

118TH CONGRESS  
1ST SESSION

# S. 867

To amend the Omnibus Crime Control and Safe Streets Act of 1968 to provide for grants for State firearms dealer licensing programs, and for other purposes.

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## IN THE SENATE OF THE UNITED STATES

MARCH 16, 2023

Mr. SCHATZ (for himself, Mr. DURBIN, Mr. WHITEHOUSE, Ms. HIRONO, Mr. PADILLA, Mr. CASEY, Mr. REED, Ms. DUCKWORTH, and Mr. FETTERMAN) introduced the following bill; which was read twice and referred to the Committee on the Judiciary

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# A BILL

To amend the Omnibus Crime Control and Safe Streets Act of 1968 to provide for grants for State firearms dealer licensing programs, and for other purposes.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “State Firearms Dealer  
5       Licensing Enhancement Act”.

1   **SEC. 2. STATE FIREARMS DEALER LICENSING GRANT PRO-**2                   **GRAM.**

3         (a) GRANT PROGRAM AUTHORIZED.—Title I of the  
4   Omnibus Crime Control and Safe Streets Act of 1968 (34  
5   U.S.C. 10101 et seq.) is amended by adding at the end  
6   the following:

7   **“PART PP—STATE FIREARMS DEALER LICENSING**8                   **GRANT PROGRAM**9   **“SEC. 3061. GRANT PROGRAM.**

10       “(a) PROGRAM AUTHORIZED.—From the amounts  
11   appropriated to carry out this part, and not later than  
12   180 days after such amounts are appropriated, the Attorney  
13   General may award annual grants, on a competitive  
14   basis, to eligible applicants for the development, imple-  
15   mentation, improvement, or evaluation of firearms dealer  
16   licensing programs.

17       “(b) APPLICATION.—An eligible applicant desiring a  
18   grant under this part shall submit to the Attorney General  
19   an application at such time, in such manner, and con-  
20   taining such information as the Attorney General may re-  
21   quire, including—

22               “(1) a description of the law that the applicant  
23   has enacted to require a license for any firearms  
24   dealer, including a description of any exemptions to  
25   such law;

1               “(2) a description of how the applicant will use  
2               the grant to develop, implement, improve, or evalu-  
3               ate the firearms dealer licensing program of the ap-  
4               plicant; and

5               “(3) a description of the inspection bodies and  
6               procedures of the applicant used to inspect firearms  
7               dealers.

8               “(c) SUBAWARDS.—A State that receives a grant  
9               under this part may make a subaward to a unit of local  
10              government authorized to oversee and enforce the develop-  
11              ment, implementation, improvement, or evaluation of the  
12              firearms dealer licensing program for which the grant  
13              under this part will be used.

14              “(d) REPORTING REQUIREMENT.—

15              “(1) ANNUAL REPORTS BY RECIPIENTS.—An  
16              eligible applicant that receives a grant under this  
17              part shall provide an annual report to the Attorney  
18              General with the following information:

19              “(A) The number of inspections conducted  
20              in the jurisdiction of the eligible applicant of  
21              persons licensed as a firearms dealer by the eli-  
22              gible applicant during the previous year.

23              “(B) The number of violations by persons  
24              licensed as a firearms dealer by the eligible ap-

1 plicant that were cited during the previous year,  
2 disaggregated by violation type.

3 “(C) The total number of persons licensed  
4 as a firearms dealer by the eligible applicant as  
5 of the end of the previous year.

6 “(D) The number of licenses to engage in  
7 business as a firearms dealer in the jurisdiction  
8 of the eligible applicant that, during the pre-  
9 vious year, were—

- 10 “(i) issued;
- 11 “(ii) renewed;
- 12 “(iii) suspended; or
- 13 “(iv) revoked.

14 “(2) To CONGRESS.—Not later than 13 months  
15 after the first grants are awarded under this part,  
16 and every year thereafter, the Attorney General shall  
17 submit to Congress and make available publicly  
18 through print and electronic means a report, which  
19 shall include the following information:

20 “(A) A list of eligible applicants who re-  
21 ceived funds under a grant under this part dur-  
22 ing the previous fiscal year, including the funds  
23 awarded, cumulatively and disaggregated by  
24 grantee.

1               “(B) The information gathered pursuant  
2               to paragraph (1), disaggregated by grantee.

3               “(C) A list of eligible applicants who were  
4               denied grants under this part, and the basis for  
5               such denials.

6               “(e) LIMITATION ON GRANT AMOUNT.—A grant  
7               under this part may not be in an amount that is more  
8               than \$2,500,000 per fiscal year.

9               **“SEC. 3062. DEFINITIONS.**

10              “In this part:

11              “(1) ELIGIBLE APPLICANT.—The term ‘eligible  
12              applicant’ means a State or Indian tribal govern-  
13              ment that has in effect a law that, at a minimum,  
14              requires the following:

15              “(A) To engage in business as a firearms  
16              dealer in the area subject to the jurisdiction of  
17              the State or Indian tribal government, a person  
18              shall be a licensed dealer and be licensed as a  
19              firearms dealer under such law.

20              “(B) A person shall only be licensed as a  
21              firearms dealer under such law upon successful  
22              completion of the application process set by  
23              such law.

1               “(C) A license to engage in business as a  
2               firearms dealer shall be valid for not more than  
3               3 years.

4               “(D) A person licensed as a firearms deal-  
5               er shall submit to inspections under the law of  
6               the State or Indian tribal government.

7               “(E) Noncompliance of a person licensed  
8               as a firearms dealer with a requirement for fire-  
9               arms dealers under the law of the State or In-  
10               dian tribal government may result in—

11               “(i) the suspension or revocation of  
12               the license; and

13               “(ii) the imposition of civil penalties  
14               or criminal charges.

15               “(2) LICENSED DEALER.—The term ‘licensed  
16               dealer’ has the meaning given that term in section  
17               921(a) of title 18, United States Code.”.

18               (b) AUTHORIZATION OF APPROPRIATIONS.—Section  
19               1001(a) of title I of the Omnibus Crime Control and Safe  
20               Streets Act of 1968 (34 U.S.C. 10261(a)) is amended by  
21               adding at the end the following:

22               “(29) There are authorized to be appropriated  
23               such sums as may be necessary for each fiscal year  
24               to carry out part PP.”.

