## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1852 Session of 2023

INTRODUCED BY RABB AND HOHENSTEIN, NOVEMBER 15, 2023

REFERRED TO COMMITTEE ON JUDICIARY, NOVEMBER 15, 2023

## 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 for Pennsylvania State Police and for licensing of dealers 4 and providing for security cameras, for lost and stolen 5 firearm reporting requirements and for inspection of retail 6 firearm dealer licensees and grant program; establishing the Retail Licensee Inspection Fund and the Firearm Dealer Safety 7 8 Grant Program; imposing penalties; and making an 9 appropriation. 10 11 The General Assembly of the Commonwealth of Pennsylvania 12 hereby enacts as follows: 13 Section 1. Section 6111(b) of Title 18 of the Pennsylvania Consolidated Statutes is amended by adding paragraphs to read: 14 15 § 6111. Sale or transfer of firearms. 16 17 Duty of seller. -- No licensed importer, licensed 18 manufacturer or licensed dealer shall sell or deliver any 19 firearm to another person, other than a licensed importer, 20 licensed manufacturer, licensed dealer or licensed collector, 21 until the conditions of subsection (a) have been satisfied and 22 until he has:

- 1 \* \* \*
- 2 (8) Conducted a background check, as required under this
- 3 <u>section</u>, 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 buyer's vehicle license plate and driver's license or
- 7 <u>identification card issued by Federal, State or local</u>
- 8 government.
- 9 \* \* \*
- 10 Section 2. Section 6111.1(b) of Title 18 is amended by
- 11 adding a paragraph and the section is amended by adding a
- 12 subsection to read:
- 13 § 6111.1. Pennsylvania State Police.
- 14 \* \* \*
- 15 (b) Duty of Pennsylvania State Police.--
- 16 \* \* \*
- 17 (5) The Pennsylvania State Police shall have the right
- 18 to suspend the operations of a licensed firearms dealer
- 19 <u>within this Commonwealth if the dealer fails to pass a</u>
- 20 <u>required firearms dealer inspection.</u>
- 21 \* \* \*
- 22 (e.1) Appeal to firearms dealer suspension.--A licensed
- 23 <u>firearms dealer suspended due to a failed inspection may</u>
- 24 challenge the accuracy of that inspection by appealing to the
- 25 Pennsylvania State Police within 30 days from the date of the
- 26 suspension. The following apply:
- 27 <u>(1) The Pennsylvania State Police shall conduct a review</u>
- of the accuracy of the information forming the basis for the
- 29 <u>inspection failure and shall have the burden of proving the</u>
- 30 accuracy of the inspection. The individual appealing the

- 1 <u>suspension may not sell, distribute or provide a firearm or</u>
- 2 <u>firearm accessory to any individual during the review period.</u>
- 3 (2) Within 20 days after receiving an appeal, the
- 4 <u>Pennsylvania State Police shall notify the appellant of the</u>
- 5 <u>basis for the original denial, including the jurisdiction and</u>
- 6 <u>docket number of any relevant court decision, and shall</u>
- 7 provide the appellant an opportunity to provide additional
- 8 information.
- 9 <u>(3) The Pennsylvania State Police shall engage in an</u>
- 10 <u>investigation and make a determination and shall communicate</u>
- 11 <u>a final decision to the appellant within 60 days of the</u>
- 12 <u>receipt of the appeal.</u>
- 13 (4) If the appeal is ruled invalid, the appellant shall
- 14 <u>have the right to appeal the decision to the Attorney General</u>
- within 30 days of the decision. The following apply:
- 16 (i) The Attorney General shall conduct a hearing de
- 17 <u>novo in accordance with 2 Pa.C.S (relating to</u>
- administrative law and procedure).
- 19 (ii) The burden of proof shall be upon the
- 20 Commonwealth.
- 21 (iii) The decision of the Attorney General may be
- appealed to Commonwealth Court by an aggrieved party.
- 23 \* \* \*
- 24 Section 3. Section 6113(a) introductory paragraph and (b) of
- 25 Title 18 are amended and the section is amended by adding
- 26 subsections to read:
- 27 § 6113. Licensing of dealers.
- 28 (a) General rule. -- The chief or head of any police force or
- 29 police department of a city, and, elsewhere, the sheriff of the
- 30 county, shall grant to reputable applicants licenses, in form

- 1 prescribed <u>under subsection (b.1)</u> by the Pennsylvania State
- 2 Police, effective for three years from date of issue, permitting
- 3 the licensee to sell firearms direct to the consumer, subject to
- 4 the following conditions in addition to those specified in
- 5 section 6111 (relating to sale or transfer of firearms), for
- 6 breach of any of which the license shall be forfeited and the
- 7 licensee subject to punishment as provided in this subchapter:
- 8 \* \* \*
- 9 (a.1) Application. -- The application under subsection (a)
- 10 shall be submitted online or via a paper form. An applicant
- 11 wishing to submit a paper form must do so at the headquarters of
- 12 the Pennsylvania State Police, which shall assess an
- 13 <u>administrative fee for the submission of the paper form.</u>
- 14 (b) [Fee.--The fee for issuing said license shall be \$30,
- 15 which fee shall be paid into the county treasury.] (Reserved).
- 16 (b.1) Licensing form requirements. -- An individual who wishes
- 17 to sell a firearm directly to a consumer must apply for a
- 18 license using the Pennsylvania Firearms Seller License form or
- 19 <u>another form required under Federal or State law.</u>
- 20 (b.2) Reporting. -- Information collected during the licensing
- 21 process shall be provided to the Pennsylvania State Police,
- 22 which shall prepare and disseminate quarterly reports detailing
- 23 and evaluating the information provided under this section and
- 24 make recommendations for statutory and regulatory changes to
- 25 improve compliance by firearm sellers and reduce the prevalence
- 26 of illegally sold, purchased or possessed firearms in this
- 27 Commonwealth.
- 28 (b.3) Insurance requirements. -- An individual applying or
- 29 approved to be a licensed firearm dealer must have or shall
- 30 purchase business or general liability insurance within six

- 1 months of the approval of the application to be a licensed
- 2 firearm dealer.
- 3 \* \* \*
- 4 Section 4. Title 18 is amended by adding sections to read:
- 5 § 6129. Security cameras.
- 6 (a) Surveillance. -- Commencing January 1, 2024, a licensee
- 7 shall ensure the business premises of the licensee are monitored
- 8 by a digital video surveillance system that meets all of the
- 9 <u>following requirements:</u>
- 10 (1) The system shall clearly record images and, for
- 11 <u>systems located inside the premises, audio of the area under</u>
- 12 surveillance.
- 13 (2) Each camera shall be permanently mounted in a fixed
- location. Cameras shall be placed in locations that allow the
- 15 <u>cameras to clearly record activity occurring in all areas</u>
- described in paragraph (3) and reasonably produce recordings
- 17 that allow for the clear identification of any person.
- 18 (3) The areas recorded shall include, without
- 19 limitation, the following:
- 20 (i) All interior views of all entries or exits to
- 21 <u>the premises.</u>
- 22 (ii) All areas where firearms are displayed.
- 23 (iii) All points of sale, sufficient to identify the
- 24 parties involved in the transaction.
- 25 (4) The system shall continuously record 24 hours per
- 26 day at a frame rate no less than 15 frames per second.
- 27 (5) The media or device on which records are stored
- shall be secured in a manner to protect the recording from
- 29 <u>tampering</u>, <u>unauthorized access or use or theft</u>.
- 30 (6) Recordings shall be maintained for a minimum of one

- 1 <u>year.</u>
- 2 (7) Recorded images shall clearly and accurately display
- 3 the date and time.
- 4 (8) The system shall be equipped with a failure
- 5 notification system that provides notification to the
- 6 licensee of any interruption or failure of the system or
- 7 storage device.
- 8 (b) Permissions.--A licensee shall not use, share, allow
- 9 access or otherwise release recordings to any person except as
- 10 follows:
- 11 (1) A licensee shall allow access to the system to an
- 12 <u>agent of the Pennsylvania State Police or a licensing</u>
- 13 <u>authority conducting an inspection of the licensee's</u>
- 14 premises, for the purpose of inspecting the system for
- 15 <u>compliance with this section and only if a warrant or court</u>
- order would not generally be required for that access.
- 17 (2) A licensee shall allow access to the system or
- 18 <u>release recordings to any person pursuant to a search warrant</u>
- 19 or other court order.
- 20 (3) A licensee may allow access to the system or release
- 21 recordings to any person in response to an insurance claim or
- 22 as part of the civil discovery process, including, but not
- 23 limited to, in response to subpoenas, requests for production
- 24 or inspection or other court order.
- 25 (c) Signage. -- The licensee shall post a sign in a
- 26 conspicuous place at each entrance that states in block letters
- 27 no less than one inch in height the following disclaimer:
- "THESE PREMISES ARE UNDER VIDEO AND AUDIO SURVEILLANCE.
- 29 YOUR IMAGE AND CONVERSATIONS MAY BE RECORDED."
- 30 (d) Certification. -- A licensee shall, on an annual basis,

- 1 provide certification to the department, in a manner prescribed
- 2 by the Pennsylvania State Police, that its video surveillance
- 3 <u>system is in proper working order.</u>
- 4 (e) Conflict. -- This section does not preclude any local
- 5 <u>authority or local governing body from adopting or enforcing</u>
- 6 <u>local laws or policies regarding video surveillance that do not</u>
- 7 <u>contradict or conflict with the requirements of this section.</u>
- 8 § 6130. Lost and stolen firearm reporting requirements.
- 9 (a) Duty to report. -- A licensed firearm seller, dealer,
- 10 importer or manufacturer who suffers a loss or theft of a
- 11 firearm must, within 24 hours of the discovery of the loss or
- 12 theft, report the loss or theft, including the facts and
- 13 <u>circumstances to the municipal police of the jurisdiction in</u>
- 14 which the loss or theft is believed to have occurred or to the
- 15 <u>Pennsylvania State Police. The licensed firearm seller, dealer,</u>
- 16 importer or manufacturer must then report the theft to the
- 17 centralized database with technical assistance provided under
- 18 section 6131(b) (relating to inspection of retail firearm dealer
- 19 licensees and grant program).
- 20 (b) Penalty. -- Notwithstanding any other provision of law, a
- 21 licensed firearm seller, dealer, importer or manufacturer who
- 22 fails to report the loss or theft of a firearm under subsection
- 23 (a) within 24 hours of discovery shall be liable for certain
- 24 restitution, as decided in a court of law, resulting from a
- 25 crime committed with that firearm. A retailer that fails to
- 26 report a lost or stolen firearm that is later recovered in the
- 27 commission of the crime by law enforcement shall be subject to a
- 28 fine of \$500 for each day from the date the retailer acquired
- 29 the gun until the date of recovery. Fines shall be deposited
- 30 into the Retail Licensee Inspection Fund established under

- 1 <u>section 6131(q)</u>.
- 2 § 6131. Inspection of retail firearm dealer licensees and grant
- 3 <u>program.</u>
- 4 (a) Inspection. -- An inspection of each licensed retail
- 5 <u>firearm dealer shall be conducted at least once annually by each</u>
- 6 <u>municipality</u>, county or the Pennsylvania State Police. If a
- 7 retailer is found to be or is under suspicion of violating this
- 8 section based on data from the Attorney General's Crime Gun
- 9 <u>Database</u>, the Pennsylvania State Police shall inspect that
- 10 retailer at least three times per year for a period of no less
- 11 than two years. Retailers that do not record sales
- 12 <u>electronically or install security cameras in their parking lots</u>
- 13 to record license plate numbers shall be subject to additional
- 14 quarterly inspections and may utilize the technical assistance
- 15 provided under subsection (b) and funding under subsection (h)
- 16 to procure electronic platforms to document firearm sales and
- 17 security cameras to record license plates.
- 18 (b) Technical assistance. -- The Pennsylvania State Police,
- 19 the Office of Inspector General, the Office of Auditor General,
- 20 the Pennsylvania Commission on Crime and Delinquency and the
- 21 Municipal Police Officers' Education and Training Commission
- 22 shall provide technical assistance as needed to firearm sellers
- 23 to increase the use of digital data collection systems and
- 24 entities funded through the Retail Licensee Inspection Fund and
- 25 the Firearm Dealer Safety Grant Program to conduct an inspection
- 26 under subsection (a) or train an employee to conduct an
- 27 <u>inspection. The Pennsylvania State Police shall create a</u>
- 28 database to track the number of guns and crime guns traced to
- 29 particular dealers, as well as to provide dealers with a letter
- 30 grade from F, being the most problematic, to A, being the least

- 1 problematic. The database shall be regularly maintained by the
- 2 <u>Pennsylvania State Police and additional analytical</u>
- 3 infrastructure added to facilitate automated email alerts to
- 4 State and local law enforcement when a firearm seller is flagged
- 5 <u>as having sold a disproportionate number of firearms recovered</u>
- 6 by law enforcement. The database shall be made available to the
- 7 <u>public and shall include and track the following information:</u>
- 8 (1) Whether the gun is connected to a felony.
- 9 (2) Whether an arrest was made associated with the
- 10 recovery of the weapon.
- 11 (3) If an arrest was made under paragraph (2), the
- 12 reason for the arrest.
- 13 <u>(4) The outcome of the associated court case.</u>
- 14 (c) Ineligibility.--Any dealer inspected due to a crime gun
- 15 within two consecutive years and found not to be in violation of
- 16 <u>section 6130 (relating to lost and stolen firearm reporting</u>
- 17 requirements) shall be ineligible for a crime-qun-related
- 18 inspection for two years after the second inspection. The dealer
- 19 shall be subject to random inspection.
- 20 (d) Determination. -- Once every calendar year, the
- 21 Pennsylvania State Police shall calculate the percentage of
- 22 crime guns recovered in the past two years sold by each firearm
- 23 seller and the ratio of crime guns to guns sold by each seller.
- 24 A firearm seller shall be determined to have sold a
- 25 disproportionate number of crime guns if that seller is in the
- 26 top 1% of sellers of crime guns recovered in the past two years
- 27 or if that seller, as a proportion of that seller's total qun
- 28 sales, has sold a disproportionate number of crime guns
- 29 recovered in the past two years. A seller in the top 1% shall be
- 30 subject to inspection.

- 1 (e) Exemption. -- A firearm seller who is found to have sold a
- 2 <u>disproportionate number of crime guns for two consecutive years</u>,
- 3 <u>but was also found not to be in violation of section 6130, shall</u>
- 4 not be subject to an inspection required under subsection (d).
- 5 <u>(f) Fees.--A licensing fee shall be assessed to retail</u>
- 6 <u>firearm dealers to be deposited into the Retail Licensee</u>
- 7 <u>Inspection Fund established under subsection (g). A 1% firearm</u>
- 8 sales tax shall be paid by the firearm seller for each firearm
- 9 sold and a 1% ammunition tax shall be paid by the seller for
- 10 each unit of ammunition sold. The 1% tax under this subsection
- 11 shall also be applied to firearms that were purchased online but
- 12 were temporarily in the possession of a licensed firearm dealer
- 13 before transfer to the purchaser. Funds from the tax shall be
- 14 <u>deposited into the Retail Licensee Inspection Fund.</u>
- 15 (g) Fund. -- The Retail Licensee Inspection Fund is
- 16 established as a separate fund in the Victims Compensation Fund
- 17 for the purposes of administering this section, funding to
- 18 support conducting inspections, providing grants to firearm
- 19 <u>sellers to improve information systems, providing grants to</u>
- 20 service providers for victims of gun violence, funding for
- 21 maintenance of a database, developing an analytical and
- 22 reporting mechanism to leverage information in the database,
- 23 funding to support research on the impact of this section
- 24 beginning in year five, installing cameras and secure storage,
- 25 storing camera data and partially deferring medical expenses due
- 26 to qunshot injuries for children under 13 years of age and
- 27 offset of funeral expenses for victims of qun violence. Payment\_
- 28 from the fund under this section shall be assigned on a first-
- 29 come, first-served basis and shall be capped at \$100,000 per
- 30 payment. The sum of \$50,000,000 shall be appropriated to the

- 1 fund for the purposes of this section.
- 2 (h) Grant program. -- The Firearm Dealer Safety Grant Program
- 3 is established and shall be administered by the Pennsylvania
- 4 <u>Commission on Crime and Delinquency. Grants under the program</u>
- 5 shall be used by municipalities and counties seeking to hire and
- 6 train staff to conduct inspections under this section. Federally
- 7 <u>licensed firearm sellers may apply for grants to help defray</u>
- 8 costs of purchasing security cameras, installing digital case
- 9 management systems to facilitate recordkeeping and purchasing
- 10 secure physical storage for firearms. Only applicants who apply
- 11 online shall be eligible for grant money. The sum of \$5,000,000
- 12 of the amount appropriated to the Retail Licensee Inspection
- 13 Fund under subsection (g) shall be expended to make grants under
- 14 this section. Grant approval shall be overseen by a board
- 15 composed of one individual or designee from each of the
- 16 <u>following organizations:</u>
- 17 (1) The Municipal Police Officers' Education and
- 18 Training Commission.
- 19 (2) The Pennsylvania Commission on Crime and
- 20 Delinquency.
- 21 (3) The Pennsylvania State Police.
- 22 (4) The Office of Inspector General.
- 23 (i) Definitions.--As used in this section, the following
- 24 words and phrases shall have the meanings given to them in this
- 25 subsection unless the context clearly indicates otherwise:
- 26 "Crime qun." A firearm recovered by law enforcement:
- 27 (1) If the possession of the firearm was the criminal
- offense.
- 29 (2) After use in a criminal offense or suspected use in
- 30 a criminal offense.

- 1 "Disproportionate number of crime guns." Both:
- 2 (1) the number of crime guns sold compared to the number
- 3 of all firearms sold within this Commonwealth; and
- 4 (2) the number of crime guns a firearm dealer has sold
- 5 compared to the total amount of firearms that a dealer has
- 6 sold.
- 7 Section 5. This act shall take effect in 180 days.