78th OREGON LEGISLATIVE ASSEMBLY--2016 Regular Session

## HOUSE AMENDMENTS TO HOUSE BILL 4053

By COMMITTEE ON BUSINESS AND LABOR

February 3

1 On page 1 of the printed bill, line 2, after "ORS" insert "471.168, 471.311,".

2 On page 2, after line 22, insert:

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3 "SECTION 3. ORS 471.168 is amended to read:

4 "471.168. (1) For the purpose of providing coverage for injuries suffered by persons by reason 5 of the conduct of intoxicated persons who were served alcoholic beverages on licensed premises 6 while visibly intoxicated, all persons holding a license described in this section must either:

"(a) Maintain liquor liability insurance of not less than \$300,000; or

8 "(b) Maintain a bond with a corporate surety authorized to transact business in this state in the 9 amount of not less than \$300,000.

"(2) The Oregon Liquor Control Commission may by rule require liquor liability insurance or bond in an amount larger than the minimum amount provided for in subsection (1) of this section.

"(3) The requirements of this section apply to full on-premises sales licenses, limited on-premises sales licenses and brewery-public house licenses. The requirements of this section apply to temporary sales licenses, special events winery licenses, special events grower sales privilege licenses, special events brewery-public house licenses, **special events brewery licenses** and special events distillery licenses if the event that is licensed is open to the public and attendance at the event is anticipated to exceed 300 individuals per day.

"(4) The requirements of this section apply to winery licenses, brewery licenses and grower sales privilege licenses unless an applicant for issuance of the license or renewal of the license submits with the application for issuance or renewal of the license an affidavit that states that the licensee will not allow consumption of alcoholic beverages on the premises.

"(5) All licensees subject to the requirements of this section must supply proof of compliance at the time the license is issued or renewed. The commission by rule shall determine the manner in which proof of compliance may be made under the provisions of this subsection. The commission may require a licensee to present proof of compliance with liquor liability insurance and bond requirements at any time upon request of the commission.

"(6) Failure of a licensee to comply with liquor liability insurance or bond requirements imposed under this section constitutes a serious threat to public health and safety. In addition to any action available to the commission under ORS 471.313 or 471.315, the commission may immediately suspend or refuse renewal of a license as provided under ORS 183.430 (2) if the licensee fails to comply with those insurance or bond requirements.

"(7) If a licensee fails to provide proof of compliance with liquor liability insurance or bond requirements imposed under this section at the time of license renewal or when requested by the commission, the failure is sufficient reason for the commission to find for purposes of ORS 183.430 (2) that the licensee has failed to comply with the insurance or bond requirements.

## 1 "SECTION 4. ORS 471.311 is amended to read:

"471.311. (1) Any person desiring a license or renewal of a license under this chapter shall make application to the Oregon Liquor Control Commission upon forms to be furnished by the commission showing the name and address of the applicant, location of the place of business that is to be operated under the license, and such other pertinent information as the commission may require. [No] A license [shall] may not be granted or renewed until the applicant has complied with the provisions of this chapter and the rules of the commission.

8 "(2) The commission may reject any application that is not submitted in the form required by 9 rule. The commission shall give applicants an opportunity to be heard if an application is rejected. 10 A hearing under this subsection is not subject to the requirements for contested case proceedings 11 under ORS chapter 183.

"(3) The commission shall charge an application fee, not to exceed \$150, to process an application for the issuance of a new license under this chapter or a license following a change in ownership. The application fee applies only to an application for a class of license having an annual license fee. The application fee is nonrefundable, except that the commission shall refund the fee if the applicant completes, submits and maintains an application and the commission does not, on or before 75 days following receipt of the completed application, propose that the license be granted, granted with conditions or refused. The commission shall adopt rules to:

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"(a) Establish application fees by class of license; and

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"(b) Define a completed application for purposes of this subsection.

21"(4) Subject to subsection (5) of this section, the commission shall assess a nonrefundable fee for 22processing a renewal application for any license authorized by this chapter only if the renewal ap-23plication is received by the commission less than 20 days before expiration of the license. If the 24 renewal application is received prior to expiration of the license but less than 20 days prior to ex-25piration, [this] the fee shall be 25 percent of the annual license fee. If a renewal application is re-26ceived by the commission after expiration of the license but no more than 30 days after expiration, 27[this] the fee shall be 40 percent of the annual license fee. This subsection does not apply to a cer-28 tificate of approval, a brewery-public house license or any license that is issued for a period of less 29 than 30 days.

"(5) The commission may waive the fee imposed under subsection (4) of this section if [*it*] **the commission** finds that failure to submit a timely application was due to unforeseen circumstances or to a delay in processing the application by the local governing authority that is no fault of the licensee.

34 "(6) The license fee is nonrefundable and [*shall*] **must** be paid by each applicant upon the 35 granting or committing of a license. Subject to ORS 471.155 and 473.065, the annual or daily license 36 fee and the minimum bond required of each class of license under this chapter are as follows:

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39			Mi	nimum	
40	License	Fee		Bond	
41	Brewery, including Certificate				
42	of Approval	\$ 500	\$	1,000	
43	Winery	\$ 250	\$	1,000	
44	Distillery	\$ 100		None	
45	Wholesale Malt Beverage				

1	and Wine	\$	275	\$ 1,000
2	Warehouse	\$	100 \$	\$ 1,000
3	[Special events winery]			
4	[license	\$ 1	0 per d	lay]
5	Brewery-Public House,			
6	including Certificate			
7	of Approval	\$	250	\$ 1,000
8	Limited On-Premises Sales	\$	200	None
9	Off-Premises Sales	\$	100	None
10	Temporary Sales	\$ 50	) per da	ıy
11	Grower sales privilege			
12	license	\$	250	\$ 1,000
13	Special events brewery			
10	Special creates sichery			
14	license	<b>\$</b> 1	0 per (	day
		<b>\$</b> 1	0 per (	day
14	license		0 per 0	-
14 15	license Special events winery		_	-
14 15 16	license Special events winery license		_	-
14 15 16 17	license Special events winery license Special events grower	<b>\$</b> 1	_	day
14 15 16 17 18	license Special events winery license Special events grower sales privilege	<b>\$</b> 1	0 per (	day
14 15 16 17 18 19	license Special events winery license Special events grower sales privilege license	<b>\$</b> 1	0 per (	day
14 15 16 17 18 19 20	license Special events winery license Special events grower sales privilege license Special events	<b>\$ 1</b> ( \$ 10	0 per (	<b>day</b> Ny
14 15 16 17 18 19 20 21	license Special events winery license Special events grower sales privilege license Special events brewery-public house	<b>\$ 1</b> ( \$ 10	<b>0 per (</b>	<b>day</b> Ny
14 15 16 17 18 19 20 21 22	license Special events winery license Special events grower sales privilege license Special events brewery-public house license	<b>\$ 1</b> ( \$ 10	<b>0 per (</b>	<b>day</b> Ny
14 15 16 17 18 19 20 21 22 23	license Special events winery license Special events grower sales privilege license Special events brewery-public house license Special events	<b>\$ 1</b> \$ 10 \$ 10	<b>0 per (</b>	<b>day</b> vy

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28 "(7) The fee for a certificate of approval or special certificate of approval granted under ORS 29 471.244 is nonrefundable and must be paid by each applicant upon the granting or committing of a certificate of approval or special certificate of approval. No bond is required for the granting of a 30 certificate of approval or special certificate of approval. Certificates of approval are valid for a pe-31riod commencing on the date of issuance and ending on December 31 of the fifth calendar year fol-32lowing the calendar year of issuance. The fee for a certificate of approval is \$175. 33 Special certificates of approval are valid for a period of 30 days. The fee for a special certificate of approval 34is \$10. 35

36 "(8) Except as provided in subsection (9) of this section, the annual license fee for a full on-37 premises sales license is \$400. No bond is required for any full on-premises sales license.

"(9) The annual license fee for a full on-premises sales license held by a nonprofit private club as described in ORS 471.175 (8), or held by a nonprofit or charitable organization that is registered with the state, is \$200.

41 "(10) The annual fee for a wine self-distribution permit is \$100, and the minimum bond is 42 \$1,000.".

- 43 In line 23, delete "3" and insert "5".
- 44 In line 35, delete "4" and insert "6".
- 45 In line 42, delete "5" and insert "7".

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<sup>1</sup> On page 3, line 6, delete "6" and insert "8".