Legislative Fiscal Office

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> Transportation and Economic Development Subcommittee To:

Michelle Deister, Legislative Fiscal Office From:

Date: June 10, 2021

Subject: SB 96 – Relating to cannabis

Work Session Recommendations

Senate Bill 96 A authorizes the Oregon Liquor Control Commission (OLCC) to regulate the testing and labeling of inhalant delivery systems containing industrial hemp-derived vapor items that are sold in Oregon. The Oregon Health Authority (OHA) must establish testing standards and appropriate tests for industrial hemp-derived vapor items. Any such testing must be conducted by a laboratory licensed by OLCC and accredited by OHA. OLCC must adopt rules establishing standards for the labeling of inhalant delivery systems that contain industrial hemp-derived vapor items. The Oregon Department of Agriculture and OLCC may impose civil penalties against anyone who violates provisions of this measure.

A preliminary staff measure summary, minimal revenue impact statement, and fiscal impact statement are available on the Oregon Legislative Information System (OLIS). The estimated fiscal impact to OLCC is \$346,147 Other Funds and 2 positions (1.50 FTE) in 2021-23 and \$365,131 Other Funds and 2 positions (2.00 FTE) in 2023-25. The fiscal impact to OLCC is incorporated in HB 5018, the budget bill for OLCC.

The measure previously had a hearing in the House Committee on Health Care on February 1, 2021 and March 1, 2021 and was reported out with a do pass recommendation as amended and referred to the Joint Committee on Ways and Means.

Final Subcommittee Action

LFO recommends that SB 96 be moved to the Ways and Means Full Committee.

| <u>Carriers</u> | |
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| Full Committee: | |
| House Floor: | |
| Senate Floor: | |