

News Release

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OLCC Commission to Consider Extending Alcohol Deliveries Stiffens Penalties for Alcohol Sales to Minors

Commissioners Clarify Definition of "Milk" Redeemable Containers Ratify Stipulated Alcohol Violation Settlements

PORTLAND, OR. – The Oregon Liquor Control Commission has taken initial steps to allow Oregon's alcohol manufacturing and hospitality industries to continue to make limited alcohol deliveries. Also at its **regular monthly meeting on June 18, 2020,** Commissioners stiffened fines for alcohol sales to minors and took temporary action to align public safety rules with social distancing guidance. Additionally, the Commission approved stipulated settlements for cases involving three alcohol licensees and clarified definitions for a specific classification of redeemable containers.

In an effort to help businesses survive during the COVID-19 outbreak, the Commission took temporary action to enable licensees to deliver factory sealed containers of alcohol to consumers. The Commission's action at its June meeting paves the way for those temporary changes to become permanent. The current delivery rules are temporary and will expire this fall. Rulemaking will provide an opportunity for licensees, public safety and health partners to provide advice on these proposed changes, and this summer the Commission will convene a stakeholder meeting as well as a public hearing to gather feedback.

The OLCC remains committed to balancing concerns about public safety while also trying to reduce the economic hardship on Oregon's craft brewing, distilling and wine making industries, according to OLCC Executive Director Steve Marks. When striking that balance it's hard to ignore the perilous position of those industries said Marks, citing recent data that Oregon's craft brewers alone saw a 20% slump in consumer sales.

"The actions that you've [the Commission] taken here on home delivery help that segment which has a lot of Oregon craft brew pubs and breweries that are utilizing the home delivery to try to keep their business going," said Marks.

Another change the Commission made stiffens the penalty for any licensee that sells alcoholic beverages to a minor. During the past year, staff worked with industry and public health partners to increase penalties for alcohol sales to minors, enhance safety protections for minor employees, and limit the sales of CBD alcoholic beverages that are not approved by federal regulators. The changes also broaden the types of acceptable identification and requires licensees to post OLCC licensing documentation prior to the OLCC issuing a permanent license.

In an effort to further protect public safety, the Commission took temporary action limiting the hours of service for alcohol. This aligns the Commission's rules with both the <u>Governor's Executive Order 20-27</u> and Oregon Health Authority <u>Phase One</u> and <u>Phase Two</u> guidance for bars and restaurants. This ensures OLCC has the necessary authority to act against licensees that violate state mandated social distancing guidelines.

Commissioners also clarified the distinction between milk and plant-based milk beverages by defining which type qualifies for redemption. This action removes specific containers from having a redemption value.

Finally, Commissioners ratified the following violation fines and suspensions based on stipulated settlements (*detailed information on specific cases can be found here on the OLCC website*):

TOWN & COUNTRY MARKET 2 (O) in **Grants Pass**, sold alcoholic beverages to a visibly intoxicated patron. The licensee has agreed to either pay a fine of \$1,485 **OR** serve a nine-day license suspension.

Licensee is Kamboj Retail, LLC; Gurmeet Mehrok, Member.

LOS ARCOS (F-COM) in **Salem**, violated the Executive Order (20-07 and 20-14) which prohibited on premises consumption. The licensee has agreed to either pay a fine of \$4,125 2020 **OR** serve a 25-day suspension.

Licensee is Rosa Membreno-Cardenas, President/Secretary/Director, Stockholder; Estate of Walter Cardenas, by Vladimir Membreno, Personal Representative, Stockholder.

DONNIE VEGAS (F-COM) in **Portland**, allowed employees to consume alcoholic beverages while on duty and after 2:30 am. Additionally, one employee was observed pouring an alcoholic beverage directly into a patron's mouth from a punctured beer can. The Licensee has agreed to either pay a fine of \$8,745 **OR** serve a 53-day license suspension.

Licensee is Old Vegas, LLC; Benjamin Artaiz, Managing Member; Jeremy Wilson, Member.

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A copy of the Stipulated Settlement Agreements for Alcohol Violation Cases can be found on the <u>OLCC website</u>, on the Laws & Rules page under the <u>Final Orders</u> section.