Stricken language would be deleted from and underlined language would be added to present law. Act 924 of the Regular Session

1	State of Arkansas As Engrossed: H4/3/25
2	95th General Assembly A Bill
3	Regular Session, 2025HOUSE BILL 1683
4	
5	By: Representative McAlindon
6	By: Senator C. Penzo
7	
8	For An Act To Be Entitled
9	AN ACT TO AMEND THE LAW CONCERNING THE PURCHASE OF AN
10	ELECTRIC VEHICLE OR A COMPONENT OF AN ELECTRIC
11	VEHICLE BY A GOVERNMENTAL ENTITY; TO PROHIBIT THE
12	PROCUREMENT BY A GOVERNMENTAL ENTITY OF AN ELECTRIC
13	VEHICLE OR A COMPONENT OF AN ELECTRIC VEHICLE THAT
14	WAS MANUFACTURED IN WHOLE OR IN PART USING FORCED
15	LABOR; AND FOR OTHER PURPOSES.
16	
17	
18	Subtitle
19	TO PROHIBIT THE PROCUREMENT BY A
20	GOVERNMENTAL ENTITY OF AN ELECTRIC
21	VEHICLE OR A COMPONENT OF AN ELECTRIC
22	VEHICLE THAT WAS MANUFACTURED IN WHOLE
23	OR IN PART USING FORCED LABOR.
24	
25	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
26	
27	SECTION 1. DO NOT CODIFY. Legislative findings.
28	The General Assembly finds that:
29	(1) Many electric vehicles are being made with components
30	created through the use of forced labor, including materials mined by Uyghur
31	and other Muslim minorities in the People's Republic of China's Xinjiang
32	Uyghur Autonomous Region;
33	(2) Concerns about the use of forced labor to create these
34	components and materials prompted the United States Government to pass the
35	Uyghur Forced Labor Prevention Act, Pub. L. No. 117-78, with overwhelming
36	bipartisan support;



1	(3) Under the Uyghur Forced Labor Prevention Act, Pub. L. No.
2	117-78, there is a rebuttable presumption that any product manufactured in
3	whole or in part in the Xinjiang Uyghur Autonomous Region was produced by
4	forced labor;
5	(4) The United States Government recently restricted the
6	application of its newly created tax credits for electric vehicles so that
7	"[b]eginning in 2024, an eligible clean vehicle may not contain any battery
8	components that are manufactured by a foreign entity of concern, and
9	beginning in 2025, an eligible clean vehicle may not contain any critical
10	minerals that were extracted, processed, or recycled by a foreign entity of
11	concern";
12	(5) The United States Government recently proposed a regulation
13	for another act that any company subject to the People's Republic of China's
14	jurisdiction will be defined as a "foreign entity of concern," which would
15	prevent federal tax credits from supporting sales of electric vehicles made
16	with battery components from entities of the People's Republic of China;
17	(6) Many electric vehicles are also being made with components
18	created through the use of oppressive child labor, most notably, through
19	<u>cobalt ore mined in dangerous conditions by thousands of young children in</u>
20	the Democratic Republic of the Congo and sent to the People's Republic of
21	China for use in manufacturing lithium-ion batteries;
22	(7) The United States Government recently concluded that
23	"downstream products containing lithium-ion batteries may be produced with an
24	input produced with child labor, such as electric cars";
25	(8) The use of forced labor is repugnant and deplorable,
26	violates basic human rights, constitutes unacceptable discrimination, and
27	damages free and fair competition; and
28	(9) State governments should take steps to ensure that taxpayer
29	dollars are not being used to pay for electric vehicles that may have been
30	partially manufactured through forced labor.
31	
32	SECTION 2. Arkansas Code Title 25, Chapter 1, Subchapter 1, is amended
33	to add an additional section to read as follows:
34	25-1-130. Purchase of electric vehicle.
35	(a) As used in this section:
36	(1) "Electric vehicle" means a motor vehicle that is propelled

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1	to a significant extent by an electric motor that draws electricity from a
2	battery that is capable of being recharged from an external source of
3	electricity;
4	(2) "Forced labor" means labor or service that is:
5	(A) Obtained by force, fraud, or coercion, including by:
6	(i) Threat of serious harm to or physical restraint
7	against any person;
8	(ii) Means of a scheme, plan, or pattern intended to
9	cause the person to believe that if the person did not perform the labor or
10	services, the person or another person would suffer serious harm or physical
11	restraint; or
12	(iii) Means of the abuse or threatened abuse of law
13	or the legal process;
14	(B) Imposed on the basis of a characteristic protected by
15	the Arkansas Civil Rights Act of 1993, § 16-123-101 et seq.;
16	(C) Not offered or provided voluntarily by the worker; or
17	(D) Produced through a condition of employment under which
18	a person under the age of fourteen (14) years of age is employed in an
19	occupation hazardous for the employment of children, including without
20	limitation manufacturing or mining; and
21	(3) "Governmental entity" means a:
22	(A) State agency, including without limitation any
23	department, agency, board, commission, office, and other authority of the
24	<u>state;</u>
25	(B) Political subdivision of the state, including without
26	limitation a county, municipality, public school district, water district,
27	and improvement district; and
28	(C) College, university, authority, or other enterprise
29	operated by the state or a political subdivision of the state.
30	(b) A governmental entity shall not enter into a contract for the
31	procurement of an electric vehicle or a component of an electric vehicle
32	unless the manufacturer of the electric vehicle or component of an electric
33	vehicle in good faith provides the governmental entity a sworn certification
34	that certifies that no entity involved in the production of the electric
35	vehicle or the component of an electric vehicle being sold, including the
36	production of a constituent part or the mining or other sourcing of materials

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1	for the electric vehicle or the component of an electric vehicle, used forced
2	labor in its activities.
3	(c)(l) In addition to any other remedies available at law or equity,
4	if the manufacturer or seller is found to have knowingly provided false or
5	misleading information under subsection (b) of this section, a civil penalty
6	shall be imposed against the manufacturer for the greater of:
7	(A) Ten thousand dollars (\$10,000) for each false or
8	misleading statement; or
9	(B) One-half $(1/2)$ of the total price paid by the
10	governmental entity for the electric vehicle or the component of an electric
11	vehicle.
12	(2) A governmental entity that is found to have knowingly
13	violated subsection (b) of this section shall pay to the state the greater
14	<u>of:</u>
15	(A) Ten thousand dollars (\$10,000) for each false or
16	misleading statement; or
17	(B) The total price paid by the governmental entity for
18	the electric vehicle or the component of an electric vehicle.
19	(3) An employee of a governmental entity who is found to have
20	knowingly violated subsection (b) of this section shall be found to be acting
21	outside the course and scope of his or her employment and is personally
22	liable for a civil penalty of five thousand dollars (\$5,000) to the state.
23	(4) Each member of a board who votes in the affirmative to authorize
24	the purchase of an electric vehicle that is found to violate subsection (b)
25	of this section shall personally pay a fine of five thousand dollars (\$5,000)
26	to the state.
27	(d) This section applies to a procurement contract for an
28	electric vehicle or a component of an electric vehicle that is entered into,
29	amended, or renewed on or after the effective date of this act.
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31	/s/McAlindon
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34	APPROVED: 4/21/25
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