

# **Clarke County Planning Commission**

AGENDA - Ordinances Committee Meeting Monday, May 15, 2023 - 2:00PM Berryville/Clarke County Government Center - A/B Meeting Room

- 1. Approval of Agenda
- 2. Approval of Minutes September 2, 2022 Meeting
- 3. Old Business
  - ~None scheduled
- 4. New Business
  - A. Maximum lot size exception regulations
  - B. Farm winery, farm brewery, and farm distillery regulations
- 5. Adjourn



# **Clarke County Planning Commission**

DRAFT MINUTES - Ordinances Committee Meeting
Friday, September 2, 2022 - 9:30AM or immediately following Planning
Commission Business Meeting
Berryville/Clarke County Government Center - A/B Meeting Room

ATTENDANCE:			
Randy Buckley (White Post)	✓	Frank Lee (Berryville)	<b>√</b>
Ron King (Buckmarsh)	✓	Gwendolyn Malone (Berryville)	✓
George L. Ohrstrom, II (Ex Officio)	✓E		

**E** – Denotes electronic participation

**NOTE:** George L. Ohrstrom, II participated electronically for personal reasons.

**STAFF PRESENT:** Brandon Stidham (Director of Planning), Jeremy Camp (Senior Planner/Zoning Administrator)

**CALL TO ORDER:** By Mr. Stidham at 9:31AM.

# 1. Approval of Agenda

Members voted unanimously to approve the agenda as presented by Staff.

Motion to approve the meeting agenda as presented by Staff:			
Buckley	AYE (moved)	Lee	AYE
King	AYE	Malone	AYE (seconded)

#### 2. Approval of Minutes – May 6, 2022 Meeting

Members voted unanimously to approve the May 6, 2022 meeting minutes as presented by Staff.

Motion to approve May 6, 2022 meeting minutes as presented by Staff:			
Buckley	AYE (moved)	Lee	AYE (seconded)
King	AYE	Malone	AYE

#### 3. Old Business

# A. <u>Continued Discussion, Waterworks and Sewerage System and Treatment Works</u> <u>Regulations – Zoning Ordinance Section 7.4.5</u>

Mr. Stidham reviewed the staff memo and recapped the Committee's May 5 discussion of the text amendment to the waterworks and sewerage system and treatment works regulations. He summarized the proposed changes to various Zoning and Subdivision Ordinance sections.

Commissioner Lee asked about the term "governmental entity" and asked whether this term would apply to Frederick Water, Frederick County's division for public water and public sewer. Mr. Stidham replied yes and noted that Frederick County as the governing body is required to

authorize Frederick Water to provide service to any new areas that are not currently served. He continued by stating that "governmental entity" is a broader term that would cover governing bodies and water and sewer authorities. Chair Ohrstrom commented that this change puts a lot of trust in future boards of supervisors. Mr. Stidham replied that a majority vote of any future board of supervisors could result in a change to almost anything.

Members had no additional questions and were comfortable with moving the text amendment forward to the Commission. Mr. Stidham said that Staff will present this text amendment to the full Commission at the October 4 Work Session.

#### 4. New Business

# A. Structures Permitted in Required Setback Areas – Zoning Ordinance Section 7.1.2(C)

Mr. Stidham presented the staff memo on this proposed text amendment.

Chair Ohrstrom asked why fences are regulated beginning at a height of seven feet. Mr. Stidham replied that the building code requires a building permit for fences that are seven feet or taller.

Commissioner Lee noted that the staff memo includes water and sewer/sewage disposal systems as "mechanical equipment." He said that most alternative septic systems have a required aerator or motor that by State law can be within 10 feet of a property line so this requirement would contradict the State's requirements. Mr. Stidham agreed, noting that a septic system riser is technically a structure. Commissioner Lee added that a riser or a pipe would likely be the only above-ground system component. He also said that you might want to take out or specify that setback requirements do not apply to septic system components. Mr. Stidham said that they should probably be allowed outside of the 50% setback and added that staff has never interpreted well heads, risers, or similar equipment as elements that must comply with setback requirements. Mr. Camp also noted telephone or electric transformer boxes as elements that are often located outside of the building envelope and Vice-Chair Buckley noted that these elements are owned by the utility and not the property owner.

Regarding the proposed removal of "hedges" from this section, Chair Ohrstrom asked whether it would have any impact on the vegetated buffer requirement for AOC and FOC properties. Mr. Stidham replied that he would interpret a "hedge" as something that was planted by the property owner. Chair Ohrstrom clarified that he is talking about the 25-foot vegetated perimeter buffer requirement and asked if this change would have an impact on that requirement. Mr. Stidham replied that it would clarify that property owners do not have to maintain any vegetation that would be considered a "hedge" to a maximum height of seven feet. He also said that it would avoid any conflicts with landscaping plan requirements especially when screening over seven feet is needed.

Mr. Stidham noted one issue that was not addressed in the staff memo. He said that the term "architectural features" in the list of elements that can have a 50% setback reduction is vague and undefined. He recommended changing this term to read "decorative architectural features which are not required structural elements of the building" to address this issue. He said that this would

allow a column or projecting roof element of a building that is not structural in nature to have up to a 50% setback reduction. Mr. Camp added that the current "architectural features" term could mean any part of a building. Vice-Chair Buckley pointed out an example of a house that has a hanging chimney for a gas stove that is very close to the neighboring fence line. He added that safety should be an issue to consider with these features and Mr. Stidham replied that most features should be regulated by the building code.

Mr. Stidham asked members if they are comfortable forwarding this text amendment to the Commission in October. Commissioner Lee said he is fine with it so long as the issue of septic system structures is addressed. Mr. Stidham said that Staff will present this text amendment to the full Commission at the October 4 Work Session.

ADJOURN: Meeting was adjourned by consensus	s at 9:59AM.
Brandon Stidham, Clerk	_
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**TO:** Planning Commission Ordinances Committee

FROM: Brandon Stidham, Planning Director

**RE:** Maximum lot size exception regulations

**DATE:** May 3, 2023

Item #4A is a discussion of new proposed changes to the maximum lot size exception (MLSE) review criteria and regulations found in Section 6.2.6C of the Zoning Ordinance. At the Commission's October 4, 2022 work session, Staff requested policy direction regarding MLSEs granted for having a dwelling existing prior to October 17, 1980 on the property. Specifically, Staff asked whether an MLSE can be granted for such a dwelling if it had previously been demolished and whether the lot size exception can be applied to any lot in a proposed subdivision. Commissioners answered yes to both policy questions.

The primary purpose of the proposed text amendment is to incorporate this interpretation into Zoning Ordinance Section 6.2.6C. A secondary purpose is to clean up the text in this section to make the regulations clearer and more straightforward to apply. Below is a breakdown of the changes to Section 6.2.6C including explanations for the edits.

### Subsections 1 and 2

- 1. Procedures for maximum average lot size exceptions. A lot or lots may qualify for a maximum average lot size exception by meeting one of the following criteria described in subsections 2-4 below.÷
- 2. Exception for dwelling existing prior to October 17, 1980. A lot with a dwelling that existed prior to October 17, 1980 and is recognized as a farmstead or tenant house per Section 3.4 may be subdivided with a maximum lot size exception. Dwellings in existence and taxed as such or with a building permit issued before October 17, 1980 may be located on a lot that exceeds the maximum area requirements. Such lots may be created so long as:
  - a. Their size and location does not create low quality land characteristics as described in subsection 4 below on any other lots created as a result of the division, or
  - b. If the lots created has have zero dwelling unit rights remaining (excluding any lots for residential dwelling units that do not exceed the maximum area

#### requirements).

This exception shall not be applied more than once per lot existing on March 20, 2001 containing one or more such pre-1980 dwellings., or; The maximum lot size exception may be applied to any lot created in the subdivision.

#### Staff Discussion:

The new first sentence added to Subsection 2 addresses the first policy question reviewed by the Commission:

A lot with a dwelling that existed prior to October 17, 1980 and is recognized as a farmstead or tenant house per Section 3.4 may be subdivided with a maximum lot size exception.

The new language clearly describes a qualifying dwelling as one that existed prior to October 17, 1980 and for sliding-scale zoning purposes is a dwelling that received an exception to the original dwelling unit right (DUR) allocation. This replaces current language, "Dwellings in existence and taxed as such or with a building permit issued before October 17, 1980," which can be interpreted as requiring the qualifying dwelling to be intact in order to be eligible for a MLSE. Under the new language, Staff can determine whether a dwelling meets this requirement by verifying it against the DUR allocation records and such dwelling would not be required to be intact.

There is one policy question for the Ordinances Committee that was not previously discussed with the Commission. Should a property be eligible for a MLSE if the qualifying dwelling was demolished at any time after October 17, 1980 and a new home was later constructed using the allocation exception? It is not known whether this situation has ever happened before and the current language could be interpreted to prohibit a MLSE if the qualifying dwelling were replaced. The proposed language would allow the MLSE because there only needs to be evidence that a qualifying dwelling once existed on the lot in the DUR records.

The new sentence added to the end of Subsection 2b addresses the second policy question reviewed by the Commission. It states that a MLSE may be applied to any lot created in the subdivision and is not required to be used on the lot where the qualifying is or was located. Staff recommends that the current language in parentheses be deleted. It appears to reference a major subdivision in which multiple residential-size lots are created in addition to a MLSE lot. It is proposed for deletion as it is not necessary and potentially confusing.

Additional edits in Subsections 1 and 2 are included for clarification purposes.

# **Subsection 3**

3. <u>Exception for lot in permanent conservation easement</u>. A lot may be created with a maximum lot size exception if the parent parcel The lot being divided, including without limitation any residual lot irrespective of area, has been placed under an permanent conservation easement granted to the Clarke County Conservation Easement Authority,

the Virginia Board of Historic Resources, the Virginia Outdoors Foundation, and/or any other entity authorized to hold an open-space easement pursuant to the Code of Virginia Open-Space Land Act (Va. Code §10.1-1700 et seq.) and approved by the Clarke County Board of Supervisors, and that Additional requirements include:

- a. All the lots in the proposed subdivision shall be are located in a manner consistent with the physiographic and/or historic characteristics of the property as recommended by the primary holder of the conservation easement.
- **b.** As to requests for a maximum lot size exception based upon the land having been For lots that were placed in an easement held or co-held by the Clarke County Conservation Easement Authority (recorded after November 19, 2013), said easement must have included the termination of at least one (1) dwelling unit right in order for the property to qualify for a maximum lot size exception under this paragraph., or;

## Staff Discussion:

New language added throughout subsection 3 is included for clarification purposes. The current first two sentences are confusing to read and would be replaced with language clearly stating that a lot may be created with a MLSE if the parent parcel is in permanent conservation easement. The word "permanent" is added to avoid extending the MLSE provisions to lots in conservation easement for a fixed term of years. The language "and approved by the Clarke County Board of Supervisors" would be deleted. This language is in reference to "any other entity authorized to hold an open-space easement pursuant to the Virginia Open-Space Land Act" – the Board does not have authority under State law to approve holders of conservation easements in the County.

Edits to subsections a and b are mainly editorial. New language is added to the end of subsection a to state that lot arrangement would be based on comments and recommendations from the easement holder. As a matter of practice, MLSE applications would be forwarded by Staff to the easement holder and any comments received regarding lot arrangement would be incorporated into Staff's recommendation to the Commission. As it is currently written, the Commission would be responsible for reviewing the lot arrangement per this subsection without specific guidelines or standards to support a determination.

#### **Subsection 4**

- 4. <u>Exception for low quality land</u>. A lot may be created with a maximum lot size exception if it is determined by the Planning Commission, prior to subdivision approval, that the lot to be subdivided is of sufficiently low quality as described below to justify using more than the maximum lot area of low quality land for a proposed lot.
  - a. Low quality land characteristics. Low quality land contains one or more of the following characteristics: The following are considered characteristics of low quality land that would permit maximum lot sizes for dwelling purposes in excess of the maximum lot size allowed by this section:

- Physical features or small size or irregular shape of potential residual lot such that efficient use of farm machinery would not be possible or that said land would be left to no useful purpose; or
- Combination of physical features and setting such that the maximum lot size allowed in this section for a lot proposed in a minor or major subdivision is too small to accommodate a dwelling, drainfield, and well so as to meet the minimal applicable health standards and provided that no lot may be created or increased in area so as to exceed a maximum area of four acres. An application for a maximum lot size exception, submitted under this section, shall be accompanied by a written statement prepared by the a Virginia Health Department of Health environmental specialist or an onsite soil evaluator (OSE) a professional soil scientist (as defined in County Code Chapter 143, Septic Systems) stating why the proposed lot could not accommodate a dwelling, drainfield, and well meeting Virginia and Clarke County health standards within the maximum lot size allowed in this section. Lots proposed in a major subdivision are not eligible for a Maximum Lot Size Exception under this section; or
- Land that is part of a lot where such land has been determined by the Zoning Administrator *not* to be not important farmland.
- b. Important farmland determination. For the purpose of granting maximum lot size exceptions under this section, the dominant decision making tool shall be The Clarke County Land Evaluation and Site Assessment (LESA) System, edition dated March 24, 1992, shall be used as the primary decision-making tool to evaluate maximum lot size exception requests under this subsection. This tool which is maintained for public use, inspection and information in the Clarke County Department of Planning Administrative Offices in Berryville, Virginia, and is hereby incorporated into and made a part of this Ordinance as if fully set out herein. The Zoning Administrator shall use the aforementioned LESA System to evaluate a maximum lot size exception. A report on the result shall be forwarded to the Commission. The Commission shall designate as Important Farmland any lands with the following characteristics:

Lot Size	LESA Rating
Under 40 Acres	72% or More
40-129.99 Acres	68% or More
130 Acres or More	64% or More

In instances where the LESA score of a lot is within four points above or below the minimum LESA rating that qualifies a lot as Important Farmland, the Commission may grant or deny a maximum lot size exception, depending on the evidence presented indicating whether the subject land is important farmland. In these instances, the Commission may consider:

- The extent that the proposed lot exceeds the maximum lot size allowed in this section;
- Whether the LESA System accurately reflects the suitability of the subject lot for continuing agricultural use; and
- Factors reasonably related to agricultural suitability of the subject lot that are not appropriately addressed by the LESA System, such as physical features.

In instances where the lot being subdivided is 20 acres or larger, The maximum allowable lot size shall be determined using the following chart however, in any instance, the Commission may set a maximum lot size less than specified in the chart:

LESA rating for important farmland	Maximum lot size
Within 4 points above or below minimum LESA rating, lot is 20 acres or larger	4 acres
Between 5 and 12 points below the minimum LESA rating, lot is 20 acres or larger	6 acres
12 or more points below the minimum LESA rating OR the lot is less than 20 acres	As determined by the Commission

and the LESA score of a lot is within four points above or below the minimum LESA rating that qualifies a lot as Important Farmland, and the Commission grants a maximum lot size exception, the area of the proposed lot shall not exceed four acres. If the LESA score is between five and twelve points below the minimum LESA rating, the area of the proposed lot shall not exceed six acres. In instances where the LESA score of a lot is twelve or more points below the minimum LESA rating, or the lot being subdivided is less than 20 acres, the area of the proposed lot shall not exceed the acreage determined by the Commission. In any instance, the Commission may set a maximum area less than specified above.

#### Staff Discussion:

All of the proposed changes to this subsection are made to clarify the language and to update terminology that is out of date.

No changes are proposed to current subsection 4 – the regulations for boundary line adjustments of lots approved with a MLSE which were adopted at the end of 2022.

Staff is looking for direction from the Committee on this text amendment including whether to forward it to the full Commission for consideration. Please let me know if you have questions or concerns in advance of the meeting.

#### **TEXT AMENDMENT LANGUAGE:**

- 1. <u>Procedures for maximum average lot size exceptions</u>. A lot or lots may qualify for a maximum average lot size exception by meeting one of the following criteria described in subsections 2-4 below.
- 2. Exception for dwelling existing prior to October 17, 1980. A lot with a dwelling that existed prior to October 17, 1980 and is recognized as a farmstead or tenant house per Section 3.4 may be subdivided with a maximum lot size exception. Dwellings in existence and taxed as such or with a building permit issued before October 17, 1980 may be located on a lot that exceeds the maximum area requirements. Such lots may be created so long as:
  - a. Their size and location does not create low quality land characteristics as described in subsection 4 below on any other lots created as a result of the division, or
  - b. If the lots created has have zero dwelling unit rights remaining (excluding any lots for residential dwelling units that do not exceed the maximum area requirements).

This exception shall not be applied more than once per lot existing on March 20, 2001 containing one or more such pre-1980 dwellings., or; The maximum lot size exception may be applied to any lot created in the subdivision.

- 3. <u>Exception for lot in permanent conservation easement</u>. A lot may be created with a maximum lot size exception if the parent parcel The lot being divided, including without limitation any residual lot irrespective of area, has been placed under an permanent conservation easement granted to the Clarke County Conservation Easement Authority, the Virginia Board of Historic Resources, the Virginia Outdoors Foundation, and/or any other entity authorized to hold an open-space easement pursuant to the <u>Code of Virginia Open-Space Land Act (Va. Code §10.1-1700 et seq.)</u> and approved by the Clarke County Board of Supervisors, and that Additional requirements include:
  - a. All the lots in the proposed subdivision shall be are located in a manner consistent with the physiographic and/or historic characteristics of the property as recommended by the primary holder of the conservation easement.
  - **b.** As to requests for a maximum lot size exception based upon the land having been For lots that were placed in an easement held or co-held by the Clarke County Conservation Easement Authority (recorded after November 19, 2013), said easement must have included the termination of at least one (1) dwelling unit right in order for the property to qualify for a maximum lot size exception under this paragraph., or;

- 4. <u>Exception for low quality land</u>. A lot may be created with a maximum lot size exception if it is determined by the Planning Commission, prior to subdivision approval, that the lot to be subdivided is of sufficiently low quality as described below to justify using more than the maximum lot area of low quality land for a proposed lot.
  - a. Low quality land characteristics. Low quality land contains one or more of the following characteristics: The following are considered characteristics of low quality land that would permit maximum lot sizes for dwelling purposes in excess of the maximum lot size allowed by this section:
    - Physical features or small size or irregular shape of potential residual lot such that efficient use of farm machinery would not be possible or that said land would be left to no useful purpose; or
    - Combination of physical features and setting such that the maximum lot size allowed in this section for a lot proposed in a minor or major subdivision is too small to accommodate a dwelling, drainfield, and well so as to meet the minimal applicable health standards and provided that no lot may be created or increased in area so as to exceed a maximum area of four acres. An application for a maximum lot size exception, submitted under this section, shall be accompanied by a written statement prepared by the a Virginia Health Department of Health environmental specialist or an onsite soil evaluator (OSE) a professional soil scientist (as defined in County Code Chapter 143, Septic Systems) stating why the proposed lot could not accommodate a dwelling, drainfield, and well meeting Virginia and Clarke County health standards within the maximum lot size allowed in this section. Lots proposed in a major subdivision are not eligible for a Maximum Lot Size Exception under this section; or
    - Land that is part of a lot where such land has been determined by the Zoning Administrator *not* to be not important farmland.
  - b. Important farmland determination. For the purpose of granting maximum lot size exceptions under this section, the dominant decision making tool shall be The Clarke County Land Evaluation and Site Assessment (LESA) System, edition dated March 24, 1992, shall be used as the primary decision-making tool to evaluate maximum lot size exception requests under this subsection. This tool which is maintained for public use, inspection and information in the Clarke County Department of Planning Administrative Offices in Berryville, Virginia, and is hereby incorporated into and made a part of this Ordinance as if fully set out herein. The Zoning Administrator shall use the aforementioned LESA System to evaluate a maximum lot size exception. A report on the result shall be forwarded to the Commission. The Commission shall designate as Important Farmland any lands with the following characteristics:

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- The extent that the proposed lot exceeds the maximum lot size allowed in this section;
- Whether the LESA System accurately reflects the suitability of the subject lot for continuing agricultural use; and
- Factors reasonably related to agricultural suitability of the subject lot that are not appropriately addressed by the LESA System, such as physical features.

In instances where the lot being subdivided is 20 acres or larger, The maximum allowable lot size shall be determined using the following chart however, in any instance, the Commission may set a maximum lot size less than specified in the chart:

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Within 4 points above or below minimum LESA	4 acres
rating, lot is 20 acres or larger	
Between 5 and 12 points below the minimum	6 acres
LESA rating, lot is 20 acres or larger	
12 or more points below the minimum LESA	As determined by the
rating OR the lot is less than 20 acres	Commission

and the LESA score of a lot is within four points above or below the minimum LESA rating that qualifies a lot as Important Farmland, and the Commission grants a maximum lot size exception, the area of the proposed lot shall not exceed four acres. If the LESA score is between five and twelve points below the minimum LESA rating, the area of the proposed lot shall not exceed six acres. In instances where the LESA score of a lot is twelve or more points below the minimum LESA rating, or the lot being subdivided is less than 20 acres, the area of the proposed lot shall not exceed the acreage determined by the Commission. In any instance, the Commission may set a maximum area less than specified above.

5. No lot approved with a maximum lot size exception shall be reduced in size by boundary line adjustment without approval by the Planning Commission for one or both of the

# following hardship reasons:

- To correct an encroachment of a driveway, onsite sewage disposal system, or a structure located on an adjacent lot
- To aid in the repair or replacement of a failing onsite sewage disposal system located on an adjacent lot

**TO:** Planning Commission Ordinances Committee

FROM: Brandon Stidham, Planning Director

RE: Farm wineries, farm breweries, and farm distilleries regulations

**DATE:** May 10, 2023

Item #4B is a discussion of potential changes to the Zoning Ordinance regulations for farm wineries, farm breweries, and farm distilleries.

# **Background**

The current regulations were adopted in 2015 in response to General Assembly legislation that provided protections to farm wineries, farm breweries, and farm distilleries by limiting local zoning authority over these operations. Per Code of Virginia §15.2-2288, these operations are allowed by-right as agricultural operations and localities cannot require special use permits for them. Furthermore, localities are preempted entirely from regulating the following activities:

- Production/harvesting of agricultural products and the manufacturing of wine, beer, or alcoholic beverages.
- On-premises sale, tasting, and consumption of wine, beer, or alcoholic beverages during regular business hours within the normal course of business of the operation.
- Direct sale and shipment of product to consumers, licensed wholesalers, and out-of-state purchasers.
- Storage, warehousing, and wholesaling of product.
- Sale of wine, beer, or alcoholic beverage-related items that are incidental to the sale of wine, beer, or alcoholic beverages.

State code language also states that local regulations "shall be reasonable and shall take into account the economic impact on the [farm winery, farm brewery, or farm distillery] of such restriction, the agricultural nature of such activities and events, and whether such activities are usual and customary for [such operations] throughout the Commonwealth." The language continues, "Usual and customary activities and events at [such operations] shall be permitted without local regulation unless there is a substantial impact on the health, safety, or welfare of the public."

Current zoning regulations echo the State code preemptions noted above and require a zoning permit to operate any farm winery, farm brewery, or farm distillery. The only current requirements to obtain a zoning permit are approval of a State license to operate a farm winery, limited brewery, or limited distillery; issuance of a business license by the Commissioner of the Revenue; and approval of the private well and onsite sewage disposal system by the Virginia Department of Health (VDH) for both domestic and process operations.

Staff has taken a strict interpretation of "usual and customary activities" in reviewing these operations over the years. In addition to the activities specifically preempted from local regulation by State code, Staff interprets "usual and customary activities" to include:

- Tasting rooms
- Retail shops to sell product and product-related items
- Sale of pre-packaged food items not requiring regulation as a "food establishment" by VDH
- Temporary use of food trucks or off-site caterers

Staff has <u>not</u> interpreted "usual and customary activities" to include:

- Public events, with the exception of events permitted as special events under Code of Clarke County Chapter 57
- Retail sale of wine, beer, or alcoholic beverages produced by other off-site operations or merchandise not related to wine, beer, or alcoholic beverages
- Minor commercial public assembly events such as weddings, private parties, or private meetings
- Live music or entertainment concerts which are promoted as events and/or are charged a separate fee. Incidental entertainment that occurs infrequently such as amplified or acoustic background music may be acceptable.

The objective is to allow these agricultural operations to conduct their core functions of growing agricultural products and producing beverages for public sale and consumption without allowing them to become an event and entertainment destination. Such public-oriented activities may be allowable as special uses but should not be allowed as the "usual and customary activities" of an agricultural operation.

Staff has also interpreted that farm wineries, farm breweries, and farm distilleries are required to be part of an agricultural operation located on the same lot. Changes to State code requirements for licensure of these operations in recent years allow licensed farm wineries, farm breweries, and farm distilleries to produce alcoholic beverages with limited or in some cases no onsite agricultural production. Absent an onsite agricultural production component, a farm winery, farm brewery, or farm distillery would essentially be a manufacturing operation. Food and beverage manufacturing operations are not allowed in the AOC or FOC Districts with the exception of "small-scale processing of fruits and vegetables" which is allowed as a special use.

# **Proposed Text Amendment:**

The proposed text amendment is an attempt to codify Staff's interpretations and application of our current regulations as they conform to State code requirements. The desired end result is a clearer ordinance and more robust and standardized review process when these operations propose public-oriented activities. In some cases, code language was adopted from similar regulations currently used by Fauquier County – a jurisdiction that views development in agricultural areas similarly to Clarke Couny.

Structurally, the separate farm winery, farm brewery, and farm distillery uses would be combined into a single use with common use regulations. A new definition is proposed:

An agricultural operation with agricultural activities conducted on the same lot, which is licensed as a farm winery, a farm brewery, or a farm distillery by the Commonwealth of Virginia.

This definition emphasizes that these operations must be agricultural in nature with agricultural activities being conducted on the same lot. This would prevent approval, for example, of a farm brewery in which only a negligible amount of hops is grown onsite, the vast majority of hops are brought in from another location, and the primary activity is beer manufacturing. It would also prevent satellite tasting rooms from being established under farm winery licensure where the farm winery itself is located on a separate lot.

Use regulations are proposed to be significantly expanded and are divided into general use regulations and use regulations that apply specifically to operations that are open to the public. The general use regulations contain the current State code language describing the allowable activities for farm wineries, farm breweries, and farm distilleries. Also included are new zoning permit requirements that set forth all administrative reviews necessary to protect the health, safety, and welfare of the general public. These include:

- Copies of permits demonstrating VDH approval of the private well and onsite sewage disposal system(s) for domestic and process uses.
- Virginia Department of Transportation (VDOT) approval of the property entrance.
- Approval of an erosion and sediment control plan and stormwater management plan, if required.

# Additional general requirements include:

- Proof that the farm winery, farm brewery, or farm distillery will be conducted as an agricultural operation with agricultural activities on the same lot.
- Proof that an application for the applicable licensure with the Virginia Alcoholic Beverage Control Authority has been filed. A copy of the approved license must be provided to the zoning administrator before commencing production.

- Proof that a business license application has been filed with the Commissioner of the Revenue.
- Provision of any other pertinent information required by the zoning administrator such as a site sketch or other supplementary information.

A new minimum lot size requirement of five (5) acres is included. Staff chose five acres as it is the minimum lot size required for an agricultural operation to qualify for land use value assessment for taxation purposes.

Use regulations for public operations are added to address those impacts specifically when such operations allow the public to come onsite for tastings and sales. These include:

- <u>Hours of operation</u> -- Farm wineries, farm breweries, and farm distilleries cannot be open to the public between the hours of 8:00PM and 8:00AM. State code references allowing onsite sale, tasting, and consumption of products "during regular business hours within the normal course of business" of the farm winery, farm brewery, or farm distillery however such hours are not expressly stated. This regulation would allow a reasonable 12 hour period for public access to the operation.
- Food service Language is added to codify Staff's interpretation that food service is allowable so long as it does not require VDH permitting for a "food establishment," typically required of temporary or permanent restaurant operations. Temporary food vendors are also allowed consistent with Zoning Ordinance requirements and vendor parking areas must be shown on the zoning site sketch.
- Entertainment activities and amplified sound Language is added to clarify that live music and entertainment is permissible so long as it is "incidental and accessory" to the operation. Events that are advertised or promoted separately or for which a separate fee is charged is not considered to be "incidental and accessory." A setback of 300 feet from all property lines is required for any building in which live music, entertainment, or amplified sound is conducted. Furthermore, no amplified sound shall be audible beyond any property line and all amplified sound is prohibited after 6:00PM.
- <u>Public road access</u> If an operation is to be open to the public, the public ingress and egress is required to be via direct access to a public road. Use of a shared driveway or private access easement for the public would be prohibited, although traffic exclusive to the farm operation would be able to use a shared driveway or private access easement.
- <u>Parking</u> Parking must be provided per the parking requirements in Section 7.2.5.
- Outdoor lighting Any outdoor lighting must conform to the dark sky requirements for AOC and FOC properties found in Section 7.4.3 and lighting provided for the public's safe egress shall be turned off one hour after closing or 9:00PM, whichever is earlier.

- <u>Erosion and sediment control; stormwater management</u> This is required for any areas that would not be agriculturally exempt from such plans.
- Any events approved via agritourism activity zoning permit or special event permit (Chapter 57) would be subject to the limitations set forth in these use regulations.
- <u>Prohibited activities</u> Borrowing an idea from Fauquier County, Staff has included a list of specifically prohibited activities. This list is not intended to be all-inclusive and includes uses and activities that are conducted at some farm wineries, farm breweries, and farm distilleries in other areas. These include:
  - o Retail sale of merchandise not related to wine, beer, or alcoholic beverages
  - Minor commercial public assembly activities, such as weddings and private parties
  - Personal services such as spa and beauty services or educational/recreational classes
  - Amusement devices and similar rides including motorized go-karts, ATVs, hot air balloons, helicopters
  - Overnight accommodations
  - o Camping

Some of these activities may be approvable with a special use permit obtained separately.

As noted earlier in the report, State code requires any local regulation to take into consideration the following three elements – economic impact on the operation, agricultural nature of the activities or events, and whether the activity being regulated is "usual and customary." Staff believes that all of the proposed regulations meet this three-part test. The general use regulations ensure compliance with processes that would be required by other agencies including VDOT approval of the entrance, VDH approval of the well and septic system, and County/Virginia Department of Environmental Quality approval of erosion control and stormwater management plans. Requirements placed on public activities are consistent and in some cases less stringent than requirements placed on other businesses in the AOC and FOC Districts. Furthermore, activities such as live music, entertainment, and restaurant-level food service may be conducted by some operations but are not considered to be "usual and customary" of all farm wineries, farm breweries, and farm distilleries.

Staff is looking for comments and questions from the Committee and, if you are comfortable, action to forward the text amendment to the full Commission for consideration. Please let me know if you have questions in advance of the meeting.

The full text amendment language follows beginning on the next page.

FARM WINERY, FARM BREWERY, OR FARM DISTILLERY		
<b>Permitted Use</b>	AOC, FOC	
<b>Accessory Use</b>	None	
Special Use	None	

#### **Definition:**

An agricultural operation with agricultural activities conducted on the same lot, which is licensed as a farm winery, a farm brewery, or a farm distillery by the Commonwealth of Virginia.

# Current farm winery definition:

An establishment, licensed as a farm winery by the Commonwealth of Virginia, with:

- 1. A producing vineyard, orchard, or similar growing area and with facilities for fermenting and bottling wine on the premises where the owner or lessee manufactures wine that contains not more than 18 percent alcohol by volume; or
- 2. A producing vineyard, orchard, or similar growing area or agreements for purchasing grapes or other fruits from agricultural growers within the Commonwealth, and with facilities for fermenting and bottling wine on the premises where the owner or lessee manufactures wine that contains not more than 18 percent alcohol by volume.

The terms "owner" or "lessee" shall include a cooperative formed by an association of individuals for the purpose of manufacturing wine. In the event such cooperative is licensed as a Farm Winery, the term "farm" as used in this definition includes all of the land owned or leased by the individual members of the cooperative as long as such land is located in the Commonwealth. (Va. Code §4.1-100).

#### Current farm brewery definition:

An establishment that is licensed as a limited brewery by the Commonwealth of Virginia.

#### Current farm distillery definition:

An establishment that produces alcoholic beverages other than wine or beer and is licensed as a limited distiller by the Commonwealth of Virginia.

#### **General Use Regulations:**

- 1. Permitted activities not subject to zoning regulation per Code of Virginia 15.2-2288.3:
  - A. Farm wineries may conduct the following activities:
  - The production and harvesting of fruit and other agricultural products and the manufacturing of wine.
  - The on-premises sale, tasting, or consumption of wine during regular business hours within the normal course of business of the licensed farm winery.

- The direct sale and shipment of wine by common carrier to consumers in accordance with <u>Va. Code Title 4.1</u> and regulations of the Board of Directors of the Virginia Alcoholic Beverage Control Board Authority.
- The sale and shipment of wine to the Virginia Alcoholic Beverage Control Authority, licensed wholesalers, and out-of-state purchasers in accordance with <u>Va. Code Title 4.1</u>, regulations of the Board of Directors of the Virginia Alcoholic Beverage Control Board Authority, and federal law.
- The storage, warehousing, and wholesaling of wine in accordance with <u>Va. Code</u>

  <u>Title 4.1</u>, regulations of the Board of Directors of the Virginia Alcoholic

  Beverage Control Board Authority, and Federal law.
- The sale of wine-related items that are incidental to the sale of wine.

# B. Farm breweries may conduct the following activities:

- The production and harvesting of barley, other grains, hops, fruit, or other agricultural products and the manufacturing of beer.
- The on-premises sale, tasting, or consumption of beer during regular business hours within the normal course of business of such licensed brewery.
- The direct sale and shipment of beer in accordance with <u>Code of Virginia Title</u>

  <u>4.1</u> and regulations of the *Board of Directors of the* Alcoholic Beverage Control

  <u>Board Authority</u>.
- The sale and shipment of beer to licensed wholesalers and out-of-state purchasers in accordance with <u>Code of Virginia Title 4.1</u>, regulations of the <u>Board of Directors of the Alcoholic Beverage Control Board Authority</u>, and Federal law.
- The storage and warehousing of beer in accordance with <u>Code of Virginia Title</u> <u>4.1</u>, regulations of the *Board of Directors of the* Alcoholic Beverage Control Board *Authority*, and Federal law.
- The sale of beer-related items that are incidental to the sale of beer.

# C. Farm distilleries may conduct the following activities:

- The production and harvesting of agricultural products and the manufacturing of alcoholic beverages other than wine or beer.
- The on-premises sale, tasting, or consumption of alcoholic beverages other than wine or beer during regular business hours in accordance with a contract between a distillery distiller and the Alcoholic Beverage Control Board pursuant to the provisions of subsection D of Va. Code § 4.1-119.
- The sale and shipment of alcoholic beverages other than wine or beer to licensed wholesalers and out-of-state purchasers in accordance with <u>Va. Code Title 4.1</u>, regulations of the Alcoholic Beverage Control <u>Board Authority</u>, and Federal law.
- The storage and warehousing of alcoholic beverages other than wine or beer in accordance with <u>Va. Code Title 4.1</u>, regulations of the Alcoholic Beverage Control <u>Board Authority</u>, and Federal law.
- The sale of items related to alcoholic beverages other than wine or beer that are incidental to the sale of such alcoholic beverages.

- 2. Zoning permit required. A zoning permit shall be required to operate a farm winery, farm brewery, or farm distillery. No zoning permit shall be issued until the following information is confirmed by the Zoning Administrator:
  - A. That the proposed farm winery, farm brewery, or farm distillery will be conducted as an agricultural operation with agricultural activities conducted on the same lot.
  - B. That the applicant has filed an application with the Virginia Alcoholic Beverage Control Authority to operate a farm winery, farm brewery, or farm distillery, as defined in <u>Va. Code Title 4.1</u>, on the same property as proposed on the zoning permit. The applicant shall provide a copy of the approved license prior to commencing production of wine, beer, or alcoholic beverages.
  - C. That the applicant has filed a business license application with the Commissioner of the Revenue of Clarke County. An approved business license shall be maintained in good standing throughout the life of the use.
  - D. That the Virginia Department of Health (VDH) has approved private well and onsite sewage disposal permits for both domestic and process operations as applicable.
  - E. That the Virginia Department of Transportation (VDOT) has approved the property entrance for use by the farm winery, farm brewery, or farm distillery.
  - F. That an erosion and sediment control plan and stormwater management plan, if required, have been approved for the subject property per use regulation 7 below.
  - G. That the applicant has provided any other pertinent information required by the zoning administrator.
- 2. Zoning Permit for Farm Wineries. Prior to commencing operations, the owner of a farm winery shall obtain a zoning permit from the Zoning Administrator and a business license from the Commissioner of Revenue. As a prerequisite for a zoning permit, the owner shall provide copies of approved private well and onsite septic system permits issued by the Virginia Department of Health for both domestic and process operations.
- 2. Zoning Permit for Farm Breweries. Prior to commencing operations, the owner of a farm brewery shall obtain a zoning permit from the Zoning Administrator and a business license from the Commissioner of Revenue. As a prerequisite for a zoning permit, the owner shall provide copies of approved private well and onsite septic system permits issued by the Virginia Department of Health for both domestic and process operations.
- 2. <u>Zoning Permit for Farm Distilleries</u>. Prior to commencing operations, the owner of a farm distillery shall obtain a zoning permit from the Zoning Administrator and a business

- license from the Commissioner of Revenue. As a prerequisite for a zoning permit, the owner shall provide copies of approved private well and onsite septic system permits issued by the Virginia Department of Health for domestic and process operations.
- 3. <u>Minimum lot size</u>. No farm winery, farm brewery, or farm distillery shall be operated on a lot less than five (5) acres in size unless such lot is part of an agricultural operation located on multiple contiguous lots in common ownership.

# **Use Regulations for Public Operations**

1. <u>Hours of operation</u>. Farm wineries, farm breweries, and farm distilleries shall not be open to the public between the hours of 8:00PM and 8:00AM.

# 2. Food service.

- A. No food service shall be provided to the public which requires approval as a "Food Establishment" or which requires issuance of a "Temporary Food Establishment Permit" by the Virginia Department of Health (VDH).
- B. Temporary food vendors are permitted to operate at a farm winery, farm brewery, or farm distillery and shall comply with all use regulations as set forth in Zoning Ordinance Section 5.4 (Temporary Uses Temporary Vendor). An area designated for temporary food vendors shall be shown on the zoning permit site sketch and shall be located within all building setback areas.

#### 3. Entertainment activities and amplified sound.

- A. Live music and similar performance-based entertainment activities shall be incidental and accessory to the farm winery, farm brewery, or farm distillery. Any such activities that are advertised and/or promoted as a separate event or for which a separate admission fee is charged shall not be considered incidental and accessory.
- B. Any building in which live music and similar performance-based entertainment activities are held or in which amplified sound is conducted shall be located a minimum of 300 feet from all property lines.
- C. Amplified sound from live music or similar performance-based entertainment activities, whether generated indoors or outdoors, shall not be audible at or beyond the property lines of the subject property. No amplified sound shall be conducted after 6:00PM.
- 4. <u>Direct access to public road required.</u> Farm wineries, farm breweries, and farm distilleries that are open to the public shall have direct access to a public road and shall use such direct access as the means of public ingress and egress. Use of a shared

- driveway or private access easement shall not constitute direct access to a public road and shall not be used for public ingress and egress.
- 5. <u>Parking</u>. Off-street parking shall be provided per <u>Zoning Ordinance Section 7.2.5</u>.
- 6. <u>Outdoor Lighting</u>. Outdoor lighting shall conform to the requirements of <u>Zoning</u> <u>Ordinance Section 7.4.3</u> for outdoor lighting in the AOC and FOC Districts. Lighting provided for the public's safe egress from the property shall be turned off within one hour of closing or 9:00PM, whichever is earlier.
- 7. <u>Erosion and sediment control; stormwater management.</u>
  - A. An erosion and sediment control plan shall be provided if required per Code of Clarke County Chapter 148 (Erosion and Sediment Control) for areas which are not agriculturally exempt as determined by the Building Official or designee.
  - B. A stormwater management plan shall be provided if required by the Virginia Department of Environmental Quality (DEQ).
  - C. Land disturbance activities shall be conducted in accordance with the approved erosion and sediment control plan and/or stormwater management plan, if applicable.
- 8. <u>Agritourism Activity Zoning Permit.</u> Any event proposed to be held at a farm winery, farm brewery, or farm distillery as an agritourism activity zoning permit per <u>Zoning</u> Ordinance Section 5.4 shall be subject to the limitations of these use regulations.
- 9. <u>Special Events</u>. Any special event approved per <u>Code of Clarke County Chapter 57</u> (<u>Special Events</u>) shall be subject to the limitations of these use regulations and shall conform to the requirements of the special event permit approval.
- 3. <u>Special Events Conducted at Farm Wineries</u>. The owner or occupant of the property shall obtain such permit as required by <u>Chapter 57 of the Code of Clarke County</u> (unless exempt under the provisions of <u>Section 57.3.2</u>) for an activity/event that is not primarily the on premises sale, tasting, or consumption of wine during regular business hours within the normal course of business of the farm winery, but which constitutes a Special Event as defined in <u>Section 57.2</u>.
- 3. <u>Special Events Conducted at Farm Breweries</u>. The owner or occupant of the property shall obtain such permit as required by <u>Chapter 57 of the Code of Clarke County</u> (unless exempt under the provisions of <u>Section 57.3.2</u>) for an activity/event that is not primarily the on-premises sale, tasting, or consumption of beer during regular business hours within the normal course of business of the farm brewery, but which constitutes a <u>Special Event as defined in Section 57.2</u>.

- 3. <u>Special Events Conducted at Farm Distilleries</u>. The owner or occupant of the property shall obtain such permit as required by <u>Chapter 57 of the Code of Clarke County</u> (unless exempt under the provisions of <u>Section 57.3.2</u>) for an activity/event that is not primarily the on-premises sale, tasting, or consumption of alcoholic beverages other than wine or beer during regular business hours within the normal course of business of the farm distillery, but which constitutes a Special Event as defined in <u>Section 57.2</u>.
- 10. Prohibited activities shall include but are not limited to:
  - Retail sales of merchandise not related to wine, beer, or alcoholic beverages
  - Minor commercial public assembly activities, such as weddings and private parties
  - Personal services such as spa and beauty services or educational/recreational classes
  - Amusement devices and similar rides including motorized go-karts, ATVs, hot air balloons, helicopters
  - Overnight accommodations
  - Camping

# **Required Review Processes:**

A Zoning Permit is required per Section 6.2.1