LEGISLATURE OF NEBRASKA ONE HUNDRED NINTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 687

Introduced by Lonowski, 33; Andersen, 49; Holdcroft, 36; Lippincott, 34; Strommen, 47.

Read first time January 22, 2025

Committee: Banking, Commerce and Insurance

- 1 A BILL FOR AN ACT relating to government contracting; to adopt the
- 2 Firearm Industry Nondiscrimination Act.
- 3 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. Sections 1 to 5 of this act shall be known and may be
- 2 <u>cited as the Firearm Industry Nondiscrimination Act.</u>
- 3 **Sec. 2.** For purposes of the Firearm Industry Nondiscrimination Act:
- 4 (1) Ammunition means a loaded cartridge or shot shell, case, primer,
- 5 projectile, wadding, or propellant powder;
- 6 (2)(a) Company means a for-profit organization, association,
- 7 corporation, partnership, joint venture, limited partnership, limited
- 8 <u>liability partnership</u>, or <u>limited liability company</u>, <u>including a wholly</u>
- 9 owned subsidiary, a majority-owned subsidiary, a parent company, or an
- 10 affiliate of such an entity that exists to make a profit.
- 11 (b) The term does not include a sole proprietorship;
- 12 (3)(a) Contract means a promise or set of promises constituting an
- 13 agreement between the parties that gives each a legal duty to the other
- 14 and the right to seek a remedy for the breach of those duties.
- 15 (b) The term does not include an agreement related to investment
- 16 services;
- 17 <u>(4)(a) Discriminate against a firearm entity or firearm trade</u>
- 18 association means, with respect to the entity or association, to:
- 19 (i) Refuse to engage in the trade of any goods or services with the
- 20 entity or association based on its status as a firearm entity or firearm
- 21 trade association, which includes the lawful products and services
- 22 provided by, and the lawful practices of, firearm entities and firearm
- 23 <u>trade associations;</u>
- 24 (ii) Refrain from continuing an existing business relationship with
- 25 the entity or association based on its status as a firearm entity or
- 26 <u>firearm trade association, which includes the lawful products and</u>
- 27 <u>services provided by, and the lawful practices of, firearm entities and</u>
- 28 firearm trade associations; or
- 29 <u>(iii) Terminate an existing business relationship with the entity or</u>
- 30 association based on its status as a firearm entity or firearm trade
- 31 association, which includes the lawful products and services provided by,

1 and the lawful practices of, firearm entities and firearm trade

- 2 <u>associations.</u>
- 3 (b) The term does not include the policies of a vendor, merchant,
- 4 retail seller, or platform that restrict or prohibit the listing or
- 5 selling of ammunition, firearms, or firearm accessories.
- 6 (c) The term also does not include a company's refusal to engage in
- 7 the trade of any goods or services, decision to refrain from continuing
- 8 an existing business relationship, or decision to terminate an existing
- 9 business relationship to comply with federal, state, or local laws,
- 10 policies, or regulations or a directive by a regulatory agency, or for
- 11 any traditional business reason that is specific to the customer or
- 12 <u>potential customer and not based solely on the status of an entity or</u>
- 13 association as a firearm entity or firearm trade association, which
- 14 <u>includes the lawful products and services provided by, and the lawful</u>
- 15 practices of, firearm entities and firearm trade associations;
- 16 <u>(5) Firearm means a weapon that expels a projectile by the action of</u>
- 17 explosive or expanding gases;
- 18 (6)(a) Firearm accessory means a device specifically designed or
- 19 adapted to enable an individual to wear, carry, store, or mount a firearm
- 20 on the individual or on a conveyance and an item used in conjunction with
- 21 or mounted on a firearm that is not essential to the basic function of
- 22 the firearm.
- 23 (b) The term includes a detachable firearm magazine;
- 24 <u>(7) Firearm entity means:</u>
- 25 (a) A firearm, firearm accessory, or ammunition manufacturer,
- 26 <u>distributor</u>, wholesaler, supplier, or retailer; or
- 27 (b) A gun range;
- 28 (8) Firearm trade association means any person, corporation,
- 29 <u>unincorporated association, federation, business league, or business</u>
- 30 <u>organization that:</u>
- 31 (a) Is not organized or operated for profit and for which none of

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1 its net earnings inures to the benefit of any private shareholder or

- 2 <u>individual;</u>
- 3 (b) Has two or more firearm entities as members; and
- 4 (c) Is exempt from federal income taxation under section 501(a) of
- 5 the Internal Revenue Code of 1986, as an organization described by
- 6 <u>section 501(c) of such code;</u>
- 7 (9) Governmental entity means:
- 8 <u>(a) Any state agency; and</u>
- 9 (b) Any political subdivision of this state;
- 10 (10) Sole-source provider means a supplier who provides goods or
- 11 <u>services of a unique nature or goods or services that are solely</u>
- 12 <u>available through the supplier and the supplier is the only practicable</u>
- 13 <u>source to provide the goods or services; and</u>
- 14 (11) State agency means any agency, board, or commission of this
- 15 state other than the University of Nebraska, the Nebraska state colleges,
- 16 <u>the courts, the Legislature, or any officer or state agency established</u>
- 17 by the Constitution of Nebraska.
- Sec. 3. (1) The Firearm Industry Nondiscrimination Act shall apply
- 19 <u>to a contract that:</u>
- 20 <u>(a) Is between a governmental entity and a company with at least ten</u>
- 21 <u>full-time employees;</u>
- 22 (b) Has a value of at least one hundred thousand dollars that is
- 23 paid wholly or partly from public funds of the governmental entity; and
- 24 (c) Is entered into on or after the effective date of this act.
- 25 (2) Except as provided in section 4 of this act, a governmental
- 26 entity shall not enter into a contract with a company for the purchase of
- 27 goods or services unless the contract contains a written verification
- 28 from the company that it:
- 29 <u>(a) Does not have a practice, policy, quidance document, or</u>
- 30 directive that discriminates against a firearm entity or firearm trade
- 31 association; and

1 (b) Will not discriminate against a firearm entity or firearm trade

- 2 <u>association during the term of the contract.</u>
- 3 Sec. 4. The requirements of section 3 of this act do not apply if a
- 4 governmental entity:
- 5 (1) Contracts with a sole-source provider; or
- 6 (2) Does not receive a bid from a company that is able to provide
- 7 the written verification required by section 3 of this act.
- 8 Sec. 5. The Department of Administrative Services has the authority
- 9 and responsibility of reviewing state agency contracts to confirm that
- 10 the requirements of the Firearm Industry Nondiscrimination Act have been
- 11 <u>satisfied.</u>