HB 4138 -1 STAFF MEASURE SUMMARY

House Committee On Economic Development and Small Business

Prepared By: Andrew Hendrie, LPRO Analyst

Meeting Dates: 2/6, 2/15

WHAT THE MEASURE DOES:

The measure gives authority to the Oregon Liquor and Cannabis Commission (OLCC) to establish a fee for third party delivery permits, lets the OLCC issue a temporary permit while an applicant is waiting for a regular permit, and requires an applicant for a full on-premise sales license, limited on-premise sales license, a brewery-public house license, a brewery license, a winery license, and or a distillery license, at the time of application, apply for a service permit. Declares an emergency and takes effect on passage.

ISSUES DISCUSSED:

- Oversight of alcohol delivered to the door.
- Oversight of temporary permits

EFFECT OF AMENDMENT:

-1 The amendment makes a series of technical fixes to the measure including adding "an intention to offer alcoholic beverages for consumption" to the provisions for licensees applying for a license that must also apply for a service permit. Adds applicant for a grower sales privilege license to the licensees required to apply for a service permit. The amendment further specifies who must have a service permit and under what circumstances and conditions the Oregon Liquor and Cannabis Commission (OLCC) may waive the requirement, as well as creating guidelines for issuances, revocation, and renewal of service permits and temporary service permits.

BACKGROUND:

During the 2023 session <u>HB 3308</u> established alcohol delivery regulation. The measure did not give express authority to the OLCC to adopt a monetary fee. This measure gives that rule making authority.