State of Arkansas
92nd General Assembly
Regular Session, 2019

By: Representative Womack
By: Senator Rapert

A Bill
HOUSE BILL 1262

For An Act To Be Entitled
AN ACT TO AMEND THE LAW CONCERNING ELECTRONIC FUNDS TRANSFERS OF CITIES AND COUNTIES; AND FOR OTHER PURPOSES.

Subtitle
TO AMEND THE LAW CONCERNING ELECTRONIC FUNDS TRANSFERS OF CITIES AND COUNTIES.

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

SECTION 1. Arkansas Code § 14-24-121(b), concerning county electronic warrants transfer systems, is amended to read as follows:
(b)(1) For purposes of this section, counties opting for the electronic warrants transfer system shall establish their own electronic payment method that written policies and procedures to ensure that the electronic warrants transfer system provides for internal accounting controls and documentation for audit and accounting purposes.
(2) The electronic payment method warrants transfer system under subdivision (b)(1) of this section shall be comply with the information systems best practices approved by the Legislative Joint Auditing Committee before implementation by the county.

SECTION 2. Arkansas Code § 14-59-105(e)(1), concerning municipal electronic funds transfers, is amended to read as follows:
(e)(1) Disbursements of municipal funds, other than for payments under subsections (c) and (d) of this section, may be made by electronic funds

01/24/2019 2:43:47 PM KLC037
transfer provided that:

(A) The governing body of the municipality shall establish by ordinance an electronic funds payment system directly into payees’ accounts in financial institutions in payment of any account allowed against the municipality;

(B) For purposes of this subsection, municipalities opting for an electronic funds payment system shall establish an electronic payment method that written policies and procedures to ensure that the electronic funds payment system provides for internal accounting controls and documentation for audit and accounting purposes; and

(C) Each electronic payment method established under subdivision (e)(2) of this section this subsection shall be

SECTION 3. Arkansas Code § 14-237-106(e), concerning electronic funds transfers of municipal water and sewer departments, is amended to read as follows:

(e) Disbursements of department funds, other than for payments under subsections (b) and (d) of this section, may be made by electronic funds transfer provided that:

(1) The department’s governing body may establish an electronic funds payment system directly into payees' accounts in financial institutions in payment of any account allowed against the department.

(2) As used in For the purposes of this subsection, departments opting for an electronic funds payment system shall establish an electronic payment method that written policies and procedures to ensure that the electronic funds payment system provides for internal accounting controls and documentation for audit and accounting purposes.

(3) Each electronic payment method established under subdivision (e)(2) of this section this subsection shall be

(4) A single electronic funds payment may contain payments to
multiple payees, appropriations, characters, or funds.

APPROVED: 2/13/19