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**By: Senator Astle** Introduced and read first time: February 2, 1996 Assigned to: Finance Committee Report: Favorable with amendments Senate action: Adopted Read second time: March 1, 1996

CHAPTER \_\_\_\_

## 1 AN ACT concerning

## 2 Morticians - Pre-need Contracts and Final Disposition of Human Remains - Regulation

- 3 FOR the purpose of authorizing a licensed mortician or licensed funeraldirector under certain circumstances to execute pre-need contracts; establishing the right of an 4 individual to make certain decisions as to the final disposition of the individual's 5 6 body by executing a certain document in a certain manner or enteringinto a 7 pre-need contract; establishing the order of priority for certain other persons to 8 have the right to arrange for the final disposition of the body of adecedent when 9 the decedent has not executed a certain document; requiring a mortician and 10 certain other licensees to affix a certain identification tag to thebody of the 11 decedent or a certain container under certain circumstances; altering certain 12 provisions of law related to certain disciplinary actions that may be taken by the State Board of Morticians against certain licensees under certain circumstances; 13 14 defining certain terms; and generally relating to regulating the execution of pre-need contracts by certain licensees and the final disposition ofhuman remains.
- 16 BY renumbering

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- Article Health Occupations 17
- Section 7-101(n) through (r), respectively 18
- 19 to be Section 7-101(o) through (s), respectively
- 20 Annotated Code of Maryland
- 21 (1994 Replacement Volume and 1995 Supplement)
- 22 BY repealing and reenacting, without amendments,
- 23 Article - Health Occupations
- 24 Section 7-101(a)
- 25 Annotated Code of Maryland

2	(1994 Replacement Volume and 1995 Supplement)
2 3 4 5	Section 7-101(n), 7-410, and 7-411 Annotated Code of Maryland
7 8 9 10 1	Article - Health Occupations Section 7-316(a)(8) and (13) and (b) and 7-405(a), (b), and (f)(2) Annotated Code of Maryland
14	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That Section(s) 7-101(n) through (r), respectively, of Article - Health Occupations of the Annotated Code of Maryland be renumbered to be Section(s) 7-101(o) through (s), respectively.
10 1'	SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:
13	Article - Health Occupations
19	9 7-101.
20	(a) In this title the following words have the meanings indicated.
2	(N) "LICENSEE" MEANS AN INDIVIDUAL OR ENTITY LICENSED BY THE BOARD TO PRACTICE MORTUARY SCIENCE TO THE EXTENT DETERMINED BY THE BOARD.
2	3 7-316.
2	(a) Subject to the hearing provisions of § 7-319 of this subtitle and except as to a funeral establishment license, the Board may deny a license to any applicant, reprimand any licensee, place any licensee on probation, or suspend or revoke anylicense if the applicant or licensee:
	(8) Employs, pays, or offers to pay a "capper", "steerer", "solicitor", or any other person to obtain business, either in general or for a [particularmortician]  LICENSEE[, funeral director,] or funeral establishment;
3	(13) Fails, after proper demand, to refund promptly any payments received under a pre-need contract WITH INTEREST;
3	(b) (1) Subject to the hearing provisions of § 7-319 of this subtitle and paragraph (2) of this subsection, the Board may REPRIMAND, PLACE ON PROBATION, deny, suspend, or revoke a funeral establishment license for any of the grounds listed in subsection (a) of this section.
3′	(2) The Board may not REPRIMAND, PLACE ON PROBATION, deny, suspend, or revoke a funeral establishment license because of a violation of a provision of

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- 1 this title by an employee of the establishment, unless the employee hasa proprietary
- 2 interest in the business that is conducted from the establishment.
- 3 7-405.
- 4 (a) (1) In this section THE FOLLOWING WORDS HAVE THE MEANINGS
- 5 INDICATED.
- 6 (2) "BENEFICIARY" MEANS A PERSON FOR WHOSE BENEFIT A PRE-NEED
- 7 CONTRACT IS PURCHASED AND WHO WILL RECEIVE THE MERCHANDISE OR
- 8 SERVICES OFFERED UNDER THE CONTRACT.
- 9 (3) "BUYER" MEANS A PERSON THAT PURCHASES A PRE-NEED
- 10 CONTRACT.
- (4) [, "seller"] "SELLER" means a person who agrees to provide services or
- 12 merchandise, directly or indirectly, under a pre-need contract.
- 13 (5) "TRUSTEE" MEANS A PERSON THAT HAS RESPONSIBILITY FOR
- 14 MAKING PRE-NEED ARRANGEMENTS IN A MANNER THAT ENTITLES THE
- 15 BENEFICIARY TO BE ELIGIBLE FOR BENEFITS THAT RESTRICT ASSETS.
- 16 (b) (1) Only a licensed mortician, a licensed funeral director, or aholder of a
- 17 surviving spouse license may offer or agree, directly or indirectly, toprovide services or
- 18 merchandise under a pre-need contract.
- 19 (2) NOTWITHSTANDING THE PROVISIONS OF PARAGRAPH (1) OF THIS
- 20 SUBSECTION, A LICENSED MORTICIAN OR A LICENSED FUNERAL DIRECTOR WHO IS
- 21 EMPLOYED BY A FUNERAL ESTABLISHMENT MAY EXECUTE PRE-NEED CONTRACTS
- 22 ON BEHALF OF THE FUNERAL ESTABLISHMENT WITH WHICH THE MORTICIAN OR
- 23 FUNERAL DIRECTOR IS EMPLOYED.
- 24 (3) ANY FUNERAL ESTABLISHMENT ON WHOSE BEHALF PRE-NEED
- $25\,$  CONTRACTS ARE EXECUTED UNDER THIS SUBSECTION MUST COMPLY WITH THE
- 26 REQUIREMENTS OF THIS SECTION.
- 27 (f) (2) The making of a pre-need contract by a licensed mortician, ALICENSED
- 28 FUNERAL DIRECTOR, OR A HOLDER OF A SURVIVING SPOUSE LICENSE is not the
- 29 practice of insurance business.
- 30 7-410.
- 31 (A) ANY INDIVIDUAL WHO IS 18 YEARS OF AGE OR OLDER MAY DECIDE THE
- 32 DISPOSITION OF THE INDIVIDUAL'S OWN BODY AFTER THE INDIVIDUAL'S DEATH
- 33 WITHOUT THE PRE-DEATH OR POST-DEATH CONSENT OF ANOTHER PERSON BY
- 34 EXECUTING A DOCUMENT THAT EXPRESSES THE INDIVIDUAL'S WISHES OR BY
- 35 ENTERING INTO A PRE-NEED CONTRACT.
- 36 (B) IN ORDER TO BE VALID, ANY DOCUMENT EXECUTED UNDER SUBSECTION
- 37 (A) OF THIS SECTION MUST BE WRITTEN AND SIGNED BY THE INDIVIDUAL IN THE
- 38 PRESENCE OF A WITNESS, WHO, IN TURN, SHALL SIGN THE DOCUMENT IN THE
- 39 PRESENCE OF THE INDIVIDUAL.

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3 4 5 6	(C) UNLESS A PERSON HAS KNOWLEDGE THAT CONTRARY DIRECTIONS HAVE BEEN GIVEN BY THE DECEDENT, IF A DECEDENT HAS NOT EXECUTED A DOCUMENT UNDER SUBSECTION (A) OF THIS SECTION, THE FOLLOWING PERSONS, IN THE ORDER OF PRIORITY STATED, HAVE THE RIGHT TO ARRANGE FOR THE FINAL DISPOSITION OF THE BODY OF THE DECEDENT UNDER THIS SECTION AND ARE LIABLE FOR THE REASONABLE COSTS OF PREPARATION, CARE, AND DISPOSITION OF THE DECEDENT:
8	(1) THE SURVIVING SPOUSE OF THE DECEDENT;
9	(2) AN ADULT CHILD OF THE DECEDENT;
10	(3) A PARENT OF THE DECEDENT;
11	(4) AN ADULT BROTHER OR SISTER OF THE DECEDENT;
12 13	(5) A PERSON ACTING AS A REPRESENTATIVE OF THE DECEDENT UNDER A SIGNED AUTHORIZATION OF THE DECEDENT;
14 15	(6) THE GUARDIAN OF THE PERSON OF THE DECEDENT AT THE TIME OF THE DECEDENT'S DEATH, IF A GUARDIAN HAS BEEN APPOINTED; OR
18 19 20 21	(7) IN THE ABSENCE OF ANY PERSON UNDER PARAGRAPHS (1) THROUGH (6) OF THIS SUBSECTION, ANY OTHER PERSON WILLING TO ASSUME THE RESPONSIBILITY TO ACT AS THE AUTHORIZING AGENT FOR PURPOSES OF ARRANGING THE FINAL DISPOSITION OF THE DECEDENT'S BODY, INCLUDING THE PERSONAL REPRESENTATIVE OF THE DECEDENT'S ESTATE, AFTER ATTESTING IN WRITING THAT A GOOD FAITH EFFORT HAS BEEN MADE TO NO AVAIL TO CONTACT THE PERSONS DESCRIBED IN PARAGRAPHS (1) THROUGH (6) OF THIS SUBSECTION.
25 26 27 28	(D) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, IF A DECEDENT HAS MORE THAN ONE SURVIVOR UNDER SUBSECTION (C)(1) THROUGH (4) OF THIS SECTION, ANY ADULT CHILD, PARENT, OR ADULT BROTHER OR SISTER OF THE DECEDENT WHO CONFIRMS IN WRITING TO A LICENSEE THAT ALL OF THE OTHER MEMBERS OF THE SAME CLASS HAVE BEEN NOTIFIED MAY SERVE AS THE AUTHORIZING AGENT UNLESS THE LICENSEE RECEIVES A WRITTEN OBJECTION FROM ANOTHER MEMBER OF THAT CLASS.
	(2) IF A DECEDENT HAS MORE THAN ONE SURVIVOR UNDER SUBSECTION (C)(1) THROUGH (4) OF THIS SECTION, THE MAJORITY OF A CLASS MAY SERVE AS THE AUTHORIZING AGENT.
35 36	(E) FOR AN INDIVIDUAL WHOSE FINAL DISPOSITION IS THE RESPONSIBILITY OF THE STATE OR ANY OF ITS INSTRUMENTALITIES, A PUBLIC ADMINISTRATOR, MEDICAL EXAMINER, CORONER, STATE-APPOINTED GUARDIAN, OR ANY OTHER PUBLIC OFFICIAL CHARGED WITH ARRANGING THE FINAL DISPOSITION OF THE BODY OF THE INDIVIDUAL MAY SERVE AS THE AUTHORIZING AGENT FOR

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38 PURPOSES OF THIS SECTION.

(F) FOR AN INDIVIDUAL WHO HAS DONATED THE INDIVIDUAL'S BODY TO 40 MEDICAL SCIENCE OR WHOSE DEATH OCCURRED IN A NURSING HOME OR OTHER

41 PRIVATE INSTITUTION, A REPRESENTATIVE OF THE INSTITUTION TO WHICH THE

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- 1 BODY WAS DONATED OR IN WHICH THE DECEDENT DIED MAY SERVE AS THE
- 2 AUTHORIZING AGENT OF THE DECEDENT AND THE INSTITUTION IS CHARGED WITH
- 3 MAKING ARRANGEMENTS FOR THE FINAL DISPOSITION OF THE BODY.
- 4 7-411.
- 5 (A) BEFORE BURIAL OR INTERMENT, A MORTICIAN SHALL AFFIX TO THE
- $6\,$  LONG BONES OF THE <code>DECREASED</code> <code>DECEASED</code> HUMAN BODY A PLASTIC OR <code>METAL</code>
- 7 IDENTIFICATION TAG.
- 8 (B) AFTER CREMATION, A LICENSEE SHALL ENSURE THAT A METAL
- 9 IDENTIFICATION TAG IS PLACED IN THE CREMAINS CONTAINER.
- 10 (C) THE IDENTIFICATION TAG SHALL CONTAIN:
- 11 (1) THE NAME OF THE DECEDENT;
- 12 (2) THE SOCIAL SECURITY NUMBER OF THE DECEDENT;
- 13 (3) THE DECEDENT'S DATE OF BIRTH; AND
- 14 (4) THE DECEDENT'S DATE OF DEATH.
- 15 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 16 October 1, 1996.