

March 3, 2025

The Honorable, C. T. Wilson, Chair House Economic Matters Committee 230 Taylor House Office Building Annapolis, Maryland 21401

## Favorable w Amendments: HB 1354 - Cemetery Sales Requirements

Dear Chair, Wilson and Committee Members:

The NAIOP Maryland Chapters represent approximately 700 companies involved in all aspects of commercial, industrial, and mixed-use real estate. On behalf of our member companies, I am writing to request your favorable with amendments report on HB 1354.

HB 1354 requires notice and approval prior to the sale of a permitted commercial cemetery for a use other than a cemetery. While we can see the purpose in applying these steps to a permitted cemetery company prior to sale, we do not believe the bill is sufficiently clear that the bill does not apply to privately owned burial plots.

We have attached a markup of the bill with proposed amendments intended to clarify that the bill applies only only to cemeteries operated by a cemetery company regulated under Title 5 of the Business Regulation Article.

With these changes, we believe potential confusion can be avoided about the applicability of the bill to the transfer of property that contains burial plots that are not licensed commercial cemeteries.

For these reasons, NAIOP respectfully requests your favorable with amendments report on HB 1354.

Sincerely,

Tom Ballentine, Vice President for Policy

NAIOP - Maryland Chapters, The Association for Commercial Real Estate

cc: Economic Matters Committee Members Nick Manis – Manis, Canning Assoc.

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5lr2093 CF 5lr2094

By: Delegate Simmons

Introduced and read first time: February 7, 2025

Assigned to: Economic Matters and Health and Government Operations

## A BILL ENTITLED

| 1               | AN ACT concerning   |
|-----------------|---|
| 2 3             | Business Regulation - Cemeteries - Requirements for Sale or Transfer or<br>Government Acquisition |
| 4               | FOR the purpose of prohibiting certain owners of a cemetery from selling or transferring          |
| 5               | the cemetery without the approval of the Director of the Office of Cemetery                       |
| 6               | Oversight; authorizing a governmental unit to acquire an abandoned cemetery under                 |
| 7               | certain circumstances; establishing certain requirements for the sale, transfer, or               |
| 8               | government acquisition of a cemetery; and generally relating to the sale, transfer, or            |
| 9               | acquisition of cemeteries.  |
| 10              | BY repealing  |
| 11              | Article – Business Regulation   |
| $\overline{12}$ | Section 5–505   |
| 13              | Annotated Code of Maryland  |
| 14              | (2024 Replacement Volume)   |
| 15              | BY adding to  |
| 16              | Article – Business Regulation   |
| 17              | Section 5–505 and 5–507   |
| 18              | Annotated Code of Maryland  |
| 19              | (2024 Replacement Volume)   |
| 20              | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND                                      |
| 21              | That the Laws of Maryland read as follows:  |
| 22              | Article – Business Regulation   |
| 23              | [5-505.   |

(B) (C)

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| 1<br>2         | (a)<br>may pass a j |                 | tion may be brought in accordance with the Maryland Rules and a court ent for sale of a burial ground for another purpose if:  |
|----------------|---------------------|-----------------|--|
| 3              |                     | (1)             | the ground has been dedicated and used for burial;   |
| 4<br>5         | certificates i      | (2)<br>ssued    | burial lots have been sold in the burial ground and deeds executed or to buyers of the lots;   |
| 6              |                     | (3)             | the ground has ceased to be used for burial; and   |
| 7              |                     | (4)             | it is desirable to dispose of the burial ground for another purpose.   |
| 8<br>9         | (b) parties to se   |                 | court is satisfied that it is expedient or would be in the interest of the burial ground, the court:   |
| 10<br>11       | notice the co       | (1)<br>ourt set | may pass a judgment for the sale of the burial ground on the terms and as;   |
| 12<br>13<br>14 |                     |                 | shall order that as much of the proceeds of the sale as necessary be used s of removing any human remains in the burial ground, buying burial ial ground, and reburying the remains; and |
| 15<br>16       | according to        | (3)<br>their i  | shall distribute the remaining proceeds of the sale among the parties nterests.  |
| 17<br>18       | (c) ground the t    |                 | gment for the sale of a burial ground passes to the buyer of the burial the burial ground free of the claims of:   |
| 19             |                     | (1)             | the owners of the burial ground; and   |
| 20             |                     | (2)             | the holders of burial lots.]   |
| 21             | 5-505.              |                 |  |
| 22             | (A) T               | ите ег          | CTION APPLIES TO A PERMANENT CEMETERY THAT IS OPERATED BY  |
|                | <del> </del>        |                 | Y OWNER.   |
| 23             | <u> </u>            | <u> </u>        | 1 OWNER.   |
| 24             | (B) I               | NTHIS           | SECTION, "CEMETERY OWNER" MEANS:   |
| 25             |                     | (1)             | A REGISTERED CEMETERIAN;   |
| 26             |                     | (2)             | A PERMIT HOLDER UNDER SUBTITLE 4 OF THIS TITLE; OR   |
| 27<br>28       | REGISTRAT           | (3)<br>ION AI   | AN OWNER OF A CEMETERY THAT IS EXEMPT FROM THE ND PERMITTING REQUIREMENTS UNDER § $5-102$ OF THIS TITLE.   |

(1) A REGISTERED CEMETERIAN OR PERMIT HOLDER MAY NOT

SELL

- 30 OR TRANSFER A CEMETERY, IN WHOLE OR IN PART, TO ANOTHER PERSON FOR A USE
- 31 OTHER THAN AS A CEMETERY WITHOUT THE APPROVAL OF THE DIRECTOR.
  - 1 (2) THE OWNER OF A CEMETERY THAT IS EXEMPT FROM THE
- 2 REGISTRATION AND PERMITTING REQUIREMENTS UNDER § 5–102 OF THIS TITLE
- 3 MAY NOT SELL OR TRANSFER THE CEMETERY, IN WHOLE OR IN PART, TO ANOTHER
- 4 PERSON WITHOUT THE APPROVAL OF THE DIRECTOR.
- 5 (C)-(D) BEFORE APPROVING THE SALE OR TRANSFER OF A CEMETERY UNDER
- 6 THIS SECTION, THE DIRECTOR SHALL:
- 7 (1) REQUIRE A CEMETERY OWNER TO SUBMIT TO THE DIRECTOR:
- 8 (I) AN APPLICATION UNDER SUBSECTION (D) OF THIS SECTION;
- 9 (II) A COMPLETED PRESERVATION PLAN UNDER SUBSECTION 10 (E) OF THIS SECTION; AND
- 11 (III) SATISFACTORY EVIDENCE OF COMPLETION OF THE PUBLIC
- 12 NOTICE REQUIREMENTS UNDER SUBSECTION (F) OF THIS SECTION; AND
- 13 (2) REVIEW AND CONSIDER ANY PUBLIC COMMENTS REGARDING THE
- 14 CEMETERY IN ACCORDANCE WITH SUBSECTION (G) OF THIS SECTION.
- 15 (D) (E) (1) TO REQUEST APPROVAL TO SELL OR TRANSFER A CEMETERY
- 16 UNDER SUBSECTION (B) OF THIS SECTION, A CEMETERY OWNER SHALL SUBMIT AN
- 17 APPLICATION TO THE DIRECTOR ON THE FORM THAT THE DIRECTOR PROVIDES.
- 18 (2) IN ADDITION TO ANY OTHER INFORMATION REQUIRED ON AN
- 19 APPLICATION FORM, THE FORM SHALL REQUIRE:
- 20 (I) THE NAME AND ADDRESS OF EACH CEMETERY OWNER;
- 21 (II) NOTICE OF THE INTENT TO SELL OR TRANSFER THE
- 22 CEMETERY, IN WHOLE OR IN PART;

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- 23 (III) A DESCRIPTION OF THE CEMETERY OR PART OF THE
- 24 CEMETERY INTENDED FOR SALE OR TRANSFER, INCLUDING THE NAME, LOCATION,
- 25 SIZE, ESTIMATED NUMBER OF HUMAN REMAINS AND PET REMAINS INTERRED IN THE
- 26 CEMETERY, AND NUMBER OF UNUSED OR UNSOLD BURIAL SITES;
  - (IV) THE NAME AND CONTACT INFORMATION OF ANY POTENTIAL

- 28 BUYERS OR TRANSFEREES OF THE CEMETERY, IF KNOWN;
- 1 (V) AN AGREEMENT TO SUBMIT A PRESERVATION PLAN IN
- 2 ACCORDANCE WITH SUBSECTION (E) OF THIS SECTION; AND
- 3 (VI) A COPY OF THE PUBLIC NOTICE REQUIRED UNDER
- 4 SUBSECTION (F) OF THIS SECTION.
- 5 (E) (F) (1) A CEMETERY OWNER SHALL, IN CONSULTATION WITH THE
- 6 DIRECTOR, DEVELOP A PRESERVATION PLAN FOR A CEMETERY THAT THE
- 7 CEMETERY OWNER INTENDS TO SELL OR TRANSFER.
- 8 (2) IN DEVELOPING THE PRESERVATION PLAN UNDER PARAGRAPH
- 9 (1) OF THIS SUBSECTION, THE CEMETERY OWNER SHALL ATTEMPT TO IDENTIFY AND
- 10 **CONTACT**:
- 11 (I) ANY DESCENDENT OR DESCENDENT COMMUNITY
- 12 ORGANIZATION OF AN INDIVIDUAL INTERRED IN THE CEMETERY;
- 13 (II) ANY INDIVIDUAL OR FAMILY WHO HAS PURCHASED AN
- 14 UNUSED PLOT IN THE CEMETERY; AND
- 15 (III) ANY PERSON THAT HAS WORKED TO MAINTAIN THE
- 16 ABANDONED CEMETERY.
- 17 (F) (G) (1) BEFORE A CEMETERY OWNER MAY SELL OR TRANSFER A
- 18 CEMETERY UNDER THIS SECTION, THE CEMETERY OWNER SHALL PROVIDE PUBLIC
- 19 NOTICE OF THE CEMETERY OWNER'S INTENT TO SELL OR TRANSFER THE CEMETERY
- 20 **BY:**
- 21 (I) PUBLISHING NOTICE OF THE SALE OR TRANSFER IN A
- 22 NEWSPAPER OF GENERAL CIRCULATION IN THE COUNTY WHERE THE CEMETERY IS
- 23 LOCATED FOR 9 SUCCESSIVE WEEKS;
- 24 (II) PLACING A WRITTEN NOTICE OF INTENT TO SELL OR
- 25 TRANSFER IN THE CEMETERY AT A CONSPICUOUS LOCATION IN FULL PUBLIC VIEW
- 26 FOR NOT LESS THAN 60 DAYS;
- 27 (III) PROVIDING NOTICE TO LOCAL GENEALOGICAL AND
- 28 HISTORICAL SOCIETIES; AND
- 29 (IV) HOLDING A PUBLIC MEETING AT WHICH PUBLIC TESTIMONY
- 30 MUST BE OFFERED.

| $\frac{1}{2}$  | (2) A PUBLIC NOTICE REQUIRED UNDER PARAGRAPH (1) OF THIS SUBSECTION SHALL INCLUDE:   |
|----------------|--|
| 3              | (I) THE ADDRESS OF THE CEMETERY;   |
| 4<br>5         | (II) THE ESTIMATED SIZE AND NUMBER OF HUMAN REMAINS OR PET REMAINS INTERRED IN THE CEMETERY;   |
| 6<br>7         | (III) ANY AVAILABLE INFORMATION ABOUT THE CEMETERY FROM THE STATE DEPARTMENT OF ASSESSMENTS AND TAXATION; AND  |
| 8              | (IV) IF AVAILABLE, THE NAME OF THE LAST KNOWN OWNER OF THE CEMETERY.   |
| 0              | (G) (H) BEFORE APPROVING THE SALE OR TRANSFER OF A CEMETERY UNDER  |
| 11<br>12<br>13 | THIS SECTION, THE DIRECTOR SHALL CONSIDER ANY PUBLIC COMMENTS ABOUT THE CEMETERY RECEIVED BY THE CEMETERY OWNER AT A PUBLIC HEARING UNDER SUBSECTION (F)(1)(IV) OF THIS SECTION OR BY THE DIRECTOR, INCLUDING: |
| 14<br>15       | (1) WHETHER THE CEMETERY OWNER HAS CONSIDERED THE CONCERNS OF THE DESCENDANT COMMUNITY, INCLUDING:   |
| 16<br>17       | (I) REASONS FOR THE PROPOSED SALE OR TRANSFER AND FUTURE PLANS FOR THE PROPERTY;   |
| 18<br>19       | (II) WHETHER THE CURRENT LOCATION OF THE CEMETERY HOLDS ANY CULTURAL OR HISTORICAL SIGNIFICANCE;   |
| 20<br>21<br>22 | (III) THE COST OF DISINTERMENT AND REINTERMENT OF THE HUMAN REMAINS OR PET REMAINS IN THE CEMETERY AND WHO SHOULD BEAR THE COST; AND   |
| 23<br>24       | (IV) WHERE ANY HUMAN REMAINS OR PET REMAINS DISINTERRED FROM THE CEMETERY WOULD BE RELOCATED; AND  |

- 25 (2) WHETHER THE CEMETERY OWNER RECEIVED OTHER EQUIVALENT OFFERS FOR PURCHASE OF THE CEMETERY THAT MAY BE LESS DISRUPTIVE TO THE CEMETERY.
- 28 (H)-(I) THE DIRECTOR SHALL APPROVE THE SALE OR TRANSFER OF A 29 CEMETERY OR PART OF A CEMETERY UNDER THIS SECTION IF:

- 1 (1) THE CEMETERY OWNER SATISFIES ALL THE REQUIREMENTS OF 2 THIS SECTION; AND
- 3 (2) THE DIRECTOR DETERMINES THAT IT IS IN THE INTEREST OF ALL
- 4 THE PARTIES TO SELL OR TRANSFER THE CEMETERY OR PART OF THE CEMETERY.
- 5 **5-507.**
- 6 (A) IN THIS SECTION, "ABANDONED CEMETERY" MEANS A CEMETERY

  OPERATED BY A CEMETERY OWNER AS DEFINED IN SUBTITLE 5-505 OF THIS TITLE

  FOR WHICH:
- (1) LEGAL OWNERSHIP OF THE PROPERTY ON WHICH THE CEMETERY IS LOCATED CANNOT BE DETERMINED, AND;
- 8 (2) THE PERSON WITH LEGAL RESPONSIBILITY FOR OPERATION AND 9 MAINTENANCE OF THE CEMETERY CANNOT BE DETERMINED;
- 10 (3) THE ENTITY THAT OPERATED THE CEMETERY HAS CEASED TO 11 OPERATE; OR
- 12 (4) THE REAL PROPERTY ON WHICH THE CEMETERY IS LOCATED HAS 13 BEEN CONDEMNED.
- 14 **(B) (1)** THE STATE, A COUNTY, OR A MUNICIPALITY MAY ACQUIRE AN ABANDONED CEMETERY, INCLUDING OWNERSHIP OF ANY UNOCCUPIED LOTS OR BURIAL SITES, FOR THE PURPOSE OF TRANSFERRING OWNERSHIP OF THE ABANDONED CEMETERY TO A DESCENDANT COMMUNITY ORGANIZATION OR A
- 18 NONPROFIT ORGANIZATION.
- 19 (2) A DESCENDENT COMMUNITY ORGANIZATION OR NONPROFIT
- 20 ORGANIZATION THAT AGREES TO THE TRANSFER OF TITLE OF A CEMETERY UNDER
- 21 PARAGRAPH (1) OF THIS SUBSECTION SHALL AGREE TO PROPERLY MAINTAIN,
- 22 PRESERVE, AND PROTECT THE CEMETERY.
- 23 (C) If a governmental entity that has acquired an abandoned
- 24 CEMETERY UNDER SUBSECTION (B) OF THIS SECTION IS UNABLE TO TRANSFER
- 25 OWNERSHIP OF THE ABANDONED CEMETERY WITHIN A REASONABLE PERIOD OF
- 26 TIME, THE DIRECTOR MAY FACILITATE THE REINTERMENT OF ANY HUMAN REMAINS
- 27 OR PET REMAINS FROM THE ABANDONED CEMETERY TO AN OPERATIONAL
- 28 CEMETERY IN A PROFESSIONAL MANNER.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 31 October 1, 2025.