

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): **June 14, 2005**

Appliance Recycling Centers of America, Inc.

(Exact name of registrant as specified in its charter)

Minnesota
(State or other jurisdiction
of incorporation)

000-19621
(Commission
File Number)

41-1454591
(IRS Employer
Identification No.)

7400 Excelsior Blvd., Minneapolis, MN
(Address of principal executive offices)

55426-4517
(Zip Code)

Registrant's telephone number, including area code: **(952) 930-9000**

(Former name or former address, if changed since last report.)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM 5.02: DEPARTURE OF DIRECTORS OR PRINCIPAL OFFICERS; ELECTION OF DIRECTORS; APPOINTMENT OF PRINCIPAL OFFICERS

- (d) On June 14, 2005, the Board of Directors of Appliance Recycling Centers of America, Inc. (the "Company") increased the number of directors from three (3) to five (5) and elected W. William Bednarczyk and Albin S. Dubiak to be members of the Board of Directors to serve until the next annual meeting of the shareholders. At the date of this report, no determination has been made as to committees of the Board of Directors to which the new directors may be named.

On December 31, 2004, the Company sold 1,150,000 shares of common stock in a private placement at a price of \$3.00 per share. Mr. Bednarczyk purchased 270,000 shares of common stock in that private placement.

ITEM 9.01 FINANCIAL STATEMENTS AND EXHIBITS.

- (c) Exhibits:

Exhibit 99.1 News Release dated June 20, 2005

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

APPLIANCE RECYCLING CENTERS OF AMERICA, INC.
(Registrant)

Date: June 20, 2005

By: /s/ Linda Koenig
Linda Koenig, Chief Financial Officer



Appliance Recycling Centers of America, Inc.
7400 Excelsior Boulevard, Minneapolis MN
55426 (952) 930-9000

For Immediate Release

For Additional Information Contact:
Edward R. (Jack) Cameron (CEO)
952/930-9000

**Appliance Recycling Centers of America (ARCA) Names
Two New Members to Board of Directors**

Minneapolis, MN—June 20, 2005—Appliance Recycling Centers of America, Inc. (OTC BB: ARCI) today reported that W. William (Bill) Bednarczyk and Albin (Al) S. Dubiak have been named to the company's board of directors. Both fill new positions on the board and will initially serve until the next election of directors, which will be held at the company's annual meeting of shareholders in May 2006. Bednarczyk and Dubiak join current directors Duane S. Carlson, Harry W. Spell and Edward R. (Jack) Cameron, ARCA's president and CEO, to compose the five-member board.

Bednarczyk is currently an independent management consultant specializing in personal investment portfolios and venture capital activities. He formerly held the position of vice president, human resources/administration with Gelco Corporation and was director of employee/labor relations with The Toro Company. In addition, Bednarczyk was a partner in a Cost Cutter franchise, with salons in Wisconsin, Florida and Kansas. He served as a park commissioner and as treasurer for the City of Minneapolis and holds a B.A. from the University of St. Thomas and an M.A. in industrial relations from the University of Minnesota.

Since 2000, Dubiak has been a member of the investment committee of Sisters of Charity of Leavenworth Health System, and since 2003 has been chair of the committee. From 1993 until retiring in 2001, Dubiak was employed by First Asset Management, where he served as director of investment

research and manager of the First American Small Cap Value Fund. Prior to that, he held management positions with First Bank System in investor relations and financial and strategic planning, and also served as treasurer. Dubiak earned a B.S. in business administration from Indiana University and an M.B.A. from the University of Arizona.

Edward R. (Jack) Cameron, president and chief executive officer, commented: "Over the years, ARCA has been fortunate to have had the expertise of board members Harry Spell and Duane Carlson, who have made major contributions to the development of our appliance retailing and recycling operations. Bill and Al also bring a wealth of experience to ARCA's board of directors, and I anticipate that they will have a significant impact on our future direction."

About ARCA

Through its ApplianceSmart (www.ApplianceSmart.com) operation, ARCA is one of the nation's leading retailers of special-buy household appliances, primarily those manufactured by Maytag, GE, Frigidaire and Whirlpool. These special-buy appliances, which include close-outs, factory overruns and scratch-and-dent units, typically are not integrated into the manufacturer's normal distribution channel. ApplianceSmart sells these virtually new appliances at a discount to full retail, offers a 100% money-back guarantee and provides warranties on parts and labor. As of June 2005, ApplianceSmart was operating 12 factory outlets: five in the Minneapolis/St. Paul market; three in the Columbus, Ohio, market; two in the Atlanta market; one in San Antonio, Texas and one in Los Angeles. ARCA recently announced that it will open a second ApplianceSmart factory outlet in San Antonio in August. ARCA is also one of the nation's largest recyclers of major household appliances for the energy conservation programs of electric utilities.

Statements about ARCA's outlook are forward-looking and involve risks and uncertainties, including but not limited to: the strength of recycling programs, the growth of appliance retail sales, the speed at which individual retail stores reach profitability, and other factors discussed in the Company's filings with the Securities and Exchange Commission.

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Visit our web sites at www.arcainc.com and www.appliancesmart.com.
