

1 State of Arkansas  
2 89th General Assembly  
3 Regular Session, 2013  
4  
5 By: Representative Rice

# A Bill

HOUSE BILL 1961

## For An Act To Be Entitled

8 AN ACT PROHIBITING CASH SALES OF SCRAP METAL; AND FOR  
9 OTHER PURPOSES.

### Subtitle

12 PROHIBITING CASH SALES OF SCRAP METAL.

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

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15  
16 SECTION 1. Arkansas Code Title 17, Chapter 44, is amended to add a new  
17 section to read as follows:

18 17-44-107. Cash sales prohibited.

19 (a) A scrap metal recycler or scrap metal processor, or employee or  
20 agent of a scrap metal recycler or scrap metal processor, is prohibited from  
21 entering into a transaction to purchase nonferrous metals by any means other  
22 than:

23 (1) A prenumbered check drawn on an account with a financial  
24 institution in the name of the scrap metal recycler or scrap metal processor:

25 (A) Made payable to the person documented as the seller as  
26 required by § 17-44-102(d); and

27 (B) Mailed to the address listed by the person documented  
28 as the seller as required by § 17-44-102(d); or

29 (2) An electronic funds transfer or similar electronic payment  
30 method to an account with a financial institution in the name of the person  
31 documented as the seller as required by § 17-44-102(d).

32 (b) This section does not apply to those transactions listed in § 17-  
33 44-102(h)(1)-(h)(3).

