Jerralynn FXF i



451 S. First Ave., Suite 700, Hillsboro, OR 97123 Administration - 648-6646 FAX - 648-4175 Client Assistance - 648-0829

Board of Directors

Shirley Huffman, Chair for Mayor Gordon Faber Cindy Hirst, Vice Chair Maria Loredo, Secretary Gregory Zuffrea, Treasurer

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Jerralynn Ness, Executive Director

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- Housing Development
- Housing Services
- Information & Referral
- Parenting Education
- Transitional Housing
- Weatherization

March 6, 1995

MEMO

To:

David Teppela, President

Washington County Winegrower's Association

From:

Jerralynn Ness, Executive Director

Subject:

Wine Raffle Update

It was nice to talk to you today. In summary, Bob Shoemaker and I concluded after three meetings with the OLCC staff, that legislation was needed to give the OLCC the statutory authority to permit wine to be raffled as a prize. At WCCAO's request, Bob was able to get a bill drafted and introduced that would accomplish our goals. Attached is a copy of SB453, which has passed the Senate and will now go to the House, along with a copy of a letter from Bob Shoemaker to Senator Bill Kennemer. We are expecting this Bill to pass the House but if we hear of opposition developing we may need testimony or a letter of support from the Winegrower's Association.

We will tentatively plan to meet with your group on April 7, 1995 but will wait for your call to confirm the meeting and its location. If I am not available when you call, please ask for Carren Woods, WCCAO Development Director. I was very pleased to hear that October through December would be particularly good months to hold our raffle. It finally feels like this will really happen!

Please let the Association know how much we appreciate their support and hanging in there with us on this raffle. The good news is that it will be clear sailing for any winegrower in Oregon to donate wine to be raffled for a charitable, non-profit organization. See you soon.

CC Carren Woods
Carol Clark



Senate Bill 453

Sponsored by COMMITTEE ON BUSINESS AND CONSUMER AFFAIRS (at the request of Washington County Community Action Organization)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure as introduced.

Prohibits use of alcoholic liquor as prize, premium or consideration for lottery, contest, game of chance or skill, or competition of any kind. Exempts wine raffled by charitable, nonprofit corporation. Authorizes issuance of special retail wine license for wine raffle.

A BILL FOR AN ACT

- Relating to alcoholic liquor; creating new provisions; and amending ORS 471.290.
- 3 Be It Enacted by the People of the State of Oregon:
 - SECTION 1. Section 2 of this Act is added to and made a part of ORS chapter 471.
 - SECTION 2. (1) Except as provided in subsection (2) of this section, alcoholic liquor may not be given as a prize, premium or consideration for a lottery, contest, game of chance or skill, or competition of any kind.
 - (2) A charitable, nonprofit corporation may conduct raffles for wine and arrange for delivery of the wine to the residence of the person winning a raffle.

SECTION 3. ORS 471.290 is amended to read:

- 471.290. (1) Any person desiring a license or renewal of a license shall make application to the Oregon Liquor Control Commission upon forms to be furnished by the commission showing the name and address of the applicant, the applicant's citizenship, location of the place of business which is to be operated under the license, and such other pertinent information as the commission may require. No license shall be granted or renewed until the provisions of the Liquor Control Act and the rules of the commission have been complied with.
- (2) Except as provided in this section, the commission shall assess a nonrefundable fee for processing each application for any license authorized by ORS chapter 471 and ORS 474.105 and 474.115 or ORS chapter 472, in an amount equal to 25 percent of the license fee. The commission shall not begin to process any license application until the application fee is paid. If the commission allows an applicant to apply at the same time for alternative licenses at one premises, only the application fee for the most expensive license shall be required. If a license is granted or committed, the application fee of 25 percent shall be applied against the annual license fee. This subsection shall not apply to an agent's license, a salesperson's license, a manufacturer certificate of approval, a druggist's license, a health care facility license or to any license which is issued for a period of less than 30 days.
- (8) Subject to subsection (4) of this section, the commission shall assess a nonrefundable fee for processing a renewal application for any license authorized by ORS chapter 471 and ORS 474.105 and 474.115 or ORS chapter 472 only if the renewal application is received by the commission less than 20 days before expiration of the license. If the renewal application is received prior to expira-

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 tion of the license but less than 20 days prior to expiration, this fee shall be 25 percent of the annual license fee. If a renewal application is received by the commission after expiration of the license but no more than 80 days after expiration, this fee shall be 40 percent of the annual license fee. This subsection shall not apply to an agent's license, a salesperson's license, a manufacturer certificate of approval, a druggist's license, a health care facility license, a brewery-public house license or to any license which is issued for a period of less than 30 days.

- (4) The commission may waive the see imposed under subsection (8) of this section if it finds that failure to submit a timely application was due to unforeseen circumstances or to a delay in processing the application by the local governing authority that is no fault of the licensee.
- (5) The annual license fee is nonrefundable and shall be paid by each applicant upon the granting or committing of a license. The annual license fee and the minimum bond required of each class of license are as follows:

	·			
		Mi	nimum	
	License	Fee		Bond
	Brewery, including			
	Cortificate of Approval\$	500	\$	1,000
	Winery	250		1,000
9	Distillery	100		None
)	Wholesale Malt			
1	Beverage and Wine	275		1,000
;	Bottler	150		None
i	Restaurant	200		None
	Certificate of Approval,			
	Class A	15		None
	Certificate of Approval,			
7	Clare B	50		None
;	Package Store	50		None
ı	Package Store Tasting	75		None
	Druggist	δ		None
	Railroad System or Public			
	Passenger Carrier			
	or Boat	100		None
	Industrial Alcohol	50		None
	Retail Mait Boverage	200		None
	Health Care Facility	5		None
	Warehouse	100		1,000
	Special retail beer			
	license may be			
	issued for any picnic,			
	convention, fair, civic			
	or community enterprise			
	or business promotion on			
	a licensed premises at\$	lO per o	lay	
	Special rotail wine	•	. •	
	• • • • • • • • • • • • • • • • • • • •			

1	license may be issued
2	for any special auction,
3	wine raffle, picnic, convention,
4	fair, civic or community
Б	enterprise or business
6	promotion on a licensed
7	premises at \$ 10 per day
8	Special events winery
9	license may be
10	issued to a
11	winery licensee at \$ 10 per day
12	Bed and breakfast
13.	license \$ 5 per guest unit
14	Brewery-Public House,
15	including Certificate
16	of Approval\$250 \$ 1,000
17	Grower's sales privilege
18	license \$250 \$ 1,000
19	Special events grower's
20	sales privilege
21	license \$ 10 per day
22	Agent \$125 for five years
23	Salesperson\$ 25 for five years
24	Winery Salesperson \$ 35 for five years
25	

ATTORNEY AT LAW
800 BENJ. FRANKLIN PLAZA
ONE SOUTHWEST COLUMBIA
PORTLAND, OREGON 97258-2095

SPECIAL COUNSEL FOR HALLMARK, KEATING & ABBOTT, P.C.

TELEPHONE (503) 222-4422 TELECOPIER (503) 796-0699

January 12, 1995

VIA FACSIMILE

Paul R. Romain Attorney at Law 1211 S.W. Fifth Avenue 30th Floor Portland, OR 97204

Dear Paul:

This follows up our recent conversation regarding proposed legislation to enable the OLCC to permit wine raffles to benefit Section 501(c)(3) charitable organizations. Since then, I talked to Paul Williamson at the OLCC and met with the Executive Committee of Washington County Community Action Organization, my client.

My proposal to OLCC's staff was to seek legislation permitting charitable wine raffles as a new category of special retail wine licenses and to make all other necessary changes by rule. Williamson countered by requesting we also seek legislation to convert the present OLCC rule against using alcoholic beverages as a prize into statute with an exception for the raffling of wine to benefit charities.

I would appreciate your thoughts on these two possible approaches and would very much appreciate the support of our efforts by your client, the wine wholesalers.

ATTORNEY AT LAW

Paul R. Romain January 12, 1995 Page 2

Let me mention that I plan to enlist other charitable organizations to our cause and hopefully, obtain the support of the Office of Alcohol and Drug Abuse Programs of DHR.

I look forward to your response.

Sincerely,

Robert C. Shoemaker

RCS/sbp

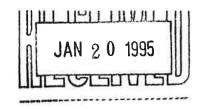
cc: Jerralynn Ness

ATTORNEY AT LAW

800 BENJ. FRANKLIN PLAZA

ONE SOUTHWEST COLUMBIA

PORTLAND, OREGON 97258-2095



SPECIAL COUNSEL FOR HALLMARK, KEATING & ABBOTT, P.C.

TELEPHONE (503) 222-4422 TELECOPIER (503) 796-0699

January 19, 1995

Jerralynn Ness
Executive Director
Washington County Community
Action Organization
451 S. First Avenue, Suite 700
Hillsboro, OR 97123

Re: Wine Raffle to Benefit Capital Campaign

Dear Jerralynn:

This will summarize our plan to gain OLCC permission to raffle cases of wine to benefit WCCAO's capital campaign and, in later years, to help fund the services WCCAO provides to the community.

This fund raising opportunity was developed by the Washington County Wine Growers Association as a way to support WCCAO. The plan would be for raffle tickets to be sold at Washington County wine tasting houses and winery events over the Spring and Summer months for perhaps \$5.00 each. At the Fall drawing, there would be three winners, each winning a wine cellar of 15 cases of assorted Washington County wines, donated by wineries and delivered to the homes of the winners. All proceeds, in the first year, would go to WCCAO's capital campaign. The wine growers anticipate that this could become an annual event, with subsequent proceeds benefiting WCCAO's charitable activities. The only snag was that there seemed to be no lawful way to do this within the current Administrative Rules of the Oregon Liquor Control Commission.

You and I met three times with OLCC staff--particularly Paul Williamson and Darleene Meyer--to explore how our plan might be accomplished. The upshot of those meetings is the staff's belief that we need both legislation and rule amendments for two reasons:

1. There is a long standing OLCC Administrative Rule that alcoholic beverages shall not be used as a prize in any raffle or other game of chance; and

ATTORNEY AT LAW

Jerralynn Ness January 19, 1995 Page 2

2. Even if we were able to amend that rule to permit wine raffles for charities, there is no licensing category that accommodates our plan.

On Tuesday, January 10, I proposed to Mr. Williamson by telephone that we seek legislation to permit the raffling of wine to benefit a Section 501(c)(3) charitable organization as a special retail wine license category and that we amend the OLCC Rules as necessary to accommodate that legislation. Mr. Williamson thought this a logical approach and seemed supportive, but requested that we also seek to convert into legislation the OLCC Rule against using alcoholic beverages as a prize, with a charitable wine raffle exception. At the Executive Committee meeting that evening, we agreed to OLCC's proposal.

Mr. Williamson also suggested that we recruit other charitable organizations to our cause so that our bill will not be seen as the effort by a single charity to benefit itself. He also suggested that in addition to seeking support from the Washington County and Oregon State Wine Growers Associations and the wine wholesalers (which I had proposed), we talk to Jeff Kushner of the State Office of Alcohol & Drug Abuse Programs and Gary Smith of The Oregon Partnership (a coalition opposed to alcohol abuse) in an effort to obtain their support or at least neutrality. I am following up on those suggestions.

Regarding the cost of this effort, I am advised by a seasoned lobbyist that a typical fee to lobby for passage of a single bill is a flat fee in the range of \$12,000 to \$30,000. A fee at the low end of that range seems reasonable in this case, particularly because in addition to the legislation we will also be working with OLCC to draft and obtain the accompanying regulations; working on both tracks at the same time so that the rules will be in place when the statute becomes effective. Nonetheless, if WCCAO should be the only client in this effort, I will undertake the task for \$5,000 because of my relationship with WCCAO and its need to use all possible funds for charitable purposes. I certainly hope, however, that other interested organizations such as the wine growers, local and statewide--as well as charitable organizations will contribute as necessary to fund a total fee of \$15,000 for this dual legislative and regulatory effort.

My plan of action at this point will be to seek support of other organizations as outlined above, to agree on the bill and regulations that we will seek, to ask Senator Kennemer, chair of the Senate Committee on Business and Consumer Affairs to request legislative counsel to draft the bill, to request introduction of the bill by that committee and then do what is necessary to schedule a hearing on the bill, to meet with members of the committee shortly before the hearing is scheduled, to present the bill at that hearing and participate if appropriate at subsequent hearings and work sessions, and to meet with such other legislators as may be

ATTORNEY AT LAW

Jerralynn Ness January 19, 1995 Page 3

helpful, and then to repeat this effort in the House after the Senate adopts the bill. Regarding the regulations, I will develop proposed rules in consultation with OLCC staff, meet with OLCC commissioners to win their support, testify at OLCC hearings and generally do all things necessary and proper to gain our objective. Throughout I will work closely with you and your counterparts with other members of the client group and will meet with client boards and committees as appropriate. I also hope and expect that you will join me for meetings with legislators and OLCC commissioners and for presentations before committees and the OLCC.

If you have any comments or questions concerning this plan of action, I would appreciate your call.

Sincerely,

Robert C. Shoemaker

RCS/sbp

JAN 3 1 1995

Chair Senator Bill Kennemer

Vice-Chair Senator John Lim

Members Senator Gene Derfler Senator Joan Dukes Senator John Lim Senator Bill McCoy



Darrell W. Fuller, Administrator

OREGON STATE SENATE

Committee on Business and Consumer Affairs

Capitol Building, Room 335 Salem Oregon 97310 (503) 986-1689

January 26, 1995

The Honorable Robert Shoemaker Attorney at Law 800 Benj. Franklin Plaza One Southwest Columbia Portland, Oregon 97258-2095

Re:

LC2701; Wine raffle to benefit charities

Dear Mr. Shoemaker:

Following is a Legislative Concept (#2701) which was drafted at your request. It is being forwarded to you for review. If it appears to address your concerns appropriately, please let me know and it will be scheduled for review by the Committee for introduction as a Committee measure.

If you would like any modifications to the LC, please let me know in writing. You can fax changes to the Committee office at (503) 986-1005.

I look forward to hearing from you at your earliest convenience.

Kind Regards,

Darrell W. Fuller

Enclosure

Co: Senator Bill Kennemer, Chair

LC 2701 1/27/95 (DH/hl)

DRAFT

HALLMARK KEATING

SUMMARY

Prohibits use of alcoholic liquor as prize, premium or consideration for lottery, contest, game of chance or skill, or competition of any kind. Exempts wine raffled by charitable nonprofit corporation. Authorizes issuance of special retail wine license for wine raffle.

A BILL FOR AN ACT

- Relating to alcoholic liquor; creating new provisions; and amending ORS 2 3 471.290.
- Be It Enacted by the People of the State of Oregon:
- SECTION 1. Section 2 of this Act is added to and made a part of 5 ORS chapter 471. 6
- SECTION 2. (1) Except as provided in subsection (2) of this section, 7
- alcoholic liquor may not be given as a prize, premium or consideration 8
- for a lottery, contest, game of chance or skill, or competition of any 9
- kind. 10

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- (2) A charitable, nonprofit corporation may conduct raffles for wine 11 and arrange for delivery of the wine to the residence of the person 12
- 13 winning a raffle.
- SECTION 3. ORS 471.290 is amended to read: 14
- 471.290. (1) Any person desiring a license or renewal of a license shall 15
- make application to the Oregon Liquor Control Commission upon forms to 16
- be furnished by the commission showing the name and address of the appli-17
- cant, the applicant's citizenship, location of the place of business which is 18
- to be operated under the license, and such other pertinent information as the 19
- commission may require. No license shall be granted or renewed until the 20
- provisions of the Liquor Control Act and the rules of the commission have 21
- been complied with. 22

LC 2701 1/27/95

- (2) Except as provided in this section, the commission shall assess a 1 nonrefundable fee for processing each application for any license authorized 2 by ORS chapter 471 and ORS 474.105 and 474.115 or ORS chapter 472, in an 3 amount equal to 25 percent of the license fee. The commission shall not begin 4 5 to process any license application until the application fee is paid. If the commission allows an applicant to apply at the same time for alternative li-6 censes at one premises, only the application fee for the most expensive license shall be required. If a license is granted or committed, the application fee of 25 percent shall be applied against the annual license fee. This sub-9 section shall not apply to an agent's license, a salesperson's license, a man-1,0 ufacturer certificate of approval, a druggist's license, a health care facility 11 license or to any license which is issued for a period of less than 30 days. 12
- 13 (3) Subject to subsection (4) of this section, the commission shall assess a nonrefundable fee for processing a renewal application for any license au-14 thorized by ORS chapter 471 and ORS 474.105 and 474.115 or ORS chapter 15 472 only if the renewal application is received by the commission less than 16 20 days before expiration of the license. If the renewal application is received 17 prior to expiration of the license but less than 20 days prior to expiration, 18 this fee shall be 25 percent of the annual license fee. If a renewal application 19 is received by the commission after expiration of the license but no more 20 than 30 days after expiration, this fee shall be 40 percent of the annual li-21 cense fee. This subsection shall not apply to an agent's license, a 22 salesperson's license, a manufacturer certificate of approval, a druggist's li-23 cense, a health care facility license, a brewery-public house license or to any 24license which is issued for a period of less than 30 days. 25
- 26 (4) The commission may waive the fee imposed under subsection (3) of this 27 section if it finds that failure to submit a timely application was due to un-28 foreseen circumstances or to a delay in processing the application by the 29 local governing authority that is no fault of the licensee.
- 30 (5) The annual license fee is nonrefundable and shall be paid by each 31 applicant upon the granting or committing of a license. The annual license

LC 2701 1/27/95

3			Mir	กใหญาก						
4	License	Fee		Bond						
5	Brewery, including						120			
6	Certificate of Approval \$	500	s	1,000						
7	Winery	250		1,000						
8	Distillery	100		None						
9	Wholesale Malt									
0	Beverage and Wine	275		1,000		•				
1	Bottler	150		None						
2	Restaurant	200		None						
3	Certificate of Approval,									(a
4	Class A	15		None					•	
5	Certificate of Approval,									
6	Class B	50		None		S,				
7	Package Store	50		None			¥			
8	Package Store Tasting	75		None						
€	Druggist	5		None						
)	Railroad System or Public									
Į.	Passenger Carrier									
2	or Boat	100		None				Ti Ti		
3	Industrial Alcohol	50		None						*
Į.	Retail Malt Beverage	200		None						
5	Health Care Facility	5		None	jij					
,	Warehouse	100		1,000						
	Special retail boor									
	license may be									
	issued for any picnic,									
	convention, fair, civic									
	or community enterprise									

LC 2701 1/27/95

1	or business promotion on
2	a licensed premises at\$ 10 per day
3	Special rotall wine
4	license may be issued
5	for any special auction,
6	wine raffle, picnic, convention,
7	fair, civic or community
8	enterprise or business
9	promotion on a licensed
10	premises at \$ 10 per day
11	Special events winery
12	license may be
13	issued to a
14	winery licensee at\$ 10 per day
15	Bed and breakfast
16	license\$ 5 per guest unit
17	Brewery-Public House,
18	including Certificate
19	of Approval \$250 \$ 1,000
20	Grower's sales privilege
21	license \$250 \$ 1,000
22	Special events grower's
23	sales privilege
24	license \$ 10 per day
25	Agent \$125 for five years
26	Salesperson \$ 25 for five years
27	Winery Salesperson \$ 35 for five years
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ATTORNEY AT LAW

800 BENJ. FRANKLIN PLAZA

ONE SOUTHWEST COLUMBIA
PORTLAND, OREGON 97258-2095

SPECIAL COUNSEL FOR HALLMARK, KEATING & ABBOTT, P.C.

TELEPHONE (503) 222-4422 TELECOPIER (503) 796-0699

January 30, 1995

Fred VanNatta VanNatta Public Relations P.O. Box 135 559 Union Street, N.E. Salem, OR 97308

Re: Washington County Community Action Organization

Dear Fred:

This follows up on our conversation at the Hello Party last week.

In addition to working with you on behalf of the Multnomah County Medical Society, I have been asked to represent the Washington County Community Action Organization ("WCCAO") in obtaining legislation to permit the raffling of table wine to benefit charitable organizations and to work with OLCC in developing regulations for that bill. The plan is to work on both tracks at the same time so that when and if the legislation is passed, the regulations will be in place.

WCCAO has requested advice from a veteran lobbyist on what might be a normal and reasonable fee to be charged for the above services. Since I serve on WCCAO's board, I will be providing my services at substantially less than a normal fee. Nonetheless, WCCAO does need the information requested in order to enter into a contract with me without first putting it out for competitive bid.

Your prompt response would be very much appreciated. Thank you,

Sincerely,

Robert C. Shoemaker

RCS/sbp

cc: Jerralynn Ness

OREGON GOVERNMENT STANDARDS; O PRACTICES COMMISSION 100 HIGH STREET SE, SUITE 22

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ALE	EM,	OR	9731	LO			
03	_	378-	5105				
03	-	373-	1456	FAX			

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FEE: YES	NO
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BY:	

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		PLE	ASE TYPE	OR PRINT					
LOBBYIST NAME	LAST	Shoemaker		FIRST Rob	ert	325	м. г. С		
BUSINESS ADDRESS	STREET	One S.W. Columbia,	Suite	800		ZIP	717		
		Portland		OR		97258	3		
PHONES	BUSINESS		FAX	0.000		DURING SESSION			
DO YOU REC		222-4422 DMPENSATION FOR BEING F YES X	LOBBYI	5-0699 ST? NO					
ARE YOU A	PUBLIC	EMPLOYEE WHO LOBBIES O		F OF YOUR P	UBLIC AGEN	NCY EMPLOYER?			
EMPLOYER NAME		Washington County	Communi	ity Action	Organi:	zation			
EMPLOYER	STREET	451 S. First Avenu	e. Suit	e 700					
ADDRESS		Hillsboro	STATE OR			^{ZIP} 97123			
PHONES	OFFICE		FAX			OTHER			
		648-6646	648	3-4175					
TYPE OF BUSINESS		Charitable organiz operate Head Start							
SUBJECT(S) OF LEGIS- LATIVE INTEREST	1	Bill to authorize charitable organiz		of wines	for bene	efit of			
NAME OF ANY		R OF THE OREGON LEGISI None	ATIVE AS	SSEMBLY EMPI	LOYED BY I	OBBYIST'S EM	PLOYER:		
NAME OF ANY	INESS,	R OF THE OREGON LEGISL AS DEFINED IN ORS 244. None	ATURE EN	1PLOYED BY 1 TH WHICH LOI	LOBBYIST, BBYIST IS	OR WHO IS ASS ALSO ASSOCIA	SOCIATED FED:		
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SIGNATURE _					DATE				

NAME/TITLE

ATTORNEY AT LAW
800 BENJ. FRANKLIN PLAZA
ONE SOUTHWEST COLUMBIA
PORTLAND, OREGON 97258-2095

SPECIAL COUNSEL FOR HALLMARK, KEATING & ABBOTT, P.C.

TELEPHONE (503) 222-4422 TELECOPIER (503) 796-0699

January 19, 1995

The Honorable Bill Kennemer Chair, Senate Committee on Business and Consumer Affairs Oregon State Senate Capitol Building Salem, Oregon 97310

Re:

Wine raffle to benefit charities

Dear Bill:

During my years in the Senate, I served on the board of the Washington County Community Action Organization. WCCAO is a private, non-profit corporation which helps low income families meet their emergency and basic needs, runs the Head Start program in Washington County and provides other social services. WCCAO is in the middle of a capital campaign to build a multi-service center to house its ever expanding services. To raise funds, the Washington County Wine Growers Association offered to donate cases of Washington County wines to be raffled off and delivered to wine cellars of the lucky winners. Unfortunately, this runs afoul of a long standing Administrative Rule of the Oregon Liquor Control Commission which prohibits using alcoholic beverages as a prize for any game of chance, including raffles.

Jerralynn Ness, the executive director of WCCAO, and I met several times with OLCC staff and find them supportive of our proposal but believing that it will take legislation to make it possible. The purpose of this letter is to ask if you would request legislative counsel to draft our bill and to then request the Business and Consumer Affairs Committee to introduce the bill as a committee bill. We also hope the bill will have a hearing and a work session.

At the OLCC's request, the bill would legitimize the existing rule (which has no specific statutory base) by enacting it as legislation, subject to an exception for wine raffles to benefit

ATTORNEY AT LAW

The Honorable Bill Kennemer January 19, 1995 Page 2

charitable organizations. Paraphrasing the Administrative Rule, the bill we request might read as follows:

"Except for wine raffled for off premises delivery for the sole benefit of a public benefit corporation recognized as exempt under Section 501(c)(3) of the Internal Revenue Code, no licensee or permittee will give or permit any alcoholic beverage as a prize, premium or consideration for any lottery, contest, game of chance or skill, or any competition of any kind on or off a licensed premises."

In addition, ORS 471.290(5) should be amended to include "wine raffle" as a category of special retail wine license.

Thank you for your accommodation of this request. I look forward to being seated in the witness chair before your committee in the weeks ahead.

Sincerely,

Robert C. Shoemaker

RCS/pr cc: Jerralynn Ness, WCCAO Paul Williamson, O.L.C.C.

ATTORNEY AT LAW 800 BENJ. FRANKLIN PLAZA ONE SOUTHWEST COLUMBIA



SPECIAL COUNSEL FOR HALLMARK, KEATING & ABBOTT, P.C. PORTLAND, OREGON 97258-2095

February 24, 1995

The Honorable Eldon Johnson Chair, House Commerce Committee Oregon State House of Representatives Capitol Building, H-392 Salem, OR 97310

SB 453-Permitting Wine Raffles to Benefit

Charities

Dear Eldon:

I enjoyed and appreciated the chance to talk with you about Senate Bill 453 on Wednesday and am pleased to report that yesterday the bill was passed by the Senate by a vote of 24-4. Enclosed is a copy.

Sincerely,

Robert C. Shoemaker

RCS/sbp Enclosure

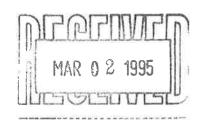
cc: Jerralynn Ness Executive Director Washington County Community Action Organization

ATTORNEY AT LAW

800 BENJ. FRANKLIN PLAZA

ONE SOUTHWEST COLUMBIA

PORTLAND, OREGON 97258-2095



TELEPHONE (503) 222-4422 TELECOPIER (503) 796-0699

SPECIAL COUNSEL FOR HALLMARK, KEATING & ABBOTT, P.C.

March 1, 1995

Jerralynn Ness Executive Director Washington County Community Action Organization 451 South First Avenue, Suite 700 Hillsboro, OR 97123

Re: SB 453

Dear Jerralynn:

As I told you by telephone, I talked last week with Representative Eldon Johnson, who chairs the House Commerce Committee to which SB 453 will probably be assigned. Eldon and I have had a good relationship over the years. I mentioned to him that I had a bill I thought would find its way to his committee. He was very interested and favorably inclined. At this point it looks like clear sailing in the House, just as in the Senate where our bill was adopted 24 to 4 after a unanimous committee vote. But you never know in this business until the bill is signed by the Governor.

On the negative side, I enclose a letter of February 16 from Jeffrey Kushner, who is the Assistant Director of the Office of Alcohol and Drug Abuse programs. His letter is addressed to Senator Kennemer and predictably rails against our bill. It comes too late, of course, but let's hope he does not figure that out and sends it to others in the legislature.

Sincerely,

Robert C. Shoemaker

RCS:dmm Enclosure February 16, 1995

The Hon. Bill Kennemer Chairperson, Senate Committee on Business & Consumer Affairs 335 State Capitol Salem, OR 97310

Dear Senator Kennemer:

The Oregon Legislative Assembly in 430.290 gave the responsibility "to prevent alcoholism and drug dependency" to the Mental Health and Developmental Disability Services Division (Office of Alcohol and Drug Abuse Programs, 1985).

In carrying out that responsibility, I would like to raise some questions and concerns regarding Senate Bill 453 and the legalization of allowing alcoholic beverages, in this case wine, as a raffle prize or premium for non-profit corporations in Oregon and the delivery thereof to the residence of the winner.

Although on the face of it this bill seems mostly harmless, it is one more step in a long process or set of steps that leads to the normalization of alcohol consumption by Oregonians--a normalization that has led to a variety of problems in our state resulting in extraordinary costs to families, medical and social agencies, businesses and industry, and criminal justice and law enforcement agencies. These problems include and are not limited to: increased suicides, personal and property crimes, child abuse and neglect, fatal falls, drownings, fires, homicides, a significant level of unintentional injuries, assaults, spousal abuse, foster care placements, lost productivity on the job, and the list goes on and on.

The 1994 Oregon Student Drug Use Survey indicates that over 11 percent of our 6th graders have used alcohol in the past month and that junior high and high school students have increased their use between 1992 and 1994 by 13.7 percent and 11.2 percent respectively.



DEPARTMENT OF

HUMAN

RESOURCES

Human Resources Building

OFFICE OF ALCOHOL AND DRUG ABUSE PROGRAMS



John A. Kitzhaber Governor



500 Summer Street NE Salem, OR 97310-1016 Salem - (503) 945-5763 FAX - (503) 378-8467 TTY - (503) 945-5893

HRB 1016 (Rev. 12/94)

The Hon. Bill Kennemer Page 2 February 16, 1995

So . . . we ask the following questions:

- 1. Should we continue to pass legislation, liberalize policies, and effectuate administrative rules that continue to "normalize" the access to and consumption of beverage alcohol?
- 2. What about the 33 to 40 percent of Oregonians who may want to support their local non-profit agency, want to buy a raffle ticket, but do not drink alcohol? Why shouldn't the winery contribute funds so the raffle winner can choose whether they want to purchase alcohol . . . or not?
- 3. Many non-profits exist to serve our children. Does this send the wrong message to our children? Do we need to raffle alcohol beverages in order to maintain services to our children?

Lastly, can we reduce the problems caused by the consumption of alcohol if we continue to pass legislation and otherwise make decisions reinforcing the message that alcohol is not a problem, in fact can do great things for us (make us popular, make us sexy, make us rich--as the industry would have us believe) and ought to be a prize at a raffle? The answer is clear. The answer is no. Thank you.

27. Kushner

Sincerely,

Jenney N. Kushner

Assistant Director

JNK:mb

ATTORNEY AT LAW

800 BENJ. FRANKLIN PLAZA

ONE SOUTHWEST COLUMBIA

PORTLAND, OREGON 97258-2095

SPECIAL COUNSEL FOR HALLMARK, KEATING & ABBOTT, P.C.

TELEPHONE (503) 222-4422 TELECOPIER (503) 796-0699

March 9, 1995

Jerralynn Ness
Executive Director
Washington County Community Action
Organization
451 South First Avenue, Suite 700
Hillsboro, OR 97123

Re: SB 453

Dear Jerralynn:

I learned yesterday that our bill was assigned to the House Committee on General Government and Regulatory Reform, Subcommittee on State and Federal Affairs. The whole committee is chaired by Representative Bob Tiernan. The subcommittee is chaired by Representative Bill Markham. Apparently, all OLCC bills are being referred to Markham's subcommittee. I had a pleasant chat with him on the telephone today and as I explained the bill to him, he said he saw no problem with it. Markham is an old legislative veteran and a decent guy. I think he shares the view of most Republicans that the less government is involved in our affairs, the better. This should lead him to look upon our bill favorably and his comment to me tends to bear this out.

I also learned that no Senate bill will be considered by this committee until after April 15, which is the deadline for House committees to deal with House bills. The committee did deal with a half dozen alcohol related bills in late February and our bill just missed these hearings. Apparently, the hearing on those bills was at 1:00 p.m. on the very day that our bill was assigned to that committee. The bills that were heard were no doubt filed before the session began.

Sincerely,

Robert C. Shoemaker

RCS:dmm Enclosure

ATTORNEY AT LAW
800 BENJ. FRANKLIN PLAZA
ONE SOUTHWEST COLUMBIA
PORTLAND, OREGON 97258-2095

SPECIAL COUNSEL FOR HALLMARK, KEATING & ABBOTT, P.C.

TELEPHONE (503) 222-4422 TELECOPIER (503) 796-0699

April 27, 1995



The Honorable Barbara Ross Vice-Chair H-366 Oregon State Capitol Salem, OR 97310

Re:

Senate Bill 453 -- Wine Raffles to Benefit Charities

Dear Barbara:

Senate Bill 453 will be before your Committee today for a work session. By mistake I missed the hearing on the bill last week so let me make my case by this letter.

During my six years in the Senate, I served on the board of the Washington County Community Action Organization ("WCCAO"). WCCAO is a private, non-profit corporation which helps low income families meet their emergency and basic needs, runs the Head Start Program in Washington County and provides other social services. WCCAO is in the middle of a capital campaign to build a multi-service center to house many of its services. To raise funds, the Washington County Wine Growers Association offered to donate cases of Washington County wines to be raffled off and delivered to the homes of the lucky winners. Unfortunately, this runs afoul of a long standing Administrative Rule of the Oregon Liquor Control Commission which prohibits using alcoholic beverages as a prize for any game of chance, including raffles.

Jerralynn Ness,, the Executive Director of WCCAO, and I met several times with OLCC staff and found them supportive of our proposal but believing that it will take legislation to make it possible. The result of these meetings was SB 453. The bill would legislate the rule against using alcohol as a prize, carving out an exception for wine raffles to benefit charitable organizations which in turn benefit the public at no public cost. I hope you will agree with the

The Honorable Barbara Ross April 27, 1995 Page 2

OLCC staff that the "evils of drink" do not include table wine served with dinner or at other household gatherings; especially wine produced in Oregon by one of our premier agricultural industries.

Please vote "yes" on SB 453.

Sincerely,

Robert C. Shoemaker

RCS:pr Enclosure

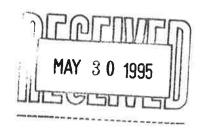
cc: Jerralynn Ness

Bo-file please

ROBERT C. SHOEMAKER

ATTORNEY AT LAW

800 BENJ. FRANKLIN PLAZA
ONE SOUTHWEST COLUMBIA
PORTLAND, OREGON 97258-2095



TELEPHONE (503) 222-4422 TELECOPIER (503) 796-0699

SPECIAL COUNSEL FOR HALLMARK, KEATING & ABBOTT, P.C.

May 24, 1995



The Honorable John Kitzhaber Governor, State of Oregon 254 State Capitol Salem, Oregon 97310

Re: Senate Bill 453 - Wine Raffles to Benefit Charities

Dear John:

I represent the Washington County Community Action Organization which obtained passage of a bill to permit charities to conduct raffles of table wine. We had the support of the OLCC staff and at their request included in the bill a provision which, except for wine raffles by charities, legislates a long standing OLCC rule against using alcoholic beverages as a prize in games of chance or skill. In effect this bill treats wine raffles much like wine auctions with which we are all familiar and will encourage Oregon wine growers to contribute table wine to benefit charitable organizations.

I hope SB453 will meet with your approval. If you or your staff have any questions or concerns about it, however, I would very much appreciate a call.

Sincerely,

RCS/pr

c.c. Jerralynn Ness (WCCAO)

OREGON LIQUOR CONTROL COMMISSIONERS

Chair Gene Hallman, 2nd Congressional District, Pendleton Attorney in private practice

39 SE 3rd Street Pendleton, Oregon 97801 503-276-3857

Appointed 8/15/87 to fill unexpired term of commissioner who resigned. Reappointed 4/1/90 - 3/31/94, 4/2/94 - 3/31/98

Commissioner Marc Kelley, 1st Congressional District, Portland Senior Vice President, Marketing One

400 SW 6th Suite 1000 Portland, Oregon 97204 503-220-0515, ext. 339

Appointed 4/1/90 - 3/31/94Reappointed 4/1/94 - 3/31/98

Commissioner Kaye Kennett, 4th Congressional District, Eugene Retired educator and health professional

8844 Evers Road Elmira, Oregon 97437 503-935-2733

Appointed 4/13/94 - 3/31/98

Commissioner Robert Puentes, 5th Congressional District and liquor industry representative, Salem Owner of La Estrellita Restaurants in Salem, Keizer, Aumsville, Corvallis, and Silverton

3295 Silverton Road NE Salem, Oregon 97303 503-362-7032

Appointed 2/9/94 - 2/28/98

Commissioner Amoy Williamson, 3rd Congressional District, Portland Senior Management Auditor, City of Portland

6420 NE 41st Avenue Portland, Oregon 97211 503-284-0921 (H)

Appointed 7/1/94 - 3/31/96 to fill unexpired term of commissioner who resigned.



Wine Cellar Raffle

Committee Meeting

Wednesday, October 5, 1994 2 p.m.

Tuality Health Education Center Classroom 1 334 S.E. 8th Hillsboro

Agenda Items

1. Legal options and time estimations on holding wine raffle -- Attorney Bruce Berning

2. Decide on a date to recommend to the Community Campaign Steering Committee regarding when we should stop planning to hold a raffle and begin to focus on another project.

3. Other fund-raising options to include in the Community Campaign.

Washington

County

Community

Action

Organization

451 S. First Ave.

Suite 700

Hillsboro, OR

97213

Telephone:

503.648.6646

Fax:

503.648.4175

Steering Committee:

Shirley Huffman, Chair

Carol Clark

Bob Colfelt

Gary Conkling

Linda Davis

Sandra Miller

Richard Porn

Sherry Robinson

Senator Bob Shoemaker

Dick Stenson

Bob Wayt

Russell Wilkinson