## FIRST ENGROSSMENT

Fifty-fifth Legislative Assembly of North Dakota

# ENGROSSED SENATE BILL NO. 2136

Introduced by

Industry, Business and Labor Committee

(At the request of the State Board of Funeral Service)

- 1 A BILL for an Act to create and enact twelve new sections to chapter 43-10 of the North Dakota
- 2 Century Code, relating to funeral practice exceptions, limitations on licenses, registration of
- 3 intern embalmers, civil penalties for the unauthorized practice of funeral service, and licenses
- 4 to operate a crematorium; to amend and reenact sections 43-10-01, 43-10-02, 43-10-04,

5 43-10-05, 43-10-10, 43-10-11, 43-10-12, 43-10-13, 43-10-14, 43-10-15, 43-10-16, 43-10-19,

6 43-10-20, 43-10-22, 43-10-23, 43-10-24, and 43-10-25 of the North Dakota Century Code,

7 relating to the powers of the state board of funeral service, licensure and regulation of funeral

8 service practitioners, and disciplinary action of funeral service licensees; and to repeal sections

- 9 43-10-17 and 43-10-18 of the North Dakota Century Code, relating to state board of funeral
- 10 service disciplinary hearings; and to provide a penalty.

#### 11 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. AMENDMENT. Section 43-10-01 of the North Dakota Century Code is
 amended and reenacted as follows:

43-10-01. Definition of board Definitions. Whenever the word "board" is As used in
 this chapter, unless the context otherwise requires, it:

- 16 1. "Board" means the state board of funeral service.
- 17 <u>2.</u> <u>"Crematorium" means a furnace or establishment for the cremation of corpses.</u>
- 18 3. "Embalming" means preparing dead human bodies for final disposition or removal
- 19 by the injection of antiseptic or preservative preparations into the skin, the blood
- 20 vessels, or cavities of the body. The external application of antiseptic solution,
- 21 taking charge of the remains of those dead of any communicable disease,
- 22 preparing dead human bodies for shipment or holding oneself out to do any of the
- 23 <u>above acts by advertising or any other means.</u>

1	<u>4.</u>	"Final disposition" means the entombment, burial in a cemetery, or cremation of a	
2		dead human body.	
3	<u>5.</u>	"Funeral establishment" means any place or premises devoted to or used in the	
4		holding, care, or preparation of a dead human body for final disposition or	
5		transportation or for mourning or funeral ceremony purposes.	
6	<u>6.</u>	"Funeral directing" means the care and disposal of the body of a deceased person;	
7		the preserving, disinfecting, and preparing, by embalming or otherwise, the body of	
8		a deceased person for funeral services, transportation to a point of final	
9		disposition, burial, or cremation; or arranging, directing, or supervising a funeral,	
10		memorial service, or gravesite service.	
11	<u>7.</u>	"Intern embalmer" means a person registered with the board to engage in learning	
12		the practice of embalming under the instruction and personal supervision of a duly	
13		licensed funeral practitioner.	
14	<u>8.</u>	"Funeral practitioner" means a person licensed by the board to practice funeral	
15		directing and embalming.	
16	<u>9.</u>	"Practice of funeral service" means to engage in funeral directing or embalming.	
17	<u>10.</u>	"Preparation of the body" means embalming of the body or such items of care as	
18		washing, disinfecting, shaving, positioning of features, restorative procedures, care	
19		of hair, application of cosmetics, dressing, and casketing.	
20	SEC	CTION 2. AMENDMENT. Section 43-10-02 of the North Dakota Century Code is	
21	amended a	nd reenacted as follows:	
22	43-	10-02. State board of funeral service - Members - Appointment - Qualifications	
23	- Term of c	office - Oath - Vacancies - Removal. The board consists of the state health officer	
24	and three persons appointed by the governor. Each member appointed by the governor shall		
25	serve for a term of four years and until a successor is appointed and qualified. The terms of		
26	office of the appointed members expire on the thirtieth day of June and must be so arranged		
27	that only or	that only one expires in any one year. The appointed members of the board must be persons	
28	practicing embalming in this state and must have practiced for a minimum of three years in		
29	North Dako	ta. Each member shall qualify by taking the oath of office required of civil officers.	
30	The secreta	ary of state may administer the oath and it must be filed in the office of the secretary	

1	of state. A	vacancy on the board must be filled by appointment by the governor for the
2	unexpired t	erm. The governor may remove any member of the board for good cause.
3	SE	CTION 3. AMENDMENT. Section 43-10-04 of the North Dakota Century Code is
4	amended a	nd reenacted as follows:
5	43-	10-04. Meetings of the board - Quorum. The board shall meet at least once a
6	year, and n	nay hold such special meetings as the proper and efficient discharge of its duties
7	requires. T	imely notice of all meetings must be given to every member of the board <del>, and to all</del>
8	applicants	or licensure. Three members constitute a quorum for the transaction of business.
9	SE	CTION 4. AMENDMENT. Section 43-10-05 of the North Dakota Century Code is
10	amended a	nd reenacted as follows:
11	43-	10-05. Power of board to adopt rules for transaction of business - Seal -
12	License fe	es. The board may:
13	<u>1.</u>	Adopt rules to administer and carry out this chapter.
14	<u>2.</u>	Adopt rules regulating the practice, supervision and instruction of intern
15		embalmers.
16	<u>3.</u>	Adopt rules relating to the professional conduct of funeral directors and intern
17		embalmers.
18	<del>1.</del> <u>4.</u>	Adopt such rules for the transaction of its business and the management of its
19		affairs as it deems expedient and proper to administer this chapter.
20	<del>2.</del> <u>5.</u>	Adopt and use a seal.
21	<del>3.</del> <u>6.</u>	Adopt rules requiring each funeral home, at the time of selection of merchandise
22		and services from that funeral home, to disclose in writing to the person or persons
23		making the selection:
24		a. The total price at retail of the merchandise and services selected and a listing
25		of what merchandise and services are included within such total.
26		b. The price at retail of each item of supplemental service or merchandise
27		requested.
28		c. The amount of cash advances to the extent that the advances are known or
29		can be ascertained at the time of the selection.
30		d. The terms of payment for merchandise and services.

1	<del>4.</del> <u>7.</u>	Establish license and renewal fees for funeral service practitioners and funeral
2		establishments within the limits imposed by this chapter.
3	<u>8.</u>	Adopt rules regulating the operation of funeral establishments and crematoriums.
4	<u>9.</u>	Appoint or employ persons to assist the board in carrying out its duties under this
5		chapter.
6	<u>10.</u>	Accept and investigate complaints relating to conduct governed by this chapter.
7	<u>11.</u>	Issue subpoenas, examine witnesses, administer oaths, and investigate
8		allegations of practices violating the provisions of this chapter.
9	SE	CTION 5. AMENDMENT. Section 43-10-10 of the North Dakota Century Code is
10	amended and reenacted as follows:	
11	43-	10-10. License required. No <u>A</u> person may embalm a dead human body or not
12	practice <del>en</del>	nbalming or funeral service in this state unless that person is licensed by the board
13	or <del>under th</del>	e direct supervision of a person licensed by the board registered with the board as
14	an intern embalmer.	
15	SECTION 6. A new section to chapter 43-10 of the North Dakota Century Code is	
16	created and enacted as follows:	
17	<u>Fur</u>	neral practice - Exceptions.
18	<u>1.</u>	Nothing in this chapter may be construed to prevent a person from doing work
19		within the standards and ethics of that person's profession and calling, provided
20		that the person does not represent to the public that the person is engaging in the
21		practice of funeral service.
22	<u>2.</u>	Nothing in this chapter may be construed to prevent embalming by commissioned
23		medical officers in the armed forces of the United States or under the United
24		States public health service while on active duty in a respective service.
25		
	<u>3.</u>	This chapter does not prevent the transportation of a dead human body in
26	<u>3.</u>	This chapter does not prevent the transportation of a dead human body in accordance with other applicable state and federal laws.
	<u>3.</u> <u>4.</u>	
26		accordance with other applicable state and federal laws.
26 27		accordance with other applicable state and federal laws. This chapter does not prohibit ambulance or other emergency transportation of a
26 27 28	<u>4.</u>	accordance with other applicable state and federal laws. This chapter does not prohibit ambulance or other emergency transportation of a dead human body.

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8 **SECTION 7. AMENDMENT.** Section 43-10-11 of the North Dakota Century Code is 9 amended and reenacted as follows:

10 **43-10-11. Examination required - Application - Qualification.** Any person who

desires a license to practice embalming, funeral directing, or preparing dead human bodies for
burial funeral service shall apply to the board on a form provided by the board and submit to an
examination. The applicant shall submit with the application proof that the applicant has the
following qualifications:

- 15 1. Is of good moral character.
- 16 2. Has such preliminary preparation and education as the rules of the board require.
- 17 <u>3.</u> Has completed a twelve-month internship in accordance with rules adopted by the
  board.

SECTION 8. AMENDMENT. Section 43-10-12 of the 1995 Supplement to the North
 Dakota Century Code is amended and reenacted as follows:

43-10-12. Examinations - Subjects covered - Written - Record. The examination for
a license to practice funeral service or preparing dead human bodies for burial or shipment
must be in writing and must cover the following subjects:

- 24 1. Anatomy.
- 25 2. Embalming.
- 26 3. Bacteriology.
- 274.Chemistry.
- 28 5. Pathology.
- 29 6. Mortuary management.
- 30 7. Restorative arts.

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1	8.	Rules of the state department of health and the board governing the practice of		
2		funeral service.		
3	9.	Other subjects that may be required by the board.		
4	All examina	All examination papers must be kept on record by the board for a period of not less than three		
5	years.			
6	SEC	CTION 9. AMENDMENT. Section 43-10-13 of the North Dakota Century Code is		
7	amended a	nd reenacted as follows:		
8	43-1	10-13. License - When granted - Fee - Signed by majority of board -		
9	Nontransfe	erable - Where displayed. The board shall grant a license to practice funeral		
10	service <del>or p</del>	preparing dead human bodies for burial or shipment, if the applicant:		
11	1.	Has the required qualifications;		
12	2.	Has passed the required examination; and		
13	3.	Has paid to the treasurer of the board a sum of not more than one hundred dollars,		
14		as the application fee established by the board.		
15	The license must be signed by a majority of the board, be attested by the board's seal, and			
16	specify by name the person to whom it is issued. A license is nonassignable and			
17	nontransferable and must be displayed by the licensee in a conspicuous place in the licensee's			
18	office or place of business.			
19	SEC	CTION 10. AMENDMENT. Section 43-10-14 of the North Dakota Century Code is		
20	amended and reenacted as follows:			
21	43-1	10-14. License by reciprocity. A licenseholder in good standing in another state		
22	maintaining	a system and standard of examination equivalent to this state may be issued a		
23	license after passing a written examination on questions concerning laws and rules of this			
24	state, upon	payment of a fee established by the board, and proof of good moral character.		
25	SECTION 11. A new section to chapter 43-10 of the North Dakota Century Code is			
26	created and	d enacted as follows:		
27	Lim	itations or qualifications placed on licensee. The board, if the facts support		
28	such action	, may place reasonable limitations or qualifications on the right to practice funeral		
29	service or t	o operate a funeral establishment or crematory.		
30	SECTION 12. AMENDMENT. Section 43-10-15 of the North Dakota Century Code is			
31	amended a	nd reenacted as follows:		

1	43-10-15. License - Term - Renewal - Fee for renewal. A license to practice funeral
2	service or preparing dead human bodies for burial is valid for one year and may be renewed by
3	the board upon the payment to the treasurer of the annual renewal fee before December
4	thirty-first of each year. The amount of the fee may not exceed one hundred dollars. The
5	board may refuse to renew a license for cause.
6	SECTION 13. A new section to chapter 43-10 of the North Dakota Century Code is
7	created and enacted as follows:
8	Late renewal. A license that has been expired may be renewed at any time within
9	three years after its expiration on filing an application for renewal on a form prescribed by the
10	board and payment of the renewal fee in effect on the last regular renewal date. If the license
11	is not renewed within thirty days after its expiration, the licensee shall pay a late fee determined
12	by the board not to exceed one hundred fifty dollars. Renewal under this section is effected on
13	the date on which the application is filed, on the date which the renewal fee is paid, or on the
14	date on which the late fee, if any, is paid, whichever last occurs. A license that is not renewed
15	within three years after its expiration may not be renewed thereafter.
16	SECTION 14. A new section to chapter 43-10 of the North Dakota Century Code is
17	created and enacted as follows:
18	Issuance of duplicate licenses. Upon receipt of satisfactory evidence that a license
19	or certificate has been lost, mutilated, or destroyed, the board may issue a duplicate license or
20	certificate upon such terms and conditions as the board prescribes, and upon payment of a fee
21	of ten dollars.
22	SECTION 15. A new section to chapter 43-10 of the North Dakota Century Code is
23	created and enacted as follows:
24	Change of name. Any licensee desiring to change the name appearing on the
25	licensee's license may do so by applying to the board and paying a fee of ten dollars.
26	SECTION 16. A new section to chapter 43-10 of the North Dakota Century Code is
27	created and enacted as follows:
28	Intern embalmer - Application - Qualifications. The board shall issue a certificate of
29	registration as an intern embalmer to each applicant who files an application upon a form and in
30	a manner the board prescribes, accompanied by the required fee, and who furnished sufficient
31	evidence to the board that the applicant:

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1	<u>1.</u>	Is at least 18 years of age;	
2	<u>2.</u>	Is of good moral character;	
3	<u>3.</u>	Has completed an accredited four-year high school course of study and two years	
4		of accredited college or university studies; and	
5	<u>4.</u>	Has graduated from an accredited college of mortuary science.	
6	SE	CTION 17. A new section to chapter 43-10 of the North Dakota Century Code is	
7	created and enacted as follows:		
8	Certificate of registration - Term - Renewal - Fee for renewal. A certificate of		
9	registration as an intern embalmer is valid for one year and may be renewed by the board upon		
10	payment to the treasurer of the annual renewal fee before December thirty-first of each year.		
11	Registration may not be renewed more than three times. The board may refuse to renew		
12	registration for cause.		
13	SE	CTION 18. AMENDMENT. Section 43-10-16 of the North Dakota Century Code is	
14	amended and reenacted as follows:		
15	43-	10-16. Grounds for revocation of license disciplinary action - Reimbursement	
16	of costs.	The board may revoke, suspend, place on probation, or refuse to issue a license to	
17	practice fur	neral service or preparing dead human bodies for burial, cremation, or shipment if	
18	certificate o	of registration as an intern embalmer upon proof at a hearing that the applicant,	
19	licensee <u>, o</u>	r certificate holder:	
20	1.	Is unfit to practice funeral service.	
21	2.	Has violated this chapter or the rules of the board.	
22	The board	may impose a fee on any person or other legal entity subject to regulation under this	
23	chapter to	reimburse the board for all or part of the costs of administrative actions resulting in	
24	disciplinary	action, including the amount paid by the board for services from the office of	
25	administrat	ive hearings, attorneys' fees, court costs, witness fees, staff time, and other	
26	expenses.		
27	SE	CTION 19. A new section to chapter 43-10 of the North Dakota Century Code is	
28	created and	d enacted as follows:	
29	<u>Ex</u> p	piration of suspended license - Renewal. A suspended license is subject to	
30	expiration a	and must be renewed as provided in this chapter, but the renewal does not entitle	

the holder of the license, while it remains suspended and until it is reinstated, to engage in the
 activity to which the license relates.

3 SECTION 20. AMENDMENT. Section 43-10-19 of the North Dakota Century Code is
4 amended and reenacted as follows:

5 43-10-19. Hearing - Revocation Appeals. A licensed funeral service practitioner 6 against whom charges have been made under section 43-10-16 may appear before the board 7 at the time and place of the hearing and refute the charges made against that person. A board 8 member may administer oaths to witnesses. If after considering the facts and circumstances, 9 the board has sufficient reason to believe that the licensee is guilty of the charges made 10 against the licensee, it may revoke, suspend, or refuse to issue a license. Hearings regarding 11 disciplinary action or denial of a license must be held under chapter 28-32. An appeal from the 12 board's final decision may be taken in accordance with the provisions of section 28-32-15. 13 **SECTION 21.** A new section to chapter 43-10 of the North Dakota Century Code is 14 created and enacted as follows: 15 Restoration of license after revocation. One year from the date of revocation, the former licensee may make application for initial licensure. In order to receive a new license, the 16 17 applicant must satisfy the current requirements for licensure. 18 SECTION 22. AMENDMENT. Section 43-10-20 of the North Dakota Century Code is 19 amended and reenacted as follows: 20 **43-10-20.** Penalty. A person practicing or representing oneself as practicing funeral 21 service, or preparing the dead for burial or shipment in violation of this chapter, is guilty of a 22 class B misdemeanor. In addition to the criminal penalty provided, the civil remedy of injunction 23 is available to restrain and enjoin violations of any provision of this chapter without proof of 24 actual damages sustained by any person and without the board being required to file an 25 undertaking.

SECTION 23. A new section to chapter 43-10 of the North Dakota Century Code is
 created and enacted as follows:

28 **Unauthorized practice - Civil penalty.** In addition to any other penalty, the board may

29 levy a civil penalty of not more than one thousand dollars per offense upon any unlicensed

30 person who, after a hearing or informal resolution in accordance with chapter 28-32, is found to

31 have practiced funeral service without a license issued by the board. In addition, the board

1 <u>may assess costs and attorney's fees for the investigation and administrative proceedings</u>

2 against the unlicensed person found to have been practicing funeral service without a currently

3 valid license. An appeal from any fine imposed pursuant to this section may be made pursuant

4 to the provisions of chapter 28-32.

5 SECTION 24. AMENDMENT. Section 43-10-22 of the North Dakota Century Code is
6 amended and reenacted as follows:

7 **43-10-22.** Licensure of funeral establishments. A person may not operate or 8 manage a funeral establishment without a funeral establishment license issued by the board for 9 each place of business. A Except for on tribal land, a funeral establishment may not be located 10 on tax-exempt property. A person desiring to operate a funeral establishment shall submit an 11 application for an annual license for each funeral establishment to the secretary or executive 12 secretary of the board accompanied by a license fee for each establishment of not more than 13 one hundred dollars, as established by the board. A person operating or managing a funeral 14 establishment shall annually, on or before December first, submit an application for renewal of 15 a license with a renewal fee of not more than one hundred dollars, as established by the board. 16 A license is valid until the following January first, unless sooner revoked. An application must 17 show that the funeral establishment has complied with all rules adopted by the board in regard 18 to safety and sanitation and will be under the supervision of a North Dakota an individual 19 licensed embalmer and to practice funeral director service. An applicant who has met these 20 standards must be issued a license. In case of the death of an owner of a funeral 21 establishment who leaves an established business as part or all of an estate, the board may 22 issue a special renewable temporary license to the personal representative of the deceased 23 person for the duration of the administration of the estate, but which may not exceed two years. 24 The fee for the temporary license is the same as required for regular licenses. 25 **SECTION 25.** A new section to chapter 43-10 of the North Dakota Century Code is

26 created and enacted as follows:

Display of license. The funeral establishment license issued by the board to a funeral
 establishment must be conspicuously displayed at the funeral establishment for which the
 license was issued.

30 SECTION 26. AMENDMENT. Section 43-10-23 of the 1995 Supplement to the North
 31 Dakota Century Code is amended and reenacted as follows:

1 43-10-23. Inspections - Hearings - Revocations - Appeal. The funeral 2 establishment or that part of a funeral establishment in which is conducted or intended to be 3 conducted any funeral service business, must be open at all times for inspection by the board 4 or the state department of health. The board or agents employed by it and the state 5 department of health may make such inspections as are necessary of facilities and equipment 6 of funeral establishments to ensure compliance with safety and sanitary rules adopted by the 7 board or any other rules or federal regulations pertaining to funeral service whenever either 8 deems the inspection advisable. If, upon inspection, it is found that such rules are not complied 9 with, the board shall notify the holder of the funeral establishment license and hold hearings in 10 the manner provided in sections 43 10 17, 43 10 18, and 43 10 19 a hearing. The board may 11 subpoena witnesses, administer oaths, and take testimony. All proceedings under this section 12 must be conducted in accordance with chapter 28-32. The board may, after a hearing, revoke, 13 suspend, or refuse to issue or renew a license upon good cause. A person aggrieved by the 14 action of the board may appeal to the district court of the county in which the person resides or 15 the district court of Burleigh County in accordance with chapter 28-32.

SECTION 27. AMENDMENT. Section 43-10-24 of the North Dakota Century Code is
 amended and reenacted as follows:

43-10-24. Penalty. Any person <u>willfully</u> violating any of the provisions of sections
43-10-21 through 43-10-23, except rules and regulations promulgated under section 43-10-22,
is guilty of a class B misdemeanor. Any person who <u>willfully</u> violates a rule or regulation
promulgated under section 43-10-22 is guilty of an infraction.

SECTION 28. AMENDMENT. Section 43-10-25 of the North Dakota Century Code is
 amended and reenacted as follows:

43-10-25. Licensure of crematoriums. After July 1, 1989, a <u>A</u> person may not
operate a crematorium without a license issued by the board. A person desiring to operate a
crematorium shall submit an application for an annual license to the board. The license fee
may not exceed one hundred dollars and must be the same as a funeral establishment license.
SECTION 29. A new section to chapter 43-10 of the North Dakota Century Code is
created and enacted as follows:

- 1 **Grounds for disciplinary action.** The board may revoke, suspend, place on
- 2 probation, or refuse to issue a license to operate a crematorium upon proof at a hearing that
- 3 the applicant or licensee:
- 4 <u>1.</u> <u>Is unfit to operate a crematorium.</u>
  - 2. <u>Has violated this chapter or rules adopted by the board.</u>
- 6 SECTION 30. REPEAL. Sections 43-10-17 and 43-10-18 of the North Dakota Century
- 7 Code are repealed.

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