# SB 406 A STAFF MEASURE SUMMARY

Carrier: Rep. Leif

## House Committee On General Government

Action Date:	05/06/21
Action:	Do Pass the A-Eng bill.
Vote:	5-0-0-0
Yeas:	5 - Leif, Lively, Valderrama, Wilde, Zika
Fiscal:	No fiscal impact
Revenue:	Has minimal revenue impact
Prepared By:	Caine Francis, LPRO Analyst
Meeting Dates:	4/29, 5/6

### WHAT THE MEASURE DOES:

Increases amount of wine that holder of direct shipper permit may send per month to an Oregon resident from two cases to five cases. Declares emergency, effective on passage.

### **ISSUES DISCUSSED:**

- Provisions of measure
- Production and distribution within the Oregon wine industry
- Wine club memberships and special event purchases

#### **EFFECT OF AMENDMENT:**

No amendment.

### BACKGROUND:

The Oregon Liquor Control Commission (OLCC) oversees the sale of alcoholic beverages and recreational marijuana to allow access to responsible adults while protecting Oregon's public health, safety, and community livability. The OLCC issues licenses for the purposes of manufacturing, storing, distributing, and retailing distilled spirits, wine, cider, and malt beverages. One example of a license issued by the OLCC is a direct shipper permit. The holder of a direct shipper permit may make sales and shipments of malt beverages, wine or cider directly to a resident of Oregon only if the resident is at least 21 years of age, the shipment is only for personal use and not for the purpose of resale, and the shipment does not exceed two cases containing not more than nine liters per case.

Senate Bill 406 A increases the amount of wine that the holder of a direct shipper permit may send to an Oregon resident to five cases per month, with each case containing no more than nine liters. The measure retains the existing monthly shipping limit for malt beverages and cider, which is two cases that contain no more than nine liters each.