

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
80th Oregon Legislative Assembly
2019 Regular Session
Legislative Revenue Office

Bill Number:	SB 248
Revenue Area:	OLCC Revenue
Economist:	Mazen Malik
Date:	05--09-2019

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

Measure Description:

Increases certain fees charged by Oregon Liquor Control Commission.

Revenue Impact: General Fund, and Local Governments.

This measure will increase revenues available for distributions by \$9 million in the 2019-21 biennium (\$5.2 GF), \$10.0 million in the 21-23 biennium (\$5.6 GF), and \$10.2 million in the 23-25 biennium (\$5.7 GF). The revenue trend will continue after that.

Out of the total new revenue 34% goes to the cities, and the remainder goes to counties.

Impact Explanation:

This measure is a pure cost recovery (collection costs) bill, that would not have traditionally generated extra revenues to the general fund and other uses. However, these costs seem to be currently subsidized by the OLCC liquor revenues. When the costs are otherwise recovered according to their actual occurrence, then the liquor revenue will revert back to the distribution stream. The net revenue from the liquor operations goes into the OLCC account. Available revenue in the OLCC account are distributed 56% to the state General Fund, 10% to counties by population, 20% to cities by population, and 14% to cities by formula.

Creates, Extends, or Expands Tax Expenditure: Yes No