UNOFFICIAL COPY 22 RS BR 967

| 1 | AN ACT relating to public contracts. |
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| 2 | Be it enacted by the General Assembly of the Commonwealth of Kentucky: |
| 3 | →SECTION 1. A NEW SECTION OF KRS 45A.343 to 45A.460 IS CREATED |
| 4 | TO READ AS FOLLOWS: |
| 5 | (1) As used in this section: |
| 6 | (a) "Ammunition" means a loaded cartridge case, primer, bullet, or propellant |
| 7 | powder with or without a projectile; |
| 8 | (b) "Firearm" means a weapon that expels a projectile by the action of |
| 9 | explosive or expanding gases; |
| 10 | (c) "Firearm accessory" means: |
| 11 | 1. A device specifically designed or adapted to enable an individual to |
| 12 | wear, carry, store, or mount a firearm on the individual or on a |
| 13 | conveyance; or |
| 14 | 2. An item used in conjunction with or mounted on a firearm that is not |
| 15 | essential to the basic function of the firearm, including a detachable |
| 16 | firearm magazine; |
| 17 | (d) "Firearm entity" means: |
| 18 | 1. A manufacturer, distributor, wholesaler, supplier, or retailer of |
| 19 | firearms, firearm accessories, or ammunition; or |
| 20 | 2. A business establishment, private club, or association that operates an |
| 21 | area for the discharge or other use of firearms for silhouette, skeet, |
| 22 | trap, black powder, target, self-defense, or similar recreational |
| 23 | shooting at which not fewer than twenty (20) different individuals |
| 24 | discharge firearms each calendar year; and |
| 25 | (e) "Firearm trade association" means any person, corporation, |
| 26 | unincorporated association, federation, business league, or business |
| 2.7 | organization that: |

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| 1 | | 1. Is not organized or operated for profit and for which none of its net |
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| 2 | | earnings inure to the benefit of any private shareholder or individual; |
| 3 | | 2. Has two (2) or more firearm entities as members; and |
| 4 | | 3. Is exempt from federal income taxation pursuant to 26 U.S.C. sec. |
| 5 | | 501(a) as an organization described by 26 U.S.C. sec. 501(c)(6). |
| 6 | (2) (a) | A governmental body or political subdivision of this state shall not enter |
| 7 | | into a contract for the purchase of goods or services unless the contract |
| 8 | | contains a written verification from the company selling the goods or |
| 9 | | services that: |
| 10 | | 1. The company does not have a practice, policy, guidance, or directive |
| 11 | | that discriminates against a firearm entity or firearm trade association |
| 12 | | based solely on its status as a firearm entity or firearm trade |
| 13 | | association; and |
| 14 | | 2. The company will not discriminate against a firearm entity or firearm |
| 15 | | trade association during the term of the contract based solely on the |
| 16 | | entity's or association's status as a firearm entity or firearm trade |
| 17 | | association. |
| 18 | <u>(b)</u> | A company discriminates against a firearm entity or firearm trade |
| 19 | | association if it: |
| 20 | | 1. Refuses to engage in the trade of any goods or services with the entity |
| 21 | | or association based solely on its status as a firearm entity or firearm |
| 22 | | trade association; |
| 23 | | 2. Refrains from continuing an existing business relationship with the |
| 24 | | entity or association based solely on its status as a firearm entity or |
| 25 | | firearm trade association; or |
| 26 | | 3. Terminates an existing business relationship with the entity or |
| 27 | | association based solely on its status as a firearm entity or firearm |

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| 1 | trade association. |
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| 2 | (c) A company does not discriminate against a firearm entity or firearm trade |
| 3 | association if it refuses to engage in the trade of any goods or services, |
| 4 | refrains from continuing an existing business relationship, or declines to |
| 5 | enter into, modifies, or terminates an existing business relationship: |
| 6 | 1. To comply with federal, state, or local law, policy, or regulation, or a |
| 7 | directive from a regulator; or |
| 8 | 2. For any traditional business reason that is specific to the customer or |
| 9 | potential customer and not based solely on an entity's or association's |
| 10 | status as a firearm entity or firearm trade association. |
| 11 | (3) (a) Subsection (2) of this section shall apply to any contract with a value of one |
| 12 | hundred thousand dollars (\$100,000) or more that: |
| 13 | 1. Is to be paid partially or wholly from public funds; |
| 14 | 2. Is between a public entity and a company with at least ten (10) full- |
| 15 | time employees; and |
| 16 | 3. Is entered into on or after the effective date of this Act. |
| 17 | (b) Notwithstanding paragraph (a) of this subsection, subsection (2) of this |
| 18 | section shall not apply if: |
| 19 | 1. The contract is with a sole-source provider; or |
| 20 | 2. The public entity does not receive any bids from companies that are |
| 21 | able to provide the written verification required by this section. |
| 22 | (4) Nothing in this section shall be construed to require a company that is a |
| 23 | merchant, retail seller, or platform to sell or list for sale ammunition, firearms, or |
| 24 | firearm accessories. |
| 25 | (5) The restrictions and obligations on companies set forth in this section shall not |
| 26 | apply to sole proprietorships that enter into contracts with a governmental body |
| 27 | or political subdivision of this state. |