

**REVENUE:** No revenue impact

**FISCAL:** Minimal fiscal impact, no statement issued

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**Action:** Do Pass  
**Vote:** 5 - 0 - 0  
**Yeas:** George, Schrader, Starr, Verger, Metsger  
**Nays:** -  
**Exc.:** -  
**Prepared By:** Jim Stenbridge, Administrator  
**Meeting Dates:** 2/8

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**WHAT THE MEASURE DOES:** Allows for-profit clubs in addition to golf and athletic clubs to qualify for full on-premises alcoholic liquor sales licenses issued by the Oregon Liquor Control Commission (OLCC). Eliminates statutory criteria for non-profit private clubs to qualify for the license, requiring instead that non-profit clubs comply with OLCC rules regarding membership, non-profit status, and food service in order to be issued the license. Makes provisions applicable to licenses and renewals beginning 90 days following the effective date. Declares an emergency, effective upon passage.

**ISSUES DISCUSSED:**

- History of licensing not-for-profit clubs since prohibition
- Purpose for licensing of private clubs
- Number of citizens affected by the proposed legislation
- Enforcement difficulties for private clubs

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

**BACKGROUND:** Currently, golf and athletic clubs meeting statutory criteria are the only for-profit clubs that may qualify for OLCC on-premises alcohol sales licenses. SB 1039 would allow other types of for-profit clubs to qualify, provided they meet the membership and food service requirements established by OLCC rule.

Current OLCC administrative rules for the issuance of licenses are located in Chapter 5, Division 5 of Oregon Administrative Rules (OAR), beginning with OAR 845-005-0301. Specific criteria for full on-premises sales licenses for private clubs are within OAR 845-005-0321.