

Federal Legal Violation for using a Cashless ATM

Bank fraud and money laundering: Deceiving a bank into processing transactions for a federally illegal substance is a form of bank fraud and money laundering. This has led to federal charges and convictions for individuals involved in such schemes.

Violation of the Durbin Amendment: The Durbin Amendment prohibits networks from charging “add-on” fees for debit card purchases. The “convenience fee” charged by cashless ATMs is a direct violation of this law.

[Suit Against Cannabis Giant Trulieve Underscores Cashless ATM Risks and the Need for Banking Reforms](#)

[The Era of Cashless ATM' at Dispensaries Is About to Come Crashing Down by Talking Joints Memo](#)

[“Cashless ATM” and Misuse of ATM Transactions Prohibited](#)

Official Statement from Visa / Plus Networks: [\(Link\)](#)

“Visa is reminding acquirers that miscoding POS purchase transactions as ATM cash disbursements and submitting POS purchase transactions into the Plus network is prohibited. Visa is aware of a scheme where POS devices marketed as ‘cashless ATMs’ are being deployed at merchant outlets and are operating in violation of the Visa Core Rules, Visa Product and Service Rules, Plus Core Rules, and Plus Product and Service Rules.”