SB 795-2 (LC 2107) 3/27/13 (CDT/sct/ps)

## PROPOSED AMENDMENTS TO SENATE BILL 795

In line 2 of the printed bill, after "471.157" insert "and 471.200".

2 After line 7, insert:

3 "SECTION 2. ORS 471.200 is amended to read:

4 "471.200. (1) A brewery-public house license allows the licensee:

"(a) To manufacture on the licensed premises, store, transport, sell to
wholesale malt beverage and wine licensees of the Oregon Liquor Control
Commission and export malt beverages;

"(b) To sell malt beverages manufactured on or off the licensed premises
at retail for consumption on or off the premises;

"(c) To sell malt beverages in brewery-sealed packages at retail directly
to the consumer for consumption off the premises;

"(d) To sell on the licensed premises at retail malt beverages manufactured on or off the licensed premises in unpasteurized or pasteurized form directly to the consumer for consumption off the premises, delivery of which may be made in a securely covered container supplied by the consumer;

"(e) To sell wine and cider at retail for consumption on or off the prem-ises;

"(f) To conduct the activities, except manufacturing, described in paragraphs [(b)] (a) to (e) of this subsection at one location other than the premises where the manufacturing occurs; and

"(g) To obtain a special events brewery-public house license entitling the holder to conduct the activities allowed under paragraphs (b), (c) and (e) of this subsection at a designated location other than the location set forth in
the brewery-public house license for a period not exceeding five days.

"(2) In addition to the privileges specified in subsection (1) of this section, in any calendar year a brewery-public house licensee may sell at wholesale to licensees of the commission malt beverages produced by the brewerypublic house licensee if the brewery-public house licensee produced 5,000 barrels or less of malt beverages in the immediately preceding calendar year.

"(3) A brewery-public house licensee, or any person having an interest in 8 the licensee, is a retail licensee for the purposes of ORS 471.394 and, except 9 as otherwise provided by this section and ORS 471.396, may not acquire or 10 hold any right, title, lien, claim or other interest, financial or otherwise, in, 11 upon or to the premises, equipment, business or merchandise of any man-12ufacturer or wholesaler, as defined in ORS 471.392. A brewery-public house 13 licensee, or any person having an interest in the licensee, is also a man-14 ufacturer for the purposes of ORS 471.398 and, except as otherwise provided 15by this section and ORS 471.400, may not acquire or hold any right, title, 16 lien, claim or other interest, financial or otherwise, in, upon or to the 17 premises, equipment, business or merchandise of any other retail licensee, 18 as defined in ORS 471.392. 19

"(4) A brewery-public house licensee, or any person having an interest in 20the licensee, is a retail licensee for the purposes of ORS 471.398 and, except 21as otherwise provided by this section and ORS 471.400, may not accept di-22rectly or indirectly any financial assistance described in ORS 471.398 from 23any manufacturer or wholesaler, as defined in ORS 471.392. A brewery-public 24house licensee, or any person having an interest in the licensee, is also a 25manufacturer for the purposes of ORS 471.398 and, except as otherwise pro-26vided by this section and ORS 471.400, may not provide directly or indirectly 27any financial assistance described in ORS 471.398 to any retail licensee, as 28defined in ORS 471.392. The prohibitions on financial assistance in ORS 29 471.398 do not apply to financial assistance between manufacturing and retail 30

SB 795-2 3/27/13 Proposed Amendments to SB 795 1 businesses licensed to the same person under the provisions of this section.

"(5) Notwithstanding subsection (3) of this section, a brewery-public house
licensee, or any person having an interest in the licensee, may also hold a
winery license authorized by ORS 471.223. A brewery-public house licensee,
or any person having an interest in the licensee, may also hold a warehouse
license authorized by ORS 471.242.

"(6) Notwithstanding subsection (3) of this section, a brewery-public house
licensee is eligible for limited on-premises sales licenses and temporary sales
licenses.

"(7)(a) Notwithstanding subsection (3) of this section, and except as provided in this subsection, a brewery-public house licensee, or any person having an interest in the licensee, may also hold a full on-premises sales license. If a person holds both a brewery-public house license and a full onpremises sales license, nothing in this chapter shall prevent the sale by the licensee of both distilled liquor and malt beverages manufactured under the brewery-public house license.

"(b) The commission may not issue a full on-premises sales license to a brewery-public house licensee under the provisions of this subsection if the brewery-public house licensee, or any person having an interest in the licensee or exercising control over the licensee, is a brewery that brews more than 200,000 barrels of malt beverages annually or a winery that produces more than 200,000 gallons of wine annually.

"(8) Notwithstanding any other provision of this chapter, a brewery-public house licensee, or any person having an interest in the licensee, may also hold a distillery license. No provision of this chapter prevents a brewerypublic house licensee that also holds a distillery license from being appointed by the commission as the distillery's retail outlet agent for the purpose of selling distilled liquors under ORS 471.230.

29 "(9) Notwithstanding subsection (3) of this section, the commission by 30 rule may authorize a brewery-public house licensee to coproduce special 1 events with other manufacturers.

"(10)(a) Notwithstanding subsection (3) of this section, a brewery-public house licensee may hold, directly or indirectly, an interest in a manufacturer or wholesaler, provided that the interest does not result in exercise of control over, or participation in the management of, the manufacturer's or wholesaler's business or business decisions and does not result in exclusion of any competitor's brand of alcoholic liquor.

8 "(b) Notwithstanding subsection (3) of this section, a manufacturer or 9 wholesaler, and any officer, director or substantial stockholder of any cor-10 porate manufacturer or wholesaler, may hold, directly or indirectly, an in-11 terest in a brewery-public house licensee, provided that the interest does not 12 result in exercise of control over, or participation in the management of, the 13 licensee's business or business decisions and does not result in exclusion of 14 any competitor's brand of alcoholic liquor.

"(11) For purposes of ORS chapter 473, a brewery-public house licensee
shall be considered to be a manufacturer.".

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