A-Engrossed Senate Bill 1555

Ordered by the Senate February 7 Including Senate Amendments dated February 7

Sponsored by Senator STEINER HAYWARD, Representative RAYFIELD; Senators BURDICK, DEBOER, MONNES ANDERSON (at the request of Oregon Health Authority) (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Modifies purposes for which certain percentage of moneys in Oregon Marijuana Account may be used.

Applies to moneys transferred to account after effective date of Act, and before July 1, 2019. Declares emergency, effective on passage.

A BILL FOR AN ACT Relating to the Oregon Marijuana Account; creating new provisions; amending ORS 475B.759; and declaring an emergency.

4 Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 475B.759 is amended to read:

6 475B.759. (1) There is established the Oregon Marijuana Account, separate and distinct from the 7 General Fund.

8 (2) The account shall consist of moneys transferred to the account under ORS 475B.760.

9 (3)(a) The Department of Revenue shall certify quarterly the amount of moneys available in the
 10 Oregon Marijuana Account.

11 (b) Subject to subsection (4) of this section, the department shall transfer quarterly 20 percent 12 of the moneys in the Oregon Marijuana Account as follows:

(A) Ten percent of the moneys in the account must be transferred to the cities of this state inthe following shares:

(i) Seventy-five percent of the 10 percent must be transferred in shares that reflect the population of each city of this state that is not exempt from this paragraph pursuant to subsection (4)(a)
of this section compared to the population of all cities of this state that are not exempt from this
paragraph pursuant to subsection (4)(a) of this section, as determined by Portland State University
under ORS 190.510 to 190.610, on the date immediately preceding the date of the transfer; and

(ii) Twenty-five percent of the 10 percent must be transferred in shares that reflect the number
of licenses held pursuant to ORS 475B.070, 475B.090, 475B.100 and 475B.105 on the last business day
of the calendar quarter preceding the date of the transfer for premises located in each city compared
to the number of licenses held pursuant to ORS 475B.070, 475B.090, 475B.100 and 475B.100 and 475B.105 on the
last business day of that calendar quarter for all premises in this state located in cities; and

25 (B) Ten percent of the moneys in the account must be transferred to counties in the following 26 shares:

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(i) Fifty percent of the 10 percent must be transferred in shares that reflect the total commer-1 cially available area of all grow canopies associated with marijuana producer licenses held pursuant 2 to ORS 475B.070 on the last business day of the calendar quarter preceding the date of the transfer 3 for all premises located in each county compared to the total commercially available area of all 4 grow canopies associated with marijuana producer licenses held pursuant to ORS 475B.070 on the 5 last business day of that calendar quarter for all premises located in this state; and 6

(ii) Fifty percent of the 10 percent must be transferred in shares that reflect the number of li-7 censes held pursuant to ORS 475B.090, 475B.100 and 475B.105 on the last business day of the cal-8 9 endar quarter preceding the date of the transfer for premises located in each county compared to the number of licenses held pursuant to ORS 475B.090, 475B.100 and 475B.105 on the last business 10 day of that calendar quarter for all premises in this state. 11

12 (c) Eighty percent of the moneys in the Oregon Marijuana Account must be used as follows:

13 (A) Forty percent of the moneys in the account must be used solely for purposes for which moneys in the State School Fund established under ORS 327.008 may be used; 14

15 (B) Twenty percent of the moneys in the account must be used solely for [purposes for which moneys in the Mental Health Alcoholism and Drug Services Account established under ORS 430.380 16 may be used] mental health treatment or for alcohol and drug abuse prevention, early inter-17 vention and treatment; 18

(C) Fifteen percent of the moneys in the account must be used solely for purposes for which 19 moneys in the State Police Account established under ORS 181A.020 may be used; and 20

(D) Five percent of the moneys in the account must be used solely for purposes related to al-2122cohol and drug abuse prevention, early intervention and treatment services.

23(4)(a) A city that has an ordinance prohibiting the establishment of a premises for which issuance of a license under ORS 475B.070, 475B.090, 475B.100 or 475B.105 is required is not eligible to 24 receive transfers of moneys under subsection (3)(b)(A) of this section. 25

(b) A county that has an ordinance prohibiting the establishment of a premises for which issu-2627ance of a license under ORS 475B.070 is required is not eligible to receive transfers of moneys under subsection (3)(b)(B)(i) of this section. 28

(c) A county that has an ordinance prohibiting the establishment of a premises for which issu-2930 ance of a license under ORS 475B.090, 475B.100 or 475B.105 is required is not eligible to receive 31 transfers of moneys under subsection (3)(b)(B)(ii) of this section.

(5) In a form and manner prescribed by the Oregon Liquor Control Commission, each city and 32county in this state shall certify with the commission whether the city or county has an ordinance 33 34 prohibiting the establishment of a premises for which issuance of a license under ORS 475B.070, 475B.090, 475B.100 or 475B.105 is required. If a city fails to comply with this subsection, the city is 35not eligible to receive transfers of moneys under subsection (3)(b)(A) of this section. If a county fails 36 37 to comply with this subsection, the county is not eligible to receive transfers of moneys under sub-38 section (3)(b)(B) of this section.

SECTION 2. ORS 475B.759, as amended by section 1 of this 2018 Act, is amended to read:

475B.759. (1) There is established the Oregon Marijuana Account, separate and distinct from the 40 General Fund. 41

(2) The account shall consist of moneys transferred to the account under ORS 475B.760. 42

(3)(a) The Department of Revenue shall certify quarterly the amount of moneys available in the 43 Oregon Marijuana Account. 44

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(b) Subject to subsection (4) of this section, the department shall transfer quarterly 20 percent

1 of the moneys in the Oregon Marijuana Account as follows:

2 (A) Ten percent of the moneys in the account must be transferred to the cities of this state in 3 the following shares:

4 (i) Seventy-five percent of the 10 percent must be transferred in shares that reflect the popu-5 lation of each city of this state that is not exempt from this paragraph pursuant to subsection (4)(a) 6 of this section compared to the population of all cities of this state that are not exempt from this 7 paragraph pursuant to subsection (4)(a) of this section, as determined by Portland State University 8 under ORS 190.510 to 190.610, on the date immediately preceding the date of the transfer; and

9 (ii) Twenty-five percent of the 10 percent must be transferred in shares that reflect the number 10 of licenses held pursuant to ORS 475B.070, 475B.090, 475B.100 and 475B.105 on the last business day 11 of the calendar quarter preceding the date of the transfer for premises located in each city compared 12 to the number of licenses held pursuant to ORS 475B.070, 475B.090, 475B.100 and 475B.105 on the 13 last business day of that calendar quarter for all premises in this state located in cities; and

(B) Ten percent of the moneys in the account must be transferred to counties in the followingshares:

(i) Fifty percent of the 10 percent must be transferred in shares that reflect the total commercially available area of all grow canopies associated with marijuana producer licenses held pursuant to ORS 475B.070 on the last business day of the calendar quarter preceding the date of the transfer for all premises located in each county compared to the total commercially available area of all grow canopies associated with marijuana producer licenses held pursuant to ORS 475B.070 on the last business day of that calendar quarter for all premises located in this state; and

(ii) Fifty percent of the 10 percent must be transferred in shares that reflect the number of licenses held pursuant to ORS 475B.090, 475B.100 and 475B.105 on the last business day of the calendar quarter preceding the date of the transfer for premises located in each county compared to the number of licenses held pursuant to ORS 475B.090, 475B.100 and 475B.105 on the last business day of that calendar quarter for all premises in this state.

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(c) Eighty percent of the moneys in the Oregon Marijuana Account must be used as follows:

(A) Forty percent of the moneys in the account must be used solely for purposes for which
 moneys in the State School Fund established under ORS 327.008 may be used;

(B) Twenty percent of the moneys in the account must be used solely for [mental health treatment
or for alcohol and drug abuse prevention, early intervention and treatment] purposes for which
moneys in the Mental Health Alcoholism and Drug Services Account established under ORS
430.380 may be used;

(C) Fifteen percent of the moneys in the account must be used solely for purposes for which
 moneys in the State Police Account established under ORS 181A.020 may be used; and

36 (D) Five percent of the moneys in the account must be used solely for purposes related to al-37 cohol and drug abuse prevention, early intervention and treatment services.

(4)(a) A city that has an ordinance prohibiting the establishment of a premises for which issuance of a license under ORS 475B.070, 475B.090, 475B.100 or 475B.105 is required is not eligible to
receive transfers of moneys under subsection (3)(b)(A) of this section.

(b) A county that has an ordinance prohibiting the establishment of a premises for which issuance of a license under ORS 475B.070 is required is not eligible to receive transfers of moneys under subsection (3)(b)(B)(i) of this section.

44 (c) A county that has an ordinance prohibiting the establishment of a premises for which issu-45 ance of a license under ORS 475B.090, 475B.100 or 475B.105 is required is not eligible to receive 1 transfers of moneys under subsection (3)(b)(B)(ii) of this section.

(5) In a form and manner prescribed by the Oregon Liquor Control Commission, each city and county in this state shall certify with the commission whether the city or county has an ordinance prohibiting the establishment of a premises for which issuance of a license under ORS 475B.070, 475B.090, 475B.100 or 475B.105 is required. If a city fails to comply with this subsection, the city is not eligible to receive transfers of moneys under subsection (3)(b)(A) of this section. If a county fails to comply with this subsection, the county is not eligible to receive transfers of moneys under subsection (3)(b)(B) of this section.

<u>SECTION 3.</u> (1) The amendments to ORS 475B.759 by section 1 of this 2018 Act apply to
 moneys transferred to the Oregon Marijuana Account under ORS 475B.760 after the effective
 date of this 2018 Act, and before July 1, 2019.

(2) The amendments to ORS 475B.759 by section 2 of this 2018 Act apply to moneys
 transferred to the Oregon Marijuana Account under ORS 475B.760 on or after July 1, 2019.

SECTION 4. This 2018 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2018 Act takes effect on its passage.

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