

SB 871 STAFF MEASURE SUMMARY

Senate Committee On Labor and Business

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Meeting Dates: 2/20, 3/6

WHAT THE MEASURE DOES:

The measure requires specified Oregon Liquor and Cannabis Commission retail licensees to maintain an invoice of all deliveries of alcoholic beverages made to the licensed premises and to maintain the invoices for three years. Specifies that the measure is operative on January 1, 2026. Takes effect on the 91st day following adjournment sine die.

Detailed Summary:

Section 2

Specifies that certain license holders permitting the sale of wine, malt beverages, cider, or distilled liquor must maintain an invoice of all deliveries of alcoholic beverages made to the licensed premises. Specifies what the invoice must include. Requires licensee to maintain this invoice for three years from date of delivery and make the invoice available for inspection by the Oregon Liquor and Cannabis Commission (OLCC).

Section 3

Makes technical and clarifying amendments.

Section 4

Clarifies that specified regulations governing the sale of nonbeverage food products that contain alcohol apply to nonbeverage food products that contain at least one-half percent of alcohol by volume but not more than five percent alcohol by weight or 10 percent alcohol by volume, whichever is greater. Makes technical amendment.

Section 5

Specifies that on or before the 20th day of each month the holder of a full on-premises sales license may submit a report to OLCC showing the quantity of malt beverages, wine, or cider received from the holder of a direct to retailer permit.

Section 6

Specifies that on or before the 20th day of each month the holder of a limited on-premises sales license may submit a report to OLCC showing the quantity of malt beverages, wine, or cider received from the holder of a direct to retailer permit.

Section 7

Specifies that on or before the 20th day of each month the holder of an off-premises sales license may submit a report to OLCC showing the quantity of malt beverages, wine, or cider received from the holder of a direct to retailer permit.

Section 8

Specifies that on or before the 20th day of each month the holder of a temporary sales license may submit a report to OLCC showing the quantity of malt beverages, wine, or cider received from the holder of a direct to retailer permit.

Section 9

Specifies that on or before the 20th day of each month a brewery-public house licensee may submit a report to OLCC showing the quantity of malt beverages, wine, or cider received from the holder of a direct to retailer permit.

Section 10

Specifies that the measure is operative on January 1, 2026.

Section 11

Takes effect on the 91st day following adjournment sine die.

Fiscal impact: No fiscal impact

Revenue impact: Has minimal revenue impact

ISSUES DISCUSSED:

- Impact of requirement that direct-to-retailer permit holders file monthly reports
- Length of time retail licensees must maintain invoices
- Process for retailers to report deliveries to the Oregon Liquor and Cannabis Commission

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

The Oregon Liquor and Cannabis Commission (OLCC) is responsible for regulating the sale and service of alcoholic beverages in Oregon by administering Oregon's Liquor Control Act. OLCC is also tasked with regulating the production, processing, and sale of recreational cannabis in Oregon through the Control, Regulation, and Taxation of Marijuana and Industrial Hemp Act.

In 2023, the Legislative Assembly enacted House Bill 2013. HB 2013, in part, required brewery-public house, temporary, on-premises, limited on premises, and off-premises OLCC licensees to report each month on the quantity of malt beverage, wine, or cider received from a direct to retailer permit holder.

Senate Bill 871 requires specified Oregon Liquor and Cannabis Commission retail licensees to maintain an invoice of all deliveries of alcoholic beverages made to the licensed premises and to maintain the invoices for three years.