

SB 123-1
(LC 3631)
6/5/25 (CMT/ps)

Requested by Senator MEEK

**PROPOSED AMENDMENTS TO
SENATE BILL 123**

1 In line 2 of the printed bill, after “tax” insert “; creating new provisions;
2 amending ORS 317A.123 and section 59, chapter 579, Oregon Laws 2019; and
3 prescribing an effective date”.

4 Delete lines 4 through 8 and insert:

5 **“SECTION 1.** ORS 317A.123 is amended to read:

6 “317A.123. (1) As used in this section:

7 “(a) ‘Eligible pharmacy’ means a pharmacy that has [*nine or fewer lo-*
8 *cations under common ownership in this state*] **at least one but fewer than**
9 **10 locations under common ownership in this state or a critical access**
10 **pharmacy, as defined by the Oregon Health Authority by rule for**
11 **purposes related to the Oregon Prescription Drug Program.** ‘Eligible
12 pharmacy’ does not include a pharmacy that caters primarily to veterinary
13 customers.

14 “(b) ‘Pharmacy’ has the meaning given that term in ORS 689.005.

15 “(2) Notwithstanding ORS 317A.100, amounts received by an eligible
16 pharmacy in receipt for the sale of prescription drugs are excluded from the
17 definition of commercial activity and are exempt from the tax imposed under
18 ORS 317A.116.

19 **“SECTION 2.** The amendments to ORS 317A.123 by section 1 of this
20 **2025 Act apply to tax years beginning on or after January 1, 2026.**

21 **“SECTION 3.** Section 59, chapter 579, Oregon Laws 2019, is amended to

1 read:

2 “**Sec. 59.** [*Section 58 of this 2019 Act*] **Notwithstanding ORS 315.037,**
3 **ORS 317A.122** applies to **all** tax years beginning on or after January 1,
4 2020[, *and before January 1, 2026*].

5 “**SECTION 4. This 2025 Act takes effect on the 91st day after the**
6 **date on which the 2025 regular session of the Eighty-third Legislative**
7 **Assembly adjourns sine die.”.**

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