

1 State of Arkansas
2 92nd General Assembly
3 Regular Session, 2019
4

A Bill

HOUSE BILL 1262

5 By: Representative Womack
6 By: Senator Rapert
7

For An Act To Be Entitled

9 AN ACT TO AMEND THE LAW CONCERNING ELECTRONIC FUNDS
10 TRANSFERS OF CITIES AND COUNTIES; AND FOR OTHER
11 PURPOSES.
12
13

Subtitle

14 TO AMEND THE LAW CONCERNING ELECTRONIC
15 FUNDS TRANSFERS OF CITIES AND COUNTIES.
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19 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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21 SECTION 1. Arkansas Code § 14-24-121(b), concerning county electronic
22 warrants transfer systems, is amended to read as follows:

23 (b)(1) For purposes of this section, counties opting for the
24 electronic warrants transfer system shall establish ~~their own electronic~~
25 ~~payment method that~~ written policies and procedures to ensure that the
26 electronic warrants transfer system provides for internal accounting controls
27 and documentation for audit and accounting purposes.

28 (2) The electronic ~~payment method~~ warrants transfer system under
29 subdivision (b)(1) of this section shall ~~be~~ comply with the information
30 systems best practices approved by the Legislative Joint Auditing Committee
31 before implementation by the county.
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33 SECTION 2. Arkansas Code § 14-59-105(e)(1), concerning municipal
34 electronic funds transfers, is amended to read as follows:

35 (e)(1) Disbursements of municipal funds, other than for payments under
36 subsections (c) and (d) of this section, may be made by electronic funds



1 transfer provided that:

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

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

11 (C) Each electronic ~~payment method~~ funds payment system
 12 established under ~~subdivision (e)(2) of this section~~ this subsection shall be
 13 comply with the information systems best practices approved by the
 14 Legislative Joint Auditing Committee before implementation by the
 15 municipality.

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

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

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

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

31 (3) Each electronic ~~payment method~~ funds payment system
 32 established under ~~subdivision (e)(2) of this section~~ this subsection shall be
 33 comply with the information systems best practices approved by the
 34 Legislative Joint Auditing Committee before implementation by the
 35 department-; and

36 (4) A single electronic funds payment may contain payments to

1 multiple payees, appropriations, characters, or funds.

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