SB 806 A STAFF MEASURE SUMMARY

Senate Committee On Finance and Revenue

Action Date: 06/07/21

Action: Do pass with amendments. (Printed A-Eng.)

Vote: 5-0-0-0

Yeas: 5 - Boquist, Burdick, Findley, Riley, Wagner

Fiscal: No fiscal impact

Revenue: Has minimal revenue impact **Prepared By:** Mazen Malik, Senior Economist

Meeting Dates: 3/30, 5/24, 6/7

WHAT THE MEASURE DOES:

Introduce technical changes to define Fortified Cider. Delete subsection (1)(b) of ORS 471.274 which removes the requirement that a wine self-distribution (WSD) permittee hold a certificate of approval (CERA). Allow for 5 cases per month for delivery, and other technical changes. Allows the commission to waive payment of an annual license fee in the event the Governor declares a state of emergency. Removes the waiting period for a licensed establishments to sell mixed drinks to delivery orders.

ISSUES DISCUSSED:

- Changes in the definition at the federal level
- Industry concerns
- OLCC ability to examine different producers
- Taxation changes
- Standardization and reformulation of products
- Technical changes and adjustments
- Streamlining business practices
- Mixed drinks for delivery

EFFECT OF AMENDMENT:

Replaces the bill to introduce technical changes which include Fortified Cider. Delete subsection (1)(b) of ORS 471.274 which removes the requirement that a wine self-distribution (WSD) permittee hold a certificate of approval (CERA), allow for 5 cases per month, and other technical changes. Allows the commission to waive payment of an annual license fee in the event the Governor declares a state of emergency. Removes the waiting period for the ability of licensed establishments to sell mixed drinks to delivery orders.

BACKGROUND:

Fortified Cider is cider that is mixed with distilled liquor, but it is not specified in statutes. The limit to delivery of wine is 2 cases. Additionally the alcohol selling establishments continue to pay licenses even when they are not operating due to emergency declarations. This measure changes that. The amendment also repealed section 4 of SB 317 which takes out the future date of allowing to-go mixed drinks and makes the mixed drinks delivery operative at the time the measure becomes operative.

SECTION 4. of SB 317

- (1) Section 2 of this 2021 Act and the amendments to ORS 471.175 by section 3 of this 2021 Act become operative on January 1, 2022.
- (2) The Oregon Liquor Control Commission may take any action before the operative date specified in subsection (1) of this section that is necessary to enable the commission to exercise, on and after the operative
- date specified in subsection (1) of this section, all of the duties, functions and powers conferred on the

Carrier: Sen. Beyer

SB 806 A STAFF MEASURE SUMMARY commission by section 2 of this 2021 Act and the amendments to ORS 471.175 by section 3 of this 2021 Act.