TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 41 - SB 95

January 30, 2019

SUMMARY OF ORIGINAL BILL: Requires the Department of Safety (DOS) to issue, upon request by a permit holder or applicant who is in the military and stationed outside the state, a handgun carry permit containing zeros in place of an expiration date.

FISCAL IMPACT OF ORIGINAL BILL:

Other Fiscal Impact – To the extent redesign of the handgun carry permit card can be accomplished with one of two available allowances permitted by the current third party vendor contract, any impact would be not significant. Otherwise, redesign of the card will result in a one-time state expenditure estimated to exceed \$15,000.

SUMMARY OF AMENDMENT (002600): Deletes all language after the enacting clause. Requires a statement be printed on the back of handgun carry permits stating its validity beyond the expiration date, if the permit holder can provide documentation of the holder's active military status and duty station outside of the state.

Changes the effective date from July 1, 2019, to 30 days after the date which the Commissioner of DOS notifies the Secretary of State and the Executive Secretary of the Tennessee Code Commission that DOS's "A-list" driver license program is capable of implementing the system changes, or January 1, 2020, whichever is earlier.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

• There will not be a significant impact on the overall number of persons seeking a handgun carry permit; therefore, there will not be a significant impact on application fee revenue to DOS.

- The provisions of this legislation make no changes to current fees, fee requirements, or the time frame of fee collection for handgun carry permits. Therefore, no change in fee revenue to DOS.
- Based on information provided by DOS, and confirmed by the third party contract vendor responsible for the handgun carry permit card system, the cost to perform a redesign of the handgun carry permit is estimated to be a one-time state expenditure estimated to exceed \$15,000. The contract with the third party vendor contains a provision that allows up to two card changes per year at no additional charge.
- Changing the effective date will not result in a significant fiscal impact.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

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