74th OREGON LEGISLATIVE ASSEMBLY - 2007 Regular Session MEASURE: HB 2487 A STAFF MEASURE SUMMARY CARRIER: Sen. Starr

Senate Committee on Business, Transportation, and Workforce Development

REVENUE: No revenue impact FISCAL: No fiscal impact

Action: Do Pass as Amended and Be Printed Engrossed

Vote: 5 - 0 - 0

Yeas: Deckert, George L., Monnes Anderson, Starr, Metsger

Nays: 0 Exc.: 0

Prepared By: Janet Adkins, Administrator

Meeting Dates: 5/16, 5/30

WHAT THE MEASURE DOES: Allows wine or cider from a licensed warehouse to be shipped to a retail licensee if the shipment is made pursuant to a sale by a holder of a grower sales privilege license or wholesale malt beverage and wine license. Allows direct shipment of wine or cider from a licensed warehouse to a consumer for personal use under the same conditions that apply to direct shipment from a winery. Requires the warehouse licensee to take reasonable steps to ensure: that shipments are made in containers conspicuously labeled, that the carrier obtain the signature of the recipient upon delivery, that the carrier verify the recipient's age by inspecting a government issued photo identification, and that the carrier determine that the recipient is not visibly intoxicated

ISSUES DISCUSSED:

- Warehouses used by winegrowers that don't have winery and/or storage facilities
- Collaboration with Oregon Liquor Control Commission and other interested parties
- Sale and shipping methods
- Existing authority for direct shipment from wineries

EFFECT OF COMMITTEE AMENDMENT: Clarifies that warehouses cannot ship on their own behalf. Allows direct shipment of wine or cider from a licensed warehouse to a consumer for personal use under the same conditions that apply to direct shipment from a winery.

BACKGROUND: A wine warehouse is allowed to remove wine from their licensed warehouse on behalf of a winery customer in conjunction with that winery's sale to a licensed retailer such as a wine shop or restaurant, but they are not allowed to provide the same services for similar businesses such as a vineyard operator or a business who purchases and resells private label wine under a wholesale malt beverage and wine license.

The measure allows businesses that hold a grower sales privilege license or a wholesale malt beverage and wine license to take advantage of a wine warehouse's full services by allowing these types of license holders to have their wine "directly removed" (delivered) from a licensed warehouse to a wine shop, restaurant, other retailer, or to consumers under existing restrictions on volume and delivery.