# FISCAL IMPACT OF PROPOSED LEGISLATION

80th Oregon Legislative Assembly – 2020 Regular Session Legislative Fiscal Office

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#### **Measure Description:**

Authorizes Oregon Liquor Control Commission to create data and analysis regarding commercial sales and commercial industries.

#### Government Unit(s) Affected:

Department of Administrative Services (DAS), Department of Justice (DOJ), Oregon Liquor Control Commission (OLCC)

### **Summary of Fiscal Impact:**

Costs related to the measure are indeterminate at this time - See explanatory analysis.

#### Analysis:

The measure allows the Oregon Liquor Control Commission (OLCC) to create reports and analysis of data regarding commercial sales and industries in Oregon (minus personally identifiable information); market, sell, license the use of, or offer other forms of value-added access to, the data; and retain the revenue for purposes of covering the costs of producing the information and supporting or improving the agency's information systems infrastructure. For sales related to alcohol data and analysis, the resulting revenue is deposited into a suspense account and, after subtracting OLCC expenses, the remaining revenue is transferred to the Oregon Liquor Control Commission Account. For sales related to cannabis data and analysis, the resulting revenue is deposited into the OLCC Marijuana Control and Regulation Fund, which supports regulatory expenses of the agency related to cannabis. The measure directs the OLCC to negotiate distilled spirits pricing directly with Indian tribes for sales of drinks at on-premises locations within tribal lands and airlines for sales to ticketed passengers aboard an aircraft. It takes effect 91 days after adjournment *sine die*.

## **Oregon Liquor Control Commission**

It is unclear how much revenue the information related to liquor sales, liquor licensees, and cannabis sales would generate, and OLCC did not provide any estimates of agency expenses related to compiling and marketing such a commercial data product. The Legislative Fiscal Office notes that most of revenue derived from liquor-related sales and licensing is currently deposited in the Oregon Liquor Control Commission Account and, after subtracting OLCC expenses, revenue is distributed via a statutory distribution formula to other entities, including the General Fund, Cities, Counties, and the Mental Health Alcoholism and Drug Services Account. Revenue from marijuana licensees currently supports agency operations and regulatory expenses related to recreational marijuana programs. OLCC requires spending authority from the Legislature to utilize funding to support its operations.

#### **Department of Administrative Services**

The measure would have no fiscal impact on the Department of Administrative Services.

#### **Department of Justice**

The measure would have a minimal fiscal impact on the Department of Justice.