

REVENUE IMPACT OF PROPOSED LEGISLATION

Seventy-Seventh Oregon Legislative Assembly
2013 Regular Session
Legislative Revenue Office

Bill Number:	HB 5023 - A
Revenue Area:	OLCC Excise Taxes
Economist:	Mazen Malik
Date:	07/02/2013

*Only Impacts on Original or Engrossed
Versions are Considered Official*

Measure Description:

Limits biennial expenditures from fees, moneys or other revenues, including Miscellaneous Receipts, but excluding lottery funds and federal funds, collected or received by Oregon Liquor Control Commission.

Revenue Impact:

Total OLCC revenue is increased by \$20.0 million for the 2013-15 biennium. The General Fund segment of that revenue is about \$11.2 million. Cities receive \$6.8 million, and \$2 million goes to counties. This additional revenue was not included in the May current law revenue forecast.

Impact Explanation:

The increase in revenue is due to budget assumptions. The total assumed increase in OLCC gross sales is \$47.6 million for the 2013-15 biennium. After accounting for cost of goods sold and agents' compensation, this increase to sales results in roughly \$20.0 million available for distribution. Revenues from liquor sales are allocated 56 percent to the General Fund, 20 percent to cities, 10 percent to counties, and 14 percent to city revenue sharing.

Revenue from the extension of a 50 cent per bottle surcharge was included in the May forecast and does not add to the May projections.

Creates, Extends, or Expands Tax Expenditure: Yes No