REVENUE: No revenue impact FISCAL: Fiscal statement issued	
Action:	Do Pass
Vote:	5 - 0 - 0
Yeas:	George, Schrader, Starr, Verger, Metsger
Nays:	-
Exc.:	-
Prepared By:	Jim Stembridge, Administrator
<b>Meeting Dates:</b>	3/11, 3/18

**WHAT THE MEASURE DOES:** Exempts individuals 16 years of age and younger from requirement to obtain business license if the individual operates as a sole proprietor under the individual's own name.

## **ISSUES DISCUSSED:**

- Un-named municipality that reportedly "harassed" kids running lemonade stand
- Youth-group fund-raising and young entrepreneurs

## **EFFECT OF COMMITTEE AMENDMENT:** No amendment.

**BACKGROUND:** Of 219 Oregon cities surveyed by the League of Oregon Cities (LOC) in 2001, 64 reported having general business license requirements, either for revenue or business-regulation purposes. Requirements differ and exemptions differ. The City of Bend, for example, does not require a business license for any service business, such as a lemonade stand, if the owner is less than 18 years old. The City of Portland does not require a business license from any business grossing less than \$50,000 per year. Several cities, including Ashland and Troutdale, exempt babysitting businesses from the business license requirement. In the 2001 LOC survey, 47 cities, not including Portland, reported annual business-license revenue totaling over \$3,200,000.