

Stricken language would be deleted from present law. Underlined language would be added to present law.

1 State of Arkansas
2 81st General Assembly
3 Regular Session, 1997

A Bill

HOUSE BILL 1673

4
5 By: Representatives Thicksten and Angel

For An Act To Be Entitled

9 "AN ACT TO AMEND ARKANSAS CODE 14-59-105 TO ALLOW
10 MUNICIPALITIES THE OPTION TO DIRECT DEPOSIT EMPLOYEES
11 SALARIES VIA ELECTRONIC FUNDS TRANSFER; AND FOR OTHER
12 PURPOSES."

Subtitle

15 "TO ALLOW MUNICIPALITIES THE OPTION TO
16 DIRECT DEPOSIT EMPLOYEES SALARIES VIA
17 ELECTRONIC FUNDS TRANSFER."

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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 14-59-105 is amended to read as follows:

22 "14-59-105. Prenumbered checks - Electronic funds transfers.

23 (a) All disbursements of municipal funds, except those described
24 herein and as noted in § 14-59-106, petty cash funds, are to be made by
25 prenumbered checks drawn upon the bank account of that municipality.

26 (b) The checks shall be of the form normally provided by
27 commercial banking institutions and shall contain as a minimum the
28 following information:

29 (1) Date of issue;

30 (2) Check number;

31 (3) Payee;

32 (4) Amount both in numerical and written form; and

33 (5) Signature of authorized disbursing officer of the city.

34 (c) The municipality shall maintain printer's certificates as to
35 the numerical sequence of checks printed.

36 (d) Disbursements of municipal funds used for payment of salaries

1 and wages of municipal officials and employees may be made by electronic
 2 funds transfer (EFT) provided that:

3 (1) the municipal employee or official responsible for such
 4 disbursements shall maintain a ledger containing at least the name,
 5 address and social security number of the employee receiving payment of
 6 salary or wages; the routing number from the bank in which the funds are
 7 held; the account number and the Accounts Clearing House trace number
 8 pertaining to the transfer; the date and amount transferred and proof
 9 that the employee has been notified of direct deposit of their salary or
 10 wages by EFT, and;

11 (2) no such disbursement may be made by EFT without written
 12 consent of the employee to whom direct deposit is made."

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14 SECTION 2. All provisions of this act of a general and permanent
 15 nature are amendatory to the Arkansas Code of 1987 Annotated and the
 16 Arkansas Code Revision Commission shall incorporate the same in the
 17 Code.

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19 SECTION 3. If any provision of this act or the application
 20 thereof to any person or circumstance is held invalid, such invalidity
 21 shall not affect other provisions or applications of the act which can
 22 be given effect without the invalid provision or application, and to
 23 this end the provisions of this act are declared to be severable.

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25 SECTION 4. All laws and parts of laws in conflict with this act
 26 are hereby repealed.

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