

United States of America FEDERAL TRADE COMMISSION East Central Region

Jon Miller Steiger Director, East Central Region

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January 24, 2024

Ozie H. Pye, III, Owner O.H. Pye, III Funeral Home 17600 Plymouth Rd Detroit, MI 48227

Re: Funeral Rule Compliance Notice

Dear Funeral Provider:

As you know, the Federal Trade Commission ("FTC") has issued a trade regulation rule concerning funeral industry practices ("Funeral Rule"), 16 C.F.R. Part 453. The Funeral Rule became fully effective on April 30, 1984, and revisions to the Funeral Rule became effective on July 19, 1994. As amended, the Funeral Rule has the full force and effect of federal law.

The Funeral Rule requires that funeral providers disclose prices and other information to persons arranging funerals. The Funeral Rule requires disclosure of itemized price information both over the telephone and in writing concerning general funeral services and ancillary arrangements offered by the funeral provider, as well as price lists for caskets and outer burial containers. The Funeral Rule prohibits misrepresentations about legal, cemetery or crematory requirements pertaining to the disposition of human remains, including embalming. Certain unfair practices also are prohibited, such as embalming for a fee without prior permission; requiring consumers to purchase caskets for direct cremation; or conditioning the purchase of any funeral good or service upon the purchase of any other funeral good or service. Moreover, the Funeral Rule requires that each person who arranges a funeral be given a statement of the funeral goods and services selected by that person and the price to be paid for each item. Failure to comply with the Funeral Rule may result in penalties of up to \$51,744 per violation.

FTC staff has obtained information that, in April 2023, during undercover calls placed by the FTC, O.H. Pye, III Funeral Home did not provide accurate information over the telephone in response to questions about your offerings or pricings. In particular, O.H. Pye, III Funeral Home:

 Failed to provide accurate information about your prices or services by providing materially different prices on a telephone call than were stated on your General Price List. O.H. Pye, III Funeral Home Page 2 of 2

In FTC staff's view, the conduct described above violates of the Funeral Rule. While staff does not currently intend to recommend to the Commission that it take formal legal action against O.H. Pye, III Funeral Home, you should take prompt remedial action to make sure O.H. Pye, III Funeral Home and its staff provide accurate information over the phone about its prices and offerings.

Enclosed for your review is a copy of the business guide "Complying with the Funeral Rule." The guide is intended to help you comply with the Funeral Rule and includes information about your obligations to provide accurate information over the phone and accurate representations about embalming requirements. If you have any questions after reviewing this letter and the guide, please call Sammi Nachtigal at (202) 330-1761.

Respectfully yours,

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Jon Miller Steiger Regional Director East Central Region

Enclosure