

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas
2 86th General Assembly
3 Regular Session, 2007
4

A Bill

HOUSE BILL 1309

5 By: Representative D. Creekmore
6 By: Senator R. Thompson
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For An Act To Be Entitled

10 AN ACT TO ENHANCE THE PENALTY FOR FINANCIAL
11 IDENTITY FRAUD UNDER CERTAIN CIRCUMSTANCES; TO
12 CREATE THE OFFENSE OF NONFINANCIAL IDENTITY
13 FRAUD; TO AMEND ARKANSAS CODE § 5-37-227 TO
14 INCLUDE PROVISIONS CONCERNING RESTITUTION AND
15 VENUE; AND FOR OTHER PURPOSES.
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Subtitle

17 TO ENHANCE THE PENALTY FOR FINANCIAL
18 IDENTITY FRAUD UNDER CERTAIN
19 CIRCUMSTANCES; TO CREATE THE OFFENSE OF
20 NONFINANCIAL IDENTITY FRAUD; AND TO
21 AMEND ARKANSAS CODE § 5-37-227.
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25 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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27 SECTION 1. Arkansas Code § 5-37-227 is amended to read as follows:

28 5-37-227. Financial identity fraud – Nonfinancial identity fraud –
29 Restitution – Venue.

30 (a) A person commits financial identity fraud if, with the intent to:

31 (1) Create, obtain, or open a credit account, debit account, or
32 other financial resource for his or her benefit or for the benefit of a third
33 party, he or she accesses, obtains, records, or submits to a financial
34 institution another person's identifying information for the purpose of
35 opening or creating a credit account, debit account, or financial resource
36 without the authorization of the person identified by the information; or



1 (2) Appropriate a financial resource of another person to his or
2 her own use or to the use of a third party without the authorization of that
3 other person, the actor:

4 (A) Uses a scanning device; or

5 (B) Uses a re-encoder.

6 (b) A person commits nonfinancial identity fraud if he or she
7 knowingly obtains another person's identifying information without the other
8 person's authorization and uses the identifying information for any unlawful
9 purpose, including without limitation:

10 (1) To avoid apprehension or criminal prosecution;

11 (2) To harass another person; or

12 (3) To obtain or to attempt to obtain a good, service, real
13 property, or medical information of another person.

14 ~~(b)~~(c) As used in this section:

15 (1) "Disabled person" means the same as defined in § 4-88-201;

16 (2) "Elder person" means the same as defined in § 4-88-201;

17 ~~(1)~~(3) "Financial institution" includes, but is not limited to,
18 a credit card company, bank, or any other type of lending or credit company
19 or institution;

20 ~~(2)~~(4) "Financial resource" includes, but is not limited to, a
21 credit card, debit card, or any other type of line of credit or loan;

22 ~~(3)~~(5) "Identifying information" includes, but is not limited
23 to, a:

24 (A) Social security number;

25 (B) Driver's license number;

26 (C) Checking account number;

27 (D) Savings account number;

28 (E) Credit card number;

29 (F) Debit card number;

30 (G) Personal identification number;

31 (H) Electronic identification number;

32 (I) Digital signature; or

33 (J) Any other number or information that can be used to
34 access a person's financial resources;

35 ~~(4)~~(6) "Re-encoder" means an electronic device that places
36 encoded information from the magnetic strip or stripe of a payment card onto

1 the magnetic strip or stripe of a different card; and

2 ~~(5)(7)~~ "Scanning device" means a scanner, reader, or any other
 3 electronic device that is used to access, read, scan, obtain, memorize, or
 4 store, temporarily or permanently, information encoded on the magnetic strip
 5 or stripe of a payment card.

6 ~~(e)(d)~~ The provisions of this section do not apply to any person who
 7 obtains another person's driver's license or other form of identification for
 8 the sole purpose of misrepresenting the actor's age.

9 ~~(d)(e)(1)~~ Financial Except as provided in subdivision (e)(2) of this
 10 section, financial identity fraud is a Class C felony.

11 (2) Financial identify fraud is a Class B felony if the victim
 12 is an elder person or a disabled person.

13 (f)(1) Except as provided in subdivision (f)(2) of this section,
 14 nonfinancial identity fraud is a Class D felony.

15 (2) Nonfinancial identity fraud is a Class C felony if the
 16 victim is an elder person or a disabled person.

17 ~~(e)(g)(1)~~ A In addition to any penalty imposed under this section, a
 18 violation of this section constitutes an unfair or deceptive act or practice
 19 as defined by the Deceptive Trade Practices Act, § 4-88-101 et seq.

20 (2) Any remedy, penalty, or authority granted to the Attorney
 21 General or another person under the Deceptive Trade Practices Act, § 4-88-101
 22 et seq., is available to the Attorney General or that other person for the
 23 enforcement of this section.

24 (h)(1)(A) In addition to any penalty imposed under this section, upon
 25 conviction for financial identity fraud or nonfinancial identity fraud a
 26 court may order the defendant to make restitution to any victim whose
 27 identifying information was appropriated or to the estate of the victim under
 28 § 5-4-205.

29 (B) In addition to any other authorized restitution, the
 30 restitution order described in subdivision (h)(1)(A) of this section may
 31 include without limitation restitution for the following financial losses:

32 (i) Any costs incurred by the victim in correcting
 33 the credit history or credit rating of the victim; and

34 (ii) Any costs incurred in connection with any civil
 35 or administrative proceeding to satisfy any debt, lien, or other obligation
 36 resulting from the theft of the victim's identifying information, including

1 lost wages and attorney's fees.

2 (C) The court also may order restitution for financial
3 loss to any other person or entity that suffers a financial loss from a
4 violation of subsection (a) or (b) of this section.

5 (2) A judgment entered under this section and § 5-4-205 does not
6 bar a remedy available in a civil action to recover damages relating to
7 financial identity fraud or nonfinancial identity fraud.

8 (i) Venue for any criminal prosecution under this section or any civil
9 action to recover damages relating to financial identity fraud or
10 nonfinancial identity fraud is proper in any of the following venues:

11 (1) In the county where the violation occurred;

12 (2) If the violation was committed in more than one (1) county,
13 or if the elements of the offense were committed in more than one (1) county,
14 then in any county where any violation occurred or where an element of the
15 offense occurred;

16 (3) In the county where the victim resides; or

17 (4) In the county where property that was fraudulently used or
18 attempted to be used was located at the time of the violation.

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