HB 2282-2 (LC 3322) 4/8/25 (SCT/ps)

Requested by HOUSE COMMITTEE ON ECONOMIC DEVELOPMENT, SMALL BUSINESS, AND TRADE (at the request of Representative Daniel Nguyen)

## PROPOSED AMENDMENTS TO HOUSE BILL 2282

1 On <u>page 1</u> of the printed bill, line 2, after "alcohol" insert "; creating new 2 provisions; amending ORS 471.230, 471.322, 471.346, 471.365, 471.370, 471.380,

3 471.385, 471.542 and 471.750; and prescribing an effective date".

4 Delete lines 4 through 8 and insert:

5 "SECTION 1. Section 2 of this 2025 Act is added to and made a part
6 of ORS 471.360 to 471.385.

"<u>SECTION 2.</u> (1) The following individuals must have a valid retail
liquor sales permit issued by the Oregon Liquor and Cannabis Commission under this section in order to sell alcohol to consumers:

"(a) Except as provided in subsection (4) of this section, an indi vidual who performs work for or on behalf of a distillery licensee and
 whose work includes selling alcohol to consumers for or on behalf of
 the licensee.

"(b) An individual who performs work for or on behalf of an agent
 appointed under ORS 471.750 and whose work includes selling alcohol
 to consumers for or on behalf of the agent.

17 "(c) An individual who is an agent appointed under ORS 471.750.

"(d) Except as provided in subsection (4) of this section, an indi vidual who holds a distillery license issued under ORS 471.230, if the
 individual personally holds the license.

21 "(2) The commission shall establish by rule a process for the issu-

ance and renewal of a retail liquor sales permit. The rules adopted
under this subsection must include:

"(a) Eligibility criteria for the issuance and renewal of a retail liquor sales permit;

5 **"(b) Fees; and** 

"(c) Requirements that an applicant for a retail liquor sales permit
be at least 18 years of age and submit to the commission an application
in a form and manner acceptable to the commission.

9 "(3) A permittee shall make the retail liquor sales permit available
10 at any time while on duty for immediate inspection by a regulatory
11 specialist or other peace officer.

"(4) An individual who holds a distillery license as described in subsection (1) of this section, or who performs work for or on behalf of a distillery licensee, and who holds a service permit required under ORS 471.360 is not required to also hold a retail liquor sales permit under this section.

17 "(5) Violation of this section is a Class B violation.

18 **"SECTION 3.** ORS 471.230 is amended to read:

"471.230. (1) A distillery license allows the licensee to import, manufac-19 ture, distill, rectify, blend, denature and store distilled liquor, to sell the 20distilled liquor to the Oregon Liquor and Cannabis Commission and to 21transport the distilled liquor out of this state for sale outside this state. 22Distillery licensees may purchase and sell distilled liquor from or to another 23distillery licensee in containers having a capacity greater than one U.S. 24gallon for blending and manufacturing purposes. A distillery licensee may 25not sell any alcoholic beverage within this state except to the commission 26or as provided in this section. However, any agricultural producer or asso-27ciation of agricultural producers or the legal agents of an agricultural pro-28ducer or association of agricultural producers that manufactures and 29 converts agricultural surpluses, by-products and wastes into denatured ethyl 30

and industrial alcohol for use in the arts and industry are not required toobtain a license from the commission.

"(2) If a distillery licensee holds a valid distilled spirits plant basic permit
issued by the federal Alcohol and Tobacco Tax and Trade Bureau for the licensed premises, the distillery licensee may:

"(a) Permit tastings of distilled liquor approved by the commission for 6 sale in Oregon and manufactured in Oregon by the distillery licensee or by 7 another distillery licensee. Tastings may be of the distilled liquor alone or 8 with a mix of other liquids. If any of the other liquids are distilled liquors, 9 they must be distilled liquors on the list of products approved by the com-10 mission for retail sale in Oregon and must be purchased by the licensee at 11 the retail price established by the commission. This paragraph does not au-12 thorize sales by the drink of distilled liquor. The tastings may be conducted 13 on the licensed premises of the distillery and at no more than five other 14 premises owned or leased by the licensee. The commission may allow more 15than one distillery licensee to use the same premises at the same time for 16 conducting tastings if the premises are a primary production location and the 17 licensees share the premises or are owned by the same entity. If the man-18 ufacturer of the distilled liquor obtains distilled liquor for conducting 19 tastings from the inventory of the commission, the licensee shall pay the 20commission a processing fee. 21

<sup>22</sup> "(b) Obtain a special events distillery license.

"(c) Apply for appointment by the commission as a distillery retail outlet 23agent for purposes of retailing distilled liquor at locations where tastings 24are permitted under paragraph (a) of this subsection or subsection (4)(a) of 25this section. A distillery retail outlet agent may sell at locations where 26tastings are allowed under paragraph (a) of this subsection only distilled li-27quor that is on the list of products approved by the commission for retail 28sale in Oregon and is manufactured in Oregon by the distillery licensee or 29 by another distillery licensee that uses the same premises as a primary pro-30

1 duction location or is owned by the same entity as the distillery licensee.

"(3) Notwithstanding ORS 471.392 to 471.400, a distillery licensee may
hold one or more full on-premises sales licenses. All distilled liquor sold
under a full on-premises sales license must be purchased from the commission.

6 "(4) A distillery licensee that holds a special events distillery license may 7 conduct an event on premises designated in the special events distillery li-8 cense. Except as provided in this subsection, a special events distillery li-9 cense may be valid for a period not exceeding five days. The commission 10 shall limit the approval of special events distillery licenses for a distillery 11 licensee at the same location to not more than 62 days during a calendar 12 year. A distillery licensee conducting a special event may:

"(a) Permit tastings of distilled liquor approved by the commission for 13 sale in Oregon and manufactured in Oregon by the distillery licensee. 14 Tastings may be of the distilled liquor alone or with a mix of other liquids. 15If any of the other liquids are distilled liquors, they must be distilled liquors 16 on the list of products approved by the commission for retail sale in Oregon 17 and must be purchased by the licensee at the retail price established by the 18 commission. If the manufacturer of the distilled liquor obtains distilled li-19 quor for conducting tastings from the inventory of the commission, the 20licensee shall pay the commission a processing fee. 21

<sup>22</sup> "(b) Permit sales by the drink of distilled liquor. A drink that a distillery <sup>23</sup> licensee sells under this paragraph must include distilled liquor that the <sup>24</sup> licensee manufactured in Oregon. Any distilled liquor contained in the drink <sup>25</sup> must be on the list of products approved by the commission for retail sale <sup>26</sup> in Oregon. The distillery licensee selling the drink must purchase all dis-<sup>27</sup> tilled liquor contained in the drink at the retail price set by the commission <sup>28</sup> for the month in which the drink is sold.

29 "(c) If the distillery licensee has been appointed as a distillery retail 30 outlet agent under subsection (2)(c) of this section, sell distilled liquor in 1 factory-sealed containers for consumption off the licensed premises. A 2 distillery retail outlet agent may sell at a location where tastings are al-3 lowed under paragraph (a) of this subsection only distilled liquor that is on 4 the list of products approved by the commission for retail sale in Oregon and 5 is manufactured in Oregon by the distillery licensee. The distillery retail 6 outlet agent must sell the distilled liquor at the retail price set by the com-7 mission for the month of sale.

8 "(5) The commission shall pay a distillery retail outlet agent compen-9 sation for distilled liquor retail sales by the agent under subsection (2)(c) 10 or (4)(c) of this section. The compensation rate shall be:

"(a) For the first \$250,000 of annual total combined retail sales from all distillery retail outlet agent tasting locations operated by the distillery licensee under subsection (2)(a) or (4)(a) of this section, 45 percent of the retail price set by the commission for the sold distilled liquor.

"(b) For distilled liquor retail sales by the agent that are not described
in paragraph (a) of this subsection, 17 percent of the retail price set by the
commission for the sold distilled liquor.

18 "(6) Except as provided in section 2 (4) of this 2025 Act, a distillery 19 licensee shall ensure that an individual who performs work for or on 20 behalf of the distillery licensee holds a valid retail liquor sales permit 21 issued under section 2 of this section if the individual sells alcohol to 22 consumers for or on behalf of the distillery licensee.

"SECTION 4. ORS 471.230, as amended by section 3, chapter 649, Oregon
Laws 2021, is amended to read:

<sup>25</sup> "471.230. (1) A distillery license allows the licensee to import, manufac-<sup>26</sup> ture, distill, rectify, blend, denature and store distilled liquor, to sell the <sup>27</sup> distilled liquor to the Oregon Liquor and Cannabis Commission and to <sup>28</sup> transport the distilled liquor out of this state for sale outside this state. <sup>29</sup> Distillery licensees may purchase and sell distilled liquor from or to another <sup>30</sup> distillery licensee in containers having a capacity greater than one U.S.

gallon for blending and manufacturing purposes. A distillery licensee may 1 not sell any alcoholic beverage within this state except to the commission  $\mathbf{2}$ or as provided in this section. However, any agricultural producer or asso-3 ciation of agricultural producers or the legal agents of an agricultural pro-4 ducer or association of agricultural producers that manufactures and  $\mathbf{5}$ converts agricultural surpluses, by-products and wastes into denatured ethyl 6 and industrial alcohol for use in the arts and industry are not required to 7 obtain a license from the commission. 8

9 "(2) If a distillery licensee holds a valid distilled spirits plant basic permit 10 issued by the federal Alcohol and Tobacco Tax and Trade Bureau for the li-11 censed premises, the distillery licensee may:

"(a) Permit tastings of distilled liquor approved by the commission for 12 sale in Oregon and manufactured in Oregon by the distillery licensee or by 13 another distillery licensee. Tastings may be of the distilled liquor alone or 14 with a mix of other liquids. If any of the other liquids are distilled liquors, 15they must be distilled liquors on the list of products approved by the com-16 mission for retail sale in Oregon and must be purchased by the licensee at 17 the retail price established by the commission. This paragraph does not au-18 thorize sales by the drink of distilled liquor. The tastings may be conducted 19 on the licensed premises of the distillery and at no more than five other 20premises owned or leased by the licensee. The commission may allow more 21than one distillery licensee to use the same premises at the same time for 22conducting tastings if the premises are a primary production location and the 23licensees share the premises or are owned by the same entity. If the man-24ufacturer of the distilled liquor obtains distilled liquor for conducting 25tastings from the inventory of the commission, the licensee shall pay the 26commission a processing fee. 27

<sup>28</sup> "(b) Obtain a special events distillery license.

"(c) Apply for appointment by the commission as a distillery retail outlet agent for purposes of retailing distilled liquor at locations where tastings are permitted under paragraph (a) of this subsection or subsection (4)(a) of this section. A distillery retail outlet agent may sell at locations where tastings are allowed under paragraph (a) of this subsection only distilled liquor that is on the list of products approved by the commission for retail sale in Oregon and is manufactured in Oregon by the distillery licensee or by another distillery licensee that uses the same premises as a primary production location or is owned by the same entity as the distillery licensee.

8 "(3) Notwithstanding ORS 471.392 to 471.400, a distillery licensee may 9 hold one or more full on-premises sales licenses. All distilled liquor sold 10 under a full on-premises sales license must be purchased from the commis-11 sion.

"(4) A distillery licensee that holds a special events distillery license may conduct an event on premises designated in the special events distillery license. Except as provided in this subsection, a special events distillery license may be valid for a period not exceeding five days. The commission shall limit the approval of special events distillery licenses for a distillery licensee at the same location to not more than 62 days during a calendar year. A distillery licensee conducting a special event may:

"(a) Permit tastings of distilled liquor approved by the commission for 19 sale in Oregon and manufactured in Oregon by the distillery licensee. 20Tastings may be of the distilled liquor alone or with a mix of other liquids. 21If any of the other liquids are distilled liquors, they must be distilled liquors 22on the list of products approved by the commission for retail sale in Oregon 23and must be purchased by the licensee at the retail price established by the 24commission. If the manufacturer of the distilled liquor obtains distilled li-25quor for conducting tastings from the inventory of the commission, the 26licensee shall pay the commission a processing fee. 27

(b) Permit sales by the drink of distilled liquor. A drink that a distillery licensee sells under this paragraph must include distilled liquor that the licensee manufactured in Oregon. Any distilled liquor contained in the drink must be on the list of products approved by the commission for retail sale
in Oregon. The distillery licensee selling the drink must purchase all distilled liquor contained in the drink at the retail price set by the commission
for the month in which the drink is sold.

"(c) If the distillery licensee has been appointed as a distillery retail  $\mathbf{5}$ outlet agent under subsection (2)(c) of this section, sell distilled liquor in 6 factory-sealed containers for consumption off the licensed premises. A 7 distillery retail outlet agent may sell at a location where tastings are al-8 lowed under paragraph (a) of this subsection only distilled liquor that is on 9 the list of products approved by the commission for retail sale in Oregon and 10 is manufactured in Oregon by the distillery licensee. The distillery retail 11 outlet agent must sell the distilled liquor at the retail price set by the com-12 mission for the month of sale. 13

"(5) Except as provided in section 2 (4) of this 2025 Act, a distillery
licensee shall ensure that an individual who performs work for or on
behalf of the distillery licensee holds a valid retail liquor sales permit
issued under section 2 of this section if the individual sells alcohol to
consumers for or on behalf of the distillery licensee.

## <sup>19</sup> "<u>SECTION 5.</u> ORS 471.322 is amended to read:

"471.322. (1) If a license issued under this chapter, a retail liquor sales 20permit issued under section 2 of this 2025 Act or a service permit issued 21under ORS 471.360 is suspended for a period of 30 days or less, the Oregon 22Liquor and Cannabis Commission may impose against the affected licensee 23or permittee in lieu of or in addition to the suspension a civil penalty fixed 24by the commission in accordance with subsection (2) of this section if the 25commission is satisfied that such a penalty in lieu of or in addition to sus-26pension is consistent with the purposes of the Liquor Control Act [and the 27Oregon Distilled Liquor Control Act]. Upon payment of the penalty in lieu 28of suspension, the commission shall cancel the suspension. 29

30 "(2) Except as provided in ORS 471.327, the penalty [which] that the

commission may impose pursuant to subsection (1) of this section against a licensee shall not be less than \$100 nor more than \$5,000. The penalty [which] that the commission may impose pursuant to subsection (1) of this section against a [service] permittee shall not be less than \$25 nor more than \$500.

6 "(3) Civil penalties under this section shall be imposed as provided in 7 ORS 183.745.

8 "SECTION 6. ORS 471.346 is amended to read:

9 "471.346. (1)(a) The Oregon Liquor and Cannabis Commission shall by rule 10 develop uniform standards for minor decoy operations used to investigate 11 licensees, permittees, agents appointed by the commission, third-party deliv-12 ery facilitators and any person delivering alcoholic beverages to final con-13 sumers in this state for violations of the laws of this state prohibiting sales 14 and deliveries of alcoholic beverages to minors.

(b) Uniform standards established by the commission under this section apply to all investigations conducted by the commission that use minor decoys. The commission shall encourage all law enforcement agencies of this state to use the uniform standards established under this section for minor decoy operations conducted by the law enforcement agencies.

20 "(2) To the greatest extent possible, the uniform standards established by 21 the commission under this section must:

"(a) Be the same for minor decoy operations conducted by the commission
and for minor decoy operations conducted by law enforcement agencies of
this state; and

"(b) Provide for coordination between the commission and law enforcement agencies of this state in conducting minor decoy operations.

"(3)(a) **Except as provided in subsection (4) of this section,** the uniform standards established by the commission under this section for investigating sales by licensees occurring on licensed premises [and in-store sales by agents appointed by the commission] must provide that: 1 "(A) Minor decoy operations must be conducted on either a random or a 2 targeted basis in cities with populations of 20,000 or more.

"(B) Random minor decoy operations must cover a range of licensed premises [and retail outlets]. For the purpose of implementing standards for random minor decoy operations under this subparagraph, the commission shall by rule adopt a methodology that produces, to the greatest extent possible, an equal chance that any licensee [or agent] will be subject to a minor decoy operation.

9 "(C) Targeted minor decoy operations may be conducted for a single 10 licensee [*or agent*], but may be used only if there is a documented compliance 11 problem with the specific licensee [*or agent*] that is the target of the minor 12 decoy operation.

"(b) Investigations of deliveries of alcoholic beverages to final consumers
 in this state are exempt from the requirements for random and targeted mi nor decoy operations under paragraph (a) of this subsection.

"(4)(a) Except as provided in paragraph (b) of this subsection, the uniform standards established by the commission under this section for investigating sales by a person that holds a license issued under ORS 471.230 or by an agent appointed under ORS 471.750 must provide that the licensee or the agent may be subject to no more than one minor decoy operation per calendar year.

"(b) If a licensee or agent described in paragraph (a) of this subsection holds any other license issued under this chapter for a different premises than the premises described in paragraph (a) of this
subsection, the premises may be subject to:

"(A) No more than one minor decoy operation per calendar year if
 the premises is licensed under ORS 471.230; or

"(B) The random or targeted minor decoy operations described in
subsection (3) of this section if the premises is not licensed under ORS
471.230.

"[(4)] (5) Except as provided in subsection [(5)] (6) of this section, the failure of the commission or of a law enforcement agency to follow uniform standards established by the commission under this section is not grounds for challenging any complaint, citation or conviction for violation of the laws prohibiting the sale or delivery of alcoholic beverages to minors.

"[(5)] (6) In determining whether to impose sanctions based on multiple 6 violations of the laws of this state prohibiting sales or deliveries of alcoholic 7 beverages to minors, the commission may not consider any complaint filed 8 against, citation issued to or conviction of a licensee, permittee, agent ap-9 pointed by the commission, third-party delivery facilitator or a person de-10 livering alcoholic beverages to final consumers for selling or delivering 11 alcoholic beverages to a minor if the complaint, citation or conviction arose 12 out of a minor decoy operation that was not conducted pursuant to the uni-13 form standards established by the commission under this section. 14

"[(6)] (7) Notwithstanding any other provision of this chapter, the commission may not consider any sale or delivery of alcoholic beverages to a minor that results from a minor decoy operation that is not conducted in compliance with the standards established under this section for the purpose of:

"(a) Imposing any civil penalty against a licensee, permittee, agent ap pointed by the commission, third-party delivery facilitator or a person de livering alcoholic beverages to final consumers;

"(b) Making a decision on the renewal, suspension or cancellation of a
license, permit, appointment or third-party delivery facilitator permit issued
under this chapter or rules adopted under this chapter; or

"(c) Otherwise sanctioning a licensee, permittee, agent appointed by the commission, third-party delivery facilitator or a person delivering alcoholic beverages to final consumers for the sale or delivery of alcoholic beverages to a minor.

[(7)] (8) The commission shall give notice of the uniform standards es-

tablished under this section to all law enforcement agencies of this state thatconduct minor decoy operations.

"SECTION 7. ORS 471.365, as amended by section 11, chapter 40, Oregon
Laws 2024, is amended to read:

"471.365. (1) A retail liquor sales permit, service permit or a temporary service permit is a purely personal privilege, valid only upon licensed premises, for the period of time stated on the retail liquor sale permit, service permit or temporary service permit, and may be suspended or revoked for any reason set forth in ORS 471.360 to 471.385.

"(2) A retail liquor sales permit, service permit or temporary service 10 permit may not be used by any individual other than the individual to whom 11 the retail liquor sales permit, service permit or temporary service permit 12 is issued. The licensee or agent shall verify the identification of the 13 permittee and determine that the permittee has in possession a retail liquor 14 sales permit, service permit or temporary service permit before allowing the 15permittee to perform a duty described in ORS 471.360 (3) or section 2 of this 16 2025 Act. 17

## <sup>18</sup> "SECTION 8. ORS 471.370 is amended to read:

"471.370. Unless sooner suspended or revoked, a retail liquor sales per mit or a service permit expires five years after the date the Oregon Liquor
 and Cannabis Commission issues the permit.

"SECTION 9. ORS 471.380, as amended by section 13, chapter 40, Oregon
Laws 2024, is amended to read:

"471.380. (1) The Oregon Liquor and Cannabis Commission may refuse to issue a **retail liquor sales permit**, service permit or temporary service permit, or may issue a restricted **retail liquor sales permit or** service permit, if the commission has reasonable grounds to believe any of the following to be true:

"(a) That the applicant is in the habit of using alcoholic beverages or
 controlled substances to excess.

1 "(b) That the applicant has made false statements to the commission.

2 "(c) That the applicant is incompetent or physically incapable of per-3 forming the duties of a permittee.

"(d) That the applicant has been convicted of violating any of the alcoholic liquor laws of this state, general or local, or has been convicted at any
time of a felony.

"(e) That the applicant has not completed the alcohol server education
course and examination required by ORS 471.542.

9 "(2) Notwithstanding ORS 183.435, an applicant who seeks review of the 10 refusal of a **retail liquor sales permit**, service permit or temporary service 11 permit must request a hearing:

"(a) Within 15 days after notification of the refusal, if the refusal is based
 on failure to complete the alcohol server education course and examination;
 or

"(b) Within 30 days after notification of the refusal, if the refusal is based
 on any grounds other than failure to complete the alcohol server education
 course and examination.

"(3) The refusal to issue a temporary service permit is not a contestedcase under ORS chapter 183.

<u>"SECTION 10.</u> ORS 471.385, as amended by section 14, chapter 40, Oregon
 Laws 2024, is amended to read:

<sup>22</sup> "471.385. (1) The Oregon Liquor and Cannabis Commission may revoke, <sup>23</sup> restrict or suspend a **retail liquor sales permit**, service permit or a tem-<sup>24</sup> porary service permit, or impose a civil penalty in lieu of or in addition to <sup>25</sup> suspension as provided by ORS 471.322, if the commission finds or has rea-<sup>26</sup> sonable grounds to believe any of the following to be true:

27 "(a) That the permittee has made false statements to the commission.

(b) That the permittee has been convicted of a felony, of violating any of the liquor laws of the state, general or local, or any misdemeanor or violation of any municipal ordinance committed on the licensed premises. "(c) That the permittee has performed or permitted any act which would constitute a violation of any provision of this chapter or any rule of the commission, if the act were performed or permitted by any licensee [of the commission] or by an agent appointed by the commission.

5 "(d) That the permittee was aware of activities that the permittee had a 6 duty to report under ORS 471.271 and the permittee did not report.

"(2) The issuance, restriction, suspension or revocation of a retail liquor
sales permit, service permit or temporary service permit under ORS 471.360
to 471.385 does not relieve a licensee or agent from responsibility for any
act of an employee on the licensee's premises or premises for which the
agent is responsible.

"(3)(a) If a violation of this chapter or any rule adopted under this chapter occurs upon any **licensed** premises [*licensed by the commission*], the commission may revoke, restrict or suspend the service permit or temporary service permit of the employee who violated the law or rule, the license of the licensee upon whose premises the violation occurred or both the service permit or temporary service permit and the license.

(b) If a violation of this chapter or any rule adopted under this chapter occurs on a premises for which an agent, as a result of appointment under ORS 471.750, is responsible, the commission may revoke, restrict or suspend the retail liquor sales permit of the employee who violated the law or rule, the appointment of the agent described in this paragraph or both the retail liquor sales permit and the appointment.

<sup>25</sup> "(4) The commission may revoke, restrict or suspend a permittee's service <sup>26</sup> permit and may impose a civil penalty for an act or omission of the permittee <sup>27</sup> that constitutes a reason described in subsection (1) of this section and that <sup>28</sup> occurred during the time the permittee held a temporary service permit.

"(5) Civil penalties under this section shall be imposed as provided in
 ORS 183.745.

"SECTION 11. ORS 471.542, as amended by section 15, chapter 40, Oregon
Laws 2024, is amended to read:

"471.542. (1) The Oregon Liquor and Cannabis Commission shall require an individual applying for issuance or renewal of a **retail liquor service permit issued under section 2 of this 2025 Act or** service permit or temporary service permit issued under ORS 471.375 to complete an approved alcohol server education course and examination as a condition of the issuance or renewal of the permit.

9 "(2) The commission shall by rule establish requirements for requalifica-10 tion for a **retail liquor sales permit and a** service permit. A permittee shall 11 provide proof to the commission that the permittee has met the requirements 12 established under this subsection once every five years after the permittee 13 completes the initial alcohol server education course and examination. The 14 requirements must include a requirement to retake the alcohol server edu-15 cation course and pass the examination.

"(3) The commission may extend the time period described in subsection(2) of this section upon a showing of hardship.

"(4) The standards and curriculum of alcohol server education coursesmust include, but are not limited to, the following:

"(a) Alcohol as a drug and its effects on the body and behavior, especially
 driving ability.

"(b) Effects of alcohol in combination with commonly used legal, pre scription or nonprescription, drugs and illegal drugs.

"(c) Recognizing the problem drinker and community treatment programsand agencies.

"(d) State alcohol beverage laws such as prohibition of sale to minors and
sale to intoxicated persons, sale for on-premises or off-premises consumption,
hours of operation and penalties for violation of the laws.

<sup>29</sup> "(e) Drunk driving laws and liquor liability statutes.

30 "(f) Intervention with the problem customer, including ways to cut off

service, ways to deal with the belligerent customer and alternative means
 of transportation to get the customer safely home.

"(g) Advertising and marketing for safe and responsible drinking patterns
and standard operating procedures for dealing with customers.

5 "(5) The commission shall adopt rules to impose reasonable fees for ad-6 ministrative costs on alcohol server education course instructors and pro-7 viders.

"(6) The commission shall provide alcohol server education courses and 8 9 examinations through independent contractors, private persons or private or public schools certified by the commission. The commission shall adopt rules 10 governing the manner in which alcohol server education courses and exam-11 inations are made available to individuals required to take the courses and 12 examinations. In adopting rules under this subsection, the commission shall 13 consider alternative means of providing courses, including but not limited 14 to providing courses through audiotapes, videotapes, the Internet and other 15electronic media. 16

## <sup>17</sup> "SECTION 12. ORS 471.750 is amended to read:

"471.750. (1) The Oregon Liquor and Cannabis Commission shall establish 18 stores and warehouses in places in this state that in the commission's judg-19 ment are required by public convenience or necessity, for the sale of distilled 20liquors, wines and other alcoholic liquors containing over five percent alco-21hol by volume, in sealed containers for consumption off the premises. The 22commission shall keep on hand in the stores or warehouses established under 23this section quantities and kinds of alcoholic liquors as are reasonably re-24quired to supply the public demand. 25

<sup>26</sup> "(2) Any person qualified to purchase alcoholic liquors from the commis-<sup>27</sup> sion may present to the commission, or at any of the stores established by <sup>28</sup> the commission, an application for any kind or brand of alcoholic liquor that <sup>29</sup> the person may desire and that may be manufactured or obtainable in any <sup>30</sup> place in the United States. The commission shall obtain the alcoholic liquor and sell it to the applicant. The commission may not require that an application for a kind or brand of alcoholic liquor include a commitment to purchase a minimum amount of the alcoholic liquor or require that a purchase be for more than one container of a kind or brand of alcoholic liquor if the alcoholic liquor:

6 "(a) Except as provided in subsection (6) of this section, has a retail sales
7 price of \$30 or more per container;

8 "(b) Is available through a distributor in the United States that does not 9 require the commission to acquire more than one case of the distilled liquor 10 in a single transaction;

11 "(c) Is not regularly stocked by the commission; and

<sup>12</sup> "(d) Is ordered in a 750 milliliter container size if available in that size.

"(3) The commission may not establish a store in any county or incorporated city of this state where a local prohibitory law is in effect.

"(4) The commission may appoint agents in the sale of alcoholic liquors
 pursuant to agreements negotiated between the commission and the agents,
 or representatives of the agent.

"(5)(a) The commission shall adopt rules governing advertising by stores 18 operated by the commission. Rules relating to advertising adopted by the 19 commission under this subsection must allow signs and displays within the 20commission's stores for the purpose of supplying consumer information to 21customers, including but not limited to discounts, sales and other specials. 22Commission discretion with respect to the signs and displays described in 23this subsection is limited to regulation of the content, size, number per 24brand, type and duration of the sign or display. 25

"(b) Signs and displays may be supplied by manufacturers, wholesalers or distributors, and may bear the name of a particular distillery, supplier or brand of liquor. The use of signs and displays is optional with the agent appointed by the commission.

<sup>30</sup> "(6) The commission may annually adjust the price threshold established

in subsection (2)(a) of this section by a percentage equal to the percentage
change in the Consumer Price Index for All Urban Consumers, West Region
(All Items), as published by the Bureau of Labor Statistics of the United
States Department of Labor. However, the commission may not adjust the
price threshold to be less than \$30.

6 "(7) The commission shall compensate an agent appointed under this sec-7 tion according to the schedule established in ORS 471.753.

6 "(8) An agent appointed under this section shall ensure that an in-9 dividual who performs work for or on behalf of the agent holds a valid 10 retail liquor sales permit issued under section 2 of this section if the 11 individual sells alcohol to consumers for or on behalf of the agent.

"SECTION 13. (1) Section 2 of this 2025 Act and the amendments to
 ORS 471.230, 471.322, 471.346, 471.365, 471.370, 471.380, 471.385, 471.542 and
 471.750 by sections 3 to 12 of this 2025 Act become operative on January
 1, 2027.

"(2) The Oregon Liquor and Cannabis Commission may take any 16 action before the operative date specified in subsection (1) of this sec-17 tion that is necessary to enable the commission to exercise, on and 18 after the operative date specified in subsection (1) of this section, all 19 of the duties, functions and powers conferred on the commission by 20section 2 of this 2025 Act and the amendments to ORS 471.230, 471.322, 21471.346, 471.365, 471.370, 471.380, 471.385, 471.542 and 471.750 by sections 223 to 12 of this 2025 Act. 23

"<u>SECTION 14.</u> This 2025 Act takes effect on the 91st day after the
 date on which the 2025 regular session of the Eighty-third Legislative
 Assembly adjourns sine die.".

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