

BILL SUMMARY
2nd Session of the 56th Legislature

Bill No.:	HB 3693
Version:	INT
Request Number:	8126
Author:	Rep. Calvey
Date:	3/1/2018
Impact:	OSBI: annual revenue loss of \$4,164,440, possible partial reduction in personnel (one time savings of ~\$800,000), unknown revenue increase due to passport fee

Research Analysis

HB 3693 allows the Oklahoma State Bureau of Investigation to utilize the National Instant Criminal Background Check System of the Federal Bureau of Investigation to conduct the background check necessary for the renewal of an SDA license. The measure allows nonresidents to apply for an SDA license. The measure lowers the renewal fee from \$85 to \$25 for Oklahoma residents and to \$50 for nonresidents. Beginning on January 1, 2020, the application fee for an SDA license is set at \$25 for Oklahoma residents and \$50 for nonresidents. The measure allows the OSBI to take the passport photo of the applicant and to collect the \$10 fee for the photos. The measure requires each applicant to provide to the firearms instructor a photocopy or digital copy of the state-issued identification card or driver license of the applicant to verify the identity of the applicant before providing a course completion certificate. The measure apportions fees collected by licensure.

The measure repeals Title 21, Sections 1290.10 relating to mandatory preclusions, 1290.11 relating to other preclusions, and 2390.20 relating to the penalty for refusal to submit or falsification.

Prepared By: Brad Wolgamott

Fiscal Analysis

HB 3693, upon review by OSBI, is determined to have an annual revenue loss of \$4.2 million (based off of current and proposed processing fees and the number of applicants in the previous 6 fiscal years) due to the decrease in fee amounts in the measure. Due to the decrease in workload, the agency could see a reduction in staff. However, at this time, the agency is unsure of the exact fiscal impact. The agency states:

OSBI would not have to pay out for federal fingerprint fees, however, SDA workers, cashiers, and IT resources would still be needed to process applications and payments and to develop and maintain SDA systems. Some time spent conducting research would be spared as federal prohibitions for gun purchases do not include all current state prohibitions to carry firearms in Oklahoma.

If the OSBI does reduce their staffing levels, it is estimated that the savings would be a one-time estimate of \$800,000 (20 FTE at ~\$40,000/year salary).

There would be additional revenue from the passport fee (up to \$10) as well which would offset the initial revenue loss from the reduction of the SDA fees. This amount is contingent upon how many applicants decide to get their photos taken by OSBI rather than other entities.

Prepared By: Kristina King

Other Considerations

None.