1 ENGROSSED HOUSE By: West (Kevin) of the House BILL NO. 2218 2 and 3 Bergstrom of the Senate 4 5 6 7 An Act relating to firearms; defining terms; specifying types of entities that must comply with certain contractual requirements; prohibiting 8 governmental entities from contracting with companies 9 under certain circumstances; stating specifics of written verification; providing an exception for specific governmental entities; requiring the 10 Director of the Office of Management and Enterprise Services to provide oversight and advice to 11 governmental entities; providing for codification; 12 and providing an effective date. 1.3 14 15 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 16 SECTION 1. NEW LAW A new section of law to be codified 17 in the Oklahoma Statutes as Section 1289.31 of Title 21, unless 18 there is created a duplication in numbering, reads as follows: 19 A. As used in this section: 20 "Ammunition" means a loaded cartridge or shot shell, case, 21 primer, projectile, wadding, or propellant powder; 22 "Company" means a for-profit organization, association, 23 corporation, partnership, joint venture, limited partnership, 24

limited liability partnership, or limited liability company,

- including a wholly owned subsidiary, majority-owned subsidiary,

 parent company, or an affiliate of those entities or associations

 that exists to make a profit. The term does not include a sole

 proprietorship;
 - 3. "Contract" means a promise or set of promises constituting an agreement between the parties that gives each a legal duty to the other and also the right to seek a remedy for the breach of those duties, but does not include an agreement related to investment services;
 - 4. "Discriminate against a firearm entity or firearm trade association" means, with respect to the entity or association, to:
 - a. refuse to engage in the trade of any goods or services with the entity or association based solely on its status as a firearm entity or firearm trade association, which includes the lawful products and services and lawful practices provided by the firearm entity or firearm trade association,
 - b. refrain from continuing an existing business relationship with the entity or association based solely on its status as a firearm entity or firearm trade association, which includes the lawful products and services and lawful practices provided by the firearm entity or firearm trade association, or

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c. terminate an existing business relationship with the entity or association based solely on its status as a firearm entity or firearm trade association, which includes the lawful products and services and lawful practices provided by the firearm entity or firearm trade association.

The term does not include the policies of a vendor, merchant, retail seller, or platform that restrict or prohibit the listing or selling of ammunition, firearms, or firearm accessories. The term also does not include a company's refusal to engage in the trade of any goods or services, decision to refrain from continuing an existing business relationship, or decision to terminate an existing business relationship to comply with federal, state, or local laws, policies, or regulations or a directive by a regulatory agency, or for any traditional business reason that is specific to the customer or potential customer and not based solely on the status of an entity or association as a firearm entity or firearm trade association, which includes the lawful products and services and lawful practices provided by the firearm entity or firearm trade association;

- 5. "Firearm" means a weapon that expels a projectile by the action of explosive or expanding gases;
- 6. "Firearm accessory" means a device specifically designed or adapted to enable an individual to wear, carry, store, or mount a

- firearm on the individual or on a conveyance and an item used in conjunction with or mounted on a firearm that is not essential to the basic function of the firearm. The term includes a detachable firearm magazine;
 - 7. "Firearm entity" means:
 - a. a firearm, firearm accessory or ammunition manufacturer, distributor, wholesaler, supplier, or retailer, and
 - b. a gun range;
 - 8. "Firearm trade association" means any person, corporation, unincorporated association, federation, business league, or business organization that:
 - a. is not organized or operated for profit and for which none of its net earnings inures to the benefit of any private shareholder or individual,
 - b. has two or more firearm entities as members, and
 - c. is exempt from federal income taxation under Section 501(a), Internal Revenue Code of 1986, as an organization described by Section 501(c) of that code;
 - 9. "Governmental entity" means any branch, department, agency, or instrumentality of state government, or any official or other person acting under color of state law, or any political subdivision of this state; and

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- - B. The provisions of this section shall apply only to a contract that:
 - 1. Is between a governmental entity and a company with at least ten (10) full-time employees; and
 - 2. Has a value of at least One Hundred Thousand Dollars (\$100,000.00) that is paid wholly or partly from public funds of the governmental entity.
 - C. Except as provided by subsection D of this section, a governmental entity may not enter into a contract with a company for the purchase of goods or services unless the contract contains a written verification from the company that it:
 - 1. Does not have a practice, policy, guidance, or directive that discriminates against a firearm entity or firearm trade association; and
 - 2. Will not discriminate during the term of the contract against a firearm entity or firearm trade association.
 - D. The provisions of subsection C of this section shall not apply to a governmental entity that:
 - 1. Contracts with a sole-source provider; or

- 2. Does not receive a bid from a company that is able to provide the written verification required by subsection C of this section.
- E. The Central Purchasing Division of the Office of Management and Enterprise Services shall have the authority and responsibility of reviewing state governmental contracts to confirm that the required documents of subsection C of this section have been provided.
- F. A government entity shall utilize its current methods of processing and analyzing the provisions within a contractual agreement and shall confirm that the required written verification, provided for in subsection C of this section, has been included and made a part of the contractual agreement.
- G. The provisions of this section shall only apply to financial institutions that have Fifty Billion Dollars (\$50,000,000,000.00) or more in assets.
- SECTION 2. This act shall become effective November 1, 2023.

| 1 | Passed the House of Representatives the 22nd day of March, 2023. |
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| 4 | Presiding Officer of the House of Representatives |
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| 6 | Passed the Senate the day of, 2023. |
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