

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 2280 - HB 2632

February 14, 2020

SUMMARY OF BILL: Requires an applicant for a renewal of a concealed handgun carry permit (CHCP) to pay a \$50 fee.

ESTIMATED FISCAL IMPACT:

**Increase State Revenue –
\$782,600/FY27-28 and Subsequent Years/Handgun Permit Division**

Assumptions:

- Pursuant to Tenn. Code Ann. § 39-17-1366(j)(1), prior to the expiration of a CHCP, a permit holder may apply to the Department of Safety (DOS) for the renewal of the permit by submitting, under oath, a renewal application. The renewal application must be on a standard form developed by DOS.
- Current law does not necessitate a renewal fee for a CHCP.
- CHCP first began being issued on January 1, 2020. A total of 5,217 permits were issued in the month of January.
- It can be reasonably assumed that this figure is exponentially greater than the imminent months' averages will be.
- Estimating that this will level out to an average of one-quarter of January's figures, each month, 15,651 [(5,217 x 25%) x 12 months] new CHCPs will be issued annually.
- A CHCP does not expire for eight years; therefore, the first permits issued will expire January 1, 2028. However, pursuant to Tenn. Code Ann. § 39-17-1366(j)(2), a person may renew a CHCP beginning six months prior to the expiration date on the face of the permit. The first renewal applications and fees, per this legislation, will begin being remitted on and after July 1, 2027.
- This legislation is not expected to significantly impact total number of CHCP renewals; therefore, it will not significantly impact state expenditures.
- The recurring increase in state revenue to the Handgun Permit Division is \$782,550 (15,651 x \$50) in FY27-28 and subsequent years.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Handwritten signature of Krista Lee Carsner in black ink.

Krista Lee Carsner, Executive Director

/jmg