| 1 | State of Arkansas | As Engrossed: H3/14/11 A Bill | |
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| 2 | 88th General Assembly | A DIII | |
| 3 | Regular Session, 2011 | | HOUSE BILL 1486 |
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| 5 | By: Representative McLean | | |
| 6 | | For An Act To Be Entitled | |
| 7 8 | | AMEND ARKANSAS LAW CONCERNING BU | |
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| 9 10 | ASSOCIATIO | ONS; AND FOR OTHER PURPOSES. | |
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| 11 | | Subtitle | |
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| 14 | | CIATIONS. | |
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| 17 | BE IT ENACTED BY THE (| GENERAL ASSEMBLY OF THE STATE OF | ARKANSAS: |
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| 19 | SECTION 1. Arka | ansas Code § 23-78-107(a), concer | ning offices and |
| 20 | employees of the Buria | al Association Board, is amended | to read as follows: |
| 21 | (a)(l) The Burt | ial Association Board shall rent | or otherwise acquire |
| 22 | suitable quarters for | an office and employ and fix the | duties and the |
| 23 | salaries of an execut | ive secretary, two (2) auditors, | and such other clerical |
| 24 | assistance as may be n | necessary to carry out the provis | ions of this chapter. |
| 25 | (2) The I | Executive Secretary of the Burial | Association Board |
| 26 | shall furnish to the b | board, at the expense of the boar | d, bond with approved |
| 27 | corporate surety in t | he amount of ten thousand dollars | (\$10,000), conditioned |
| 28 | for his or her faithfu | ul application of all funds comin | g into his or her hands |
| 29 | by virtue of his or h e | er office. | |
| 30 | (3)<u>(2)</u> Th | he board may, if it deems advisab | le, require other |
| 31 | employees to make a go | ood and sufficient corporate bond | to the board at the |
| 32 | expense of the board f | in such amount as the board shall | determine for the |
| 33 | faithful performance of | of their duties. | |
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| 35 | SECTION 2. Arka | ansas Code § 23-78-110 is amended | to read as follows: |
| 36 | 23-78-110. Cert | ificate of authority. | |



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1 (a) Applications for certificate of authority shall be on forms 2 furnished by the Burial Association Board, and no burial association shall begin operation until the application shall have been approved and 3 4 certificate of authority shall have been granted by the board. 5 (b) The following documents and information shall be filed with the 6 application for a certificate of authority: 7 (1) Consent to service of process upon the secretary of the 8 applicant; 9 (2) Copy A copy of the proposed form of membership application, 10 membership certificate, bylaws, and contracts for service, merchandise, 11 supplies, and any other data requested by the board; and 12 (3) References as to character, ability, and integrity of the 13 organizers and of any funeral director or embalmer with whom the applicant 14 proposes to contract; 15 (4) An application fee as determined by rule of the board; and 16 (5)(A) Proof of a deposit to the association's mortuary funds in 17 an amount determined by rule of the board. 18 (B) The deposit required under subdivision (b)(5)(A) of 19 this section shall not exceed ten thousand dollars (\$10,000). 20 (c) If the board is satisfied that the applicant is qualified and meets the requirements of this chapter, it the board shall issue to the 21 22 applicant a certificate of authority upon receipt of the sum of five hundred 23 dollars (\$500). 24 25 SECTION 3. Arkansas Code § 23-78-111(a)(2), concerning burial 26 association license fees, is amended to read as follows: 27 (2) The board shall collect the annual license fee from each 28 burial association that is operating and in good standing on January 1 or 29 before February 15 of the year in which the license fee is payable. 30 SECTION 4. Arkansas Code § 23-78-120(a) and (b), concerning semiannual 31 32 reports to the Burial Association Board, are amended to read as follows: 33 (a)(1) Each Using forms provided by the Burial Association Board, each burial association or society licensed in this state shall file a semiannual 34 report showing the actual financial condition of the burial association or 35 36 society as of June 30 and December 31 of each year on forms provided by the

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| 1 | Burial Association Board. | |
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| 2 | (2) The report shall include documents and information as | |
| 3 | required by rule of the board. | |
| 4 | (b) <u>(l)(A)</u> The report <u>required under this section</u> is due as of June 30 | |
| 5 | and December 31 of each year and shall be filed within thirty (30) days from | |
| 6 | the date upon which it is due. | |
| 7 | (B) A report is delinquent if: | |
| 8 | (i) It is due as of June 30, and it is filed with | |
| 9 | the board after August 15 of the year it is due; or | |
| 10 | (ii) It is due as of December 31, and it is filed | |
| 11 | with the board after February 15 of the year next following the year it is | |
| 12 | <u>due.</u> | |
| 13 | (2) If a due date under subdivision (b)(1) of this section falls | |
| 14 | on a weekend or holiday, the report shall be due on the first business day | |
| 15 | following the weekend or holiday. | |
| 16 | (3)(A) The board may grant an extension of time to submit a | |
| 17 | report for good cause. | |
| 18 | (B) A burial association or society shall file a request | |
| 19 | for an extension to the board in writing before the due date of the report. | |
| 20 | (4)(A) A report submitted to the board that omits required | |
| 21 | documents or information shall not be considered as filed with the board and | |
| 22 | will be returned to the burial association or society for corrections or | |
| 23 | completion. | |
| 24 | (B) A report that omits required documents or information | |
| 25 | is delinquent if the submission of documents or information to complete the | |
| 26 | report: | |
| 27 | (i) Causes a report that is due as of June 30 to be | |
| 28 | filed with the board after August 15 of the year it is due; or | |
| 29 | (ii) Causes a report that is due as of December 31 | |
| 30 | to be filed with the board after February 15 of the year next following the | |
| 31 | <u>year it is due.</u> | |
| 32 | (5) A burial association or society whose report is delinquent | |
| 33 | is subject to a financial penalty established by rule of the board. | |
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| 35 | SECTION 5. Arkansas Code § 23-78-125 is amended to read as follows: | |
| 36 | 23-78-125. Revocation of certificate, license, charter, etc Appeal. | |

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HB1486

| 1 | (a) Upon the revocation of any certificate of authority, charter, or |
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| 2 | other authority by the Burial Association Board under any of the provisions |
| 3 | of this chapter, the association or person whose certificate of authority, |
| 4 | charter, license, or other authority has been revoked shall have the right of |
| 5 | appeal from the action of the board revoking the certificate of authority, |
| 6 | charter, or other authority to the circuit court of the county in which the |
| 7 | burial association may be located. |
| 8 | (b) Appeals shall be made in accordance with the Arkansas |
| 9 | Administrative Procedure Act, § 25-15-201 et seq. |
| 10 | (c) Upon receipt of a notice of appeal, the board shall file with the |
| 11 | clerk of the circuit court the decision of the board. The clerk of the |
| 12 | circuit court shall then transfer the appeal to the civil docket as in cases |
| 13 | of appeal from a justice of the peace. |
| 14 | (d) The appeal shall be heard de novo by the court without a jury. |
| 15 | (e) Either party shall have the right of appeal to the Arkansas |
| 16 | Supreme Court. |
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| 18 | /s/McLean |
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