HB 3067 A STAFF MEASURE SUMMARY

Senate Committee On Finance and Revenue

Action Date: 06/20/19

Action: Do pass the A-Eng bill.

Vote: 3-0-0-2

Yeas: 3 - Hass, Riley, Taylor
Abs: 2 - Bentz, Boquist

Fiscal: Has minimal fiscal impact

Revenue: No revenue impact

Prepared By: Mazen Malik, Senior Economist

Meeting Dates: 6/20

WHAT THE MEASURE DOES:

Requires annual certification with the Oregon Department of Administrative Services whether city or county has an ordinance prohibiting the establishment of recreational marijuana businesses and is therefore eligible for distribution of Oregon Marijuana Account moneys. Requires notice to Oregon Liquor Control Commission, Oregon Health Authority, and Department when city or county repeals an ordinance that prohibits certain marijuana businesses. Allows for recovery of payments made in error. Takes effect 91st day following adjournment sine die.

ISSUES DISCUSSED:

- No movement in the Opt-in to opt-out cities and counties.
- The opt out process needs to be during a general election (every two years).
- Survey monkey questionnaire.
- Make sense procedures to align with other certifications that occur annually.

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Marijuana Revenue is distributed as follows: 40% to the State School Fund, 15% to state police, 10% to mental health, and 5% to the health authority. HB 3470 (2017 session) Changed the distributions formula for cities and Counties.

Distributions to cities of this state in the following shares: 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** compared to the population of all cities of this state that <u>are not exempt from distribution due to opt out</u>. 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.110.

Distributions to Counties of this state in the following shares: 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 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 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.110 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.110 on the last

Carrier: Sen. Riley

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