FISCAL IMPACT OF PROPOSED LEGISLATION



Legislative Fiscal Office 82nd Oregon Legislative Assembly 2024 Regular Session

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Bill Title: Relating to the Oregon Liquor and Cannabis Commission; declaring an emergency.

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

Summary of Fiscal Impact

There is minimal fiscal impact for the Oregon Liquor and Cannabis Commission - see explanatory analysis.

Measure Description

This measure requires certain Oregon Liquor and Cannabis Commission (OLCC) licensees to apply for a service permit when applying for certain licenses- such as breweries, wineries, and distilleries. The measure also clarifies requirements for provisional service permits issued by OLCC. The measure permits OLCC to adopt rules to establish a fee for issuance and renewal of third-party delivery facilitator permits.

Fiscal Analysis

There is no expenditure impact as a result of this measure for OLCC, but there may be a revenue impact due to the fees OLCC will now be authorized to charge for third-party delivery facilitator permits.

After its passage in 2023, it was determined that HB 3308 - which relates to regulation of third-party delivery facilitators - did not explicitly provide OLCC with the authority to charge a fee for this regulatory work. This measure would provide that authority.

Liquor sales and license revenue in excess of agency regulatory expenses is distributed to the General Fund, cities, and counties pursuant to statutory formula (ORS 471.805). OLCC plans to set the fee at \$500 and assumes there will be approximately 150 applicants per year, resulting in biennial revenues of up to \$150,000; however, an official estimate of the impact of this measure to General Fund revenues would need to be provided by the Legislative Revenue Office. The Legislative Fiscal Office notes that a revenue impact statement for HB 3308 was issued in 2023 which assumed home delivery fee revenue.

Relevant Dates

The measure declares an emergency and takes effect on passage.

Measure: HB 4138 - A