



Legislation Details (With Text)

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Title: AN ORDINANCE extending an existing moratorium by six months, prohibiting the acceptance of applications for the establishment of new or expansion of existing wineries, breweries, distilleries, and remote tasting rooms, as primary or accessory uses or as home occupations or home industries; and prohibiting temporary use permits for wineries, breweries, distilleries, and remote tasting rooms.

Sponsors: Claudia Balducci

Indexes: breweries, Wineries

Code sections:

Attachments: 1. Ordinance 19865, 2. 2024-0254_RevisedSR_WBDMoratorium 10-21-24, 3. 2024-0254_Amendment1-Findings bar, 4. 2024-0254_SR_WBDMoratorium, 5. 2024-0254 transmittal letter, 6. 2024-0254 Acknowledgement Letter, 7. 2024-0254 Fiscal Note, 8. 2024-0254 Summary of Proposed Ordinance Relating to A Moratorium on Applications for Wineries, Breweries, Distilleries 2024, 9. 2024-0254 Legislative Review Form, 10. 2024-0254 Seattle Times Invoice #87436 - \$337.50 - 10-25-24 Order 87436 KC Council (1545), 11. Acknowledge-Letter-2024-S-7863

| Date | Ver. | Action By | Action | Result |
|------------|------|----------------------------------|-----------------------------|--------|
| 11/26/2024 | 2 | Metropolitan King County Council | Passed | Pass |
| 10/21/2024 | 1 | Committee of the Whole | Recommended Do Pass Consent | Pass |
| 10/15/2024 | 1 | Metropolitan King County Council | Introduced and Referred | |

AN ORDINANCE extending an existing moratorium by six months, prohibiting the acceptance of applications for the establishment of new or expansion of existing wineries, breweries, distilleries, and remote tasting rooms, as primary or accessory uses or as home occupations or home industries; and prohibiting temporary use permits for wineries, breweries, distilleries, and remote tasting rooms.

BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

SECTION 1. Findings:

A. King County has authority, pursuant to constitutional police powers, home rule authority, and the Washington state Growth Management Act, chapter 36.70A RCW ("GMA"), to establish and extend

a moratorium to preclude the acceptance of certain new development applications and preclude the establishment of otherwise allowed uses while the litigation is ongoing.

B. Ordinance 19030 established updated regulations for winery, brewery, distillery facilities and remote tasting rooms in unincorporated King County.

C. Ordinance 19030 was challenged on State Environmental Policy Act, chapter 43.21C RCW ("SEPA") and GMA grounds by Friends of Sammamish Valley, a Washington nonprofit corporation, A Farm in the Sammamish Valley, LLC, Marshal Leroy d/b/a Alki Market Garden, Eunomia Farms LLC, Olympic Nursery Inc., C-T Corp., Roots of Our Times Cooperative, Regeneration Farms LLC, Hollywood Hill Association, Terry and David R. Orkiolla, Judith Allen, and Futurewise to the Growth Management Hearings Board ("board") and designated as case number 20-3-0004c. On May 26, 2020, the board, in its Order on Dispositive Motions for Case No. 20-3-0004c ("the board's May 2020 order"), invalidated most of the substantive sections of Ordinance 19030, including Sections 12 through 29, Section 31, and Map Amendments 1 and 2. Ordinance 19030, Sections 12 through 29, and Section 31 include definitions, zoning conditions, parking restrictions, temporary use permit clarifications, home occupation and home industry limitations, and a demonstration project.

D. With the board's invalidation of parts of Ordinance 19030, the uses that were defined and regulated as part of that ordinance, including winery, brewery, distillery facilities and remote tasting rooms, do not have clear regulations for residents and business owners to comply with, and the county does not have clear regulations to enforce. That lack of clarity exists for: wineries, breweries, distilleries, and remote tasting rooms that seek to locate or be established on a property as a primary or accessory use; wineries, breweries, distilleries, and remote tasting room home occupation and home industry; and wineries, breweries, distilleries, and remote tasting rooms that seek to apply for temporary use permits allowed by the King County Code.

E. In order to provide clarity to residents, business owners, and county permit review and code

enforcement staff, the county declared a moratorium that prevents new or expansion of wineries, breweries, distilleries, and remote tasting rooms as primary or accessory uses, as home occupations, and as home industries from locating or being established in unincorporated King County, while the council and executive determined and carried out the next steps in responding to the board's May 2020 order. The moratorium was declared by Ordinance 19122, and was extended twice, with Ordinances 19217 and 19290, as a result of ongoing litigation related to the board's May 2020 order. Ordinance 19290 expired December 23, 2021.

F. As part of a partial litigation settlement associated with the board's May 2020 order, the county agreed to a new one-year moratorium. Ordinance 19309 adopted a one-year moratorium that commenced on December 23, 2021, and expired on December 23, 2022.

G. After litigation related to the board's May 2020 order was remanded to the board for additional review, the board issued its Final Decision and Order on January 3, 2022, and again invalidated Ordinance 19030, Sections 12 through 29, Section 31, and Map Amendments 1 and 2. The county appealed the board's January 3, 2022 Final Decision and Order, and the board's January 27, 2022, Order Nunc Pro Tunc Correcting Scrivener's Errors in Final Decision and Order, to Division I of the Washington state Court of Appeals.

H. The county adopted a new one-year moratorium with Ordinance 19550, that commenced on December 23, 2022, and expired on December 23, 2023. Ordinance 19550 was adopted to prevent vesting of applications for winery, brewery, distillery uses during the Court of Appeals review of the litigation.

I. The Court of Appeals published an opinion on February 27, 2023, reversing the board's January 2022 order, and remanding it to the board with instructions to reinstate the SEPA determination of nonsignificance ("DNS") and enter a finding of GMA and SEPA compliance. The Friends of Sammamish Valley et al. and Futurewise filed a Motion for Reconsideration on March 20, 2023. The

Court of Appeals published a new opinion on June 12, 2023, responding to the Motion for Reconsideration, again reversing the board's January 2022 order, and remanding it to the board with instructions to reinstate the DNS and enter a finding of GMA and SEPA compliance.

J. On September 8, 2022, following a compliance hearing, the board issued its Order Finding Continuing Noncompliance and Denying Motion to Rescind Invalidity. The September 8, 2022, order established a new compliance deadline of March 6, 2023. The county filed an appeal of the board's September 8, 2022, order to superior court, which was certified for direct review by the Court of Appeals in October 2022, and the Court of Appeals issued a stay on May 4, 2023.

K. On July 11 and 12, 2023, Futurewise and Friends of Sammamish Valley and affiliated groups, respectively, filed Petitions for Review with the Washington state Supreme Court.

L. The county adopted another one-year moratorium with Ordinance 19721, which commenced on December 23, 2023 and expires on December 23, 2024.

M. On September 19, 2024, the Washington state Supreme Court, in a 5-4 decision, published an opinion reversing the Court of Appeals and reinstating the board's January 2022 order.

N. The council intends to comply with the decision of the Washington state Supreme Court. A proposed ordinance that would comply with the Supreme Court's decision is expected to be introduced in October 2024, and then procedural requirements will take a minimum of three months to complete.

O. It is in the public interest, and is the intent of the county, to extend the moratorium on acceptance of applications for the establishment of new or expansion of existing wineries, breweries, distilleries, and remote tasting rooms for a six-month period in order to allow the council enough time to deliberate on a proposed ordinance complying with the Supreme Court's decision and for any ordinance to become effective before the end of the moratorium's extension to June 23, 2025.

SECTION 2. A. A six-month extension commencing on December 23, 2024 of the one-year moratorium that commenced on December 23, 2023 and will expire on December 23, 2024 is declared

on the acceptance of applications for the establishment of those that are new, or expansion of those that are existing, including applications increasing their size or scope, for the following in unincorporated King County:

1. Wineries, breweries, distilleries;
2. Remote tasting rooms;
3. Winery, brewery, distillery, and remote tasting room home occupations and home industries;

and

4. Temporary use permits for wineries, breweries, distilleries, and remote tasting room uses.

B. An application shall not be accepted and a building permit, occupancy permit, department of public health approval, and other development permits or approvals of any kind shall not be issued for any of the purposes or activities prohibited by the moratorium. Any applications for land use approvals or other permits that are accepted as a result of error or by use of vague or deceptive descriptions during the moratorium are null and void and without legal force or effect. All vested and otherwise lawfully established uses, structures, or other developments may continue to be maintained, repaired, and redeveloped consistent with K.C.C. 21A.32.020 through 21A.32.055, so long as the use is not expanded, under the terms of the land use regulations in place at the time the use was established.

SECTION 3. The definitions in this section apply throughout this ordinance unless the context clearly requires otherwise.

A. "Remote tasting room" means a facility that is required to be licensed by the Washington state Liquor and Cannabis Board including, but not limited to, the following non-retail liquor licenses: a craft distillery; a tasting room - additional location for a winery licensed as a domestic winery; or a microbrewery, including, but not limited to, a microbrewery operating in accordance with an off-site tavern license subject to the retail sale limitations for a microbrewery in WAC 314-20-015(1).

B. "Temporary use permit" is as defined in K.C.C. 21A.06.1275.

C. "Winery, brewery, distillery" means:

1. "Winery" means an establishment primarily engaged in one or more of the following:

- a. growing grapes or fruit and manufacturing wine, cider, or brandies;
- b. manufacturing wine, cider, or brandies from grapes and other fruits grown elsewhere; and
- c. blending wines, cider, or brandies;

2. "Brewery" is as defined by SIC Industry No. 2082; and

3. "Distillery" is as defined by SIC Industry No. 2085.

D. "Winery, brewery, distillery, and remote tasting room home occupation and home industry" means a winery, brewery, distillery, or remote tasting room, or combination thereof, that is located in a dwelling unit or residential accessory building and meets the definition of home occupation in K.C.C. 21A.06.610 or the definition of home industry in K.C.C. 21A.06.605.

SECTION 4. Severability. If any provision of this ordinance or its application to any person or circumstance is held invalid, the remainder of the ordinance or the application of the provision to other persons or circumstances is not affected.