82nd Oregon Legislative Assembly – 2023 Regular Session
Legislative Fiscal Office
Only Impacts on Original or Engrossed Versions are Considered Official

---

Prepared by: Tim Walker
Reviewed by: Michelle Deister
Date: 03/29/2023

Measure Description:
Requires Oregon Liquor and Cannabis Commission to study alcohol.

Government Unit(s) Affected:
Oregon Liquor and Cannabis Commission

Summary of Fiscal Impact:
Costs related to the measure are indeterminate at this time - See explanatory analysis.

Analysis: The measure modifies the privileges that Wine Self-Distributors are granted to include the ability to include malt beverages, wine, and cider at wholesale to licensees of the Commission. The measure renames Wine Self-Distributors to Direct to Retailers. The measure also directs licensees of OLCC that are licensed to sell alcoholic beverages to provide monthly a report to the Oregon Liquor and Cannabis Commission (OLCC) detailing the quantity of malt beverages, wine, and cider received from the holder of a direct to retail permit. The measure also sets the privilege tax on hard cider at $2.60 per barrel (31 gallons).

OLCC anticipates the current information technology (IT) system will need to be modified to allow the licensees to file the required statements and pay the privilege tax by electronic means. OLCC estimates the cost to modify the system to be between $175,000 and $832,500 Other Funds, depending upon whether monthly filings are required of just those retailers receiving products from Direct to Retailer licensees, or if monthly filings are required of all retailers. These modifications may result in additional annual software service costs of $275,000 Other Funds.

There will be an increase in revenue due to this measure and the Legislative Revenue Office will issue a revenue impact statement to reflect the impact.

This measure warrants a subsequent referral to the Joint Committee on Ways and Means for consideration of its budgetary impact on the OLCC's Other Funds balance.