# HB 2536 STAFF MEASURE SUMMARY

### House Committee On Business and Labor

**Prepared By:** Erin Seiler, LPRO Analyst **Meeting Dates:** 2/8

## WHAT THE MEASURE DOES:

Imposes requirements on third-party food platforms. Directs Oregon Health Authority to adopt rules to implement requirements. Creates private right of action for person harmed by violation of Act.

#### **ISSUES DISCUSSED:**

#### **EFFECT OF AMENDMENT:**

No amendment.

## **BACKGROUND:**

Third party food delivery platform provide an app that allows customers to order food from your restaurant. The app sends orders to restaurant via a mobile device or a direct integration with your point-of-sale (POS), then it connects you with local delivery drivers to deliver the orders. The platforms make money by charging businesses a commission on each order. The commission can vary from 6 percent to 30 percent depending on the order type and your marketing preferences. Typically, they also charge delivery fees to customers.

Third-party food delivery platform include Grubhub, Uber Eats, and DoorDash.

House Bill 2536 establishes requirements how and when a third party delivery platform may take orders and make deliveries on behalf of a restaurant. In addition, the measure sets limits for what third-party food platform may charge a restaurant for delivery fee and take-out fees.