| FORM | 4 |
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(Print or Type Responses)

UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

OMB APPROVAL OMB Number: 3235-0287 Estimated average burden hours per response... 0.5

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

| 1. Name and Address of BEDNARCZYK W | | | 2. Issuer Name and Ticker or Trading Symbol APPLIANCE RECYCLING CENTERS OF AMERICA INC /MN [ARCI] | | | | | | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner Officer (give title below) Other (specify below) | | | |
|--|--|-------|---|---|---------------------------------------|--|--|-------------------------|--|--|--|--|
| 7400 EXCELSIOR | (First) BLVD. | | 3. Date of Earliest Transaction (Month/Day/Year) 05/04/2006 | | | | | | | | | |
| MINNEAPOLIS, N | (Street) IN 55426 | | 4. If Amendment, Date Original Filed(Month/Day/Year) | | | | | | 6. Individual or Joint/Group Filing(Check Applicable Line) _X_Form filed by One Reporting Person Form filed by More than One Reporting Person | | | |
| (City) | (State) | (Zip) | Т | n-De | ired, Disposed of, or Beneficially Ow | Disposed of, or Beneficially Owned | | | | | | |
| 1.Title of Security (Instr. 3) | Date (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) | | (A) or D |) or Disposed of (D) istr. 3, 4 and 5) | | Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | Beneficial Ownership | | | | |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number. SEC 1474 (9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned

| (<i>e.g.</i> , puts, calls, warrants, options, convertible securities) | | | | | | | | | | | | | | | |
|---|-------------|------------------|--------------------|--------------|------------|-------------------------|---------------|------------------|------------|------------------|--------------|--------------|----------------|-------------|-------------|
| 1. Title of | 2. | 3. Transaction | 3A. Deemed | 4. 5. Number | | 6. Date Exercisable and | | 7. Title and | | 8. Price of | 9. Number of | 10. | 11. Nature | | |
| Derivative | Conversion | Date | Execution Date, if | Transac | tion | on of | | Expiration Date | | Amount of | | Derivative | Derivative | Ownership | of Indirect |
| Security | or Exercise | (Month/Day/Year) | any | Code | | | | (Month/Day/Year) | | Underlying | | Security | Securities | Form of | Beneficial |
| (Instr. 3) | Price of | | (Month/Day/Year) | (Instr. 8 |) | Securiti | Securities | | Securities | | (Instr. 5) | Beneficially | Derivative | Ownership | |
| | Derivative | | | | | Acquire | ed | | | (Instr. 3 and 4) | | | Owned | Security: | (Instr. 4) |
| | Security | | | | | (A) or | | | | | | | 0 | Direct (D) | |
| | | | | | | Dispose | ed | | | | | | | or Indirect | |
| | | | | | | of (D) | | | | | | | Transaction(s) | < / < | |
| | | | | | | · | (Instr. 3, 4, | | | | (Instr. 4) | (Instr. 4) | | | |
| | | | | | | and 5) | | | | | | | | | |
| | | | | | | | | | | | Amount | | | | |
| | | | | | | | | Date | Expiration | | or | | | | |
| | | | | | | | | Exercisable | Date | Title | Number | | | | |
| | | | | C 1 | x 7 | | | | | | of | | | | |
| | | | | Code | V | (A) | (D) | | | | Shares | | | | |
| Stock | | | | | | | | | | Stock | | | | | |
| Option, | | | | | | | | | | Option, | | | | | |
| Right to | \$ 4.32 | 05/04/2006 | | Α | | 7,500 | | 11/04/2006 | 05/04/2016 | Right | 7,500 | \$ 4.32 | 12,500 | D | |
| | | | | | | | | | | - | | | | | |
| Buy | | | | | | | | | | to Buy | | | | | |

Reporting Owners

| | Relationships | | | | | | |
|---|---------------|--------------|---------|-------|--|--|--|
| Reporting Owner Name / Address | Director | 10% Owner | Officer | Other | | | |
| BEDNARCZYK W WILLIAM 7400 EXCELSIOR BLVD. MINNEAPOLIS, MN 55426 | Х | | | | | | |

Signatures

| /s/ W. William Bednarczyk | 05/12/2006 |
|----------------------------------|------------|
| ***Signature of Reporting Person | Date |

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 4(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.