1 2	State of Arkansas 83rd General Assembly	A Bill									
3	Regular Session, 2001		HOUSE BILL 2609								
3	Regulai Session, 2001		HOUSE BILL 2009								
5	By: Representatives Parks, Cleveland, H	Iathorn, Ormond									
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7											
8	For	An Act To Be Entitled									
9	AN ACT AMENDING	AND REPEALING VARIOUS SE	CCTIONS OF								
10	THE ARKANSAS CODE CONCERNING AUCTIONEERS; AND FOR										
11	OTHER PURPOSES.										
12											
13		Subtitle									
14	AN ACT AMENDI	ING AND REPEALING VARIOUS	;								
15	SECTIONS OF T	THE ARKANSAS CODE CONCERN	II NG								
16	AUCTI ONEERS.										
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19	BE IT ENACTED BY THE GENERAL A	ASSEMBLY OF THE STATE OF A	ARKANSAS:								
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21	SECTION 1. Arkansas Cod	le 17-17-112 is repealed.									
22	<del>17-17-112. Written cont</del>	<del>ract.</del>									
23	<del>(a) An auctioneer may n</del>	not sell the property of a	another at auction								
24	without a prior written contra	<del>nct with the seller which</del>	sets forth the terms								
25	and conditions upon which the	auctioneer will sell the	<del>property. The</del>								
26	<del>licensee must retain a copy of</del>	each contract for at lea	ast three (3) years								
27	after the auction.										
28	(b) The Auctioneer's Li	censing Board is authoriz	<del>zed to prescribe by</del>								
29	regulations the minimum requir	<del>ements which must be incl</del>	<del>luded in a written</del>								
30	<del>contract.</del>										
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32	SECTION 2. Arkansas Cod	de 17-17-113 is repealed.									
33	<del>17-17-113. I nj uncti on.</del>										
34	<del>(a) Whenever there is r</del>	reason to believe that any	y person, licensed or								
35	unlicensed, has violated any p	provision of this chapter,	<del>, or any order,</del>								
36	License, decision, demand, or	requirement issued or made	<del>de pursuant to this</del>								

\*CPB149\*

- chapter, the Auctioneer's Licensing Board or its authorized representative may bring an action in the chancery court of any county in which the person resides or does business to enjoin such person from continuing such violation or engaging therein or doing any act or acts in furtherance thereof.
- (b) Whenever there is any action brought pursuant to this section, the chancery court shall have jurisdiction and authority to enter such preliminary or final injunction or such other relief as may be appropriate.

- SECTION 3. Arkansas Code 17-17-114 is repealed.
- 17-17-114. Penalty in lieu of suspension or revocation.
- (a)(1) Whenever the Auctioneer's Licensing Board finds that the holder of a License issued by the board is guilty of a violation of the rules of the board or the Laws of the State of Arkansas pertaining to any occupation, profession, or business Licensed or regulated by the board, it shall have the power and authority to impose a penalty on the Licensee in Lieu of suspension or revocation of the License.
- (2) Upon imposition of a penalty in lieu of suspension or revocation of license, the board shall have the power and authority to require that the licensee pay a penalty to the board with regard to the violation with\_the sanction that the license may be suspended until the penalty is paid.
- (3) Prior to the imposition of any penalty, the board shall hold an investigation and hearing after notice to a licensee or his attorney. The penalty may be imposed in lieu of revocation or suspension of a license only if the board formally finds that the public health, safety, welfare, and morals would not be impaired thereby, and that the payment of the penalty will achieve the desired disciplinary result.
- (b) No penalty imposed by the board in lieu of revocation or suspension of a license may exceed a total of one thousand dollars (\$1,000). The power and authority of the board to impose these penalties shall not be affected by any other civil or criminal proceeding concerning the same violation.
- (c) If any person upon whom the board has levied a civil penalty fails to pay the civil penalty within sixty (60) days of the board's decision to impose the penalty, the amount of the fine shall be considered to be a debt owed the Auctioneer's Licensing Board and may be collected by civil action by

- the board
- 2 (d) Any person penalized by the board under this chapter may appeal any order of the board in the manner now provided by law.
  - (e) In addition to any other sanctions authorized by this chapter, the board may impose a civil penalty as provided above against any unlicensed person, firm, or corporation practicing or offering to practice any actions requiring licensure pursuant to the provisions of this chapter.
  - (f) The board is authorized to promulgate regulations to implement the provisions of this chapter.

- SECTION 4. Arkansas Code 17-17-115 is repealed.
- 12 17-17-115. Inspection cease and desist.
  - (a) Subsequent to five (5) days after proof of receipt of certified mail by the alleged offending auctioneer or auction house of any alleged violation or violations, the Auctioneer's Licensing Board or its authorized representative may enter the premises of any auction or auction house for the purpose of examining the License of an auctioneer or auction house, or both.
  - (b) Should the board or its authorized representative find that an unlicensed auctioneer and/or auction house is practicing or offering to practice any actions requiring a license pursuant to the provisions of this chapter, the board or its authorized representative has the authority to demand that such unlicensed activity cease and desist immediately.
  - (c) Any auctioneer and/or auction house refusing to allow the board or its authorized representative to inspect the premises of an auction or auction house for the purpose of examining the License of the auctioneer and/or auction house may be subject to a civil penalty.
  - (d) Any unlicensed auctioneer and/or auction house found to be practicing or offering to practice any actions requiring a license pursuant to the provisions of this chapter who refuses to cease and desist such unlicensed activity upon the request of the board or its authorized representative will be subject to criminal and/or civil penalties, or both.

- SECTION 5. Arkansas Code 17-17-204(a) is amended to read as follows:
- (a) All fees $_{\tau}$  and charges and penalties collected by the Auctioneer's Licensing Board under the provisions of this chapter shall be paid to the secretary-treasurer who shall be the custodian of all funds and shall deposit

them in a bank or banks to be designated by the board.

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- SECTION 6. Arkansas Code 17-17-204(c) is amended to read as follows:
- (c)(1) The secretary-treasurer shall pay funds of the board only on vouchers signed by himself and countersigned by the chairman.
- (2) The total expenses for all purposes and obligations of the board shall not exceed the total fees, charges, <del>penalties</del> and other funds paid to the board under the provisions of this chapter.

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- SECTION 7. Arkansas Code 17-17-308 is amended to read as follows:
- 11 17-17-308. Suspension or revocation.
  - The Auctioneer's Licensing Board may impose a civil penalty or suspend or revoke the license of an auctioneer for any of the following causes:
    - (1) Obtaining a license through false or fraudulent representation;
- 15 (2) Pursuing a continued and flagrant course of misrepresentation or 16 making false promises through agents or advertising or otherwise;
  - (3) Failing to account for or remit, within a reasonable time, any money belonging to others that comes into his possession;
  - (4) Commingling funds of others with his own, or failing to keep such funds of others in an escrow or trustee account;
  - (5) Paying valuable consideration to any person for services performed in violation of this chapter;
  - (6) Being convicted in a court of competent jurisdiction of this or any other state of a criminal offense involving moral turpitude or a felony;
  - (7) Willful violation of a rule or regulation promulgated by the board:
  - (8) Failing Failure to enter into a written contract with the seller and furnish voluntarily to the seller signing party at the time of execution copies of all written instruments prepared by the auctioneer, including the contract and signed by the other party;
  - (9) Any conduct of an auctioneer which demonstrates bad faith, dishonesty, incompetency, or untruthfulness;
- 33 (10) Any other conduct that constitutes improper, fraudulent, or 34 dishonest dealings to include falsely accusing any auctioneer or auction 35 house; or
  - (11) Failing to complete or submit the continuing education

## HB2609

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