

**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 29, 2006

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 7.01: REGULATION FD DISCLOSURE

On June 29, 2006, Appliance Recycling Centers of America, Inc. issued a press release announcing that it will open a 46,000-square-foot ApplianceSmart factory outlet superstore in Lithia Springs, Georgia, a western suburb of Atlanta, in the third quarter of 2006. The press release is furnished as an exhibit to this report and is incorporated herein by reference.

ITEM 9.01: FINANCIAL STATEMENTS AND EXHIBITS

(c) Exhibits

Exhibit Number	Description
99.1	Press Release dated June 29, 2006.

2

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.

Date: June 30, 2006

/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

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Appliance Recycling Centers of America Announces Plans

To Open Fourth ApplianceSmart Factory Outlet In Atlanta Market

Minneapolis, MN—June 29, 2006—Appliance Recycling Centers of America, Inc. (Nasdaq: ARCI) today announced that it will open a 46,000-square-foot ApplianceSmart factory outlet superstore in Lithia Springs, Georgia, a western suburb of Atlanta, in the third quarter of 2006.

Located at 320 Thornton Road between I-20 and Bankhead Highway in Lithia Springs, the new factory outlet will be ApplianceSmart's fourth location in metropolitan Atlanta. As previously announced, Stockbridge, in the southeastern Atlanta metro area, was selected for ApplianceSmart's third factory outlet in the Atlanta market. The Stockbridge ApplianceSmart factory outlet will open in July 2006, followed by the Lithia Springs opening in August 2006. These two new ApplianceSmart outlets will be the company's fourteenth and fifteenth retail locations nationally.

Edward R. (Jack) Cameron, president and chief executive officer, commented: "ApplianceSmart has established a strong presence in Atlanta since first entering this major market only two years ago. We have accomplished this by offering customers an unprecedented selection of high-quality, discount-priced appliances. The addition of a fourth outlet to serve the growing western metro area will enable us to increase our market penetration, while generating greater economies of scale as we leverage advertising support and other overhead expenses."

About ARCA

Through its ApplianceSmart operation, ARCA is one of the nation's leading retailers of special-buy household appliances, including such leading brands as Maytag, GE, Whirlpool, Frigidaire, Jenn-Air, Amana and Magic Chef. 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 significant discount to full retail, offers a 100% money-back guarantee and provides warranties on parts and labor. As of June 2006, ApplianceSmart is operating 13 factory outlets: five in the Minneapolis/St. Paul market; three in the Columbus, Ohio, market; two in the Atlanta market; two in San Antonio, Texas; and one in Los Angeles. ARCA is also one of the nation's largest recyclers of major household appliances for the energy conservation programs of electric utilities. Visit our web site at www.arcainc.com

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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.

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