Requested by JOINT COMMITTEE ON WAYS AND MEANS

## PROPOSED AMENDMENTS TO A-ENGROSSED HOUSE BILL 3076

- On page 1 of the printed A-engrossed bill, line 3, after the semicolon de-
- lete the rest of the line and insert "and prescribing an effective date.".
- In line 6, after the first "business" insert ", located in this state,".
- 4 On page 2, delete lines 9 through 45.
- On page 3, delete lines 1 through 3 and insert:
- "SECTION 2. (1)(a) Beginning July 1, 2027, a state license is required
- 7 for a dealer to sell firearms, frames, receivers and unfinished frames
- 8 and receivers in this state, if the dealer sells, based upon the average
- 9 annual firearm sales of the dealer during the prior three years, more
- than 251 firearms per year, and does not hold only a Type 02 Federal
- 11 Firearms License.
- 12 "(b) Beginning July 1, 2028, a state license is required for all dealers
- to sell firearms, frames, receivers and unfinished frames and receivers
- 14 in this state.

- "(2) The Department of Justice shall issue state firearms dealer li-
- 16 censes in accordance with this section and section 3 of this 2025 Act.
- 17 "(3)(a) The department shall adopt rules necessary for the imple-
- mentation of this section and section 3 of this 2025 Act, including rules
- 19 establishing the process for applying for and obtaining a state license.
- 20 "(b) The department may not adopt a rule that modifies the eligi-
- 21 bility criteria for obtaining a state license under this section and sec-

- tion 3 of this 2025 Act, but the rules may authorize the collection of any information the department deems necessary to verify an applicant's eligibility.
- 4 "(4) The department shall develop an application form for initial 5 state license applications and state license renewals.
- "(5)(a) The department is authorized to establish and collect a state license application fee, based on the department's actual costs, to reasonably reimburse the department for the costs of carrying out the provisions of sections 1 to 9 of this 2025 Act.
- 10 "(b) The department may establish a reduced fee for state license 11 renewal applications.
  - "(c) The department shall deposit all fees collected under this section into the Firearm Dealer License Fund established by section 10 of this 2025 Act.
  - "(6)(a) For state licenses issued before July 1, 2027, for dealers described in subsection (1)(a) of this section, and for state licenses issued before July 1, 2028, for all other dealers, the fee for the initial issuance of the license shall be based upon the average annual firearm sales of the dealer during the prior three years as described in paragraph (b) of this subsection. If the dealer has not been in business for three years, the fee shall be the amount described in paragraph (b) of this subsection based upon the average annual firearm sales over the time the dealer has been in business. If the dealer has not previously sold firearms prior to the application, the fee shall be \$500, or the amount described in paragraph (b) of this subsection based on the dealer's good faith estimate of projected sales, whichever amount is smaller.
  - "(b) The fee based on actual or projected sales is as follows:
- 28 "(A) \$50 for the sale of 11 to 50 firearms per year.
- 29 "(B) \$250 for the sale of 51 to 250 firearms per year.
- 30 "(C) \$500 for the sale of 251 to 750 firearms per year.

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- "(D) \$1,000 for the sale of 751 to 1,000 firearms per year.
- 2 "(E) \$1,500 for the sale of 1,001 or more firearms per year.
- "(c) The department shall annually review the fees described in this subsection. For state licenses issued or renewed on or after July 1, 2027, for dealers described in subsection (1)(a) of this section, and for state licenses issued or renewed on or after July 1, 2028, for all other dealers, the department may annually adjust the fee based on the costs of carrying out the provisions of sections 1 to 9 of this 2025 Act. The department may not adjust any fee more than once per year and may
  - "(d) The department shall ensure that the current fees for the initial issuance and renewal of state licenses are published on the department's website.".
- On page 4, line 9, delete "three" and insert "four".
- On page 10, line 26, delete "January" and insert "July".

not increase any fee by more than 20 percent per year.

- In line 33, delete "January" and insert "July".
- On page 11, delete lines 13 through 45.

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- On page 12, delete lines 1 through 11 and insert:
- "SECTION 11. (1)(a) Except as provided in paragraph (b) of this subsection, a state license is required for a dealer who sells, based upon the average annual firearm sales of the dealer during the prior three years, more than 251 firearms per year, to sell firearms, frames, receivers and unfinished frames and receivers in this state on or after July 1, 2027.
- "(b) For any dealer not described in paragraph (a) of this subsection, and for a dealer who holds only a Type 02 Federal Firearms License, a state license is required for the dealer to sell firearms, frames, receivers and unfinished frames and receivers in this state on or after July 1, 2028.
  - "(2)(a) Notwithstanding subsection (1) of this section:

"(A) A dealer described in subsection (1)(a) of this section who submits a sufficiently completed application prior to July 1, 2027, may continue to engage in the business of dealing in firearms until the Department of Justice has made a determination on the application.

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- "(B) A dealer described in subsection (1)(b) of this section who 5 submits a sufficiently completed application prior to July 1, 2028, may continue to engage in the business of dealing in firearms until the Department of Justice has made a determination on the application. 8
  - "(b) For purposes of this subsection, an application is sufficiently completed if the application includes all information necessary to make a determination that the applicant is eligible for a state license.
  - "(3)(a) The Department of Justice shall adopt the initial set of rules required by section 2 of this 2025 Act by no later than August 1, 2026.
  - "(b) The department shall open the application process for state licensing on or before January 1, 2027.
  - "(c) A state license applicant required to have a license by July 1, 2027, must apply for a state license by March 1, 2027, in order to be eligible to be issued a state license prior to July 1, 2027. A state license applicant required to have a license by July 1, 2028, must apply for a state license by March 1, 2028, in order to be eligible to be issued a state license prior to July 1, 2028.
  - "(d) Notwithstanding section 3 (3) of this 2025 Act, the department shall make a determination on a state license application received prior to March 1, 2027, by no later than June 30, 2027.
  - "(4) A person who is an employee, volunteer or contractor of a dealer on the date on which the dealer is required to have a state license under subsection (1) of this section and who, in the course of the person's duties, handles or engages in the sale or other transfer of a firearm, shall complete the training course described in section 5a (1)(a) of this 2025 Act by the date on which the dealer is required to

- 1 have a state license, unless granted an extension by the department.
- "(5) A person who is employed by, is volunteering for or is con-2 tracted to work with a dealer, in a capacity in which the person han-3 dles or engages in the sale or other transfer of firearms, on the date 4 on which the dealer is required to have a state license under sub-5 section (1) of this section, who is required to obtain a criminal history 6 record check under section 5a of this 2025 Act, and who submits fin-7 gerprints for the criminal history record check prior to the date on 8 which the dealer is required to have a state license, may continue with 9 employment, volunteering or working pursuant to the contract until 10 the department determines whether the employee, volunteer or con-11 tractor is qualified. 12
- 13 "(6) The definitions in section 1 of this 2025 Act apply to this sec-14 tion.
- "SECTION 12. (1)(a) Section 6 of this 2025 Act becomes operative on July 1, 2027.
- "(b) Section 8 of this 2025 Act becomes operative on July 1, 2027.
  - "(2) The Department of Justice may adopt rules and take any other action before the operative date specified in subsection (1)(a) of this section that is necessary to enable the department, on and after the operative date specified in subsection (1)(a) of this section, to undertake and exercise all of the duties, functions and powers conferred on the department by section 6 of this 2025 Act.
  - "(3) Section 6 of this 2025 Act, and any rules adopted pursuant to section 6 of this 2025 Act, apply to:
- "(a) Licensees who sell, based upon the average annual firearm sales of the licensee during the prior three years, more than 251 firearms per year, beginning July 1, 2027.
- 29 "(b) Licensees not described in paragraph (a) of this subsection, and 30 licensees who hold only a Type 02 Federal Firearms License, beginning

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- 1 July 1, 2028.
- 2 "(4) Section 8 of this 2025 Act applies to:
- "(a) Dealers who sell, based upon the average annual firearm sales of the dealer during the prior three years, more than 251 firearms per year, beginning July 1, 2027.
- "(b) Dealers not described in paragraph (a) of this subsection, and dealers who hold only a Type 02 Federal Firearms License, beginning July 1, 2028.".
- 9 On page 15, delete lines 5 through 9 and insert:
- "SECTION 17. The amendments to ORS 166.433, 166.436, 166.438 and 166.441 by sections 13 to 16 of this 2025 Act become operative on July 1, 2027.
- "SECTION 18. In addition to and not in lieu of any other appropriation, there is appropriated to the Department of Justice, for the biennium beginning July 1, 2025, out of the General Fund, the amount of \$3,694,355, for deposit into the Firearm Dealer License Fund established by section 10 of this 2025 Act, for administration of sections 1 to 9 of this 2025 Act.
- "SECTION 19. Notwithstanding any other law limiting expenditures, 19 the limitation on expenditures established by section 2 (1), chapter \_\_\_\_\_, 20 Oregon Laws 2025 (Enrolled House Bill 5014), for the biennium begin-21 ning July 1, 2025, as the maximum limit for payment of expenses from 22 fees, moneys or other revenues, including Miscellaneous Receipts, but 23 excluding lottery funds and federal funds, collected or received by the 24 Department of Justice, for the Office of the Attorney General and 25 Administration, is increased by \$1,948,124, for the Firearm Dealer Li-26 cense program. 27
- "SECTION 20. Notwithstanding any other law limiting expenditures, the limitation on expenditures established by section 2 (3), chapter \_\_\_\_, Oregon Laws 2025 (Enrolled House Bill 5014), for the biennium begin-

- 1 ning July 1, 2025, as the maximum limit for payment of expenses from
- 2 fees, moneys or other revenues, including Miscellaneous Receipts, but
- 3 excluding lottery funds and federal funds, collected or received by the
- 4 Department of Justice, for the Civil Enforcement Division, is increased
- 5 by \$1,746,231, for the Firearm Dealer License program.
- 6 "SECTION 21. This 2025 Act takes effect on the 91st day after the
- 7 date on which the 2025 regular session of the Eighty-third Legislative
- 8 Assembly adjourns sine die.".