## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 2928 Session of 2022

INTRODUCED BY RABB, GUZMAN, SANCHEZ, FIEDLER, WARREN AND CEPHAS, NOVEMBER 29, 2022

REFERRED TO COMMITTEE ON JUDICIARY, NOVEMBER 29, 2022

## AN ACT

Amending Title 18 (Crimes and Offenses) of the Pennsylvania Consolidated Statutes, in firearms and other dangerous 2 articles, further providing for sale or transfer of firearms 3 and for licensing of dealers and providing for security camera, for lost and stolen firearm reporting requirements and for inspection of retail firearm dealer licensees and 6 grant program; establishing the Retail Licensee Inspection Fund and the Firearm Dealer Safety Grant Program; imposing 7 8 penalties; and making an appropriation. 9 10 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 11 12 Section 1. Section 6111(b) of Title 18 of the Pennsylvania Consolidated Statutes is amended by adding paragraphs to read: 13 14 § 6111. Sale or transfer of firearms. 15 16 Duty of seller. -- No licensed importer, licensed 17 manufacturer or licensed dealer shall sell or deliver any 18 firearm to another person, other than a licensed importer, 19 licensed manufacturer, licensed dealer or licensed collector, until the conditions of subsection (a) have been satisfied and 20

2.1

until he has:

- 1 \* \* \*
- 2 (8) Conducted a background check, as required under this
- 3 section, when an individual is seeking to sell a firearm on
- 4 <u>consignment.</u>
- 5 (9) Taken a written and photographic record of the
- 6 <u>buyer's vehicle license plate and driver's license or</u>
- 7 <u>identification card issued by Federal, State or local</u>
- 8 <u>government.</u>
- 9 \* \* \*
- 10 Section 2. Section 6113(a) introductory paragraph and (b) of
- 11 Title 18 are amended and the section is amended by adding
- 12 subsections to read:
- 13 § 6113. Licensing of dealers.
- 14 (a) General rule. -- The chief or head of any police force or
- 15 police department of a city, and, elsewhere, the sheriff of the
- 16 county, shall grant to reputable applicants licenses, in form
- 17 prescribed <u>under subsection (b.1)</u> by the Pennsylvania State
- 18 Police, effective for three years from date of issue, permitting
- 19 the licensee to sell firearms direct to the consumer, subject to
- 20 the following conditions in addition to those specified in
- 21 section 6111 (relating to sale or transfer of firearms), for
- 22 breach of any of which the license shall be forfeited and the
- 23 licensee subject to punishment as provided in this subchapter:
- 24 \* \* \*
- 25 (a.1) Application. -- The application under subsection (a)
- 26 shall be submitted online or via a paper form. The chief or head
- 27 of any police force or police department of a city or the
- 28 <u>sheriff of a county may charge a fee for applications submitted</u>
- 29 <u>in paper form.</u>
- 30 (b) [Fee.--The fee for issuing said license shall be \$30,

1	which fee s	shall be paid into the county treasury.] (Reserved).
2	<u>(b.1)</u> I	icensing form requirements An individual who wishes
3	to sell a f	Firearm directly to a consumer must apply for a
4	license usi	ng a form that includes, at minimum:
5	(1)	The following questions:
6		Has your dealership been inspected by the Bureau of
7		Alcohol, Tobacco, Firearms and Explosives (ATF) at
8		<u>least once prior to this application?</u>
9		When was your last ATF inspection? Date:
10		Has your dealership been inspected by a State or
11		<pre>local law enforcement or regulatory agency?</pre>
12		When was your last non-ATF inspection? Date:
13		Have you been consistently in compliance with all
14		county or local ordinances? If No, explain.
15		Do you use an electronic platform to document firearm
16		sales?
17		How many firearms have you sold since last acquiring
18		a dealer's license?
19		How many firearms have you sold since acquiring your
20		<pre>place of business?</pre>
21		In the last year, what was the greatest number of
22		firearms you sold in any one week?
23		What is your annual revenue? \$
24		How much of your annual revenue is generated from
25		firearm and weapons sales? \$
26		How much of your annual revenue is generated from
27		ammunition sales? \$
28		Is your primary residence in this Commonwealth?
29		Do you have or have you ever had an ownership stake
30		in any other firearm dealerships in this

1	<pre>Commonwealth?</pre>
2	Have you held a Federal firearms license in another
3	state? If Yes, please list:
4	Have you owned an interest in a firearm dealership
5	unaffiliated with this application?
6	If Yes to the previous question, what were the
7	<pre>location(s), name(s) and Federal firearms license</pre>
8	<pre>number(s) of that or those dealership(s)?</pre>
9	Have you previously held a Federal firearms license
10	that was revoked, transferred or not renewed for any
11	<u>reason?</u>
12	If Yes to the previous question, please provide the
13	associated license number(s) and date(s) of
14	revocation, transfer or expiration.
15	Have you reported any lost or stolen firearms from
16	your inventory?
17	If Yes to the previous question, how many, on what
18	dates and to which agency or agencies?
19	(2) Any other questions the Pennsylvania State Police
20	deem necessary to facilitate the licensing of firearm
21	dealers.
22	(b.2) Reporting Information collected under subsection
23	(b.1) shall be provided to the Pennsylvania Commission on Crime
24	and Delinquency, who shall prepare and disseminate quarterly
25	reports detailing and evaluating the information provided under
26	subsection (b.1) and make recommendations for statutory and
27	regulatory changes to improve compliance by firearm sellers and
28	reduce the prevalence of illegally sold, purchased or possessed
29	firearms in this Commonwealth. The Pennsylvania Commission on
30	Crime and Delinquency shall provide information collected under
30	Crime and Delinquency shall provide information collected under

- 1 <u>subsection</u> (b.1) to the Pennsylvania State Police to include in
- 2 the database described in section 6131(b) (relating to
- 3 inspection of retail firearm dealer licensees and grant
- 4 program).
- 5 \* \* \*
- 6 Section 3. Title 18 is amended by adding sections to read:
- 7 § 6129. Security camera.
- 8 <u>A licensed retail firearm dealer who sells more than five</u>
- 9 <u>firearms per week at any point during the year shall operate</u>
- 10 security cameras in the parking lot at the dealer's place of
- 11 <u>business for the purpose of recording vehicle information for</u>
- 12 <u>all patrons. The records shall be maintained for a period of no</u>
- 13 <u>less than three years. Retailers or individuals who sell</u>
- 14 firearms who generate more than 80% of annual revenue from items
- 15 other than firearms, ammunition or other weapons are exempt from
- 16 <u>the requirements of this section.</u>
- 17 § 6130. Lost and stolen firearm reporting requirements.
- 18 (a) Duty to report. -- A licensed firearm seller, dealer,
- 19 importer or manufacturer who suffers a loss or theft of a
- 20 firearm must, within 24 hours of the discovery of the loss or
- 21 theft, report the loss or theft, including the facts and
- 22 circumstances, to the municipal police of the jurisdiction in
- 23 which the loss or theft is believed to have occurred or to the
- 24 Pennsylvania State Police. The licensed firearm seller, dealer,
- 25 <u>importer or manufacturer must then report the theft to the</u>
- 26 centralized database with technical assistance provided under
- 27 <u>section 6131(b) (relating to inspection of retail firearm dealer</u>
- 28 <u>licensees and grant program</u>).
- 29 (b) Penalty. -- Notwithstanding any other provision of law, a
- 30 licensed firearm seller, dealer, importer or manufacturer who

- 1 <u>fails to report the loss or theft of a firearm under subsection</u>
- 2 (a), and the failure to report is a proximate cause of the
- 3 commission of a crime in which the firearm is later used, shall
- 4 <u>be held civilly liable for any damages resulting from that</u>
- 5 crime. Any retailer who fails to report a lost or stolen firearm
- 6 that is later recovered in the commission of the crime by law
- 7 <u>enforcement shall be subject to a fine of \$500 for each day from</u>
- 8 the date the retailer acquired the gun until the date of
- 9 <u>recovery. Fines shall be deposited into the Retail Licensee</u>
- 10 Inspection Fund established under section 6131(q) (relating to
- 11 <u>inspection of retail firearm dealer licensees and grant</u>
- 12 program).
- 13 § 6131. Inspection of retail firearm dealer licensees and grant
- 14 <u>program.</u>
- 15 (a) Inspection. -- An inspection of each licensed retail
- 16 <u>firearm dealer shall be conducted at least once annually by each</u>
- 17 municipality, county or the Pennsylvania State Police. If a
- 18 retailer is found to be or is under suspicion of violating this
- 19 section based on data from the Attorney General's Crime Gun
- 20 Database, the Pennsylvania State Police shall inspect that
- 21 retailer at least three times per year for a period of no less
- 22 than two years. Retailers that do not record sales
- 23 electronically or install security cameras in their parking lots
- 24 to record license plate numbers shall be subject to additional
- 25 quarterly inspections and may utilize the technical assistance
- 26 provided under subsection (b) and funding under subsection (h)
- 27 to procure electronic platforms to document firearm sales and
- 28 security cameras to record license plates.
- 29 <u>(b) Technical assistance. -- The Pennsylvania State Police,</u>
- 30 the Office of Inspector General, the Office of Auditor General,

- 1 the Deputy Sheriff's Education and Training Board, the
- 2 Pennsylvania Commission on Crime and Delinquency and the
- 3 Municipal Police Officers' Education and Training Commission
- 4 <u>shall provide technical assistance as needed to firearm sellers</u>
- 5 to increase the use of digital data collection systems and
- 6 entities funded through the Retail Licensee Inspection Fund and
- 7 the Firearm Dealer Safety Grant Program to conduct an inspection
- 8 <u>under subsection (a) or train an employee to conduct an</u>
- 9 inspection. The Pennsylvania State Police shall create a
- 10 database to track the number of guns and crime guns traced to
- 11 particular dealers. The database shall be regularly maintained
- 12 by the Pennsylvania State Police and additional analytical
- 13 <u>infrastructure added to facilitate automated email alerts to</u>
- 14 State and local law enforcement when a firearm seller is flagged
- 15 as having sold a disproportionate number of firearms recovered
- 16 by law enforcement. The database shall be made available to the
- 17 public and shall include and track the following information:
- 18 (1) Whether the gun is connected to a felony.
- 19 (2) Whether an arrest was made associated with the
- 20 recovery of the weapon.
- 21 (3) If an arrest was made under paragraph (2), the
- 22 reason for the arrest.
- 23 (4) The outcome of the associated court case.
- 24 (c) Ineligibility. -- Any dealer inspected due to a crime gun
- 25 within two consecutive years and found not to be in violation of
- 26 section 6130 (relating to lost and stolen firearm reporting
- 27 requirements) shall be ineligible for a crime-qun-related
- 28 inspection for one year after the second inspection. The dealer
- 29 <u>shall be subject to random inspection.</u>
- 30 (d) Determination. -- Once every calendar year, the

- 1 Pennsylvania State Police shall calculate the percentage of
- 2 <u>crime guns recovered in the past two years sold by each firearm</u>
- 3 <u>seller and the ratio of crime guns to guns sold by each seller.</u>
- 4 A firearm seller shall be determined to have sold a
- 5 <u>disproportionate number of crime guns if that seller is in the</u>
- 6 top 1% of sellers of crime guns recovered in the past two years.
- 7 A seller in the top 1% shall be subject to inspection.
- 8 (e) Exemption. -- A firearm seller who is found to have sold a
- 9 disproportionate number of crime guns for two consecutive years,
- 10 but was also found not to be in violation of section 6130, shall
- 11 not be subject to an inspection required under subsection (d).
- 12 (f) Fees.--A licensing fee shall be assessed to retail
- 13 <u>firearm dealers to be deposited into the Retail Licensee</u>
- 14 <u>Inspection Fund established under subsection (g). A 1% firearm</u>
- 15 sales tax shall be paid by the firearm seller for each firearm
- 16 sold and a 1% ammunition tax shall be paid by the seller for
- 17 each unit of ammunition sold. The 1% tax under this subsection
- 18 shall also be applied to firearms that were purchased online but
- 19 were temporarily in the possession of a licensed firearm dealer
- 20 before transfer to the purchaser. Funds from the tax shall be
- 21 deposited into the Retail Licensee Inspection Fund.
- 22 (q) Fund. -- The Retail Licensee Inspection Fund is
- 23 established as a separate fund in the State Treasury for the
- 24 purposes of administering this section, funding to support
- 25 conducting inspections, providing grants to firearm sellers to
- 26 improve information systems, providing grants to service
- 27 providers for victims of qun violence, funding for maintenance
- 28 of a database, developing an analytical and reporting mechanism
- 29 to leverage information in the database, funding to support
- 30 research on the impact of this section beginning in year five

- 1 and partially defer the medical expenses due to gunshot injuries
- 2 <u>for children under the age of 13 and offset of funeral expenses</u>
- 3 for victims of gun violence. Payment from the fund under this
- 4 <u>section shall be assigned on a first-come</u>, first-served basis
- 5 and shall be capped at \$100,000 per payment. The sum of
- 6 \$50,000,000 shall be appropriated to the fund for the purposes
- 7 of this section.
- 8 (h) Grant program. -- The Firearm Dealer Safety Grant Program
- 9 <u>is established and shall be administered by the Treasury</u>
- 10 Department. Grants under the program shall be used by
- 11 <u>municipalities and counties seeking to hire and train staff to</u>
- 12 <u>conduct inspections under this section. Federally licensed</u>
- 13 <u>firearm sellers may apply for grants to help defray costs of</u>
- 14 purchasing security cameras and installing digital case
- 15 management systems to facilitate recordkeeping. The sum of
- 16 \$5,000,000 of the amount appropriated to the Retail License
- 17 Inspection Fund under subsection (g) shall be expended to make
- 18 grants under this section. Grant approval shall be overseen by a
- 19 board composed of one individual or designee from each of the
- 20 following organizations:
- 21 (1) The Municipal Police Officers' Education and
- 22 Training Commission.
- 23 (2) The Pennsylvania Commission on Crime and
- 24 Delinguency.
- 25 (3) The Pennsylvania State Police.
- 26 (4) The Deputy Sheriff's Education and Training Board.
- 27 <u>(5) The Office of Inspector General.</u>
- 28 (i) Definition. -- As used in this section, the term "crime"
- 29 gun" means a firearm recovered by law enforcement:
- 30 (1) If the possession of the firearm was the criminal

- 1 <u>offense.</u>
- 2 (2) After use in a criminal offense or suspected use in
- 3 <u>a criminal offense.</u>
- 4 Section 4. This act shall take effect in 60 days.