

State of Arkansas
92nd General Assembly
Regular Session, 2019

A Bill

HOUSE BILL 1262

By: Representative Womack

By: Senator Rapert

For An Act To Be Entitled

AN ACT TO AMEND THE LAW CONCERNING ELECTRONIC FUNDS
TRANSFERS OF CITIES AND COUNTIES; AND FOR OTHER
PURPOSES.

Subtitle

TO AMEND THE LAW CONCERNING ELECTRONIC
FUNDS TRANSFERS OF CITIES AND COUNTIES.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code § 14-24-121(b), concerning county electronic warrants transfer systems, is amended to read as follows:

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

(2) The electronic ~~payment method~~ warrants transfer system under subdivision (b)(1) of this section shall ~~be~~ comply with the information systems best practices approved by the Legislative Joint Auditing Committee before implementation by the county.

SECTION 2. Arkansas Code § 14-59-105(e)(1), concerning municipal electronic funds transfers, is amended to read as follows:

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



transfer provided that:

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

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

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

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

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

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

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

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

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

multiple payees, appropriations, characters, or funds.

APPROVED: 2/13/19