STATE OF NEW YORK

5591--A

Cal. No. 783

2019-2020 Regular Sessions

IN SENATE

May 8, 2019

Introduced by Sen. COMRIE -- read twice and ordered printed, and when printed to be committed to the Committee on Corporations, Authorities and Commissions -- reported favorably from said committee, ordered to first and second report, ordered to a third reading, amended and ordered reprinted, retaining its place in the order of third reading

AN ACT to amend the not-for-profit corporation law, in relation to utilizing technology in cemetery lot sales

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Paragraph (a) of section 1513 of the not-for-profit corpo-2 ration law, as added by chapter 871 of the laws of 1977, is amended to 3 read as follows:

(a) Conveyance of lots. (1) Except as otherwise provided in this 5 [subdivision] paragraph the right to use any lot, plot or part thereof may be sold or conveyed only by the cemetery corporation. (2) It shall be unlawful for any person, firm or corporation to purchase or for a cemetery corporation to sell a lot, plot or part thereof for the purpose of resale. This provision, however, shall not prohibit the sale to its 9 10 members of lots, plots or parts thereof, or the right to use any lot, 11 plot or part thereof, by a membership or religious corporation or unin-12 corporated association or society which provides burial benefits for its members. (3) It shall be unlawful for a cemetery corporation to pay or 13 offer to pay, or for any person, firm or corporation to receive, direct-14 ly or indirectly, a commission, bonus, rebate or other things of value 15 16 for, or in connection with, the sale of any lot, plot or part thereof, 17 or the sale of space in a public mausoleum, or the furnishing by or 18 through the cemetery corporation of any service, merchandise, wares, goods or articles. The provisions of this paragraph shall not apply to a 19 20 person regularly employed and supervised by the cemetery corporation. 21 (4) Notwithstanding any inconsistent provision of this paragraph, a 22 <u>cemetery corporation may enter into a contract with a third-party vendor</u>

EXPLANATION--Matter in italics (underscored) is new; matter in brackets [-] is old law to be omitted.

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1 to create and maintain a website for the purposes of the sale of any lot, plot or part thereof, or the sale of space in a public mausoleum, 3 or the furnishing by or through the cemetery corporation of any service, 4 merchandise, wares, goods or articles. The third-party vendor may charge a fee for a transaction made through this website, provided that a single fixed fee for all such transactions is specified in the contract and is not dependent on or related to the value of the lot, goods or services to be sold by the cemetery corporation. (5) A violation of this [subdivision] paragraph shall constitute a misdemeanor and shall be 9 10 punishable by a fine of not more than five hundred dollars or not more 11 than six months imprisonment or both. Each violation shall constitute a separate offense. 12 13

§ 2. This act shall take effect immediately.