairly compensated, they may begin to decline the

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- 1 State's request to handle cremations paid through death
- 2 benefits.
- 3 Accordingly, the purpose of this Act is to increase from
- 4 \$800 to \$1,600 the amount of death benefits paid by the
- 5 department of human services to cover the cremation and
- 6 disposition costs for a deceased person who was eligible for
- 7 medical or financial assistance at the time of the person's
- 8 death and whose body is unclaimed.
- 9 SECTION 2. Section 346-15, Hawaii Revised Statutes, is
- 10 amended by amending subsection (b) to read as follows:
- "(b) All unclaimed dead human bodies shall undergo
- 12 cremation as defined in section 531B-2. The department may bear
- 13 the cost of the mortuary, crematory, or hydrolysis facility
- 14 services for unclaimed dead human bodies furnished by any
- 15 licensed provider of these services. Payments for these
- 16 services shall be made to the extent of the cost, or in the sum
- 17 of [\$800] \$1,600 in total, whichever is less, for each unclaimed
- 18 dead human body. Individuals who have possession, charge, or
- 19 control of any unclaimed dead human body to undergo cremation at
- 20 public expense shall have sixty days from the date of the
- 21 deceased's death to submit in writing to the department its



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- 1 determination that the dead human body is unclaimed and its
- 2 application for payment for cremation. The county medical
- 3 examiners or coroners shall have no time limitation by which to
- 4 submit their written determination that the dead human body is
- 5 unclaimed and their application for payment for cremation."
- 6 SECTION 3. Statutory material to be repealed is bracketed
- 7 and stricken. New statutory material is underscored.
- 8 SECTION 4. This Act shall take effect on July 1, 2024.

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### Report Title:

DHS; Death Benefits; Mortuaries; Cemeteries

### Description:

Increases from \$800 to \$1,600 the amount of death benefits paid by the Department of Human Services to cover the cremation and disposition costs for a deceased person who was eligible for medical or financial assistance at the time of the person's death and whose body is unclaimed.

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