SB 590 -1 STAFF MEASURE SUMMARY

Senate Committee On Environment and Natural Resources

Prepared By: Beth Patrino, LPRO Analyst **Meeting Dates:** 4/2

WHAT THE MEASURE DOES:

Conditionally limits space considered to be occupied by dealer for purposes of obligation to redeem beverage containers. Clarifies that brewery licensee and brewery-public house licensee may deliver malt beverages, wine or cider directly to consumer only if holding direct shipper permit. Repeals alcohol percentage limit for malt beverage labeled or otherwise designated as beer.

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

-1 Replaces measure. States that for purpose of obligation to redeem beverage containers, the space a dealer occupies equals the retail space if: (1) the retail space is less than 5,000 square feet, (2) the retail space occupies less than 50 percent of the leased or owned space where retail operations are located, and (3) the nonretail space is used in whole or part for the manufacturing of beverages.

Authorizes Oregon Liquor Control Commission to issue more than one brewery-public house license at a single premises if each licensee has a valid Brewer's Notice issued by federal Alcohol and Tobacco Tax and Trade Bureau and is in compliance with statute prohibiting financial assistance from wholesaler to retailer. Authorizes a brewery licensee to produce malt beverages for a brewery-public house licensee under a custom order agreement. Authorizes OLCC to adopt rules regarding contents of custom order agreements.

BACKGROUND: