The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Xavier I. Alexander.

DIGEST

SB 182 Engrossed

2023 Regular Session

Connick

<u>Present law</u> provides for the licensure and regulation of secondhand dealers and scrap metal recyclers.

<u>Present law</u> provides that any licensed secondhand dealer who violates, neglects, or refuses to comply with any provision of <u>present law</u> shall be fined not less than \$250 nor more than \$500 or be imprisoned for not less than 30 days nor more than 60 days, or both.

<u>Proposed law</u> increases the penalties to a fine not more than \$2,500, nor more than \$5,000 or be imprisoned for not less than 30 days nor more than 60 days, or both.

<u>Present law</u> provides that for a second offense a licensed secondhand dealer's occupational license shall be suspended for a 30-day period and for his third offense his license shall be revoked and he shall not be permitted to engage in the business of secondhand dealer in the state.

<u>Proposed law</u> retains <u>present law</u> and increases the penalty for any secondhand dealer who violates, neglects, or refuses to comply with <u>present law</u> with a fine not less than \$2,500 nor more than \$5,000, or imprisonment with or without hard labor for not less than two years nor more than five years, or both, and provides for the revocation of the occupational license.

<u>Present law</u> provides that anyone acting as an unlicensed secondhand dealer without complying with the provisions of <u>present law</u> shall be fined not less than \$250 or be imprisoned for not less than 30 days nor more than 60 days, or both.

<u>Present law</u> provides that for a second offense, the offender shall be fined not more than \$2,000 or be imprisoned with or without hard labor for not more than two years, or both and provides that for a third or subsequent offense, the offender shall be fined not more than \$10,000 or be imprisoned with or without hard labor for not more than five years, or both.

<u>Proposed law</u> increases the penalty for anyone acting as an unlicensed secondhand dealer without complying with the provisions of <u>present law</u> as follows:

- (1) For a first offense, a fine not less than \$2,500, nor more than \$5,000, or imprisonment with or without hard labor for not more than two years, or both.
- (2) For a second offense, a fine not less than \$2,500, nor more than \$5,000, or imprisonment with or without hard labor for not less than two years nor more than five years, or both.
- (3) For a third or subsequent offense, a fine not less than \$5,000, nor more than \$10,000, or

imprisonment with or without hard labor for not less than five years nor more than 10 years, or both.

<u>Present law</u> provides that any licensed scrap metal recycler who violates, neglects, or refuses to comply with any provision of <u>present law</u> shall be fined not less than \$1,000, nor more than \$10,000, or be imprisoned for not less than 30 days nor more than 60 days, or both.

Proposed law increases the fine to not less than \$2,500, nor more than \$10,000, for a first offense.

<u>Present law</u> provides that anyone acting as an unlicensed scrap metal recycler without complying with the provisions of <u>present law</u> shall be fined not less than \$1,000 or be imprisoned for not less than 30 days nor more than 60 days, or both.

Proposed law increases the fine to not less than \$2,500, nor more than \$10,000.

Effective August 1, 2023.

(Amends R.S. 37:1869(A) and (B), 1870, 1974(A), and 1975)(A))

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Commerce, Consumer Protection, and International Affairs to the original bill

- 1. Reduces the violation of a first offense by a secondhand dealer to a misdemeanor, punishable by imprisonment of 30 to 60, days and removes the provision requiring suspension of his occupational license for a first offense.
- 2. Provides for a 30 day suspension for a second violation of <u>present law</u> by a licensed secondhand dealer.
- 3. Increases the minimum fine to \$2,500, for the first violation by a licensed scrap metal recycler.
- 4. Increases the minimum fine to \$2,500, for the first violation by an unlicensed scrap metal recycler.
- 5. Make technical changes.