## SENATE COMMITTEE ON APPROPRIATIONS

Senator Anthony Portantino, Chair 2019 - 2020 Regular Session

AB 2362 (Muratsuchi) - Firearms dealers: conduct of business

**Version:** February 18, 2020 **Policy Vote:** PUB. S. 5 - 2, PUB. S. 5 - 2

Urgency: No Mandate: No

Hearing Date: August 20, 2020 Consultant: Shaun Naidu

**Bill Summary:** AB 2362 would allow the Department of Justice to impose civil fines on firearms dealers for breaches of regulations or prohibitions related to their firearms dealers license.

## \*\*\*\*\*\* ANALYSIS ADDENDUM - SUSPENSE FILE \*\*\*\*\*\*\*\*

The following information is revised to reflect amendments adopted by the committee on August 20, 2020

**Fiscal Impact:** This measure would have short-term costs in the low hundreds of thousands of dollars annually for three years to promulgate regulations, process an increase in citation assessments and forfeiture hearings for licensed dealers, update information technology infrastructure, and for licensing costs. It would pose an ongoing cost of \$175,000 annually for 1.0 Associate Governmental Program Analyst to, initially, work on the regulations and then track ongoing violations for approximately 1,800 firearms dealers. Costs would be offset, in part, by revenue generated from the fine. (General Fund, special funds\*)

\*Legal Services Revolving Fund & Dealers' Record of Sale (DROS) Special Account—structurally imbalanced

**Author Amendments:** Specify that the fine revenue is to be deposited into the DROS Special Account.