# Land Use Permit Matrix

A Legal Resource Provided by Davis Wright Tremaine and the Oregon Winegrowers Association

### **Elaine Albrich**

PARTNER Portland elainealbrich@dwt.com 503.778.5423

#### 2022

Davis Wright Tremaine LLP is a full service law firm providing services to the wine industry in the areas of mergers and acquisitions and other business transactions, land use and real estate, alcohol regulatory and licensing, intellectual property, employment, and litigation.

#### DWT.COM

Anchorage | Bellevue | Los Angeles | New York Portland | San Francisco | Seattle | Washington, D.C.



## Winery Related Land Use Permits Available in EFU Zones

Permit Type	Minimum Acreage	Wine Production	Facilities	Wine Tasting, Retail & Basic Marketing	Other Events	Food Service	Income Limit	Other Requirements/ Limits
SB 841 Permitted Use Winery (ORS 215.452)	15/40-acre on-site vineyard (see production)	50,000 gallons/year maximum if <40 vineyard acres. No limit if ≥40 acres	Tasting room & kitchen permitted; see event & income limits	Wine retail, tastings, tours, wine club functions and other wine marketing activities allowed without limit	18/year if wine marketing a secondary purpose (e.g. weddings, facility rentals); subject to income limit. Additional permitting required in Willamette Valley only	Food and wine pairings permitted but may not operate a restaurant	Income from non- marketing events and sale of food/other items limited to 25 percent of winery income from on-site wine sales. May need to report event income to county	Parking, setbacks, health & safety, other miscellaneous. Counties may not impose additional limits, except for special events in the Willamette Valley
Large Winery (ORS 215.453)	80 acre site with 50 acre vineyard + 80 total additional vineyard acres in Oregon AVAs	Minimum of 150,000 gallons/year in 3 of 5 years prior to seeking permit. No maximum limit	Tasting room and restaurant facilities permitted; see event & income limits	Same as above	25/year if wine marketing a secondary purpose (e.g. weddings, facility rentals); subject to income limit. No additional permitting required	Full restaurant	Similar to above	Similar to above, plus additional requirements. If restaurant open >25 days/year, must show restaurant does not impact surrounding farm land (ORS 215.296), won't alter local land use pattern, and is incidental & subordinate to wine sales
Crop Processing Facility	See other requirements	See other requirements	10,000 square foot limit on wine processing area	None allowed*	None allowed*	None allowed*	None	At least ¼ of crops processed must be grown on-site. Counties may not impose additional limits
Farm Stand	None	No production allowed*	Structure may not be designed for other uses, including residence, and no structures designed for banquets or public gatherings/ entertainment	No limit on wine retail or tasting; other marketing limited by structure rules and income limit	Must be related to promotion of farm crop; see income and structure rules	Food generally allowed, but subject to income and structure limits	Income from incidental items and promotional activity limited to 25 percent of total annual sales	Limits on physical structures are becoming more strict due to recent court decisions

Permit Type	Minimum Acreage	Wine Production	Facilities	Wine Tasting, Retail & Basic Marketing	Other Events	Food Service	Income Limit	Other Requirements/ Limits
Commercial Activity in Conjunction with Farm Use	None	No limit in state law, but county may impose limit	No limit in state law, but county may impose limit	No limit in state law, but county may impose limit	State law requires connection and benefit to local vineyards; county may impose further limits	No limit in state law, but county may impose limit	Subject to 25 percent income limit under SB 841	Use must not impact surrounding farmland (ORS 215.296). County may impose additional limits
SB 960 Agri- tourism/ Commercial Events Permits	Counties may impose minimums (see, e.g., Deschutes)	No production allowed*	Generally, permit may not be used to authorize new permanent structures	No general tasting/market ing privileges, only specified number of events allowed	Three basic options: single- event/year, 6/year or 18/year. Must be incidental & subordinate to farm use; see other limits	No limit	No specific limit, but incidental & subordinate standard applies	Many requirements, depending on number of events. Generally, must show use will not impact surrounding farmland (ORS 215.296). For 6 events, must also show that events, in combo with other local events, won't alter local land use pattern. For 18 events, must show events "necessary" to support local farms.

\* Indicates that permit may be combined with another permit to allow use.



THIS IS NOT LEGAL ADVICE. Please contact us for an electronic version with live links. Contact Elaine Albrich at <u>elianealbrich@dwt.com</u> or 503.778.5423