

## **MEMORANDUM**

TO:

Trustee Bill Johnston, Chairperson

Economic and Community Development Committee

FROM:

Jennifer Ganser, AICP, Assistant Director Department of Community Development

DATE:

February 11, 2019

**SUBJECT:** Workshop - Breweries, Distilleries, etc.

In 2014, (PC 14-07) the Plan Commission approved a text amendment and companion conditional use for microbreweries (Noon Whistle) in the B4A Roosevelt Road Corridor District. Currently, staff allows food and beverage manufacturing (regardless of alcohol content) as a conditional use in the Industrial (I) District. Afterthought Brewery is located in the I District, however this does not allow for tastings; it is strictly for manufacturing. However, Noon Whistle's conditional use permit allows manufacturing of beer and the tasting and purchasing of beer.

Breweries are not a new concept to Lombard. Taylor Street Brewing existed on Butterfield Road as a restaurant and brewery until they closed. The site is currently Chick-Fil-A. Rock Bottom Brewery is located at Yorktown Mall as a restaurant and brewery. Afterthought Brewery is located at the site of Flesk Brewery (relocated to Barrington).

Staff has been approached by other breweries and businesses that make alcohol. Staff has also noticed a trend in breweries, distilleries, and wineries/cider distilleries. The ECDC will recall a brewery was proposed as part of one of the proposals for 101-109 S. Main Street and questions were raised by Trustees regarding zoning entitlements.

Staff is bringing a potential text amendment forward for review by the Economic and Community Development Commission (ECDC) and the Plan Commission. Staff requests the ECDC review this as a business policy and requests the Plan Commission review this as a potential text amendment to the Zoning Code.

Staff contacted other municipalities to gather information.

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Municipality	Business	Actions
Evanston	FEW Spirits, Smylie Brothers,	Numerous zoning actions have
	Sketchbook Brewing Co.,	been completed. Recently, a
	Temperance Beer Company,	new definition was created
	North Shore Cider Company,	combining craft brewery, craft
	etc.	distillery, and micro-distillery
		into one category – Craft
		Alcohol Production Facility.
		Special use in commercial
Company	E D' C'II	districts.
Geneva	Fox River Distillery	Amended the Planned Unit
		Development to allow for a
		craft distillery as a permitted use
Oswego	Oswego Brewing Company	Special Use Permit in the B2
	Oswego Brewing Company	(downtown) for a Beverage
		Producing, Bottling, and
		Distributing Establishment
Plainfield	Tailwinds, Werk Force, etc.	Breweries are permitted by
		right in the downtown, also
		allowed in an Industrial
		Planned Development,
		classified a new distillery in
		the downtown as brewery
		therefore no zoning
Roselle	Lyfred Winery and Pollyanna	entitlements needed
Rosene	Brewery	Special Use Permit in the B3
	Brewery	for brewery with taproom, distillery with taproom, and
		winery with taproom, and winery
Wheaton	Dry City Brew Works and	No zoning action needed
	Tasting DeVine	(wine/beer shops a permitted
		use); amended the liquor
		license to allow wine/beer
		shops to make their own beer

Staff is proposing to allow craft alcohol producers as a conditional use, which is how breweries are currently listed in the B4A District. This allows for Plan Commission review on an individual basis. This review is important as a proposed location could be adjacent to residential or generate traffic, and staff would want to review each request on its own merit. Conditional Uses are subject to final consideration by the Village Board. Staff has heard anecdotal evidence that Noon Whistle, and the establishments in other municipalities, are a draw and bring in visitors from outside.

Staff proposes to allow this as a conditional use in the B4A District, but also the B5 District (downtown), B5A District (downtown perimeter), and B2 District (includes property on St. Charles Road east of downtown and a portion of Westmore-Meyers Road near the Prairie Path). This discussion of breweries and distilleries, etc. started after the 101-109 S. Main Street RFPs were received. Staff noted that it would be proactive to explore other districts in addition to the downtown (B5). By allowing the use as a conditional use in numerous zoning districts, it eliminates a step for a potential business. However, each business would still need to go the Plan Commission process as the use would be listed as a conditional use in the Zoning Ordinance. The Plan Commission will discuss the districts in more detail and will be subject to final consideration by the Board of Trustees.

The current definition of microbrewery is below. The Zoning Code has no definition of winery or distillery, nor are these uses currently in Lombard.

Microbrewery is a business establishment where malt beverages of alcoholic content are produced for distribution, retail or wholesale, on or off premises, with a capacity of less than 15,000 U.S. barrels of beer per calendar year. The establishment may include as an ancillary use an onsite taste testing area and other uses such as a restaurant or tavern as permitted by the Village of Lombard Zoning Ordinance and/or Liquor Commissioner.

Staff reviewed the materials from the surrounding municipalities and noted that Evanston had a unique definition that combined all three potential uses. Staff proposes a new definition below. The final language will be reviewed by the Plan Commission and subject to final consideration by the Board of Trustees.

Craft Alcohol Production Facility is a commercial facility that produces beer, wine or other alcoholic beverages in quantities compliant with applicable local, state and federal regulations for distribution, retail or wholesale, on or off premises. The establishment shall include as an ancillary use an onsite taste testing area and other uses such as a restaurant or tavern as permitted by the Village of Lombard Zoning Ordinance and/or Liquor Commissioner.

## **ACTION REQUESTED**

Staff is bringing this item to the ECDC for informational purposes and discussion. This is for a general discussion prior to staff bringing this item to the Plan Commission later in February for a workshop. Staff is seeking the ECDC's input regarding a proactive approach for a potential business activity.