1 **PROPOSED BY: KERSHNER** 2 INTRODUCTION DATE: 3 4 ORDINANCE NO. 5 6 ADOPTING A ZONING TEXT AMENDMENT TO WHATCOM COUNTY CODE 20.40 TO 7 ALLOW PROPANE RELOAD, STORAGE, AND DISTRIBUTION FACILITIES IN THE 8 AGRICULTURE ZONE AS A CONDITIONAL USE UNDER CERTAIN CIRCUMSTANCES 9 10 11 WHEREAS, Goal 8 of the Growth Management Act (GMA) in RCW 36.70A.020, with 12 regard to Natural Resource Industries is to "maintain and enhance natural resource based 13 industries, including productive timber, agricultural, and fisheries industries; and 14 15 **WHEREAS,** Goal 8 of the GMA is in keeping with the Whatcom County Comprehensive 16 Plan (Chapter 8) which implements policies that encourage best management practices to 17 support and maintain a broad-based economy of productive timber, agriculture, mineral and 18 aquatic industries in a sustainable manner (See Countywide Planning Policy CWPP I-9); and 19 20 WHEREAS, in 1991 an Agricultural Resource Land Advisory Committee was formed to 21 adopt Agricultural Resource Land Designations under the GMA, which resulted in locational 22 criteria to designate agricultural lands which are now found in Comprehensive Plan Policy 8A-23 3, the actual designation of agricultural lands in the County, and the implementation of an 24 Agricultural Protection Overlay (APO) over properties deemed to have prime agricultural soils; 25 and 26 27 WHEREAS, the purpose of the APO is to promote and encourage commercial 28 agricultural activity, meet long-term agricultural needs not otherwise met in the Agriculture 29 Zone district, provide a reasonable mix of uses and activities that may enhance the economic 30 resources available to the farmer, and provide for a variety of uses within the rural areas that 31 are not inconsistent with or incompatible with the use of lands within these areas for 32 agricultural activities; and 33 WHEREAS, the primary purpose of the Agricultural Zoning ordinance in WCC 34 35 20.40.010 is to "ensure a viable agriculture industry and to maintain the economic feasibility 36 of supporting services," and 37 38 WHEREAS, propane is an essential energy to the local agriculture industry and is a 39 supporting service that enhances and ensures the ability for agricultural goods and services 40 to continue to be produced and marketed in our own community and beyond; and 41 42 WHEREAS, it is well established that propane is an essential energy source for the 43 agricultural industry and that it supports and ensures agricultural production and marketing. 44 Propane is a supporting service to virtually all of the agricultural activities outlined in WCC 45 20.40.051. For example, crop drying alone is the third largest industrial use of propane, 46 exceeded only by the manufacturing and warehousing sectors as a whole; and 47 48 **WHEREAS**, in addition to crop drying, farms use propane for heat (both for housing 49 livestock and for greenhouses, including cannabis production), to sterilize milk equipment, to 50 power other vital farm equipment, and for nonchemical weed and pest control; and 51

52 **WHEREAS,** other specific uses of propane in the agriculture community include but 53 are not limited to clean heat for dairy and chicken farms and large volume hot water needs; heating of commercial greenhouses for native landscaping plants and seasonal flowers; forklift fuel for berry and apple producers; and fuel for warehouse heat and frost protection/frost control fans, barn/parlor heat, irrigation pumps, and emergency generators, to name just a few; and

WHEREAS, because of the longevity of storage without moisture and other contaminants, propane is also the primary fuel used in backup electrical generators to keep farmers operational during significant winter weather events; and

WHEREAS, propane is integral to frost prevention to protect crops in the winter for
large and small farms, alike; and

WHEREAS, when local refineries shut down for maintenance or weather-related events, the agricultural areas in Whatcom County need an alternate source of propane distribution to meet their essential energy needs; and

17 **WHEREAS,** propane is also an essential energy for other rural businesses and 18 interests, including but not limited to government services, school districts, fire stations, non-19 profits (such as the Opportunity Council), Lummi Nation schools, housing operations, and 20 multiple area fish hatcheries; and 21

22 WHEREAS, while there has been a recent push to limit the use of natural gas and 23 other fossil fuels, propane is not harmful to the environment. It is a liquid when stored in its 24 containers and when it is released into the atmosphere it vaporizes and dissipates in the air. 25 There is no contamination to groundwater, drinking water, surrounding ecosystems or any 26 other habitats. When vaporized there are next to no ozone harming effects, and unlike natural 27 propane is not a greenhouse gas in its un-combusted state. See gas, 28 https://afdc.energy.gov/fuels/propane basics.html;

29 <u>https://afdc.energy.gov/fuels/propane_benefits.html</u> 30

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31 WHEREAS, the propane industry now can produce renewable propane that is made 32 at biodiesel refineries: See <u>https://www.npga.org/impact/environment/the-big-question-for-</u> 33 renewable-propane/ 34

35 **WHEREAS,** in the context of carbon emissions, propane is one of the cleanest energy 36 sources available. In fact, propane is a part of the Energy Policy Act of 1992. More government 37 funded facilities are choosing propane not only for heating and cooking but for powering their 38 forklifts and even their fleet vehicles due to the low carbon emissions: See 39 <u>https://afdc.energy.gov/vehicles/propane_emissions.html</u>

41 **WHEREAS**, propane powered irrigation systems have been on the rise for farmers. 42 reduce farmer's 50%. These systems can а energy costs by See 43 https://propane.com/propane-products/irrigation-engines/ 44

45 **WHEREAS,** if propane reload, storage, and distribution facilities are allowed in the 46 Agriculture Zone as a Conditional Use, propane would not need to be trucked in from long 47 distances, which would create a tremendous savings in fuel and mileage and would decrease 48 the number of trucks on the road. For propane businesses with access to rail, initial 49 approximate estimates for savings/decreases to fuel and mileage to the agriculture 50 community annually are, as follows: 51

- Approximate mileage savings: 40,000 miles/year;
- Approximate fuel savings: 6,000 gallons of diesel/year;

• Approximate decrease in current mileage/fuel expenditures: 35%.

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WHEREAS, since allowing propane reload, storage, and distribution facilities in the Agriculture Zone would significantly decrease mileage (trucks on the road) and fuel expenditures, there would be a net positive effect on the environment as far as decreases in fuel consumption, greenhouse gas emissions, and truck traffic; and

WHEREAS, renewable propane is currently available via rail and can be utilized by those businesses in the Agriculture Zone that have access to rail facilities; and

WHEREAS, because propane generates fewer emissions than other fuels such as diesel, the federal government offers incentives related to propane through its "Clean Construction and Agriculture" program; and

16 **WHEREAS**, the importance of propane in agriculture is a matter of public policy in 17 Washington State. For example, propane used to heat structures housing chickens is exempt 18 from the retail sales/use tax under RCW 82.08.910 and RCW 82.08.910. The Washington 19 legislature even considered extending the tax exemption to <u>all</u> non-highway use of propane 20 on farms in 2007 under HB 1376/SB 5077. While the bill was ultimately tabled, that was 21 apparently due to budget considerations, as propane's importance to agriculture was 22 acknowledged in the House Bill Report, and only fiscal reasons were identified in opposition; 23 and 24

WHEREAS, propane is going to continue to be essential to our local agriculture community for decades; and

WHEREAS, there is no question that propane reload, distribution, and storage facilities are a supporting service to virtually all agricultural uses listed in WCC 20.40.051 in keeping with WCC 20.40.010; and

32 **WHEREAS,** there is also no question that propane reload, distribution, and storage 33 facilities would serve to maintain and enhance agriculture as a natural-resource based 34 industry in Whatcom County in keeping with the GMA and Goal 8A of the County's 35 Comprehensive Plan; and 36

WHEREAS, propane reload, storage, and distribution facilities are often able to take advantage of existing (often unoccupied) buildings on agricultural land, with little to no expansion necessary beyond already-impacted impervious surface and on land that is not currently (or anticipated) to be farmed. On larger parcels that are being farmed, agricultural activities will be able to continue without impact; and

WHEREAS, allowing propane reload, storage, and distribution facilities in the
Agriculture Zone as a conditional use under certain conditions will not impact the agricultural
land base or cause land to be removed from agriculture; and

WHEREAS, allowing propane reload, storage, and distribution facilities would have a
positive and sustaining impact on both the agricultural community and the environment; and

50 **WHEREAS,** this Ordinance is strongly supported by the local farm community, 51 including the Whatcom County Farm Bureau and Whatcom Family Farmers; and 52

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WHEREAS	, the Whatcom County Planning Commission held an Open Record Public
Hearing on	and thereafter recommended approval of the Zoning Text Amendment;
and	

WHEREAS, the Whatcom County Council held an Open Record Public Hearing XXX, 2023 and thereafter voted to approve the Amendment.

NOW, THEREFORE, BE IT ORDAINED by the Whatcom County Council that:

10 Section 1. Whatcom County Code 20.40 shall be amended, as outlined in Exhibit A, attached
11 hereto.

Section 2. Severability. Should any part of this regulation be held to be illegal, unconstitutional, or otherwise unenforceable, the remainder of the regulation shall still apply.

Section 3. Effective Date. This regulation shall become effective five days after publication in the newspaper of record.

A

 ADOPTED this _____ day of _____, 2023.

ATTEST:

Dana Brown-Davis, Clerk of the Council

WHATCOM COUNTY EXECUTIVE APPROVED AS TO FORM:

WHATCOM COUNTY, WASHINGTON

WHATCOM COUNTY COUNCIL

Barry Buchanan, Council Chair

WHATCOM COUNTY, WASHINGTON

Civil Deputy Prosecutor

Satpal Sidhu, County Executive

() Approved () Denied

Date Signed: _____

1	EXHIBIT A
2	Chapter 20.40
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4	AGRICULTURE (AG) DISTRICT
5	20.40.150 Conditional uses.
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7	.198 Propane reload, storage, and distribution facilities, provided all of the following criteria are met:
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9	(1) The use shall not result in the conversion of Agricultural Lands of Long-Term Commercial Significance
10	or land that is in active agricultural use.
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12 13	(2) The use shall be located, designed, and operated so as not to interfere with the overall agricultural
13 14	character of the area.
14	(3) The size, scale and character of the facility shall be compatible with the agricultural/rural character of
16	the surrounding area.
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18	(4) To the extent practicable, a facility shall only be permitted within existing buildings and on
19	impervious surfaces, although said buildings may be improved, as permitted by applicable codes.
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21	(5) The use shall only be allowed to expand into pervious surfaces when said expansion will have
22	minimal impact on the agricultural land base and any current agricultural use.
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24	(6) The applicant shall provide proof that any new permanent structures and soil alterations are
25	generally located on predominantly nonagricultural soils or on the least productive portion of the
26	property.
27 28	(7) The present will not preduce present and future equipultures of the present or substantially
28 29	(7) The proposal will not preclude present and future agricultural uses of the property or substantially detract from agricultural production on-site in the area.
29 30	detract from agricultural production on-site in the area.
31	(8) The proposal will not adversely impact or interfere with accepted farm practices on adjacent or
32	nearby agricultural operations, given the type of agriculture that is in the area and its relative
33	susceptibility to nuisance complaints due to accepted farm operations and management practices.
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