

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



**CORRECTED
FISCAL NOTE**

HB 61 - SB 145

February 15, 2017

SUMMARY OF BILL: Authorizes a gun dealer to sell, exchange, or transfer firearms from the dealer's personal collection without conducting a background check on the buyer.

ESTIMATED FISCAL IMPACT:

On February 14, 2017, a fiscal note was issued for this bill with the following estimated fiscal impact:

Decrease State Revenue – \$40,000/TBI.

On February 15, 2017, additional information was provided to Fiscal Review Committee staff. Given this new information, the fiscal impact has been corrected as follows:

(CORRECTED)

NOT SIGNIFICANT

Corrected Assumptions:

- Tennessee Code Annotated § 39-17-1316 sets forth the necessary procedures for the selling, exchanging, and transferring of firearms by licensed gun dealers.
- The proposed legislation would allow gun dealers to sell their personal firearms without conducting a background check on the buyer.
- Tennessee does not have a law governing the sale of personal firearms between individuals. In these matters, federal law controls.
- Under federal law, gun dealers do not have to conduct a background check when selling a personal firearm to another individual unless the firearm was transferred from the dealer's inventory to his or her personal collection within the previous 12 months.
- Therefore, the proposed legislation will not significantly impact state expenditures or revenue.

HB 61 - SB 145 (CORRECTED)

CERTIFICATION:

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

Handwritten signature of Krista M. Lee in black ink.

Krista M. Lee, Executive Director

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