

2009 Regular Legislative Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: SB 604 **STATUS:** Original
SUBJECT: License and license fee changes within the Oregon Liquor Control Commission
GOVERNMENT UNIT AFFECTED: Oregon Liquor Control Commission
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REVIEWED BY: Michelle Deister
DATE: April 6, 2009

	<u>2009-2011</u>	<u>2011-2013</u>
EXPENDITURES:		
See analysis		
REVENUES:		
New salesperson and distillery rep. licenses	\$ 744,000	\$ 744,000
Distillery and wholesale malt beverage and wine licenses	\$ 125,000	\$ 157,000
	\$ <u>869,000</u>	\$ <u>901,000</u>

EFFECTIVE DATE: January 1, 2010

GOVERNOR'S BUDGET: This bill is not anticipated by the Governor's recommended budget.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

COMMENTS: The measure creates a salesperson license and distillery representative license and sets the fee for issuance or renewal of either license at \$200. Further, the measure defines and authorizes the licensee activities and license terms. Finally, the measure increases the annual license fee for distillery licenses and wholesale malt beverage and wine licenses to \$500.

There was a category for sales person licenses in the past; however these licenses were recommended for consolidation. This bill creates a new category for these licenses. OLCC anticipates that the increase in existing fee revenue coupled with the generation of new fee revenue will result in an additional \$869,000 for the 2009-11 biennium and \$901,000 for the 2011-13 biennium (see fee detail in table above). The workload will increase for current OLCC staff in that they will be required to process the two new licenses. However, OLCC doesn't anticipate the workload associated with the processing of the new licenses to exceed a minimal amount of current staff time. OLCC may also be required to make minor modifications in some of its current processes; however these changes are expected to be absorbed into current budgeted resources.