Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading HOUSE BILL 24-1254

LLS NO. 24-0576.01 Josh Schultz x5486

HOUSE D

HOUSE SPONSORSHIP

Hamrick and Bradley, Lieder, Young

Smallwood,

SENATE SPONSORSHIP

House Committees Health & Human Services Appropriations **Senate Committees**

A BILL FOR AN ACT

101	CONCERNING THE CONTINUATION OF THE REGULATION OF
102	NONTRANSPLANT TISSUE BANKS, AND, IN CONNECTION
103	THEREWITH, IMPLEMENTING RECOMMENDATIONS CONTAINED
104	IN THE 2023 SUNSET REPORT BY THE DEPARTMENT OF
105	REGULATORY AGENCIES.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov/.</u>)

Sunset Process - House Health and Human Services Committee. The bill implements recommendations of the department of regulatory agencies' (department) sunset review and report on the regulation of nontransplant tissue banks by:

- Continuing the regulation of nontransplant tissue banks for 9 years, to 2033; and
- Granting the director of the division of professions and occupations in the department the authority to create rules necessary for the regulation of nontransplant tissue banks.
- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 SECTION 1. In Colorado Revised Statutes, 24-34-104, amend
- 3 (25)(a)(XIII); and **add** (34)(a)(IX) as follows:

24-34-104. General assembly review of regulatory agencies
and functions for repeal, continuation, or reestablishment - legislative
declaration - repeal. (25) (a) The following agencies, functions, or both,
are scheduled for repeal on September 1, 2024:

- 8 (XIII) The regulation of persons registered to practice mortuary 9 science by sections 12-135-110 and 12-135-111 and cremation by 10 sections 12-135-303 and 12-135-304 and the administration thereof in 11 accordance with part 4 of article 135 of title 12; and the regulation of 12 nontransplant tissue banks by section 12-140-103;
- 13 (34) (a) The following agencies, functions, or both, are scheduled
 14 for repeal on September 1, 2033:

15 (IX) THE REGULATION OF NONTRANSPLANT TISSUE BANKS BY THE
16 DIRECTOR OF THE DIVISION OF PROFESSIONS AND OCCUPATIONS IN THE
17 DEPARTMENT OF REGULATORY AGENCIES PURSUANT TO SECTION
18 12-140-103.

SECTION 2. In Colorado Revised Statutes, 12-140-103, amend
(4); and add (1)(c) as follows:

21 **12-140-103. Registration required - subject to review - repeal.**22 (1) (c) IF A NONTRANSPLANT TISSUE BANK WITHDRAWS OR DOES NOT

1	RENEW ITS REGISTRATION, FOR A PERIOD OF THREE YEARS AFTER THE END
2	OF REGISTRATION, THE NONTRANSPLANT TISSUE BANK SHALL CONTINUE
3	TO MAINTAIN ON FILE WITH THE DIRECTOR CURRENT INFORMATION
4	REGARDING ITEMS DESCRIBED IN SUBSECTIONS $(1)(a)(I)$ and $(1)(a)(II)$ of
5	THIS SECTION.
6	(4) This section is repealed, effective September 1, 2024
7	SEPTEMBER 1, 2033. Before the repeal, this section is scheduled for
8	review in accordance with section 24-34-104.
9	SECTION 3. In Colorado Revised Statutes, 12-140-105, amend
10	(1)(b) and (1)(c); and add (1)(d), (4), and (5) as follows:
11	12-140-105. Standards of practice. (1) A nontransplant tissue
12	bank shall:
13	(b) Be equipped with instruments and supplies necessary to
14	protect the health and safety of the public and employees of the
15	nontransplant tissue bank; and
16	(c) Affix identification to all human remains delivered to the
17	nontransplant tissue bank and provide tracking paperwork to match the
18	identification; AND
19	(d) MAINTAIN A PROPER CHAIN OF CUSTODY OF HUMAN REMAINS
20	WHILE THE HUMAN REMAINS ARE IN THE POSSESSION OF THE
21	NONTRANSPLANT TISSUE BANK.
22	(4) (a) A NONTRANSPLANT TISSUE BANK MAY COMPENSATE A
23	FUNERAL ESTABLISHMENT FOR TRANSPORTATION OF HUMAN REMAINS AND
24	OTHER REASONABLE EXPENSES.
25	(b) A NONTRANSPLANT TISSUE BANK SHALL NOT COMPENSATE A
26	FUNERAL ESTABLISHMENT FOR HUMAN REMAINS.
27	(5) THE DONOR OR THE PERSON AUTHORIZED BY LAW TO CONSENT

1	TO DONATION MAY LIMIT THE SALE OF THE DONATED HUMAN REMAINS BY
2	A NONTRANSPLANT TISSUE BANK, INCLUDING PROHIBITING SALE TO
3	FOREIGN BUYERS, FOR NON-MEDICAL RESEARCH USES, OR FOR MILITARY
4	USES.
5	SECTION 4. In Colorado Revised Statutes, 12-140-106, amend
6	(1)(b); and add (1)(d), (1)(e), (1)(f), and (1)(g) as follows:
7	12-140-106. Disclosure. (1) A nontransplant tissue bank shall
8	disclose, in clear and unambiguous terms, the following information to
9	the donor or to the person authorized by law to consent to donation:
10	(b) That the donated human remains may be returned, in whole or
11	in part, to the nontransplant tissue bank; and
12	(d) THAT THE DONOR OR THE PERSON AUTHORIZED BY LAW TO
13	CONSENT TO DONATION IS DONATING HUMAN REMAINS TO A
14	NONTRANSPLANT TISSUE BANK;
15	(e) THAT THE NONTRANSPLANT TISSUE BANK MAY SELL ALL OR
16	ANY PORTION OF THE HUMAN REMAINS;
17	(f) That the nontransplant tissue bank may compensate a
18	FUNERAL ESTABLISHMENT FOR TRANSPORTATION OF HUMAN REMAINS AND
19	OTHER REASONABLE EXPENSES, BUT THE NONTRANSPLANT TISSUE BANK
20	SHALL NOT COMPENSATE A FUNERAL ESTABLISHMENT FOR HUMAN
21	REMAINS; AND
22	(g) THAT THE DONOR OR THE PERSON AUTHORIZED BY LAW TO
23	CONSENT TO DONATION MAY LIMIT THE SALE OF THE DONATED HUMAN
24	REMAINS BY A NONTRANSPLANT TISSUE BANK, INCLUDING PROHIBITING
25	SALE TO FOREIGN BUYERS, FOR NON-MEDICAL RESEARCH USES, OR FOR
26	MILITARY USES.
27	SECTION 5. In Colorado Revised Statutes, add 12-140-109 as

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1 follows:

2	12-140-109. Rules. (1) The director may promulgate rules
3	as necessary to implement this article 140. In fulfilling the
4	REQUIREMENTS OF SECTION $24-4-103$ (2), THE DIRECTOR SHALL SEEK
5	INPUT AND ADVICE FROM:
6	(a) PERSONS, INCLUDING ANY PROFESSIONAL ORGANIZATION OF
7	INDIVIDUALS THAT HAS SIGNED UP WITH THE DEPARTMENT FOR
8	RULE-MAKING NOTIFICATION, OFFERING SERVICES THAT REQUIRE
9	REGISTRATION PURSUANT TO THIS ARTICLE 140 ; and
10	(b) CONSUMERS OR CONSUMER REPRESENTATIVES WHO ADVOCATE
11	FOR CONSUMERS AFFECTED BY THIS ARTICLE 140 and who have signed
12	UP WITH THE DEPARTMENT FOR RULE-MAKING NOTIFICATION.
13	SECTION 6. In Colorado Revised Statutes, 12-20-204, amend
14	(2)(a) and (2)(c); and repeal (2)(d) as follows:
15	12-20-204. Regulator's rule-making authority. (2) Subsection
15 16	12-20-204. Regulator's rule-making authority. (2) Subsection(1) of this section does not apply to the following:
16	(1) of this section does not apply to the following:
16 17	(1) of this section does not apply to the following:(a) Article 110 of this title 12 concerning combative sports; AND
16 17 18	 (1) of this section does not apply to the following: (a) Article 110 of this title 12 concerning combative sports; AND (c) Article 135 of this title 12 concerning mortuaries and
16 17 18 19	 (1) of this section does not apply to the following: (a) Article 110 of this title 12 concerning combative sports; AND (c) Article 135 of this title 12 concerning mortuaries and crematories. and
16 17 18 19 20	 (1) of this section does not apply to the following: (a) Article 110 of this title 12 concerning combative sports; AND (c) Article 135 of this title 12 concerning mortuaries and crematories. and (d) Article 140 of this title 12 concerning nontransplant tissue
16 17 18 19 20 21	 (1) of this section does not apply to the following: (a) Article 110 of this title 12 concerning combative sports; AND (c) Article 135 of this title 12 concerning mortuaries and crematories. and (d) Article 140 of this title 12 concerning nontransplant tissue banks:
16 17 18 19 20 21 22	 (1) of this section does not apply to the following: (a) Article 110 of this title 12 concerning combative sports; AND (c) Article 135 of this title 12 concerning mortuaries and crematories. and (d) Article 140 of this title 12 concerning nontransplant tissue banks. SECTION 7. In Colorado Revised Statutes, 12-135-105, amend
 16 17 18 19 20 21 22 23 	 (1) of this section does not apply to the following: (a) Article 110 of this title 12 concerning combative sports; AND (c) Article 135 of this title 12 concerning mortuaries and crematories. and (d) Article 140 of this title 12 concerning nontransplant tissue banks. SECTION 7. In Colorado Revised Statutes, 12-135-105, amend (1)(p) as follows:
 16 17 18 19 20 21 22 23 24 	 (1) of this section does not apply to the following: (a) Article 110 of this title 12 concerning combative sports; AND (c) Article 135 of this title 12 concerning mortuaries and (d) Article 140 of this title 12 concerning nontransplant tissue banks: SECTION 7. In Colorado Revised Statutes, 12-135-105, amend (1)(p) as follows: 12-135-105. Unlawful acts. (1) It is unlawful:

1	indirect interest with more than ten-percent ownership in a nontransplant
2	tissue bank, as defined in section 12-140-102 (3), or to own a direct
3	interest in a nontransplant tissue bank;
4	SECTION 8. In Colorado Revised Statutes, 12-140-102, amend
5	(3) as follows:
6	12-140-102. Definitions. As used in this article 140, unless the
7	context otherwise requires:
8	(3) (a) "Nontransplant tissue bank" means a person that, for any
9	purpose other than transplantation into a living human being, recovers,
10	transports, distributes, screens, stores, and arranges AND WITH THE INTENT
11	OF FURTHER DISTRIBUTION, PROVIDES OR ENGAGES IN AT LEAST ONE OF
12	THE FOLLOWING for the storage and distribution of human remains:
13	(I) RECOVERY;
14	(II) COLLECTION;
15	(III) ACQUISITION;
16	(IV) DISTRIBUTION;
17	(V) SCREENING;
18	(VI) STORAGE; OR
19	(VII) ARRANGEMENT.
20	(b) "Nontransplant tissue bank" does not include:
21	(I) An eye bank, an organ procurement organization, or a tissue
22	bank, as those terms are defined in section 15-19-202 (10), (16), and (31),
23	respectively;
24	(II) A funeral establishment registered in accordance with section
25	12-135-110; or
26	(III) A crematory registered in accordance with section
27	12-135-303; OR

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1	(IV) AN APPROVED MEDICAL COLLEGE, AS DEFINED IN SECTION
2	12-240-104 (3), OR SIMILAR EDUCATIONAL INSTITUTION THAT ACCEPTS
3	HUMAN REMAINS PRIMARILY FOR ITS OWN EDUCATIONAL OR RESEARCH
4	PURPOSES.
5	SECTION 9. In Colorado Revised Statutes, 12-140-104, add (4)
6	as follows:
7	12-140-104. Records and receipts. (4) A NONTRANSPLANT
8	TISSUE BANK AND ITS DESIGNEE EACH SHALL MAINTAIN THE RECORDS AND
9	RECEIPTS REQUIRED BY THIS SECTION. IF A NONTRANSPLANT TISSUE BANK
10	WITHDRAWS OR DOES NOT RENEW ITS REGISTRATION, THE
11	NONTRANSPLANT TISSUE BANK AND ITS DESIGNEE SHALL MAINTAIN THE
12	RECORDS AND RECEIPTS REQUIRED BY THIS SECTION FOR A PERIOD OF
13	THREE YEARS AFTER THE END OF REGISTRATION.
14	SECTION 10. In Colorado Revised Statutes, amend 12-140-108
15	as follows:
16	12-140-108. Violations and penalties - private civil right of
17	action. (1) A person who violates this article 140 commits a class 1
18	misdemeanor.
19	(2) (a) A PERSON WHO SUFFERS DAMAGES AS A RESULT OF A
20	VIOLATION OF SECTION 12-140-105 OR 12-140-106 HAS A PRIVATE CIVIL
21	RIGHT OF ACTION TO RECOVER DAMAGES AGAINST ANY PERSON THAT
22	VIOLATES SECTION 12-140-105 OR 12-140-106.
23	(b) IF A COURT DETERMINES THAT A PERSON SUBJECT TO THIS
24	ARTICLE 140 VIOLATED SECTION 12-140-105 OR 12-140-106, IN ADDITION
25	TO ALL OTHER REMEDIES, THE COURT SHALL AWARD A STATUTORY
26	PENALTY OF THE GREATER OF THREE THOUSAND FIVE HUNDRED DOLLARS
27	OR ALL COMPENSATION RECEIVED BY THE NONTRANSPLANT TISSUE BANK

FOR THE DISTRIBUTION OF THE DECEDENT'S HUMAN REMAINS. 1 2 (c) IF A COURT DETERMINES THAT A VIOLATION OF SECTION 3 12-140-105 OR 12-140-106 WAS WILLFUL OR WANTON, THE AMOUNT OF 4 THE STATUTORY PENALTY IS TRIPLED. 5 (d) THE COURT SHALL AWARD A SUCCESSFUL PLAINTIFF UNDER 6 THIS SUBSECTION (2) REASONABLE COSTS AND ATTORNEY FEES. 7 (e) THERE MUST BE ONLY ONE CIVIL ACTION PER DECEDENT WHOSE 8 HUMAN REMAINS WERE DONATED. IF MULTIPLE PLAINTIFFS ARE JOINED IN 9 THE ACTION, THE COURT MAY ALLOCATE THE PENALTY AMONG THE 10 PLAINTIFFS AS IT DEEMS JUST. 11 **SECTION 11.** Act subject to petition - effective date. This act 12 takes effect at 12:01 a.m. on the day following the expiration of the 13 ninety-day period after final adjournment of the general assembly; except 14 that, if a referendum petition is filed pursuant to section 1 (3) of article V 15 of the state constitution against this act or an item, section, or part of this 16 act within such period, then the act, item, section, or part will not take 17 effect unless approved by the people at the general election to be held in 18 November 2024 and, in such case, will take effect on the date of the 19 official declaration of the vote thereon by the governor.