EXHIBIT C3

| I | INTERIM STUDY PROPOSAL 2017-043 |
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| 2 | State of Arkansas As Engrossed: H3/16/17 |
| 3 | 91st General Assembly A B1II |
| 4 | Regular Session, 2017 HOUSE BILL 1717 |
| 5 | |
| 6 | By: Representative Sorvillo |
| 7 | Filed with: House Committee on Agriculture, Forestry, and Economic Development |
| 8 | pursuant to A.C.A. §10-3-217. |
| 9 | For An Act To Be Entitled |
| 10 | AN ACT TO REGULATE THE SALE OF DOGS AND CATS WITHIN |
| 11 | THE STATE OF ARKANSAS; TO CREATE THE DOG AND CAT SALE |
| 12 | REGISTRATION ACT; TO CREATE THE DOG AND CAT SALE |
| 13 | REGISTRATION FUND; AND FOR OTHER PURPOSES. |
| 14 | |
| 15 | |
| 16 | Subtitle |
| 17 | TO CREATE THE DOG AND CAT SALE |
| 18 | REGISTRATION ACT; AND TO CREATE THE DOG |
| 19 | AND CAT SALE REGISTRATION FUND. |
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| 22 | BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: |
| 23 | |
| 24 | SECTION 1. Arkansas Code Title 4 is amended to add an additional |
| 25 | chapter to read as follows: |
| 26 | <u>Chapter 118 - Dog and Cat Sale Registration Act</u> |
| 27 | |
| 28 | <u>4-118-101. Title.</u> |
| 29 | This chapter shall be known and may be cited as the "Dog and Cat Sale |
| 30 | Registration Act". |
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| 32 | 4-118-102. Legislative intent. |
| 33 | It is the intent of the General Assembly to: |
| 34 | (1) Require the registration of persons who sell dogs or cats, |
| 35 | or both; and |

| 1 | (2) Ensure that the citizens of Arkansas have additional |
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| 2 | information regarding the persons who sell dogs or cats, or both, within the |
| 3 | State of Arkansas. |
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| 5 | 4-118-103. Definitions. |
| 6 | As used in this chapter: |
| 7 | (1) "Casual breeder" means a person who owns three (3) or fewer |
| 8 | female dogs or cats for the purpose of breeding and who allows only one (1) |
| 9 | breeding per dog or cat per calendar year; |
| 10 | (2) "Cat" means a member of the species of the domestic cat, |
| 11 | Felis catus; |
| 12 | (3) "Commercial breeder" means a person who owns more than three |
| 13 | (3) female dogs or cats for the purpose of breeding; |
| 14 | (4) "Consumer" means a person who purchases a dog or cat; |
| 15 | (5)(A) "Dog" means a member of the species of the domestic dog, |
| 16 | Canis lupus familiaris, or resultant hybrids. |
| 17 | (B) "Dog" does not include a greyhound racing dog; |
| 18 | (6) "Person" means an individual, partnership, firm, joint-stock |
| 19 | company, corporation, association, trust, estate, or other legal entity; |
| 20 | (7)(A) "Public media" means telephone directories, professional |
| 21 | directories, newspapers and other periodicals, radio and television, |
| 22 | billboards, and mailed or electronically transmitted written or visual |
| 23 | communications that do not involve in-person or direct contact with a |
| 24 | specific prospective consumer. |
| 25 | (B) "Public media" includes all advertisements made on the |
| 26 | internet, any website, or social media; |
| 27 | (8)(A) "Sale" means the exchange of a dog or cat, or both, |
| 28 | between a seller and a consumer for monetary consideration. |
| 29 | (B) "Sale" does not include the exchange of a dog or cat, |
| 30 | or both: |
| 31 | (i) From an animal shelter, an incorporated humane |
| 32 | society, or nonprofit organization that has received a 501(c)(3) designation |
| 33 | from the United States Internal Revenue Service and that is dedicated to the |
| 34 | care of rescued animals or the care and protection of companion or service |
| 35 | animals for a reasonable and described adoption fee; or |

| 1 | (ii) As a gift or when money is not exchanged for |
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| 2 | the consideration of the dog or cat, or both; and |
| 3 | (9)(A) "Seller" means a person who is required to register under |
| 4 | this subchapter. |
| 5 | (B) "Seller" includes a casual breeder and a commercial |
| 6 | breeder. |
| 7 | |
| 8 | 4-118-104. Registration of sellers - Renewal of registration. |
| 9 | (a)(1) A person who offers or attempts to offer a dog or cat, or both, |
| 10 | for sale within this state by advertising through public media shall register |
| 11 | as a seller with the Arkansas Agriculture Department. |
| 12 | (2) The registration shall include the following: |
| 13 | (A) The name of the person; |
| 14 | (B) The location of each facility housing dogs or cats, or |
| 15 | both, that is owned by or in the care, custody, or control of the person; |
| 16 | (C) The name and address of the principal agent of the |
| 17 | <pre>person;</pre> |
| 18 | (D) The date the person began to operate as a seller under |
| 19 | this subchapter; |
| 20 | (E) The number of dogs or cats, or both, kept for the |
| 21 | purpose of breeding, offering, or selling any offspring to a consumer; and |
| 22 | (F) A certificate of good health from a licensed |
| 23 | veterinarian for the dog or cat being sold if requested by the consumer. |
| 24 | (3) If the registration is for an entity that offers or attempts |
| 25 | to offer for sale a dog or cat, or both, the registration shall reflect the |
| 26 | name and position of the individual at the entity under whose direction the |
| 27 | registration is prepared and shall be made under oath before a notary public. |
| 28 | (b)(l) Each registration is valid for a period of two (2) years. |
| 29 | (2) On or before the anniversary date of the original |
| 30 | registration, the renewal of the registration by the department is required. |
| 31 | (3) If at any time before the required renewal date the |
| 32 | information initially reported in the registration changes or requires |
| 33 | additions, the changes or additions shall be reported to the department |
| 34 | within sixty (60) days of the change or addition. |
| 35 | (c)(1) The department shall maintain a list of registered sellers |
| 36 | containing all information reported with the initial registration, including |

| 1 | the date of registration, and the dates and information provided with all |
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| 2 | subsequent amendments and renewals of the registration. |
| 3 | (2) The department shall: |
| 4 | (A) Assign to each registered seller a registration |
| 5 | number; and |
| 6 | (B) Make the list of registered sellers available to the |
| 7 | public on the website of the department. |
| 8 | (3) The department shall only publish the name of the registered |
| 9 | seller and the registration number of the seller. |
| 10 | |
| 11 | <u>4-118-105. Fees.</u> |
| 12 | (a)(1) The Arkansas Agriculture Department shall require a casual |
| 13 | breeder to pay a fee of twenty-five dollars (\$25.00) per year for |
| 14 | registration as a seller. |
| 15 | (2) The department shall require a commercial breeder to pay a |
| 16 | fee of one hundred dollars (\$100) per year for registration as a seller. |
| 17 | (b) A fee shall not be required for reports of change or addition. |
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| 19 | 4-118-106. Advertisement in public media. |
| 20 | (a) In order to place in public media an advertisement for the sale of |
| 21 | a dog or cat, or both, the registration number of the registered seller |
| 22 | advertising the sale of the dog or cat, or both, or the registration number |
| 23 | of the registered seller selling the dog or cat, or both, shall be included |
| 24 | in the advertisement. |
| 25 | (b)(1) Except as provided in subdivision (b)(2) of this section, |
| 26 | failure by the seller to comply with subsection (a) of this section is a |
| 27 | Class C misdemeanor. |
| 28 | (2) A seller shall be given a ten-day grace period to become |
| 29 | compliant with this section. |
| 30 | |
| 31 | 4-118-107. Prohibition of the sale of dogs or cats in certain places. |
| 32 | (a)(1) A person shall not sell, exchange, trade, barter, lease, or |
| 33 | display for a commercial purpose a dog or cat on the property of another |
| 34 | person without first securing the written permission of the other person. |
| 35 | (b) This section does not apply to: |

| 1 | (1) The display of dogs or cats by or the adoption of dogs or |
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| 2 | cats from an animal shelter, a humane society, or other nonprofit |
| 3 | organization that has received a 501(c)(3) designation from the United States |
| 4 | Internal Revenue Service and that is dedicated to the care of rescued |
| 5 | animals; |
| 6 | (2) The display of dogs or cats as part of a state or county |
| 7 | fair exhibition, a 4-H program, or similar exhibition or educational program; |
| 8 | (3) The sale, exchange, or trade of dogs that are sold primarily |
| 9 | for use in greyhound racing; |
| 10 | (4) The sale, exchange, or trade of dogs or cats within counties |
| 11 | that have a population of less than twenty thousand (20,000) in a commercial |
| 12 | parking lot; or |
| 13 | (5) A prearranged sale between a seller and a specific |
| 14 | individual consumer. |
| 15 | (c) A person who violates this section is subject to a fine in the |
| 16 | amount of one hundred dollars (\$100). |
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| 18 | 4-118-108. Failure to register or renew — Criminal penalty. |
| 19 | (a) Failure to register as a seller with the Arkansas Agriculture |
| 20 | Department before the advertisement of the sale of a dog or cat, or both, or |
| 21 | before the sale of a dog or cat, or both, is a Class C misdemeanor. |
| 22 | (b) Failure to renew a registration as a seller before the |
| 23 | advertisement of the sale of a dog or cat, or both, or before the sale of a |
| 24 | dog or cat, or both, is a violation under § 5-1-108. |
| 25 | |
| 26 | 4-118-109. Disposition of fees and funds. |
| 27 | Fees and funds received under this subchapter shall be deposited into |
| 28 | the Dog and Cat Sale Registration Fund to be used by the Arkansas Agriculture |
| 29 | Department for the administration of this subchapter. |
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| 31 | 4-118-110. Rules. |
| 32 | The Arkansas Agriculture Department shall promulgate rules necessary to |
| 33 | implement and administer this chapter. |
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| 35 | SECTION 2. Arkansas Code Title 19, Chapter 5, Subchapter 12, is |
| 36 | amended to add an additional section to read as follows: |

| 1 | 19-5-1258. Dog and Cat Sale Registration Fund. |
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| 2 | (a) There is created on the books of the Treasurer of State, the |
| 3 | Auditor of State, and the Chief Fiscal Officer of the State a miscellaneous |
| 4 | fund to be known as the "Dog and Cat Sale Registration Fund". |
| 5 | (b) The fund shall consist of: |
| 6 | (1) Grants made by any person or federal government agency; |
| 7 | (2) Fees and penalties collected under the Dog and Cat Sale |
| 8 | Registration Act, § 4-118-101 et seq.; and |
| 9 | (3) Any other funds authorized or provided by law. |
| 10 | (c) The fund shall be used by the Arkansas Agriculture Department to |
| 11 | administer the Dog and Cat Sale Registration Act, § 4-118-101 et seq. |
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| 14 | /s/Sorvillo |
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| 17 | Referred by the Arkansas House of Representatives |
| 18 | Prepared by: VJF |
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