## SENATE AMENDMENTS TO SENATE BILL 141

By COMMITTEE ON BUSINESS AND TRANSPORTATION

## April 1

1 On page 1 of the printed bill, delete lines 5 through 30 and delete page 2 and insert:

<sup>2</sup> "SECTION 1. Section 2 of this 2015 Act is added to and made a part of ORS chapter 471.

3 "<u>SECTION 2.</u> (1) A person appointed to operate a store established by the Oregon Liquor
4 Control Commission under ORS 471.750 qualifies for the payment of business loss compen-

5 sation under this section if:

6 "(a) The system for selling containers of distilled liquor at retail in this state changes 7 after the person assumes operation of the store; and

8 "(b) The system change results from a law that prohibits the commission from purchas-9 ing or selling distilled liquor.

10 "(2) The purpose of business loss compensation is to offset the actual or presumed sales 11 reduction and actual or perceived devaluation of a liquor store business following a system 12 change described in subsection (1) of this section. The commission shall pay a person quali-13 fying under this section business loss compensation equal to four percent of the average 14 annual gross distilled liquor sales made by the store during the five years that preceded the 15system change, whether or not the person was the store operator during the entire five-year 16 period. If the store has operated less than five years prior to the system change, the com-17 mission shall pay compensation equal to four percent of the average annual gross distilled 18 liquor sales made by the store prior to the system change.

19 "(3)(a) The commission shall any pay business loss compensation due under this section 20 from the suspense account described in ORS 471.805. Except as otherwise required by federal 21 or state law or by contract, the commission shall give the payment of business loss com-22 pensation priority over the payment of other debts from the suspense account.

23 (b) Notwithstanding ORS 279A.250 to 279A.290 or the revolving fund balance limit es-24 tablished in ORS 471.805, if a change in the system for selling containers of distilled liquor 25at retail in this state results in business loss compensation being payable under this section, 26and the commission declares within five years after the system change that a warehouse 27established by the commission under ORS 471.750 or the inventory of the commission is 28surplus property, the net proceeds from sale of the warehouse or inventory remaining after 29 deduction of sales costs shall be deposited to the suspense account described in ORS 471.805. All moneys deposited under this paragraph shall be kept in a subaccount within the suspense 30 31 account that indicates the source of the moneys. Notwithstanding ORS 471.805, moneys de-32posited to the suspense account under this paragraph may not be transferred to the Oregon Liquor Control Commission Account if any business loss compensation is owed and remains 33 34 unpaid. This paragraph does not restrict the source for paying business loss compensation 35from the suspense account or alter the priority of business loss compensation payment es1 tablished in paragraph (a) of this subsection.

"(4) If a person that receives business loss compensation under this section brings any action against the commission for damages resulting from a change in the system for selling containers of distilled liquor at retail in this state, the business loss compensation received by the person as a result of that system change shall be an offset against any damages awarded the person in the action. This subsection does not create any new cause of action.

7 "(5) Business loss compensation received by a person under this section does not affect 8 the claiming of any tax deduction by the person for depreciation of equipment, fixtures or 9 other property improvements, but is ordinary business income of the person, taxable as 10 provided by law.

"<u>SECTION 3.</u> This 2015 Act being necessary for the immediate preservation of the public
peace, health and safety, an emergency is declared to exist, and this 2015 Act takes effect
on its passage.".

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