

YOUR ADVOCATES IN LOCAL, STATE AND NATIONAL GOVERNMENT

PRESENTED BY:

JANA MCKAMEY

Government Affairs and Member Relations Director OWA

PATTIE BJÖRNSON

Owner Björnson Vineyard

DAN WARNSHUIS Owner Utopia Vineyard

OWA MISSION

The Oregon Winegrowers Association <u>advances and</u> protects the investments of its members. Harnessing the power of statewide consensus, the OWA stands as a <u>vital</u> <u>advocate</u> for the health, growth and economic sustainability of Oregon's wine grape growing and wine production community.



THE REASONS TO JOIN

LEGISLATIVE

OWA is the <u>only</u> statewide organization scanning the horizon for emerging issues and **advocating to policymakers at the state and federal levels** to ensure the Oregon wine community's continued success.

REGULATORY

As the regulatory landscape becomes more complex, OWA members **stay informed** through timely compliance guidance and updates.

SAVINGS

Capture saving through preferred pricing with various benefit partners.



OWA & OWB

WHAT ARE THE DIFFERENCES?



- Funded by membership dues
- State and federal legislative and regulatory advocacy
- Compliance updates and guidance
- Cost savings



OREGON WINE BOARD

- <u>Tax funded</u>
- Marketing Oregon wine
- Viticulture and enology research
- Education

A SMART INVESTMENT

"The Oregon Winegrowers Association isn't funded by grape taxes, it is our industry trade organization and **if you are not a member you have no voice** in the most important regulatory, legislative and policy issues affecting Oregon's wine industry. Membership in the OWA is a **smart investment and critical to our business plan**."

Hilda and Earl Jones, Abacela Winery



WE'RE HERE FOR YOU!

"When an asphalt batch plant was proposed near numerous vineyards in the Eola-Amity Hills, timely legal guidance from OWA's land use counsel at Davis Wright Tremaine LLP played a key role in the application being withdrawn. **Knowing I can call on OWA when critical industry issues arise is invaluable and well worth the investment in membership**."

Pattie Björnson, Björnson Vineyard



REGIONAL INITIATIVES

Washington County

Lined up with Washington County growers and wineries to delay consideration of a proposed ordinance that could have required existing wineries to seek new permits and subject their basic operating practices to a new county review process

Eola-Amity Hills

Provided legal support to growers and winemakers in the Eola-Amity Hills threatened by a new asphalt batching operation near their vineyards

We're here for you!

Southern Oregon

Drafted food service guidelines for wineries located on farmland that has been endorsed by the DLCD and the OLCC, responding to a need for clarity around food service at wineries in Southern Oregon and other regions

Walla Walla Valley

Partnered with the Walla Walla Valley to craft a tailored alternative to a TTB proposal that could have jeopardized Oregon's stringent labeling rules. The alternative would allow for wider use of The Rocks District of Milton-Freewater AVA while protecting Oregon's labeling laws

Willamette Valley

Intervened with Oregon's congressional delegation on behalf of growers and wineries in the area targeted by intrusive and extended U.S. Department of Labor investigations



OREGON WINEGROWER ASSOCIATION

2017 STATE ISSUES

Issues To Watch

- Increased wine taxes to help pay for state's estimated \$1.8 billion biennial budget shortfall
- Transportation package
- OSU's \$9 million Quality Foods & Beverages Center capital project
- Employment policies:
 - "Predictive Scheduling" for hourly, shift workers
 - Paid Oregon Family Leave



2017 STATE ISSUES

Market Access & Research Investment Strategy (MARIS)

- Allocates \$1.5 million to the OWB for innovative programs to create new market access opportunities for Oregon wineries.
- Also funds specific vineyard related research (e.g. red blotch associated viruses).
- Monies come from existing wine taxes that go to the state general fund.

Music Licensing Reform

 Seeks to reign in unscrupulous representatives of Performance Rights Societies (BMI, ASCAP, SESAC) that harass wineries and other establishments where copy written music is performed or played.



2017 FEDERAL ISSUES

Craft Beverage Modernization and Tax Reform Act

Worked with Senator Wyden to draft and build support for the bill.

If passed, it would:

- Reduce federal excise taxes for every Oregon winery.
- Raise the ABV threshold that triggers higher wine excise tax rates from 14% to 16%.

Possible Savings by Winery Size

SIZE OF	ANNUAL EXCISE TAX	WYDEN TAX PROPOSAL	SAVINGS
5k Case	\$2,021	\$832	\$1,189
20k Case	\$8,085	\$3,329	\$4,756
50k Case	\$37,223	\$10,213	\$27,010

Annual tax savings would exceed OWA dues



COMPLIANCE GUIDANCE

OWA members receive guidance from our expert legal team at **Davis** Wright Tremaine LLP on topics like:

- Licensing requirements for live and recorded music
- Navigating the social media landscape legally
- Labor laws and investigations
- DTC enforcement

Visit booth 122 for more information







REFERENCE TOOLBOX

ENTER SEARCH CRITERIA.

Reference **TOOLBOX**





OWA Reference Toolbox Coming in 2017!

REFERENCE TOOLBOX: VINEYARDS

Employment

- -Wage and Hour
- -Worker Accommodations
- -Hiring
- -Safety
- -Farm Labor Contractors

Business/Financial

- -Trademarks
- -Tax
- -Financial Management
- -Insurance
- -Grape Contracting

Land Use and Natural Resources

- -State/County Zoning Rules
- -Water
- -Environmental Considerations
- -Vineyard Appellations/ Certifications

Vineyard Operations

-Chemical Application
-Neighbor Relations
-Safety
-Disease/Climate/Pest
Management



HERBICIDE DRIFT

•OWA has undertaken a significant outreach campaign to raise awareness.

•Please <u>communicate with</u> <u>your neighbors</u> this growing season.

Visit Booth 124 to learn more about preventing drift and reporting a problem, including split sampling.





CAPTURE SAVINGS

FEDEX PREFERRED PRICING

Up to 53% off

select FedEx services VISIT BOOTH 318

LEGAL GUIDANCE

Free

access to attorneys for "mailbag" legal or regulatory questions and information VISIT BOOTH 122 **OFFICE DEPOT DISCOUNT**

Average savings of 25%

plus, free next-day delivery on orders more than \$50 VISIT BOOTH 612

OREGON WINE SYMPOSIUM

\$60 off

event tickets



See full benefit details on www.oregonwinegrowers.org

RETURN ON INVESTMENT

"The OWA offers many great benefits to its members and the FedEx shipping discount is one that cannot be overlooked. This program alone has saved me far more than what I pay in annual dues. When members use the programs offered by OWA, there is no question the value OWA provides."

Dan Warnshuis, Utopia Vineyard





PROTECT YOUR BUSINESS, CAPTURE SAVINGS AND HELP ADVANCE OUR INDUSTRY

VISIT US AT BOOTH 124!

JOIN ONLINE: WWW.OREGONWINEGROWERS.ORG