SENATE BILL No. 397

DIGEST OF INTRODUCED BILL

Citations Affected: IC 5-22-24.

Synopsis: Discrimination against firearm entities. Defines a "firearm entity" as any of the following: (1) A manufacturer, wholesaler, distributor, supplier, or retailer of firearms, firearms accessories, or ammunition. (2) An entity that operates an area for target or other recreational shooting. (3) A firearm trade association. Prohibits a governmental entity from entering into a contract with a company for the purchase of goods or services unless the contract includes a written attestation by the company that: (1) the company does not have a practice, policy, guidance, or directive that discriminates against a firearm entity based solely on the entity's status as a firearm entity; and (2) during the term of the contract, the company will not discriminate against a firearm entity based solely on the entity's status as a firearm entity. Provides that, with certain exceptions, the bill's provisions apply to a contract that: (1) has a value of at least \$100,000; (2) is to be paid partly or wholly from public funds; (3) is between a governmental entity and a company with at least 10 full-time employees; and (4) is entered into after June 30, 2022. Specifies actions that constitute discrimination against a firearm entity for purposes of these provisions.

Effective: July 1, 2022.

Tomes

January 12, 2022, read first time and referred to Committee on Judiciary.



Second Regular Session of the 122nd General Assembly (2022)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2021 Regular Session of the General Assembly.

SENATE BILL No. 397

A BILL FOR AN ACT to amend the Indiana Code concerning state offices and administration.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 5-22-24 IS ADDED TO THE INDIANA CODE AS
2	A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY
3	1, 2022]:
4	Chapter 24. Purchasing Contracts; Discrimination Agains
5	Firearm Entities Prohibited
6	Sec. 1. As used in this chapter, "ammunition" means:
7	(1) a loaded cartridge case;
8	(2) a primer;
9	(3) a bullet; or
10	(4) propellant powder;
11	with or without a projectile.
12	Sec. 2. (a) As used in this chapter, "company" means any of the
13	following that exists to make a profit:
14	(1) An organization.
15	(2) An association.
16	(3) A corporation.
17	(4) A partnership.



1	(5) A joint venture.
2	(6) A limited partnership.
3	(7) A limited liability partnership.
4	(8) A limited liability company.
5	(b) The term includes any wholly owned subsidiary, majority
6	owned subsidiary, parent company, or affiliate of an entity or
7	association that exists to make a profit.
8	(c) The term does not include a sole proprietorship.
9	Sec. 3. As used in this chapter, "firearm" means a weapon that
10	expels a projectile by the action of explosive or expanding gases.
l 1	Sec. 4. As used in this chapter, "firearm accessory" means:
12	(1) a device specifically designed or adapted to enable ar
13	individual to wear, carry, store, or mount a firearm on the
14	individual or on a conveyance; or
15	(2) an item used in conjunction with or mounted on a firearm
16	that is not essential to the basic function of the firearm
17	including a detachable firearm magazine.
18	Sec. 5. As used in this chapter, "firearm entity" means any of
19	the following:
20	(1) A:
21	(A) manufacturer;
22	(B) wholesaler;
23 24 25 26	(C) distributor;
24	(D) supplier; or
25	(E) retailer;
	of firearms, firearms accessories, or ammunition.
27	(2) A business establishment, private club, or association that
28	operates an area:
29	(A) for the discharge or other use of firearms for
30	silhouette, skeet, trap, black powder, target, self-defense
31	or other recreational shooting; and
32	(B) at which at least twenty (20) individuals discharge
33	firearms in a calendar year.
34	(3) A firearm trade association.
35	Sec. 6. As used in this chapter, "firearm trade association"
36	means any person, corporation, unincorporated association
37	federation, business league, or professional or business
38	organization that:
39	(1) is not organized or operated for profit and no part of the
10	net earnings of which inures to the benefit of any private
11	shareholder or individual;
12	(2) is an organization:



1	(A) described in 26 U.S.C. 501(c)(6); and
2	(B) exempt from federal income taxation under 26 U.S.C.
3	501(a); and
4	(3) has as members two (2) or more persons described in
5	section 5(1) or 5(2) of this chapter.
6	Sec. 7. As used in this chapter, "governmental entity" means
7	any of the following:
8	(1) Any authority, board, branch, commission, committee,
9	department, division, instrumentality, or officer of the
10	executive, including the administrative, department of state
11	government.
12	(2) A state educational institution.
13	(3) A political subdivision (as defined in IC 36-1-2-13) or an
14	officer or instrumentality of a political subdivision (as defined
15	in IC 36-1-2-13).
16	(4) A body corporate and politic created by statute.
17	Sec. 8. (a) Except as provided in subsection (c), this section
18	applies to a contract that:
19	(1) has a value of at least one hundred thousand dollars
20	(\$100,000);
21	(2) is to be paid partly or wholly from public funds;
22	(3) is between a governmental entity and a company with at
23	least ten (10) full-time employees; and
23 24 25	(4) is entered into after June 30, 2022.
25	(b) A governmental entity shall not enter into a contract with a
26	company for the purchase of goods or services unless the contract
27	includes a written attestation by the company that:
28	(1) the company does not have a practice, policy, guidance, or
29	directive that discriminates against a firearm entity based
30	solely on the entity's status as a firearm entity; and
31	(2) during the term of the contract, the company will not
32	discriminate against a firearm entity based solely on the
33	entity's status as a firearm entity.
34	(c) Subsection (b) does not apply to a contract described in
35	subsection (a) if:
36	(1) the contract is between a governmental entity and a
37	sole-source provider of the goods or services being purchased;
38	or
39	(2) the governmental entity does not receive any bids from a
40	company that is able to provide the attestation described in
41	subsection (b).
42	(d) Except as provided in subsection (e), for purposes of this



section, a company discriminates against a firearm entity if the
company:
(1) Refuses to engage in the trade of any goods or services
with the firearm entity based solely on its status as a firearm
entity.
(2) Refrains from continuing an existing business relationship
with the firearm entity based solely on its status as a firearm
entity.
(3) Terminates an existing business relationship with the
firearm entity based solely on its status as a firearm entity.
(e) For purpose of this section, a company does not discriminate
against a firearm entity if the company takes an action described
in subsection (d)(1), (d)(2), or (d)(3) for any of the following
reasons:
(1) To comply with:
(A) a federal, state, or local law or policy; or
(B) a directive by a regulator.
(2) For any traditional business reason that is specific to the
customer or potential customer and not based solely on the
customer's status as a firearm entity.
(f) This section shall not be construed to require a company that
is a merchant, retail seller, or sales platform to sell or offer for sale
ammunition, firearms, or firearm accessories.

