

2010 Special Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: HB 3704 **STATUS:** A Engrossed
SUBJECT: Allows beverage distributors or importers to establish cooperatives
GOVERNMENT UNIT AFFECTED: Oregon Liquor Control Commission
PREPARED BY: Kim To
REVIEWED BY: Michelle Deister
DATE: February 16, 2010

	<u>2009-2011</u>	<u>2011-2013</u>
EXPENDITURES:		
See Analysis		

EFFECTIVE DATE: On passage

INTERIM JOINT COMMITTEE ON WAYS AND MEANS: The budgetary impact of this bill was not reviewed and approved by the Interim Joint Committee on Ways and Means Committee and is not included in the omnibus budget bill to be introduced by the committee.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

ANALYSIS: HB 3704 permits distributors or importers to establish a cooperative to collect, refund and account for beverage containers with deposits within the state of Oregon. The Oregon Liquor Control Commission (OLCC) is responsible for the administration and enforcement of the state bottle bill. The bill requires each distributor cooperative to provide OLCC with an annual report (by July 1) of all distributors and importers participating in the cooperative, the previous calendar year's beverage container return rate, calculated separately for aluminum, glass and plastic containers. Importers and distributors not participating in a cooperative, must submit to OLCC an annual report (by July 1) that lists their beverage container return rate for the previous calendar year's beverage container return rate, calculated separately for aluminum, glass and plastic containers. Note that the bill does not specify what OLCC is required to do with these annual reports.

Passage of this bill is expected to have minimal expenditure impact to OLCC. The Commission anticipates using existing staff and resources to receive these reports.