For An Act To Be Entitled

AN ACT TO CREATE THE STATE BOARD OF EMBALMERS, FUNERAL DIRECTORS, CEMETERIES, AND BURIAL SERVICES WITHIN THE STATE INSURANCE DEPARTMENT; TO ABOLISH THE STATE BOARD OF EMBALMERS AND FUNERAL DIRECTORS, THE BURIAL ASSOCIATION BOARD, AND THE ARKANSAS CEMETERY BOARD; AND FOR OTHER PURPOSES.

Subtitle

TO CREATE THE STATE BOARD OF EMBALMERS, FUNERAL DIRECTORS, CEMETERIES, AND BURIAL SERVICES; AND TO ABOLISH THE STATE BOARD OF EMBALMERS AND FUNERAL DIRECTORS, THE BURIAL ASSOCIATION BOARD, AND THE ARKANSAS CEMETERY BOARD.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. DO NOT CODIFY. Abolition of the Arkansas Cemetery Board, the State Board of Embalmers and Funeral Directors, and the Burial Association Board.

(a) The Arkansas Cemetery Board, State Board of Embalmers and Funeral Directors, and Burial Association Board are abolished, and their powers, duties, functions, records, personnel, property, unexpended balances of appropriations, allocations, or other funds are transferred to the State Insurance Department by a type 3 transfer under § 25-2-106.

(b)(1) For the purposes of this act, the State Insurance Department
shall be considered a principal department established by Acts 1971, No. 38.

(2) All rules promulgated by the Arkansas Cemetery Board, the State Board of Embalmers and Funeral Directors, and the Burial Association Board in effect before the effective date of this act, are transferred as a matter of law to the State Insurance Department on the effective date of this act and shall be considered an officially promulgated rule of the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services of the State Insurance Department.

SECTION 2. DO NOT CODIFY. Effective date.
This act shall become effective on July 1, 2018.

SECTION 3. Arkansas Code Title 23, Chapter 61, is amended to add an additional subchapter to read as follows:

Subchapter 11 —
State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services

As used in this subchapter:

(1) "Burial association" means:

(A) A person, firm, association, copartnership, corporation, company, or other organization that, from and after February 18, 1953:

(i) Undertakes for consideration paid by or on behalf of its members to defray all or a part of the funeral expenses of the members;

(ii) Furnishes or undertakes to furnish merchandise, supplies, and services or any other character of burial benefits to the members; or

(iii) Issues a certificate that provides for the payment of funeral benefits to the members in services, merchandise, or supplies, including the services of funeral directors and embalmers; and

(B) Every person, firm, association, copartnership, corporation, or company that, before February 18, 1953, has:

(i) Undertaken for a consideration to pay money to its contributors for the purpose of defraying all or part of the funeral
expenses of a deceased person;

(ii) Furnished or has undertaken to furnish supplies and services or any other character of burial benefits to the contributing person or to his or her beneficiaries or members of his or her family; or

(iii) Issued any form of contract or certificate that, under its terms, provides for the payment of funeral benefits in money, services, or supplies, including the services of undertakers or embalmers;

(2) "Care and maintenance" means the continual maintenance of the cemetery grounds and graves in keeping with a properly maintained cemetery;

(3)(A) "Cemetery" means any land or structure in this state dedicated to and used or intended to be used for interment of human remains.

(B) "Cemetery" includes a:

(i) Burial park for earth interments;

(ii) Mausoleum for vault or crypt interments; or

(iii) Combination of one (1) or more burial parks for earth interments and mausoleums for vault or crypt interments;

(4) "Cemetery company" means an individual, partnership, corporation, limited liability company, or association owning or controlling cemetery lands or property and conducting the business of a cemetery or making an application with the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services to own or control the lands or conduct the business;

(5) "Permit holder" means a cemetery company that holds a permit issued by the board to own or operate a perpetual care cemetery; and

(6) "Perpetual care cemetery" means a cemetery for the benefit of which a permanent maintenance fund has been established in accordance with this subchapter.

23-61-1102. Creation — Members.

(a) There is created within the State Insurance Department the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

(b) The members of the board shall be:

(1) Residents of this state;

(2) At least twenty-one (21) year of age; and

(3) Of good moral character.
(c) The board shall be composed of nine (9) members as follows:

1. (A) The Insurance Commissioner or his or her designated deputy.
2. (B) The Insurance Commissioner or his or her designated deputy shall be a voting member of the board; and
3. (2)(A) Eight (8) members appointed by the Governor and subject to confirmation by the Senate who shall serve terms of five (5) years.
4. (B) Six (6) members of the members of the board under subdivision (c)(2)(A) of this section shall include:
5. (i)(a) Two (2) licensed embalmers or funeral director, each of whom has had at least five (5) consecutive years of experience as an embalmer or funeral director in this state immediately preceding his or her appointment to the board.
6. (b) The Governor shall consult licensed embalmers and funeral directors before making an appointment under subdivision (c)(2)(B)(i) of this section.
7. (c) The Arkansas Funeral Directors Association or its successor shall submit to the Governor a list containing the names of at least four (4) professionals under subdivision (c)(2)(B)(i) of this section;
8. (ii) Two (2) owners or operators of a licensed perpetual care cemetery in this state; and
9. (iii) Two (2) professionals engaged in the operation of a burial association for at least five (5) consecutive years preceding his or her appointment to the board.
10. (C)(i) The remaining two (2) members of the board shall be:
11. (a) One (1) person from this state, appointed at large, to represent the consumer community; and
12. (b) One (1) person from this state who is at least sixty (60) years of age, appointed at large, to represent the elderly community.
13. (ii) The members of the board under subdivision (c)(2)(C)(i) of this section shall not be actively engaged in or retired from the profession of embalming or funeral directing, the business of operating a burial association, or any other profession or occupation that is regulated
by the board.

(iii) The members of the board under subdivision (c)(2)(C)(i) shall be full voting members of the board.

(d) The members of the board shall hold the first meeting within five (5) days after membership appointment and select one (1) member under subdivision (c)(2)(B) of this section as Chair of the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services who shall serve a one-year term or until his or her successor is selected and qualified.

(e) Each congressional district as of shall be represented by membership on the board.

(f)(1) The length of the term for an initial member of the board under this section shall be staggered and set by the Governor.

(2) After the terms of the initial members of the board under subdivision (f)(1) of this section, a member of the board shall serve for a term of five (5) years, and shall serve on the board until a successor is appointed and qualified.

(3) A member of the board shall not be appointed to more than two (2) consecutive full terms.

(g) A vacancy on the board due to the death, resignation, or other cause of an appointed member of the board shall be filled by appointment by the Governor for the unexpired portion of the term in the same manner as required for an initial appointment.

(h) The presence of five (5) or more members of the board shall constitute a quorum.

(i) A member of the board who has a financial interest in a matter before the board shall be disqualified from:

(1) Participating in discussion pertaining to the matter; and

(2) Voting on the matter.

(j) A board member is eligible to receive expense reimbursement and stipends under § 25-16-901.

(k) The Governor may remove any member of the board for incompetence, improper conduct, gross neglect, or malfeasance.

(l)(1) Before entering upon duties of the board, members of the board shall take and subscribe to the oath prescribed by the Arkansas Constitution for state officers and shall file the subscribed oath in the office of the Secretary of State.
(2) The Secretary of State shall issue a certificate of appointment for the new member of the board.

(m) The board may make reimbursement of the necessary and reasonable travel, board, and lodging expenses of the board’s employees, Executive Secretary of the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services, and auditors incurred in the performance of their official duties.

(a) The State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may:
   (1)(A) Hold a meeting no less than one (1) time each calendar quarter.
   (B) The meeting shall be held at a time and place as the board or Insurance Commissioner may determine, after notice of such meeting has been given to the general public at least thirty (30) days before the meeting.
   (C) The board shall meet upon written demand of any two members of the board or upon the call of the Insurance Commissioner;
   (2) Make examinations required by § 17-29-301 et. seq. available to applicants at least two (2) times annually at suitable locations during normal business hours.
   (3) Promulgate appropriate rules:
      (A) For the transaction of business of the board;
      (B) For the betterment and promotion of the standards of service and practice;
      (C) To establish the standards of practice and a code of ethics for persons licensed or authorized under this subchapter, § 17-29-301 et. seq.; the Cemetery Act for Perpetually Maintained Cemeteries, § 20-17-1001 et seq.; or § 23-78-101 et seq.; and
      (D) To establish qualifications necessary to:
         (i) Practice the science of embalming;
         (ii) Engage in the business of funeral directing;
         (iii) Practice cremation;
         (iv) Transport human remains; and
         (v) Operate a funeral establishment, mortuary
service, crematorium, retort, or transport service firm to transport human remains;

(4)(A) Develop, establish by rule, and administer a mandatory or voluntary continuing education program and its requirements for persons licensed or authorized by the board.

(B) The board may excuse licensees, as a group or as individuals, from a continuing education program, if any unusual circumstances, emergency, or hardship prevents participation in the program;

(5) Promulgate rules and publish forms to enforce and administer laws governing:

(A) Embalmers, funeral directors, and funeral establishments, under § 17-29-301 et seq.; § 17-29-401 et seq.; and § 17-29-501 et seq.;

(B) Burial associations under § 23-78-101 et seq.; and

(C) Cemetery companies under the Cemetery Act for Perpetually Maintained Cemeteries, § 20-17-1001 et seq.; and the Insolvent Cemetery Grand Fund Act § 20-17-1301 et seq.;

(6) Suspend or revoke permits or licenses when a licensee fails to comply with any of the laws governing the licensee or when a licensee fails to comply with a rule or order of the board;

(7) Upon application, grant permits, licenses, or certificates of authority to applicants and licensees;

(8) When appropriate, amend permits, licenses, or certificates of authority;

(9)(A) Apply to Pulaski County Circuit Court to enjoin any act or practice and to enforce compliance with relevant laws and the rules and orders of the board when it appears that any person has engaged in or will engage in an act or practice that constitutes a violation of any provision of this subchapter or rule or order of the board.

(B) The court shall not require the board or commissioner to post a bond;

(10) Apply to Pulaski County Circuit Court or the circuit court in the county in which the licensee is located for the appointment of a receiver or conservator of the cemetery corporation or its permanent maintenance fund when it appears to the board or Insurance Commissioner that a cemetery corporation is insolvent or that the cemetery corporation, its
officers, directors, agents, or the trustees of its permanent maintenance
fund, have violated this subchapter, relevant laws, or the rules or orders of
the board;

(11)(A) Conduct hearings, subpoena witnesses, books, and records
in connection with alleged violations of this subchapter, relevant laws, and
the rules or orders of the board.

(B)(i) In case of contumacy or refusal to obey a subpoena
issued to a person, the Pulaski County Circuit Court, upon application by the
board, may issue to the person an order requiring him or her to appear before
the board or the person designated by the board.

(ii) Failure to obey the order of the court may be
punished by the court as a contempt of court.

(C) An order by the board under this subchapter shall be
subject to review by the Pulaski County Circuit Court or by the circuit court
of the county in which any part of the cemetery lies if an application for
review of an order by the board is made within thirty (30) days of the date
of the order; and

(12) Establish and collect reasonable fees.

(b) The board shall adopt bylaws and rules in connection with the care
and disposition of human remains in this state.

(c)(1) The Insurance Commissioner may appoint assistants, deputies,
and examiners, inspectors, attorneys, clerks, stenographers, and other
personnel as may be necessary to assist him or her in the discharge of the
duties imposed upon him or her in overseeing the board.

(2) Personnel under subdivision (c)(1) of this section shall
devote their entire business time to carrying out official duties concerning
the board, or if appropriate, the State Insurance Department.

(d) The powers and authority under subsection (a) of this section
shall not be in diminution or limitation of the powers and authority vested
in the board by the various sections of this subchapter, but the board shall
possess all powers and authority, whether set forth in this section or not,
to enable it to carry out the intent and purpose of this subchapter.

(e)(1) The board, when it shall deem necessary, shall be represented
by the department.

(2)(A) If deemed necessary by the board, the board may employ
special counsel whose services shall be paid for from funds of the board.
(B) Special counsel shall be retained only with the prior approval of the Insurance Commissioner.

23-61-1104. Executive Secretary of the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Service.

(a)(1)(A) The Insurance Commissioner may appoint and employ a person as the Executive Secretary of State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Service who shall serve at the pleasure of the commissioner.

(2) The executive secretary shall devote the necessary time to the performance of his or her duties under this section.

(3) The duties of the executive secretary shall include:

(A) Collection of fees and charges under this subchapter; § 17-29-301 et seq.; the Cemetery Act for Perpetually Maintained Cemeteries, § 20-17-1001 et seq.; and the Insolvent Cemetery Grand Fund Act § 20-17-1301 et seq.; and § 23-78-101 et seq.;

(B) Keeping record of the proceedings of the board;

(C) Keeping an accurate account of all moneys received and disbursed by the Insurance Commissioner; and

(D) Any other duties defined and designated by the board.

(b) The board shall maintain its main office location in Little Rock and transact the business of the board at the main office.

23-61-1105. Embalmers and Funeral Directors.

(a) The Insurance Commissioner or a person appointed or employed by the commissioner shall:

(1) Have general supervision over field inspection and enforcement of this subchapter and § 17-29-301 et seq.;

(2) Make public the procedures for making inquiries into the practice of funeral directors or embalmers and for making complaints concerning the practices;

(3) Maintain a record of the licensee and business name and address of every person licensed under § 17-29-301 et seq., including the license number, date of the license, and the renewal date of the license;

(4) On request, supply a list of every person and funeral establishment licensed under § 17-29-301 et seq., to a person licensed as an
embalmer or funeral director, to a common carrier in this state, to a
hospital licensed in this state, or to any other person authorized by law to
receive the list;

(5) Hold all moneys received by the board to pay the necessary
and allowable expenses for the operation of the board in carrying out the
provisions of this subchapter, § 17-29-301 et seq.; the Cemetery Act for
Perpetually Maintained Cemeteries, § 20-17-1001 et seq.; and the Insolvent
Cemetery Grand Fund Act § 20-17-1301 et seq.; and § 23-78-101 et seq.;

(6) If applicable, receive and be paid an annual salary not to
exceed the amount authorized by law; and

(7) Charge and collect a criminal background check processing
fee in an amount necessary to recover the charge imposed by the Department of
Arkansas State Police to conduct a criminal background check for a person
applying for an initial license under § 17-29-301 et seq.

(b) The board may promulgate rules reasonably necessary to reflect any
changes in the law as adopted by the United States Congress or any
appropriate agency of the United States Government as it affects funeral
establishments, funeral directors, or embalmers and for the purpose of
keeping this law consistent with, and compatible to, the laws of the United
States.

23-61-1106. Inspector of the State Board of Embalmers, Funeral
Directors, Cemeteries, and Burial Services — Funeral directing — Embalming,
cremating, or transporting human remains

(a)(1) The Insurance Commissioner may appoint an agent or agents as
Inspector of the State Board of Embalmers, Funeral Directors, Cemeteries,
and Burial Services.

(2) A person is not eligible for appointment as inspector under
subdivision (a)(1) of this section unless he or she has not fewer than five
(5) consecutive years of active experience as an embalmer and funeral
director licensed in this state.

(b) The inspector shall hold office at the pleasure of the
commissioner, who shall determine his or her duties.

(c)(1) The inspector, with proper identification, may enter any
office, premises, establishment, or place of business in this state where the
practice of embalming, funeral directing, cremation, or transportation of
human remains is carried on, or where the practice is advertised as being carried on, to:

(A) Inspect the office, premises, crematory, or establishment;
(B) Inspect the license and registration of a licensee;
(C) Inspect the manner and scope of training given to an apprentice; and
(D) Ensure compliance with all state laws and rules pertaining to funeral service.

(2) By accepting a license under § 17-29-301 et seq., the licensee grants permission for the inspector or other board designee to enter the licensee’s business premises without prior notice.

d) The inspector may serve and execute any process issued by a court under this subchapter, to serve and execute any papers or process issued by the board under the authority of this subchapter and § 17-29-301 et seq., and to perform such other duties as prescribed or ordered by the board.

e) The inspector shall not accept any employment, salary, fees, or other remuneration from a funeral establishment or wholesale firm dealing in funeral supplies and equipment.

(f) The inspector shall receive such compensation as the board may determine within the maximum authorized by law.


(a) The State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may promulgate reasonable rules for the licensing of crematoriums.

(b) A crematorium shall not be operated in this state unless licensed by the board, and a dead human body shall not be cremated in this state except at a licensed crematorium.

(c) A violation of this section is a Class A misdemeanor.

23-61-1108. Transportation of dead human bodies.

(a) In the interest of public health and to ensure the safe, secure, and timely transportation of dead human bodies in and through Arkansas, the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may license, inspect, and promulgate reasonable rules for any person.
partnership, corporation, association, society, or other legal entity engaged
in the business of transporting dead human bodies over public streets and
highways of this state.

(b) A violation of this section is a Class A misdemeanor.

23-61-1109. Cemeteries and cemetery companies.

(a) The State Board of Embalmers, Funeral Directors, Cemeteries, and
Burial Services may:

(1)(A) Conduct periodic, special, or other examination of a
cemetery or cemetery company, including without limitation an examination of
the physical condition or appearance of the cemetery, the financial condition
of the cemetery company and any trust funds maintained by the cemetery
company, and other examinations that the board or Insurance Commissioner
deems necessary or appropriate in the public interest.

(B) An examination under subdivision (a)(1)(A) of this
section shall be carried out by:

(i) A member or representative of the board;

(ii) A certified public accountant or registered
public accountant as authorized under § 20-17-1007; or

(iii) The State Insurance Department;

(2) Issue or amend permits to operate a cemetery under this
subchapter;

(3) Suspend or revoke permits to operate a cemetery when a
cemetery fails to comply with this subchapter, rules promulgated under this
subchapter, or any order of the board;

(4) Make rules and forms to enforce this subchapter;

(5) Require cemetery companies to observe minimum accounting
principles and practices and make and keep the books and records for a period
of time as the board may prescribe by rule;

(6) Require additional contributions to the permanent
maintenance fund of the cemetery under this subchapter, including without
limitation contributions not to exceed three thousand dollars ($3,000)
whenever a cemetery company fails to properly care for and maintain or
preserve the cemetery;

(7) Apply to Pulaski County Circuit Court or the circuit court
of the county in which the cemetery is located for appointment of a receiver
or conservator of the cemetery company or its permanent maintenance fund when it appears to the board that a cemetery company is insolvent or that the cemetery company, its officers, directors, agents, or the trustees of its permanent maintenance fund, have violated this subchapter and the rules promulgated under this subchapter or have failed to comply with any board order;

(8) Increase, by rule, the amount of a deposit required under § 20-17-1016 if the board determines that a greater sum is necessary to assure that the permanent maintenance fund will earn sufficient income to provide for the care and maintenance of the cemetery; and

(9)(A) Purchase insolvent, licensed perpetual care cemeteries that have been in court-ordered receivership or conservatorship for at least five (5) years.

(B) If the taking of legal possession of the cemetery under subdivision (a)(9)(A) of this section requires the payment of consideration, any payment made by the board shall not exceed one thousand dollars ($1,000).

(b) A violation of this section is a Class A misdemeanor.


(a) The State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may:

(1) Grant certificates of authority to burial associations;

(2) Revoke certificates of authority, charters, or other authority granted to burial associations in this state;

(3) Fix the minimum assessments or minimum membership dues for which burial associations may issue certificates for benefits in specified amounts;

(4) Supervise the affairs of all burial associations organized or operating in this state;

(5) Conduct hearings as provided in this subchapter and collect, receive, hold, and expend annual license fees under this subchapter and § 23-78-101 et seq.;

(6) Adopt and enforce such rules as the board deems necessary and expedient for the proper operation of the burial association and the carrying out of the objects and purposes of this subchapter;
(7) Establish actuarial rates and reserve requirements necessary
to ensure the financial integrity of all burial associations;

(8) Approve requests from burial associations that have excess
financial resources, as determined by the board, to adopt a plan to pay death
benefits in excess of the face value of a certificate of benefits issued by
the burial association to members of the burial association; and

(9) Approve or disapprove an application for the dissolution,
merger, or reorganization of a burial association organized and operating in
this state, merger, or reorganization of a burial association organized and
operating in this state.

(b) The board may determine issues between different burial
associations and between burial associations and their respective members,
and render binding decisions, subject to appeal.

23-61-1111. Duties of the State Insurance Department.
(a) The State Insurance Department shall assist the State Board of
Embalmers, Funeral Directors, Cemeteries, and Burial Services in the
performance of the duties of the board.

(b) Assistance under subsection (a) of this section shall include
without limitation:

(1) Receiving and disseminating filings, questions, and requests
on behalf of the board to the members of the board in advance of each
meeting;

(2) Reviewing all filings, questions, and requests on behalf of
the board and offering its opinion on the resolution of the matter;

(3) Issuing written responses regarding complaints received by
the board;

(4) Scheduling all meetings in conjunction with the Chair of the
State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services;

(5) Providing appropriate legal notices for all scheduled
meetings;

(6) Establishing a site where meetings of the board may be held;

(7) When necessary, scheduling the services of a court reporter
for all meetings of the board;

(8) Providing legal representation and assistance through the
legal staff of the department to the board in matters pertaining to this
subchapter;

(9) Acting as a liaison between the board and any court involved
in the administration of any perpetual care cemetery placed in receivership;

(10) Performing inspections at burial associations, cemeteries,
funeral homes, funeral establishments and crematoriums for which complaints
have been received by the board;

(11) Performing special audits and examinations as necessary;

(12) Scheduling, performing, and assisting in performing regular
audits and examinations of cemeteries, funeral homes, funeral establishments,
and crematoriums;

(13) Administering or assisting in administering the annual
reporting for all perpetual care cemeteries; and

(14) Assisting in the formulation of legislation on behalf of
the board.

SECTION 4. Arkansas Code § 14-2-102(c)(1)(D)(i), concerning records of
military discharges, is amended to read as follows:

(i) Is licensed and regulated by the State Board of
Embalmers and Funeral Directors under § 17-29-201 et seq. State Board of
Embalmers, Funeral Directors, Cemeteries, and Burial Services under § 23-61-
1101 et seq.;

SECTION 5. Arkansas Code Title 17, Chapter 29, Subchapter 2, is
repealed.

Subchapter 2
— Embalmers and Funeral Directors Law — State Board of Embalmers and Funeral
Directors

17-29-201. Creation — Members — Duties.
(a) There is created the State Board of Embalmers and Funeral
Directors.

(b)(1) The board shall consist of seven (7) members, appointed by the
Governor with the advice and consent of the Senate for a term of three (3)
years.

(2) Four (4) members, at least one (1) of whom shall be from
each of the four (4) congressional districts, and one (1) at large
representative shall be appointed as follows:

(A)(i) Five (5) members of the board shall be embalmers or funeral directors, or both, licensed under § 17-29-301 et seq. who shall have had at least five (5) consecutive years of active experience as embalmers or funeral directors in Arkansas immediately preceding appointment.

(ii) The Governor shall consult licensed embalmers and funeral directors before making an appointment under this subdivision.

(b)(1) One (1) member of the board shall be designated as a consumer representative. He or she shall be appointed from the state at large, subject to confirmation by the Senate. He or she shall be a full voting member.

(B) The position may not be held by the person holding the consumer representative position.

(c) No member shall serve more than three (3) consecutive three-year terms on the board.

(d)(1) The Governor may remove any member of the board for incompetence or improper conduct.

(2) Vacancies caused by death, resignation, or removal before the expiration of the term shall be filled by the Governor for the remainder of the term.

(e) The Governor shall furnish each member appointed to the board a certificate of appointment stating the date of the appointment and the date of the expiration of the appointment. Before entering upon his or her duties, each member appointed to the board shall qualify by taking the oath of office before an officer authorized by law to administer oaths in this state. This shall be noted on the certificate of appointment.

(f) Members of the board may receive expense reimbursement and stipends in accordance with § 25-16-901 et seq.

(g) The board shall:

(1) Administer this subchapter and § 17-29-301 et seq.; and
(2) Make the examinations required by § 17-29-301 et seq. available to applicants at least two (2) times annually at suitable locations during normal business hours.

(a) The State Board of Embalmers and Funeral Directors shall hold not less than one (1) meeting annually for the purpose of selecting nominees for the appointment of one (1) to a term on the board. The meeting shall be held at such time and place as the board may determine, after notice of the meeting has been given to the general public in a manner to be determined by the board, at least thirty (30) days prior to the meeting.

(b) [Repealed.]

(c) The board may hold such other meetings as it may deem necessary.

(d) Four (4) or more members shall constitute a quorum.

17-29-203. Selection of officers.
(a) The State Board of Embalmers and Funeral Directors shall select from its own membership a president, vice president, and except as provided in subsection (b) of this section, a secretary-treasurer who shall serve for one-year terms or until their successors are elected and qualified.

(b)(1) If all members of the board decline to serve as secretary-treasurer, then by a majority vote of the board, the board may employ a person who is not a member of the board to serve as secretary-treasurer.

(2) A person employed by the board as secretary-treasurer under subdivision (b)(1) of this section is not required to be a licensed embalmer or funeral director.

17-29-204. Duties of secretary-treasurer.
The Secretary-treasurer of the State Board of Embalmers and Funeral Directors shall:

(1) Have general supervision and be held responsible for the direction of the office of the board;

(2) Have general supervision over field inspection and enforcement of the provisions of this subchapter and § 17-29-301 et seq.;

(3) Be responsible to the board. Such responsibility shall include timely dissemination of information;
(4) Be responsible for making public the procedures for making inquiries into the practice of funeral directors or embalmers and for making complaints concerning the practices;

(5) Maintain a record of the licensee and business name and address of every person licensed under § 17-29-301 et seq., including the license number, date of the license, and the renewal date of the license;

(6) Supply on request a list of every person and funeral establishment licensed under § 17-29-301 et seq., to a person licensed as an embalmer or funeral director, to a common carrier in this state, to a hospital licensed in this state, or to any other person authorized by law to receive the list;

(7) Hold all moneys received by the board to pay the necessary and allowable expenses for the operation of the board in carrying out the provisions of this subchapter and § 17-29-301 et seq.;

(8) Receive and be paid an annual salary not to exceed the amount authorized by law;

(9) Be authorized to receive reimbursement for expenses incurred in performance of duties;

(10) Charge and collect a criminal background check processing fee in an amount necessary to recover the charge imposed by the Department of Arkansas State Police to conduct a criminal background check for a person applying for an initial license under § 17-29-301 et seq.; and

(11) Recommend to the board the establishment of standards of practice and a code of ethics for a person licensed under § 17-29-301 et seq.

17-29-205. Inspector.

(a) There may be appointed by the State Board of Embalmers and Funeral Directors an agent or agents whose title shall be Inspector of the Board of Embalmers and Funeral Directors of the State of Arkansas. No person shall be eligible for appointment to the office unless he or she has not fewer than five (5) consecutive years of active experience as an embalmer and funeral director licensed in this state. The board may appoint an investigator who need not be a licensed embalmer or funeral director.

(b) The inspector shall hold office at the pleasure of the board who shall determine his or her duties.

(c)(1) The inspector, with proper identification, may enter any
office, premises, establishment, or place of business in this state where the
practice of embalming, funeral directing, cremation, or transportation of
human remains is carried on, or where the practice is advertised as being
carried on, to:

(A) Inspect the office, premises, crematory, or
establishment;
(B) Inspect the license and registration of a licensee;
(C) Inspect the manner and scope of training given to an
apprentice; and
(D) Ensure compliance with all state laws, rules, and
regulations pertaining to funeral service.

(2) By accepting a license under § 17-29-301 et seq., the
licensee grants permission for the inspector or other board designee to enter
the licensee's business premises without prior notice.

(d) The inspector is further authorized to serve and execute any
process issued by any court under the provisions of this chapter, to serve
and execute any papers or process issued by the board under the authority of
this subchapter and § 17-29-301 et seq., and to perform such other duties as
prescribed or ordered by the board.

(e) The inspector shall not accept any employment, salary, fees, or
other remuneration from a funeral establishment or wholesale firm dealing in
funeral supplies and equipment.

(f) The inspector shall receive such compensation as the board may
determine within the maximum authorized by law.

17-29-206. Employees.
The State Board of Embalmers and Funeral Directors may employ clerical
assistants or other employees as authorized by law and as necessary to carry
out the provisions of this subchapter and § 17-29-301 et seq. The terms and
conditions of the employment shall be determined by the board.

17-29-207. Rules.
(a) The State Board of Embalmers and Funeral Directors may promulgate
appropriate rules for the transaction of its business, for the betterment and
promotion of the standards of service and practice to be followed, and the
qualifications to.
(1) Practice embalming, funeral directing, or cremation;
(2) Transport human remains; or
(3) Operate a funeral establishment, mortuary service, crematorium, retort, or transport service firm to transport human remains.

(b) The board may promulgate rules reasonably necessary to reflect any changes in the law as adopted by the United States Congress or any appropriate agency of the United States Government as it affects funeral establishments, funeral directors, or embalmers and for the purpose of keeping this law consistent with, and compatible to, the laws of the United States.

c)(1) The board shall adopt bylaws and rules in connection with the care and disposition of human remains in this state.
(2) The board shall enforce compliance with this subchapter and § 17-29-301 et seq., and may transact any other business necessary for carrying out this subchapter and § 17-29-301 et seq.

d)(1) The board may promulgate reasonable rules for the licensing of crematoriums.
(2)(A) Beginning January 1, 1990, a crematorium may not be operated in this state unless licensed by the board, and a person shall not be cremated in this state except at a licensed crematorium.
(B) Violations of this subsection are Class A misdemeanors.

e)(1) In the interest of public health and to ensure the safe, secure, and timely transportation of dead human bodies in and through Arkansas, the board may license, inspect, and promulgate reasonable rules for any person, partnership, corporation, association, society, or other legal entity engaged in the business of transporting dead human bodies over the public streets and highways of this state.
(2) Violations of rules promulgated under this subsection are Class A misdemeanors.

(f) The board shall establish the standards of practice and a code of ethics for a person or business licensed under § 17-29-301 et seq.

17-29-208. Fees.
The State Board of Embalmers and Funeral Directors shall establish and collect reasonable fees.
17-29-209. Continuing education.
   (a) The State Board of Embalmers and Funeral Directors may develop, establish by rule, and administer a mandatory or voluntary continuing education program and its requirements for a person licensed under § 17-29-301 et seq.
   (b) The board shall have the authority to excuse licensees, as a group or as individuals, from a continuing education program, in the event any unusual circumstances, emergency, or hardship prevents participation in the program.

17-29-210. Legal counsel.
   (a) The State Board of Embalmers and Funeral Directors, when it shall deem necessary, shall be represented by the Attorney General.
   (b) It may also employ special counsel when necessary, whose services shall be paid for from funds of the board. Special counsel shall be retained only with the prior approval of the Attorney General.

17-29-211. Executive Secretary—Employees—Office.
   (a)(1)(A) The Executive Secretary of the Burial Association Board shall serve at the discretion of the State Board of Embalmers and Funeral Directors until such time as the State Board of Embalmers and Funeral Directors may appoint an Executive Secretary of the State Board of Embalmers and Funeral Directors who shall serve at the pleasure of the State Board.
   (2) The Executive Secretary of the State Board of Embalmers and Funeral Directors shall be in charge of the State Board of Embalmers and Funeral Directors' office and devote the necessary time to the performance of the duties of the executive secretary as may be required.
   (3) The duties of the executive secretary of the State Board of Embalmers and Funeral Directors shall include:
      (A) Collection of fees and charges under this chapter;
      (B) Keeping record of the proceedings of the State Board of Embalmers and Funeral Directors;
      (C) Keeping an accurate account of all moneys received and disbursed by the State Board of Embalmers and Funeral Directors;
      (D) Assisting or performing the duties of the Secretary—
treasurer of the State Board of Embalmers and Funeral Directors; and

(E) Any other duties defined and designated by the State

Board of Embalmers and Funeral Directors.

(b) The State Board of Embalmers and Funeral Directors may employ any

necessary clerical and professional staff and incur any reasonable expenses

necessary for the proper discharge of the duties of the State Board of

Embalmers and Funeral Directors under this subchapter.

(c) The State Board of Embalmers and Funeral Directors shall maintain

its main office location in Little Rock and transact the State Board of

Embalmers and Funeral Directors business at the main office.

SECTION 6. Arkansas Code § 17-29-301 is amended to read as follows:

17-29-301. Embalmers — Qualifications.

(a) Every person who desires to practice the science of embalming in this state shall:

(1) Be at least eighteen (18) years of age;

(2) Be a graduate of an accredited high school or the equivalent thereof;

(3) Be a graduate of a school of embalming mortuary science, which is accredited by the American Board of Funeral Service Education or accredited approved by the State Board of Embalmers and Funeral Directors State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services;

(4) Make a written application to the State Board of Embalmers and Funeral Directors State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services attaching the fee as prescribed in § 17-29-208 by the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services;

(5) Have served as a registered apprentice embalmer for not less than twelve (12) months in the State of Arkansas under the direct personal supervision of an Arkansas-licensed embalmer and submit at least fifty (50) case reports to the State Board of Embalmers and Funeral Directors State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services; and

(6)(A) Take and pass both parts of the National Board Examination, if required by the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services and the Arkansas laws, rules, and regulations

example

(7)(A) Take and pass an examination approved by the State
Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services that covers:

(i) Arkansas law; and
(ii) Rules deemed necessary by the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

(B) To be eligible to take the Arkansas laws, rules, and regulations examination under subdivision (a)(7)(A) of this section, an applicant shall be an active apprentice who is currently registered with the board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services; and

(8)(A) Undergo and pass a criminal background check conducted by the Department of Arkansas State Police.

(B) The State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may charge and collect a processing fee in an amount necessary to recover the cost imposed by the Department of Arkansas State Police for the criminal background check under subdivision (a)(8)(A) of this section.

(b)(1) Any A person desiring to engage in the science of embalming in this state, in addition to graduating from an approved college of mortuary science recognized by the State Board of Embalmers and Funeral Directors, shall serve an apprenticeship of one (1) year in the State of Arkansas under an embalmer licensed by the State Board of Embalmers and Funeral Directors. Such apprenticeship shall be registered with the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services on applications provided by the State Board of Embalmers and Funeral Directors. Individual case reports shall be signed by both the apprentice and the licensed embalmer under whose supervision the work was done and filed with the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services by the tenth day of the following month.
(3)(A) An apprenticeship under this subsection may begin not more than twelve (12) months before enrollment in an accredited college of mortuary science or by submitting proof of graduation from an accredited college of mortuary science.

(B) If an apprentice fails to enroll in an accredited college of mortuary science as required under subdivision (b)(3)(A) of this section, the apprenticeship shall be terminated for a period to be determined by rule of the State Board of Embalmers and Funeral Directors State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

(c) The State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may suspend or revoke the apprenticeship of an applicant who violates a provision under this subchapter.

SECTION 7. Arkansas Code § 17-29-302 is amended to read as follows:


(a) Every A person who desires to engage in the business of funeral directing in this state shall:

(1) Be at least eighteen (18) years of age;

(2) Be a graduate of an accredited high school or the equivalent thereof;

(3)(A) Have served as an apprentice funeral director for not less than twenty-four (24) eighteen (18) months in the State of Arkansas under the direct personal supervision of an Arkansas-licensed funeral director.

(B) Completion of the requirement to be a graduate of a school of embalmers as set forth in § 17-29-301(a)(3) may be substituted for twelve (12) six (6) of the twenty-four (24) eighteen (18) months’ apprenticeship established in this section;

(4) Make application to the State Board of Embalmers and Funeral Directors and attach the fee as prescribed in § 17-29-208; and

(5)(A) Take and pass all examinations approved and required by the board.

(B) To be eligible to take the Arkansas laws, rules, and regulations exam examination under (a)(5)(A) of this section, an applicant shall be an active apprentice who is currently registered with the board. —
and

(6)(A) Undergo and pass a criminal background check conducted by
the Department of Arkansas State Police.

(B) The State Board of Embalmers, Funeral Directors,
Cemeteries, and Burial Services may charge and collect a processing fee in an
amount necessary to recover the cost imposed by the Department of Arkansas
State Police for the criminal background check under subdivision (a)(8)(A) of
this section.

(b)(1)(A) Except as provided in subdivision (b)(1)(C) of this section,
a person desiring to engage in the business of funeral directing in this
state shall serve an apprenticeship in this state for two (2) years at least
eighteen (18) months.

(B) An apprentice shall:

(i) Register with the board on forms provided by the
board and by attaching the fee as prescribed in § 17-29-208 by the board;
(ii) Be Upon registration with the board, be
supervised by a funeral director licensed by the board; and
(iii) Actively assist in arranging fifty (50)
services as determined by rule of the board; and
(iv)(a) By the tenth day of the following month,
file with the board individual case reports of services arranged by the
apprentice.

(b) A case report under subdivision
(b)(1)(B)(iv) of this section shall be signed by the apprentice and the
licensed funeral director under whose supervision the work was performed.

(C) A person who is a graduate of an accredited mortuary
program and has passed the National Board Examination may be licensed to
engage in the business of funeral directing after serving an apprenticeship
in this state for one (1) year.

(2) Before an apprenticeship under this section begins, A a
licensed funeral director who is supervising an apprenticeship shall record a
notice of the apprenticeship with the Secretary-treasurer of the State Board
of Embalmers and Funeral Directors or the Executive Secretary of the State
Board of Embalmers and Funeral Directors no later than thirty (30) days after
the start of the apprenticeship board.

(3) The board may suspend or revoke an applicant’s
apprenticeship under this section for a violation of this subchapter or § 17-29-201 et seq. § 23-61-1101 et seq.

(4) Within a reasonable amount of time after the effective date of this subchapter, a person who is currently in an apprenticeship under this section shall be subject to the provisions in this section concerning an apprenticeship as determined by rules of the board.

(c)(1) The board may shall require applicants for licensure as funeral directors to successfully complete up to twenty (20) hours of classroom instruction in funeral service practices and ethics, and laws, and rules, and regulations affecting funeral service.

(2) Only courses of instruction approved by the board shall satisfy this requirement under subdivision (c)(1) of this section.

SECTION 8. Arkansas Code § 17-29-303(a) is amended to read as follows:

17-29-303. Embalmers, funeral directors – Examination – Certificates.

(a) Within a reasonable time after an application to practice the science of embalming or to engage in the business of funeral directing is filed with the State Board of Embalmers and Funeral Directors, the board shall give the applicant a written examination to test the applicant’s competency to act as an embalmer or a funeral director, or both.

(b) If on examination the board finds that an applicant possesses a knowledge of funeral directing or the science of embalming, sanitation, and disinfection, or both, and meets the qualifications prescribed in this subchapter, the board shall issue the applicant a certificate authorizing him or her to engage in the business of funeral directing or to practice the science of embalming, or both, if the applicant has submitted a complete application under subsection (a) of this section and attached the fee as prescribed in § 17-29-208 by the board.

(c) The certificate shall be signed by the President and Secretary-treasurer of the State Board of Embalmers and Funeral Directors, a member of the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services and shall have the official seal affixed.

(d) Every license holder shall maintain his or her license in a convenient place in his or her office or certificate issued by the board under this section shall be displayed at each place of business of the
licensee.

SECTION 9. Arkansas Code § 17-29-304(a), concerning the requirements for a funeral establishment, is amended to read as follows:

(a)(1) A person shall not conduct, maintain, manage, or operate a funeral establishment in this state unless the State Board of Embalmers and Funeral Directors has issued a license for the funeral establishment and the license is displayed in the funeral establishment.

(2) A price list, statement of funeral goods and services, publication, advertisement, or other document of a funeral establishment shall accurately:

(A) Reflect the name and location of the funeral establishment on file with the board;

(B) Describe each location to which the price list, statement, publication, advertisement, or document applies; and

(C) Include additional annual requirements as determined by rule of the board.

(3) A funeral establishment shall:

(A) Establish a permanent place of business;

(B) Maintain a working telephone number for the funeral establishment;

(C) Maintain working public utilities, including without limitation running water, electricity, and a functioning heating and cooling system; and

(D) Ensure that the interior of the funeral establishment is protected from exposure to outside elements.

(4) A funeral establishment may display a sign at each location of the funeral establishment that indicates the registered name of the funeral establishment that is on file with the board.

SECTION 10. Arkansas Code § 17-29-304(e)(1), concerning the requirements for a funeral establishment, is amended to read as follows:

(e)(1) A funeral establishment that conducts embalming shall have a preparation room for embalming that has:
(A) Sanitary floors, walls, and ceilings that are constructed from a washable surface;

(B) Adequate sanitary drainage and disposal facilities, including hot and cold running water;

(C) An exhaust system that provides proper ventilation according to the standards and regulations of the United States Occupational Safety and Health Administration for the prevention of the spread of contagious, infectious, or communicable diseases; and

(D) A heating and cooling system that is separate from the rest of the funeral establishment;

(E) Privacy coverings on doorways and windows that prevent viewing of the preparation room and the contents of the preparation room;

(F) A functional lock that prevents unauthorized entrance to the preparation room;

(G) A biohazard waste disposal system that complies with § 20-32-101 et seq. and rules established by the Department of Health concerning the segregation, packaging, storage, transportation, treatment, and disposal of commercial medical waste from healthcare-related facilities; and

(H) Other requirements established by rule of the board.

SECTION 11. Arkansas Code § 17-29-304(g), concerning the requirements for a funeral establishment, is amended to read as follows:

(g) A funeral establishment shall:

(1) Contain a separate conference room that is used to make funeral arrangements; and

(2) Display on site a reasonable number of caskets as determined by the board; i

(3) Maintain proper care and maintenance of the interior and exterior of the funeral establishment;

(4) Maintain the interior and exterior of the funeral establishment in a manner that does not present a potential or actual hazard to the health, safety, or welfare of the public; and

(5)(A) Maintain at least one (1) refrigeration unit or have access to a refrigeration unit within a reasonable time after death as determined by rule of the board.
(B) Accessibility to a refrigeration unit by a funeral establishment shall be reported as determined by rule of the board.

(C) A multi-unit funeral establishment enterprise is required to maintain at least one (1) refrigeration unit within the state.

SECTION 12. Arkansas Code § 17-29-304, concerning requirements for a funeral establishment, is amended to add an additional subsection to read as follows:

(k) Multiple funeral establishments are not permitted to share the same physical location without the prior approval of the board.

SECTION 13. Arkansas Code § 17-29-305(a)(1), concerning a license for a funeral establishment, is amended to read as follows:

(a)(1) Funeral establishment licenses shall be issued, upon application to the State Board of Embalmers and Funeral Directors, only after examination of the establishment to be licensed reveals that the requirements of the board for an establishment license have been met. The fee shall accompany the application for a funeral establishment license.

SECTION 14. Arkansas Code § 17-29-306(a)(1), concerning the renewal of a license under the Embalmers and Funeral Directors Law, is amended to read as follows:

(a)(1) Every license holder under this subchapter who wishes to continue the practice of the science of embalming or the business of funeral directing, or both, shall pay a renewal fee to the Secretary-treasurer of the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services annually by December 31.

SECTION 15. Arkansas Code § 17-29-307(a), concerning revocation of a license under the Embalmers and Funeral Directors Law, is amended to read as follows:

(a) The State Board of Embalmers and Funeral Directors may refuse to renew, or may suspend or revoke, a license issued under this subchapter if it finds, after a hearing, that a person or a funeral establishment licensed
under this subchapter does not meet any requirement under this subchapter or § 17-29-201 et seq § 23-61-1101 et seq.

SECTION 16. Arkansas Code § 17-29-308 is amended to read as follows: 17-29-308. Grandfather clause. Any person currently holding an embalmer’s license or a funeral director’s license or any funeral establishment holding a license on March 3, 1983, shall not be required to make application for, or submit to, an examination, but shall be entitled to a renewal of such a license, upon the same terms and conditions as are herein provided for the renewal of licenses of those who may be licensed after March 3, 1983, and such rules and regulations as the State Board of Embalmers and Funeral Directors may adopt in pursuance under of this subchapter and § 17-29-201 et seq § 23-61-1101 et seq.

SECTION 17. Arkansas Code § 17-29-309 is amended to read as follows: 17-29-309. Lifetime embalmers or funeral directors. The State Board of Embalmers and Funeral Directors may adopt appropriate rules regarding the issuance of a lifetime license to an individual based upon the number of years of licensure.

SECTION 18. Arkansas Code § 17-29-310 is amended to read as follows: 17-29-310. License requirements for out-of-state licenses. (a) A person holding a valid license as an embalmer or funeral director in another state, United States territory, or provincial authority for an appropriate time as determined by the State Board of Embalmers and Funeral Directors may apply for a license to practice in this state as an embalmer or a funeral director, or both.

(b)(1) An application shall be made by filing with the Secretary-treasurer of the State Board of Embalmers and Funeral Directors or the Executive Secretary of the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services a certified statement from the secretary of the examining board of the state,
United States territory, or provincial authority in which the applicant holds his or her license, showing the basis upon which the license was issued.

(2) Upon receipt of the application and fee, the secretary-treasurer of the board or the executive director of the board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may issue a temporary working number that is valid for one (1) year from the date of issuance.

(c)(1) To obtain a license, the applicant shall pass an exam to prove his or her proficiency, including without limitation knowledge of the laws and rules of this state pertaining to funeral service.

(2) After the application is submitted, the exam may be scheduled with an exam provider by mail or electronic means. An applicant may take the examination at one (1) of the regularly scheduled examination sessions as determined by the board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

(3) If the board is satisfied with the proficiency of the applicant, upon receipt of the prescribed fees in § 17-29-208 prescribed by the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services, a license may be granted.

(4) Failure to meet testing requirements shall result in revocation of the temporary working number, and the applicant shall reapply and pay the appropriate reapplication fee prescribed by the State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services to be licensed under this subchapter.

SECTION 19. The introductory language of Arkansas Code § 17-29-311(a), concerning prohibited conduct under the Embalmers and Funeral Directors Law, is amended to read as follows:

(a) The State Board of Embalmers and Funeral Directors State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may issue letters of reprimand or caution, refuse to issue or renew a license, suspend or revoke any license for the practice of embalming or funeral directing, or may place the holder thereof on a term of probation after proper hearing upon finding the holder of the license to be guilty of acts of commission or omission, including the following:
SECTION 20. Arkansas Code § 17-29-311(f) and (g), concerning prohibited conduct under the Embalmers and Funeral Directors Law, are amended to read as follows:

(f)(1) A dead human body that is not buried or otherwise disposed of within an allotted time to be as determined by rule of the board shall be embalmed as prescribed in this subchapter or § 17-29-201 et seq. or stored under refrigeration as determined by the Department of Health or its successor or successors concerning the preservation of bodies.

(2)(A) When taking custody of the dead human body under this subchapter or § 23-61-1101 et seq. or when the dead human body is stored under refrigeration as determined by the department, a funeral establishment or crematory shall maintain the dead human body in a manner that provides for complete coverage of the dead human body and prevents leakage or spillage by properly storing the dead human body in a refrigeration or preparation room at all times except during:

(i) Identification, embalming, or preparation of an unembalmed dead human body for final disposition;

(ii) Restoration and dressing of a dead human body in preparation for final disposition; or

(iii) Viewing during a visitation or funeral service.

(B) The funeral establishment or crematory shall treat the dead human body with dignity and respect as determined by rule of the board.

(3)(A) If a funeral establishment or crematory is unable to secure or store a dead human body as required under subdivision (f)(1) of this section due to an unforeseen circumstance, the funeral establishment or crematory shall transfer the dead human body and notify the board and the person or entity having the legal right to arrange for the final disposition of the dead human body.

(B) The notice required under subdivision (f)(3)(A) of this section shall:

(i) Be provided within twenty-four (24) hours after the occurrence of the unforeseen circumstance; and

(ii) Include the:

(a) Name and location of the facility where a dead human body is being transferred;
(b) Reason for the transfer; and
(c) Method of storage.
(4) A dead human body shall not be embalmed or artificially
preserved without:
(A) The express permission of a person or entity with the
legal right to arrange for the final disposition of the dead human body under
the Arkansas Final Disposition Rights Act of 2009, § 20-17-102; or
(B) A court order.
(5) A funeral establishment or crematory shall not store a dead
human body until final disposition at a funeral establishment or crematory
without a license under this subchapter or § 23-61-1101 et seq.
(6) A funeral establishment, crematory, or transport service of
human remains licensed under this subchapter shall not transport or store a
death human body together with animal remains in the same confined space.
(g) It shall be unlawful and a violation of this subchapter and § 17-29-201 et seq. § 23-61-1101 et seq. to transport or otherwise transfer by
common carrier any a dead human body out of the State of Arkansas unless the
body has been prepared and embalmed by a licensed embalmer of this state and
a transit-burial permit has been issued by the local registrar of the county
where death occurred. Any A licensee of this state permitting this to be done
shall be subject to the punishment spelled out in under this subchapter and §
17-29-201 et seq § 23-61-1101 et seq.

SECTION 21. Arkansas Code § 17-29-312(a), concerning the procedure for
the suspension or revocation of a license under the Embalmers and Funeral
Directors Law, is amended to read as follows:
(a) Whenever If the State Board of Embalmers and Funeral Directors
State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services
has reason to believe that any a person to whom a license has been issued has
become unfit to practice as an embalmer or funeral director or has violated
any of the provisions of this subchapter and § 17-29-201 et seq. § 23-61-1101
et seq., or any rules or regulations prescribed, or whenever written
complaint charging the holder of a license with the violation of any
provision of this subchapter or § 17-29-201 et seq. § 23-61-1101 et seq. is
filed with the board, it shall be the duty of the board to shall start an
investigation within thirty (30) days of the receipt of the complaint.
SECTION 22. Arkansas Code § 17-29-313(a)(1), concerning requirements for crematoriums under the Embalmers and Funeral Directors Law, is amended to read as follows:

(a)(1) A crematorium shall not be constructed in this state without a permit issued by the State Board of Embalmers and Funeral Directors, State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

SECTION 23. Arkansas Code § 17-29-313(c)(2), concerning requirements for crematoriums under the Embalmers and Funeral Directors Law, is amended to read as follows:

(2) A person who desires to operate a crematorium in this state shall:

(A) Make application to the board on forms furnished by the board;

(B) Provide the necessary information as determined by the board;

(C) Attach the fee as prescribed in § 17-29-208 by the board; and

(D) Satisfy the requirements of the board for the safe and sanitary operation of a crematorium as determined by the board;

(E)(i) Provide to the board proof of liability insurance.

(ii) The board shall develop and promulgate rules to establish minimum levels of general liability insurance coverage for licensed crematoriums.

SECTION 24. Arkansas Code § 17-29-314(a)(3), concerning the qualifications of a crematory retort operator, is amended to read as follows:

(3) Make written application to the State Board of Embalmers and Funeral Directors, State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services and attach the fee prescribed by § 17-29-208 by the board;

SECTION 25. Arkansas Code § 17-29-315(a)(2), concerning the transportation of human remains, is amended to read as follows:

(2) Possess a valid Arkansas driver’s license appropriate for the operation of the motor vehicle as determined by the State Board of
Embalmers and Funeral Directors State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services;

SECTION 26. Arkansas Code § 17-29-401 is amended to read as follows:
17-29-401. Criminal penalties.
A person who practices the science of embalming, engages in the business of funeral directing, operates a funeral establishment, operates a crematorium, conducts cremations, transports human remains, or operates a transport service without a license under § 17-29-201 et seq. § 23-61-1101 et seq. and § 17-29-301 et seq. is guilty of a Class D felony and subject to the punishment prescribed for Class D felonies in the Arkansas Criminal Code.

SECTION 27. Arkansas Code § 17-29-402 is amended to read as follows:
17-29-402. Injunctions.
Without posting bond, the State Board of Embalmers and Funeral Directors State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may petition the Pulaski County Circuit Court or the circuit court of the county where the violation occurred to enjoin violations of § 17-29-201 et seq., § 17-29-301 et seq., § 23-61-1101 et seq., or any rules promulgated by the board.

SECTION 28. Arkansas Code § 17-29-403(a), concerning civil penalties, attorney's fees, and code of conduct under the Embalmers and Funeral Directors Law, is amended to read as follows:
(a) Whenever the State Board of Embalmers and Funeral Directors State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services, after a hearing conducted in accordance with the Arkansas Administrative Procedure Act, § 25-15-201 et seq., determines that a person has violated any provision of § 17-29-201 et seq., § 17-29-301 et seq., § 23-61-1101 et seq., or the rules promulgated by the board, the board may impose a civil penalty on that person not to exceed ten thousand dollars ($10,000) per violation.

SECTION 29. Arkansas Code § 17-29-404 is repealed.
17-29-404. Civil appeals.
A person aggrieved by the action of the State Board of Embalmers and Funeral Directors' imposing civil penalties or any adverse action, including
the denial of a permit or license, may appeal such a decision in the manner
prescribed in the Arkansas Administrative Procedure Act, § 25-15-201 et seq.,
for appeals from administrative decisions.

SECTION 30. Arkansas Code § 17-29-405 is amended to read as follows:
17-29-405. Deposit and distribution of funds.
(a) All funds derived from civil penalties imposed by the State Board
of Embalmers and Funeral Directors State Board of Embalmers, Funeral
Directors, Cemeteries, and Burial Services shall be deposited into one (1) or
more depositories qualifying for the deposit of public funds cash fund
deposited to the State Treasury.
(b) These funds The funds under this section shall be used by
the board for administering the provisions of § 17-29-201 et seq. and § 17-
29-301 et seq. and § 23-61-1101 et seq.

SECTION 31. Arkansas Code § 20-17-1002(3), concerning definitions
under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to
read as follows:
(3) “Cemetery company” means an individual, partnership,
corporation, limited liability company, or association, now or hereafter
organized, owning or controlling cemetery lands or property and conducting
the business of a cemetery or making an application with the Arkansas
Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and
Burial Services to own or control the lands or conduct the business;

SECTION 32. Arkansas Code § 20-17-1004 is repealed.
20-17-1004. Arkansas Cemetery Board — Creation — Members.
(a) The Arkansas Cemetery Board is to consist of seven (7) members
selected as follows:
(1) The Securities Commissioner or his or her designated deputy
shall be a voting member of the board;
(2) Six (6) members shall be appointed by the Governor for terms
of four (4) years, as follows:
(A) Four (4) of the six (6) members appointed by the
Governor shall be owners or operators of a licensed perpetual care cemetery
in this state;
(B) One (1) member shall be appointed by the Governor and shall be a citizen of the State of Arkansas, of good character, and a qualified elector, but this person shall not have any interest in a cemetery or funeral home either within or without the State of Arkansas; and

(C) One (1) member shall be sixty (60) years of age or older, appointed from the state at large, subject to the confirmation of the Senate, and shall represent the elderly. This member shall not be actively engaged in or retired from any profession or occupation which is regulated by the board.

(b)(1) The Governor shall appoint one (1) alternate member for the same term and having the same qualifications as a regular member. This member shall substitute for any regular member when a conflict of interest disqualifies a regular member.

(2) If a matter comes before the board involving a cemetery in which a member has a financial interest, then the member is disqualified from participating in the discussion or vote on the matter, and the alternate member shall substitute for the disqualified member.

(3) The alternate member shall substitute for an absent member if necessary to constitute a quorum under § 20-17-1005(c).

(c) Vacancies on the board due to death, resignation, or other cause of any appointed member shall be filled by appointment of the Governor for the unexpired portion of the term in the same manner as was required for the initial appointment.

(d) Members shall serve without pay or other compensation for their services except that members may receive expense reimbursement and stipends in accordance with § 25-16-901 et seq.

SECTION 33. Arkansas Code § 20-17-1005 is repealed.


(a) Any action taken by the Arkansas Cemetery Board shall be by the majority vote of the board members who are present at the meeting when the action is taken.

(b) The cemeterian member of the board with the greatest seniority on the board shall be chair of the board, but if the person declines the chairship, then the cemeterian with the next highest seniority on the board shall be chair.
(c) Four (4) members of the board shall constitute a quorum.

(d) The board shall meet subject to call of the chair or upon written demand of any two (2) members.

(e) Any order by the board under this subchapter shall be subject to review by the Pulaski County Circuit Court or by the circuit court of the county in which any part of the cemetery lies, provided that an application for review of the order is made within thirty (30) days of the date of the order.

SECTION 34. Arkansas Code § 20-17-1006 is repealed.

20-17-1006. Arkansas Cemetery Board—Powers and duties.

The Arkansas Cemetery Board shall have the authority to:

(1)(A) Conduct periodic, special, or other examination of a cemetery or cemetery company, including without limitation an examination of the physical condition or appearance of the cemetery, the financial condition of the company and any trust funds maintained by the company, and other examinations as the board or Securities Commissioner deems necessary or appropriate in the public interest.

(B) The examination shall be carried out by:

(i) Members or representatives of the board;

(ii) A certified public accountant or registered public accountant as authorized in § 20-17-1007; or

(iii) The State Securities Department;

(2) Issue or amend permits to operate a cemetery in accordance with this subchapter;

(3) Suspend or revoke permits to operate a cemetery when any cemetery fails to comply with this subchapter, rules promulgated pursuant to this subchapter, or any order of the board;

(4) Make rules, regulations, and forms to enforce this subchapter;

(5) Require every cemetery company to observe minimum accounting principles and practices and make and keep such books and records in accordance therewith for such period of time as the board may by rule prescribe;

(6)(A) Subpoena witnesses, books, and records in connection with alleged violations of this subchapter or rules or orders of the board. With
the approval of the chair of the board or two (2) board members, the
Securities Commissioner may issue subpoenas.

(B) In case of contumacy or refusal to obey a subpoena issued to any person, the Pulaski County Circuit Court, upon application by the board, may issue to the person an order requiring him or her to appear before the board or the person designated by the board. Failure to obey the order of the court may be punished by the court as a contempt of court;

(7) Require additional contributions to the permanent maintenance fund of the cemetery where provided for in this subchapter, including, but not limited to, contributions not to exceed three thousand dollars ($3,000) whenever any cemetery company fails to properly care for and maintain or preserve the cemetery;

(8)(A) Apply to the Pulaski County Circuit Court to enjoin any act or practice and to enforce compliance with this subchapter or any rule, regulation, or order pursuant to this subchapter whenever it appears to the board, upon sufficient grounds or evidence satisfactory to the board, that any person has engaged in or is about to engage in any act or practice constituting a violation of any provision of this subchapter or any rule or regulation pursuant to this subchapter.

(B) The court may not require the board to post a bond;

(9) Apply to the circuit court of the county in which the cemetery is located for appointment of a receiver or conservator of the cemetery corporation or its permanent maintenance fund when it appears to the board that a cemetery corporation is insolvent or that the cemetery corporation, its officers, directors, agents, or the trustees of its permanent maintenance fund have violated this subchapter and the rules promulgated under this subchapter or have failed to comply with any board order;

(10) By rule increase the amount of a deposit required by § 20-17-1016 if the board determines that a greater sum is necessary to assure that the permanent maintenance fund will earn sufficient income to provide for the care and maintenance of the cemetery; and

(11)(A) Purchase insolvent, licensed perpetual care cemeteries that have been in court-ordered receivership or conservatorship for at least five (5) years.

(B) If the taking of legal possession of the cemetery
requires the payment of consideration, any payment made by the board shall
not exceed one thousand dollars ($1,000).

SECTION 35. Arkansas Code § 20-17-1007 is amended to read as follows:
20-17-1007. Examination of cemetery.
   (a)(1)(A) A examined cemetery company examined in accordance with §
   20-17-1006 shall pay the Arkansas Cemetery Board State Board of Embalmers,
   Funeral Directors, Cemeteries, and Burial Services for the examination:
      (i)(A) Sixty dollars ($60) One hundred dollars
   ($100) per day for each examiner who conducts the examination; and
      (i)(B) The amount necessary to reimburse the
   travel, meal, and lodging expenses of each examiner.
   (B) In addition, the cemetery company shall pay to the
   board the amount of expenses and stipends paid by the board to any board
   member examining the physical condition or appearance of a cemetery when the
   examination is ordered by the board on its own motion or on request of an
   interested individual.
   (2) An examination shall be conducted by at least one (1) an
   employee of the State Securities Insurance Department or board member.
   (b)(1) In lieu of any financial examination which that the board shall
   be authorized to make, the board may accept the audit of an independent
   certified public accountant, provided that the Securities Insurance
   Commissioner has notified the cemetery company that the audit would be
   accepted and that the cemetery company has notified the commissioner in
   writing that an audit would be prepared.
   (2) The costs of the audit shall be borne by the cemetery
   company, and the scope of the audit shall be at least equal to the scope of
   the examination required by the board.

SECTION 36. Arkansas Code § 20-17-1008(a)(1), concerning the
application for a permit to establish and operate a cemetery, is amended to
read as follows:
   (a)(1) Prior to Before making application to the Arkansas Cemetery
   Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial
   Services for a permit to establish and operate a new cemetery or for the
   extension of the boundaries of an existing cemetery, the person proposing to
make application shall cause to be published weekly for three (3) weeks in a newspaper of general circulation in the county in which the proposed cemetery is located a notice that an application will be filed with the board to establish or extend the boundaries of a cemetery in the county.

SECTION 37. Arkansas Code § 20-17-1008(c), concerning the application for a permit to establish and operate a cemetery, is amended to read as follows:

(c) All applications shall be made under oath and filed with the Securities Insurance Commissioner not less than twenty (20) days prior to the board meeting at which the application is to be considered.

SECTION 38. Arkansas Code § 20-17-1009(a), concerning the investigation of a cemetery by the Department of Health, is amended to read as follows:

(a) Upon submission of an application to the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services for the issuance of a permit for a new cemetery or for an extension of the boundaries of an existing cemetery, the applicant shall request that the Department of Health investigate the proposed cemetery location or extension to determine if the proposed new or expanded location will be sanitary.

SECTION 39. Arkansas Code § 20-17-1010 is amended to read as follows:

20-17-1010. Permit — Investigation and issuance by the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

(a) If the cemetery company has fully complied with this subchapter and if the Department of Health approves the location of the new cemetery or the extension of the boundaries of an existing cemetery, then the application shall be submitted to the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services for investigation and for approval or disapproval.

(b) Immediately upon the submission of each application, the board shall make such investigation as shall enable it investigate to determine the fitness of the cemetery company, the need for the cemetery, and all other questions bearing directly or indirectly upon the need or desirability from
the public standpoint of the proposed cemetery or extension.

(c)(1)(A) If the application for a new cemetery is approved, the board shall issue a permit to the applicant only after the applicant has filed proof with the board that an initial principal deposit of at least five thousand dollars ($5,000) has been made to the permanent maintenance fund.

(B) This initial five thousand dollars ($5,000) under subdivision (c)(1)(A) of this section can be used to meet the liability due the permanent maintenance fund for the first paid-in-full burial space sales sold by the permit holder.

(2) The permit shall be filed in the court of the county in which the cemetery is located and with the department.

SECTION 40. Arkansas Code § 20-17-1011(b)(4)(H)(i), concerning permit amendments under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(i) An executed escrow agreement approved by the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services with a federally insured financial institution or other financial institution approved by the board which provides among other things that one hundred percent (100%) of the sales proceeds collected prior to the completion and payment in full of the structure will be placed into escrow; or

SECTION 41. Arkansas Code § 20-17-1011(c), concerning permit amendments under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(c) Eight (8) Nine (9) complete copies of the application for the amendment of the permit shall be filed with the Securities Insurance Commissioner at least twenty (20) calendar days prior to the meeting at which the board will consider the application.

SECTION 42. Arkansas Code § 20-17-1012(b)(1)(A), concerning transfer of ownership under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(b)(1)(A) If a change is proposed in the controlling interest of a perpetual care cemetery or a cemetery company or an organization that,
directly or indirectly owns a controlling interest in the perpetual care
cemetery or cemetery company, the cemetery company that holds the current
permit and the individual or organization proposing to gain the controlling
interest shall file an application for the issuance of a new permit with the
Arkansas Cemetery Board State Board of Embalmers, Funeral Directors,
Cemeteries, and Burial Services.

SECTION 43. Arkansas Code § 20-17-1012(b)(2)(N), concerning transfer
of ownership under the Cemetery Act for Perpetually Maintained Cemeteries, is
amended to read as follows:
(N) Any additional information required by the board or the Securities Insurance Commissioner.

SECTION 44. Arkansas Code § 20-17-1013(d)(1), concerning the permanent
maintenance fund under the Cemetery Act for Perpetually Maintained
Cemeteries, is amended to read as follows:
(d)(1) The trust fund shall be established by executing a written
trust agreement approved by the Arkansas Cemetery Board State Board of
Embalmers, Funeral Directors, Cemeteries, and Burial Services.

SECTION 45. Arkansas Code § 20-17-1014(b)(2)(A), concerning the
permanent maintenance fund trustees under the Cemetery Act for Perpetually
Maintained Cemeteries, is amended to read as follows:
(A) All trustees that make disbursements from the trust
fund deposit with the Arkansas Cemetery Board State Board of Embalmers,
Funeral Directors, Cemeteries, and Burial Services a fidelity bond with
corporate surety payable to the trust fund in a penal sum not less than one
hundred percent (100%) of the value of the trust fund principal at the
beginning of each calendar year; and

SECTION 46. Arkansas Code § 20-17-1014(b)(3)(B), concerning the
permanent maintenance fund trustees under the Cemetery Act for Perpetually
Maintained Cemeteries, is amended to read as follows:
(B) The funds are restricted to prevent the principal
amount of the funds from being withdrawn without the written approval of and
on a form approved by the Securities Insurance Commissioner; and
SECTION 47. Arkansas Code § 20-17-1015(a)(1), concerning the annual report pertaining to the permanent maintenance fund under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(a)(1) Within seventy-five (75) days after the end of each calendar year, the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services shall require the trustee of the permanent maintenance fund to file under oath a detailed annual report of the condition of the fund.

SECTION 48. The introductory language of Arkansas Code § 20-17-1016(a), concerning required deposits pertaining to the permanent maintenance fund under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(a) Unless a greater amount is established by rule of the Arkansas Cemetery Board under § 20-17-1006(10) State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services, a cemetery company shall deposit into its permanent maintenance fund a sum not less than:

SECTION 49. Arkansas Code § 20-17-1016(b)(2)(B)(vi), concerning required deposits pertaining to the permanent maintenance fund under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(vi) If the cemetery corporation enters into an agreement with the bank or other financial institution, which in the Securities Insurance Commissioner’s determination adequately provides for the safeguards set forth in subdivision (b)(2)(A) of this section, then that subdivision shall (b)(2)(A) of this section is not be applicable to the cemetery corporation.

SECTION 50. Arkansas Code § 20-17-1018(a)(1), concerning violations, criminal penalties, and remedies, is amended to read as follows:

(1) Advertise or operate all or part of a cemetery as a perpetual care cemetery or permanent maintenance cemetery without holding a valid permit issued by the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services; or
SECTION 51. Arkansas Code § 20-17-1018(c)(2)(B), concerning violations, criminal penalties, and remedies, is amended to read as follows:

(B) The board shall schedule a hearing to be held within a reasonable amount of time after the Securities Insurance Commissioner receives a timely written request for hearing.

SECTION 52. Arkansas Code § 20-17-1019(a)(2), concerning conveyance of lots under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(2) The cemetery company shall not use an instrument to convey a burial lot or burial plot unless the form of the instrument has been provided to the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

SECTION 53. Arkansas Code § 20-17-1021(b), concerning disposition of contributions and fees under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(b) All fees imposed under this subchapter shall be paid to the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

SECTION 54. Arkansas Code § 20-17-1022(b), concerning records required from cemetery companies, is amended to read as follows:

(b) Unless otherwise approved by the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services, all sales contracts and deeds issued by the cemetery company shall be numbered prior to when they are executed by the cemetery company and shall contain those items that the board by rule or order prescribes.

SECTION 55. Arkansas Code § 20-17-1023(a)(1), concerning the annual report of the condition of a cemetery company, is amended to read as follows:

(a)(1) Within seventy-five (75) days after the end of the calendar year, a cemetery company shall file with the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services a report under oath of its condition.
SECTION 56. Arkansas Code § 20-17-1025(a), concerning the protection of cemeteries under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(a) On August 1, 2001, the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services shall segregate one hundred eighty thousand dollars ($180,000) within its general operating fund to be known as the insolvent cemetery loan fund administered by the Securities Insurance Commissioner and only used to lend a court-appointed receiver or conservator the funds necessary to assure that a cemetery will be properly maintained and will continue to be a going concern, including the funds necessary to pay a reasonable surety bond premium that is required to be posted by the court.

SECTION 57. Arkansas Code § 20-17-1026(a), concerning the annual permit fee under the Cemetery Act for Perpetually Maintained Cemeteries, is amended to read as follows:

(a) By March 1 of each year, each permit holder shall pay to the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services a permit renewal fee in the amount of one hundred dollars ($100).

SECTION 58. Arkansas Code § 20-17-1027 is repealed.

20-17-1027. Duties of State Securities Department.

(a) The State Securities Department shall assist the Arkansas Cemetery Board in the performance of its duties.

(b) Assistance under subsection (a) of this section shall include, but is not limited to:

(1) Receiving and disseminating filings, questions, and requests on behalf of the board to the members of the board in advance of each meeting;

(2) Reviewing all filings, questions, and requests on behalf of the board and offering its opinion on the resolution of the matter;

(3) Issuing written responses regarding complaints received by the board;

(4) Scheduling all meetings in conjunction with the Chair of the
Arkansas Cemetery Board;

(5) Providing appropriate legal notices for all scheduled meetings;

(6) Establishing a site where meetings of the board may be held;

(7) Scheduling the services of a court reporter for all meetings of the board;

(8) Providing legal representation and assistance through the legal staff of the department to the board in matters pertaining to this subchapter;

(9) Acting as a liaison between the board and any court involved in the administration of any perpetual care cemetery placed in receivership;

(10) Performing inspections at cemeteries for which complaints have been received by the board;

(11) Performing special audits as necessary;

(12) Scheduling regular audits of perpetual care cemeteries;

(13) Administering the annual perpetual care reporting for all perpetual care cemeteries;

(14) Assisting in the formulation of legislation on behalf of the board; and

(15) Performing regular audits or examinations of perpetual care cemeteries.

SECTION 59. Arkansas Code § 20-17-1028(a)(1), concerning contracts with a municipality or county where a cemetery is located, is amended to read as follows:

(a)(1) The Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may contract with the municipality or county where a cemetery is located for the care and maintenance and the operation of the cemetery.

SECTION 60. Arkansas Code § 20-17-1029(c)(4)(A), concerning cemetery advisory boards, is amended to read as follows:

(4)(A) Advise the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services and the municipality or county where the cemetery is located concerning long-term goals and plans for efficient cemetery operation and beautification.
SECTION 61. Arkansas Code § 20-17-1030(a)(1), concerning infant interment gardens, is amended to read as follows:

(1) The cemetery company provides the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services a letter of intent to establish an infant interment garden and a map of the location for the infant interment garden;

SECTION 62. Arkansas Code § 20-17-1303 is amended to read as follows:

20-17-1303. Insolvent cemetery grant fund.

An insolvent cemetery grant fund is established within the general operating fund of the Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services for the care and improvement of a perpetual care cemetery that is insolvent or in financial distress as determined by the Arkansas Cemetery Board board.

SECTION 63. Arkansas Code § 20-17-1304 is amended to read as follows:

20-17-1304. Powers and duties of Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

The Arkansas Cemetery Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services shall:

(1) Review and grant or deny all or part of a grant application submitted under this subchapter; and

(2) Establish by rule:

(A) Criteria for grant applications and awards;

(B) Oversight of all grant expenditures;

(C) Criteria for reporting and maintaining all grant moneys and expenditures; and

(D) Criteria for the review of grant awards and expenditures to prevent misuse or abuse of grant money.

SECTION 64. Arkansas Code § 20-17-1305(a)(1), concerning the eligibility for grants under the Insolvent Cemetery Grant Fund Act, is amended to read as follows:

(a)(1) As used in this section, “eligible organization” means an organization that agrees to provide for the care and improvement of a
perpetual care cemetery that is insolvent or in financial distress as
determined by the Arkansas Cemetery Board, State Board of Embalmers, Funeral
Directors, Cemeteries, and Burial Service.

SECTION 65. Arkansas Code § 20-17-1306 is amended to read as follows:
20-17-1306. Application.
An eligible organization shall apply for grant payments under this
subchapter according to the rules established by the Arkansas Cemetery Board
State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Service.

SECTION 66. Arkansas Code § 20-17-1307 is amended to read as follows:
20-17-1307. Grant payments — Amount.
(a) The Securities Insurance Commissioner shall make grant payments
under this subchapter from:
(1) Funds appropriated by the General Assembly for that purpose;
or
(2) Excess funds transferred under § 20-17-1025(f) to the
insolvent cemetery grant fund from the insolvent cemetery loan fund.
(b) The Arkansas Cemetery Board, State Board of Embalmers, Funeral
Directors, Cemeteries, and Burial Service shall not grant more than thirty-
five thousand dollars ($35,000) in a fiscal year to an eligible organization
for the care and improvement of a perpetual care cemetery that is insolvent
or in financial distress under this subchapter.

SECTION 67. Arkansas Code § 23-78-101(2), concerning definitions
pertaining to burial associations, is repealed.
(2) “Board” means Burial Association Board.

SECTION 68. Arkansas Code § 23-78-102(a), concerning applicability of
the law pertaining to burial associations, is amended to read as follows:
(a)(1) All burial associations organized or operating in the State of
Arkansas as of February 18, 1953, shall be deemed in all respects to be
organized or operating exclusively under the provisions of this chapter, and
to have authority from the Burial Association Board, State Board of Embalmers,
Funeral Directors, Cemeteries, and Burial Services to engage in their
business.
They A burial association under subdivision (a)(1) of this section shall be subject to the supervision, authority, and control of the board and subject to all the provisions of this chapter.

SECTION 69. Arkansas Code § 23-78-104(a), concerning penalties pertaining to burial associations, is amended to read as follows:

(a) It shall be unlawful for any A person, firm, association, copartnership, corporation, company, or other organization to organize, operate, or in any way solicit members for a burial association, or for participation in any plan, scheme, or device similar to burial associations, except in the manner provided by this chapter and the rules and regulations promulgated by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

SECTION 70. Arkansas Code § 23-78-105 is repealed.


(a) There is created a Burial Association Board consisting of the following members who shall be appointed by the Governor subject to confirmation by the Senate:

(1) One (1) member from each congressional district;

(2) Three (3) at-large members;

(3) One (1) consumer representative appointed from the state at large;

(4) One (1) representative of the elderly appointed from the state at large; and

(5) Any other members who, from time to time, may be added by statute.

(b)(1)(A) The members of the board shall be:

(i) Residents of the State of Arkansas;

(ii) At least twenty-one (21) years of age; and

(iii) Of good moral character.

(B) The representative of the elderly shall be sixty (60) years of age or older.

(2)(A) Members other than the consumer representative and the representative of the elderly shall be engaged in or connected with the operation of a burial association for at least five (5) years.
(B) The consumer representative and the representative of the elderly shall not be actively engaged in or retired from the business of operating a burial association.

(3) The consumer representative position and the representative of the elderly position cannot be filled by the same person.

(c)(1) Members other than the consumer representative and the representative of the elderly shall be appointed as follows:

(A) During December of each year, the Arkansas Club of Burial Associations or its successor shall submit to the Governor a list containing the names of not fewer than two (2) qualified persons from each congressional district from which the current members’ terms expire. However, at-large members may be from any congressional district, and no more than one (1) at-large member may be appointed from any one (1) congressional district;

(B) The Arkansas Club of Burial Associations shall also establish a system of rotating the at-large members to ensure equitable representation of congressional districts by the at-large members; and

(C) After receipt of the list by the Governor, the Governor shall appoint to the board one (1) member from each congressional district from which the current member’s term expires, plus members from the state at large, provided the at-large member’s term also expires.

(2) The requirement of appointment from a list submitted by the Arkansas Club of Burial Associations shall not be applicable to the consumer representative and the representative of the elderly.

(d)(1) The term of office shall be for three (3) years, and no member shall be appointed to more than two (2) consecutive terms upon the board.

(2) Each member shall hold office until a successor is appointed and qualified.

(e)(1) Vacancies on the board shall be filled for the unexpired term thereof by appointment by the Governor.

(2) Vacancies in positions other than those of the consumer representative and the representative of the elderly shall be filled from new lists submitted for the filling of the vacancies in the same manner provided for the appointment of those members to the board.

(f) The Governor shall have the right to remove any member of the board for gross neglect or malfeasance after notice and hearing.

(g) Before entering upon the duties of the office, the members of the
board shall take the oath prescribed by the Arkansas Constitution for state officers and shall file it in the office of the Secretary of State. The Secretary of State shall thereupon issue to the person so appointed a certificate of the appointment.

(h) The members of the board may receive expense reimbursement and stipends in accordance with § 25-16-901 et seq.

SECTION 71. Arkansas Code § 23-78-106 is repealed.


(a)(1) The members of the Burial Association Board shall first meet within five (5) days subsequent to their appointment and elect one (1) of their members as chair.

(2) The board shall meet thereafter at such times and at such places as may be prescribed by rules and regulations adopted by the board.

(b)(1) A simple majority of members of the board shall constitute a quorum, and the concurring votes of not less than a majority of the members present at any meeting shall be necessary to the decision of any question or issue or the authorization of any action.

(2) The consumer representative and the representative of the elderly shall be full voting members.

SECTION 72. Arkansas Code § 23-78-107 is repealed.


(a)(1) The Burial Association Board shall rent or otherwise acquire suitable quarters for an office and employ and fix the duties and the salaries of an executive secretary, two (2) auditors, and such other clerical assistance as may be necessary to carry out this chapter.

(2) The board may, if it deems advisable, require other employees to make a good and sufficient corporate bond to the board at the expense of the board in such amount as the board shall determine for the faithful performance of their duties.

(b) Legal counsel shall be furnished by the office of the Attorney General.

(c) There is established for the board the maximum number of employees necessary for the maintenance and operation of the board and the maximum rates of salaries for the employees. The board is authorized to make payment
for salaries, services, and other purposes from the funds received by the board.

(d) The board is authorized to make reimbursement of the necessary and reasonable travel, board, and lodging expenses of the executive secretary and auditors incurred in the performance of their duties.

SECTION 73. Arkansas Code § 23-78-108 is repealed.


(a) The Burial Association Board appointed pursuant to this chapter shall have full and complete authority to:

(1) Grant certificates of authority to burial associations;
(2) Revoke certificates of authority, charters, or other authority granted to burial associations in this state;
(3) Fix the minimum assessments or minimum membership dues for which burial associations may issue certificates for benefits in specified amounts;
(4) Supervise the affairs of all burial associations organized or operating in this state;
(5) Conduct hearings as provided in this chapter and collect, receive, hold, and expend annual license fees as provided in this chapter;
(6) Adopt and enforce such rules and regulations as it may deem necessary and expedient for the proper operation of the board and the carrying out of the objects and purposes of this chapter;
(7) Establish actuarial rates and reserve requirements necessary to ensure the financial integrity of all burial associations; and
(8) Approve requests from burial associations that have excess financial resources, as determined by the board, to adopt a plan to pay death benefits in excess of the face value of a certificate of benefits issued by the burial association to members of the burial association.

(b) The powers and authority set out in subsection (a) of this section shall not be in diminution or limitation of the powers and authority vested in the board by the various sections of this chapter, but the board shall possess all powers and authority, whether set forth in this section or not, to enable it to carry out the intent and purpose of this chapter.

(c) The board shall have power to conduct hearings, subpoena witnesses and records, determine issues between different burial associations and
between burial associations and their respective members, and render binding
decisions, subject to appeal as provided in this chapter.

SECTION 74. Arkansas Code § 23-78-109 is amended to read as follows:
23-78-109. Burial associations under authority, supervision, and
control of board.

All burial associations organized or operating in the State of Arkansas
shall be under the authority, supervision, and control of the Burial
Association Board State Board of Embalmers, Funeral Directors, Cemeteries,
and Burial Services.

SECTION 75. Arkansas Code § 23-78-110(a), concerning applications for
a certificate of authority, is amended to read as follows:

(a) Applications for a certificate of authority shall be on forms
furnished by the Burial Association Board State Board of Embalmers, Funeral
Directors, Cemeteries, and Burial Services, and no a burial association shall
not begin operation until the application shall have has been approved and
the certificate of authority shall have has been granted by the board.

SECTION 76. Arkansas Code § 23-78-111(a)(1), concerning fees
pertaining to burial associations, is amended to read as follows:

(a)(1) In order to meet the expense of supervision and of carrying out
the other provisions of this chapter, the Burial Association Board State
Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services may
set license fees for burial associations subject to its jurisdiction as set

SECTION 77. Arkansas Code § 23-78-113(a), concerning a license
required for an agent, is amended to read as follows:

(a) Before any an agent or representative shall or may represent any
represents a burial association in this state, he or she the agent or
representative shall first apply to the Burial Association Board State Board
of Embalmers, Funeral Directors, Cemeteries, and Burial Services for a
license.

SECTION 78. Arkansas Code § 23-78-115 is amended to read as follows:

All burial associations shall have and maintain rules and bylaws in such form and with such contents as shall be prescribed by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

SECTION 79. Arkansas Code § 23-78-116(a), concerning membership dues and assessments pertaining to burial associations, is amended to read as follows:

(a) From and after February 18, 1953, no a burial association organized or operating in this state shall not issue any a certificate providing benefits for a member for an assessment or membership dues less than the minimum assessment or minimum dues prescribed for the benefits by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services.

SECTION 80. Arkansas Code § 23-78-117(a), concerning books, records, accounts, and documents pertaining to burial associations, is amended to read as follows:

(a) The books, records, accounts, and documents of all burial associations organized or operating in this state shall at all times be open for inspection, examination, and audit by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services, its agents and employees.

SECTION 81. Arkansas Code § 23-78-118 is amended to read as follows:


Any A person or burial association official who knowingly makes or allows to be made any a false entry on the books of the association with intent to deceive or defraud any a member of the association or with intent to conceal the true condition of the association from the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services or its agents or employees or any auditor authorized to examine the books of the association under the supervision of the board shall be is guilty of a Class A misdemeanor.
SECTION 82. Arkansas Code § 23-78-119(a), concerning the failure to maintain records, is amended to read as follows:

(a) Any burial association secretary or secretary-treasurer who fails to maintain records to the minimum standards required by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services shall be removed by the board from office and another elected by the association in his or her stead.

SECTION 83. Arkansas Code § 23-78-120(a)(1), concerning semiannual reports from burial associations, is amended to read as follows:

(a)(1) Using forms provided by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services, each burial association or society licensed in this state shall file a semiannual report showing the actual financial condition of the burial association or society as of June 30 and December 31 of each year.

SECTION 84. Arkansas Code § 23-78-121 is amended to read as follows:

23-78-121. Rules and regulations.

(a) The Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services shall make and promulgate reasonable rules and regulations for the administration of the provisions of this chapter and for the purpose of carrying out the intent hereof of this chapter.

(b) The rules and regulations promulgated under subsection (a) of this section shall have the full force and effect of statute.

SECTION 85. The introductory language of Arkansas Code § 23-78-122(a)(2), concerning the disposition of collections from burial associations, is amended to read as follows:

(2) However, subject to the reserve requirements established by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services, the association or society may invest any portion of the seventy-five percent (75%) of the collections not needed for the immediate payment of benefits or not needed for the reasonably anticipated payment of benefits in:
SECTION 86. Arkansas Code § 23-78-122(a)(2)(D)(ii)(a), concerning disposition of collections, is amended to read as follows:

(ii)(a) However, if the certificates of deposit issued by the bank shall exceed the amount of the certificates of deposit insured by the Federal Deposit Insurance Corporation, the bank shall furnish to the association or secretary and the board or the Executive Secretary of the Burial Association Board Insurance Commissioner evidence of the assignment of bonds or other securities issued by the State of Arkansas or the United States to secure the payment of the certificates.

SECTION 87. Arkansas Code § 23-78-122(a)(2)(E)(ii)(b), concerning disposition of collections, is amended to read as follows:

(b) The savings and loan association in which the accounts exist shall make the assignment in a form and manner approved by the board or the executive secretary Insurance Commissioner;

SECTION 88. Arkansas Code § 23-78-123(a), concerning the disposition of fees and charges pertaining to burial associations, is amended to read as follows:

(a)(1) All fees and charges collected by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services under the provisions of this chapter shall be deposited into a fund to be known as the “Burial Association Board Fund” cash fund deposited to State Treasury.

(2) The board is empowered to expend the funds for the requirements, purposes, and expenses of the board under the provisions of this chapter, upon a voucher approved by the board and signed by the Executive Secretary of the Burial Association Board Insurance Commissioner or his or her designee, provided that the total expense for every purpose incurred shall not exceed the total fees and charges collected by the board under the provisions of this chapter.

SECTION 89. Arkansas Code § 23-78-124(a), concerning the hearing pertaining to the revocation of a certificate, license, charter, etc., is amended to read as follows:

(a) Before revoking any certificate of authority or license granted
under the provisions of this chapter or any charter or other authority granted to a burial association under any law effective prior to before February 18, 1953, the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services shall set the matter down for a hearing.

SECTION 90. Arkansas Code § 23-78-125(a), concerning an appeal pertaining to the revocation of certificate, license, charter, etc., is amended to read as follows:

(a) Upon the revocation of any a certificate of authority, charter, or other authority by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services under any of the provisions of this chapter, the association or person whose certificate of authority, charter, license, or other authority has been revoked shall have the right of may appeal from the action of the board revoking the certificate of authority, charter, or other authority to the circuit court of the county in which the burial association may be located.

SECTION 91. Arkansas Code § 23-78-126(a), concerning required approval of a plan for excess financial resources of a burial association, is amended to read as follows:

(a) A burial association that has excess financial resources, as determined by the Burial Association Board State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services, may request that the board approve a plan to pay death benefits in excess of the face value of certificates of benefits issued by the burial association to members of the burial association.

SECTION 92. Arkansas Code § 25-15-104(a)(1)(E), concerning subpoena powers of boards and commissions, is amended to read as follows:

(E) State Board of Embalmers and Funeral Directors, § 17-201 et seq. State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services § 23-61-1101 et seq.;

SECTION 93. Arkansas Code § 25-16-904(6), concerning stipend authorization for certain state boards, is amended to read as follows:
(6) State Board of Embalmers and Funeral Directors State Board of Embalmers, Funeral Directors, Cemeteries, and Burial Services;

/s/E. Williams

APPROVED: 04/01/2017