AN ACT

To enact Part II-B of Chapter 21 of Title 37 of the Louisiana Revised Statutes of 1950, to
be comprised of R.S. 37:1891 through 1896, relative to scrap metal recyclers; to
provide for the sale and purchase of catalytic converters; to provide definitions; to
provide for fees; to provide for licensing requirements; to provide for record
keeping; to provide for exceptions; to provide for fines and penalties; and to provide
for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. Part II-B of Chapter 21 of Title 37 of the Louisiana Revised Statutes of
1950, comprised of R.S. 37:1891 through 1896, is hereby enacted to read as follows:

PART II-B. CATALYTIC CONVERTER PURCHASERS

§1891. Short title

This Part shall be known and may be cited as the "Louisiana Catalytic
Converter Sales Law".

§1892. Definitions

For purposes of this Part, the following words have the following meanings:

(1) "Catalytic converter" means an exhaust emission control device that
reduces toxic gas and pollutants from internal combustion engines.

(2) "Catalytic converter purchaser" is a person licensed by the commission
to buy detached catalytic converters pursuant to the provisions of this Part.

(3) "Commission" means the Louisiana Used Motor Vehicle Commission.
§1893. License required; application

A. No person shall do business as a catalytic converter purchaser in this state without having first obtained a business license from the commission. Any person desiring a license as a catalytic converter purchaser shall make an application in writing, specifying the address of the building where the business is to be carried on. A license issued pursuant to this Chapter shall be valid for two years.

B.(1) It shall be unlawful for any person, firm, association, corporation, limited liability company, or trust to engage in the business of purchasing used catalytic converters in this state without first obtaining a license as required by this Section.

(2) Any person, firm, association, corporation, limited liability company, or trust that engages in the business of purchasing used catalytic converters pursuant to this Section shall obtain and hold a current license to engage in the business of purchasing used catalytic converters.

C.(1) The commission shall create a form to be used as an application for licensure as a purchaser of used catalytic converters and shall provide the form to an applicant.

(2) The commission shall require all of the following information in the application:

(a) The name of the applicant.

(b) The street address of applicant's principal place of business and each additional place of business.

(c) The type of business organization of applicant.

(d) Whether the applicant has an established place of business and is engaged in the pursuit, avocation, or business for which each license is applied.

(e) Whether the applicant is able to properly conduct the business for which each license is applied.
(f) Any other pertinent information consistent with the safeguarding of the public interest and the public welfare.

(g) Any other information the commission deems necessary to enable it to fully determine the qualifications and eligibility of the applicants to receive a license.

(3) The applicant shall sign the application prior to submission to the commission.

(4)(a) Upon submission of an application, an applicant shall pay all applicable fees in accordance with this Section. If an application is denied and the license is not issued, the commission shall return all licensing fees to the applicant.

(b) Any licensee that submits a renewal application after the expiration date of an existing license shall be subject to a late penalty of one hundred dollars in addition to any penalty, fine, or cost assessed for operating without a license which shall be paid to the commission.

(c) Any licensee having a previous license shall be presumed to be a renewal applicant.

(d) Any licensee changing its name, address, or ownership shall notify the commission within ten days of the change or be in violation of this Section.

(e) Any licensee ceasing to maintain its business shall surrender its license to the commission within ten days and any failure to do so shall constitute a violation.

D. The commission shall specify the location of the place of business on each license issued. If the business location is changed, the commission shall be notified immediately of the change and the commission may endorse the change of location on the license without charge. The license shall be posted in a conspicuous place in each place of business.

E. The commission shall promulgate rules to implement the provisions of this Section.

§1894. Exceptions

The provisions of this Part shall not apply to either of the following:

(1) A dealer licensed by the Louisiana Motor Vehicle Commission.
§1895. Requirements of purchaser and seller; record keeping

A. Except as otherwise provided for in this Section, it is unlawful for any person to possess, obtain or otherwise acquire, transport, or sell more than one used, detached catalytic converter or any nonferrous part of a catalytic converter without providing all of the following documentation to law enforcement upon request:

1. The name and address of the residence or place of business of the person required to either keep the register and file reports or electronically maintain the data and generate the requested reports.
2. The date and place of each purchase.
3. The name and address of the person or persons from whom the material was purchased, including the distinctive number of each person's Louisiana driver's license, driver's license from another state, passport, military identification, or identification issued by a governmental agency or the United States Postal Service.
If the person cannot produce any form of identification as provided for in this Paragraph at the time of purchase, the purchaser shall not complete the transaction.
4. The motor vehicle license number of the vehicle or conveyance on which such material was delivered.
5. A full description and photograph of all such material purchased.
6. A picture of the person from whom the material was purchased.

B. All information obtained pursuant to Subsection A of this Section shall be kept for a period of three years and shall be made available for inspection by any peace officer, law enforcement official, or commission official at any time during the three-year period.

C. Any person who purchases a used detached catalytic converter shall obtain a signed statement from the seller prior to the purchase attesting that the catalytic converter has been paid for or is owned by the seller. A failure of the purchaser to obtain a statement from the seller shall be prima facie evidence of the fraudulent intent and guilty knowledge on the part of the purchaser within the meaning of this intent and guilty knowledge on the part of the purchaser within the meaning of this
Part and shall be sufficient to warrant a conviction. A purchaser who obtains the
required statement from the seller shall be exonerated from any fraudulent, willful,
or criminal knowledge within the meaning of this Chapter.

D. It is unlawful to provide any false, fraudulent, altered or counterfeit
information or documentation as required by this Section.

§1896. Failure to comply; penalty

A. Anyone acting as an unlicensed catalytic converter purchaser in violation
of the provisions of this Part shall be fined not less than five hundred dollars and be
imprisoned not less than thirty days nor more than sixty days per violation as
provided for in Subsection D of this Section.

B. For a second offense, the violator shall be fined not more than two
thousand dollars and be imprisoned with or without hard labor for not more than two
years per violation as provided for in Subsection D of this Section.

C. For a third or subsequent offense, the violator shall be fined not more than
ten thousand dollars and be imprisoned with or without hard labor for not more than
five years per violation as provided for in Subsection D of this Section.

D. Each unlawfully obtained, possessed, or transported used, detached
catalytic converter is a separate violation that subjects the individual or entity to a
separate charge. Upon conviction, the court may order the individual or entity to pay
restitution for the value of the repair and replacement of the catalytic converter or be
held liable as otherwise provided by law.