FISCAL IMPACT OF PROPOSED LEGISLATION

80th Oregon Legislative Assembly – 2020 Regular Session Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

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Measure Description:

Authorizes Oregon Liquor Control Commission to create data and analysis regarding commercial sales and commercial industries.

Government Unit(s) Affected:

Department of Administrative Services (DAS), Department of Justice (DOJ), Oregon Liquor Control Commission (OLCC)

Summary of Fiscal Impact:

Costs related to the measure are indeterminate at this time - See explanatory analysis.

Analysis:

The measure allows the Oregon Liquor Control Commission (OLCC) to create reports and analysis of data regarding commercial sales and industries in Oregon (minus personally identifiable information); market, sell, license the use of, or offer other forms of value-added access to the data; and retain the revenue for purposes of covering the costs of producing the information and supporting or improving the agency's information systems infrastructure. The measure creates the Oregon Liquor Control Commission Information Technology Infrastructure Fund, into which revenue from data sales will be deposited and continuously appropriated to the OLCC. The measure directs the OLCC to negotiate distilled spirits pricing directly with Indian tribes for sales of drinks at on-premises locations within tribal lands and airlines for sales to ticketed passengers aboard an aircraft. It takes effect 91 days after adjournment *sine die*.

Oregon Liquor Control Commission

It is unclear how much revenue the information on sales and industry would generate, and no estimates were provided on agency expenses related to compiling and marketing a commercial data product. The Legislative Fiscal Office notes that most of revenue derived from liquor-related sales and licensing is currently deposited in the Oregon Liquor Control Commission Account and, after subtracting OLCC expenses, revenue is disbursed via a statutory distribution formula to other entities, including the General Fund, Cities, and Counties. Revenue from marijuana licensees currently supports agency operations and regulatory expenses related to recreational marijuana programs. The OLCC requires spending authority from the Legislature to utilize funding to support its operations.

Because the OLCC may need an increase in expenditure limitation, the measure warrants a subsequent referral to the Joint Committee on Ways and Means.

Department of Administrative Services

The measure would have no fiscal impact on the Department of Administrative Services.

Department of Justice

The measure would have a minimal fiscal impact on the Department of Justice.