

SB 871 A STAFF MEASURE SUMMARY

Carrier: Rep. Diehl

House Committee On Economic Development, Small Business, and Trade

Action Date: 05/05/25

Action: Do pass with amendments. (Printed A-Eng.)

Vote: 9-0-0-0

Yeas: 9 - Diehl, Dobson, Isadore, Lively, Nguyen D, Osborne, Skarlatos, Watanabe, Yunker

Fiscal: No fiscal impact

Revenue: Has minimal revenue impact

Prepared By: Mary Mackie, LPRO Analyst

Meeting Dates: 4/21, 5/5

WHAT THE MEASURE DOES:

The measure requires licensees holding specified types of alcoholic sales licenses to maintain invoices of all alcoholic beverage deliveries made to their premises. It takes effect on the 91st day following adjournment sine die.

Detailed Summary:

Requires full on-premises, limited on-premises, off-premises, temporary, and brewery-public house licensees to maintain an invoice of all alcoholic beverage deliveries made to their premises. Requires licensees to keep the invoice for three years from the date of delivery and to make them available for inspection by the Oregon Liquor and Cannabis Commission (OLCC) on request. Makes it optional for these licensees to submit a monthly report to OLCC on the quantity of alcoholic beverages that they received from a direct to retailer permit holder.

Specifies that regulated non-beverage food products include those that contain at least one-half of one percent to five percent alcohol by weight.

Clarifies language.

Becomes operative January 1, 2026.

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

ISSUES DISCUSSED:

- Tracking discounts on out-of-state sales
- How long licensees are required to maintain invoices
- Updated definitions in the measure

EFFECT OF AMENDMENT:

The amendment removes the requirement that invoices include purchase details and any discounts, rebates, or other allowances given by the manufacturer, importer, or wholesaler. It clarifies that licensees are required to maintain an invoice of each delivery of alcoholic beverage deliveries made to their premises.

BACKGROUND:

The Oregon Liquor and Cannabis Commission (OLCC) regulates the sale and service of alcoholic beverages in the state. For an individual to sell alcoholic beverages, they are required to receive the appropriate license from the OLCC. Currently, the OLCC does not have a method to audit alcoholic purchases from out-of-state distributors, which is necessary to keep track of those sales and comply with federal law. Senate Bill 871 A addresses this issue by requiring licensees to maintain invoices of alcoholic beverage deliveries made to their premises.