



## 2022 South Dakota Legislature

# House Bill 1174

HOUSE TRANSPORTATION ENGROSSED

Introduced by: **Representative Derby**

1 **An Act to revise recordkeeping and payment requirements for sales of catalytic**  
 2 **converters to scrap metal businesses.**

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 **Section 1. That § 34A-6-108 be AMENDED:**

5 **34A-6-108.** Terms used in this section and §§ 34A-6-109 to 34A-6-112, inclusive,  
 6 mean:

- 7 (1) "Industrial or commercial account," any person or business, including a scrap metal  
 8 business, operating from a fixed location, that sells nonferrous metal to a scrap  
 9 metal recycler pursuant to a contractual arrangement or agreement;
- 10 (2) "Law enforcement officer," any law enforcement officer as defined in § 23-3-7;
- 11 (3) "Nonferrous metal property," any metal property for which the value of the metal  
 12 property is derived from the property's content of copper, brass, aluminum,  
 13 bronze, lead, zinc, platinum, rhodium, palladium, or nickel, or any of their alloys,  
 14 including catalytic converters. Aluminum does not include any food or beverage  
 15 containers, except for a beer keg;
- 16 (4) "Record," a paper, electronic, or other method of storing information;
- 17 (5) "Scrap metal business," any scrap metal supplier, scrap metal recycling center, or  
 18 scrap metal processor;
- 19 (6) "Transaction," a pledge to buy, the purchase of, or the trade for any nonferrous  
 20 metal property by a scrap metal business from any person. A transaction does not  
 21 include a sale or trade involving any industrial or commercial account.

22 **Section 2. That § 34A-6-109 be AMENDED:**

23 **34A-6-109.** Each scrap metal business shall keep records of each transaction  
 24 involving the purchase of nonferrous metal property, including a catalytic converter, that  
 25 exceeds one hundred dollars. The scrap metal business shall be able to produce an

1 accurate and legible record of each transaction involving nonferrous metal property,  
2 including a catalytic converter, at the location where the scrap metal is purchased. The  
3 records shall contain the following:

- 4 (1) Date, location, and value of the transaction;
- 5 (2) Signature of the person selling the nonferrous metal property;
- 6 (3) Name, street address, city, and state of the seller;
- 7 (4) Photocopy of the seller's current driver license or other government issued picture  
8 identification card;
- 9 (5) A description of the predominant types of nonferrous metal property involved in  
10 the transaction, including the weight, quantity, or volume of the scrap nonferrous  
11 metal;~~and~~
- 12 (6) Name of the employee representing the scrap metal business in the transaction;  
13 and
- 14 (7) For a transaction involving a catalytic converter, the make and vehicle identification  
15 number of the motor vehicle from which the catalytic converter was obtained.

16 **Section 3. That § 34A-6-109.1 be AMENDED:**

17 **34A-6-109.1.** Any payment for the purchase of nonferrous metal property,  
18 including a catalytic converter, that exceeds one hundred dollars shall be made by either  
19 check or electronic funds transfer.