CITY OF CALISTOGA

STAFF REPORT

TO: CHAIRMAN MANFREDI AND MEMBERS OF THE

PLANNING COMMISSION

FROM: KEN MACNAB, SENIOR PLANNER

MEETING DATE: AUGUST 13, 2008

SUBJECT: PRE-APPLICATION CONSULTATION (PA 2008-01) AND

CONCEPTUAL DESIGN REVIEW (CDR 2008-01) FOR DEVELOPMENT OF THE FORMER HOSPITAL

PROPERTY

REQUEST

Review of conceptual plans for development the former hospital property into a twenty-five room inn and spa featuring the historic Francis House. The project site, comprised of four parcels totaling approximately 1.02 acres in size, is located at the corner of Myrtle and Spring Streets (APNs 011-242-004, -008, -014 and -015) within the "R-3", Residential/Professional Office Zoning District.

BACKGROUND

Renovation and rehabilitation of the historic Francis House has been a long-standing interest of the City. The 2003 General Plan establishes a Planned Development Overlay for the subject property that encourages preservation and re-use of the Francis House. The Planned Development Overlay states that the type of use being contemplated by the owner (visitor accommodations) should be permitted as an incentive for preservation and protection of the Francis House provided that it is appropriately designed and scaled to the site's residential surroundings.

In 2006, the City entered into a Memorandum of Understanding (MOU) with the current owner (Neil Schafer) that indicates the City's support for renovation and redevelopment of the property, which at the time included only 3 parcels (APNs 011-242-004, -014 and -015). The MOU (Attachment B) outlines general terms for the project, including execution of a development agreement, securing requisite land use entitlements, payment of development fees, and improvement of area infrastructure. It should be clearly noted that the MOU is not binding on either party and does not grant project approval; it is a vehicle by which the City is able to express its support for renovation and redevelopment of the property.

In late 2007, Mr. Schafer took possession of the property and commenced an extensive cleanup effort. In Spring, 2008, the owner began the laborious process of documenting the history and condition of the Francis House and other structures on the site. The owner is now poised to proceed with formal entitlement applications and has requested Conceptual Design Review to present the preliminary development concept to the City and community to receive feedback and direction.

PURPOSE OF REVIEW

The Conceptual Design Review process provides an opportunity for a property owner or developer to receive feedback on a development concept prior to submitting a formal development application. The scope of Conceptual Design Review encompasses all aspects of a project and allows for identification and discussion of potential issues at the earliest stage in the development process. It is the City's expectation that the property owner will use the feedback received through this process as guidance when preparing the formal development application.

To assist in the discussion, Staff requests that the Planning Commission provide feedback in the following areas:

- 1. Does the proposed renovation and re-use of the historic Francis House meet the City's historic preservation objectives?
- 2. Are the uses and development intensity being proposed appropriate for this site?
- 3. Are the development standards being contemplated for the planned rezone to a "PD", Planned Development Zoning District reasonable?
- 4. Is the architecture of the project appropriate and compatible?
- 5. Does the conceptual site plan adequately address interface conditions with surrounding uses?
- 6. Is 6-foot high open metal fencing acceptable along Foothill Boulevard and Spring Street?
- 7. Should the additional parcel be formally added as part of the MOU?

DEVELOPMENT CONCEPT

Site Overview

The project site is located in a residential area characterized by single-family and multi-family dwellings. The site, comprised of four parcels, is approximately 1.02 acres in size and is currently zoned "R3", Residential/Professional Office. Parcel 1 (1403 Myrtle Street) contains the historic Francis House and a small structure referred to as the "White House". The second parcel, located at 1103 Spring Street contains an existing single-family residence referred to as the "Bungalow". Parcel 3, located at 1410 Foothill Boulevard, contains an existing single-family

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residence referred to at the "Blue House". The fourth parcel is located at 1409 Myrtle Street and contains a small residence (referred to at the "Yellow House") and a large shed. Sheet A1.1 of Attachment C illustrates the boundaries of each parcel and the location of all existing structures.

Development Concept

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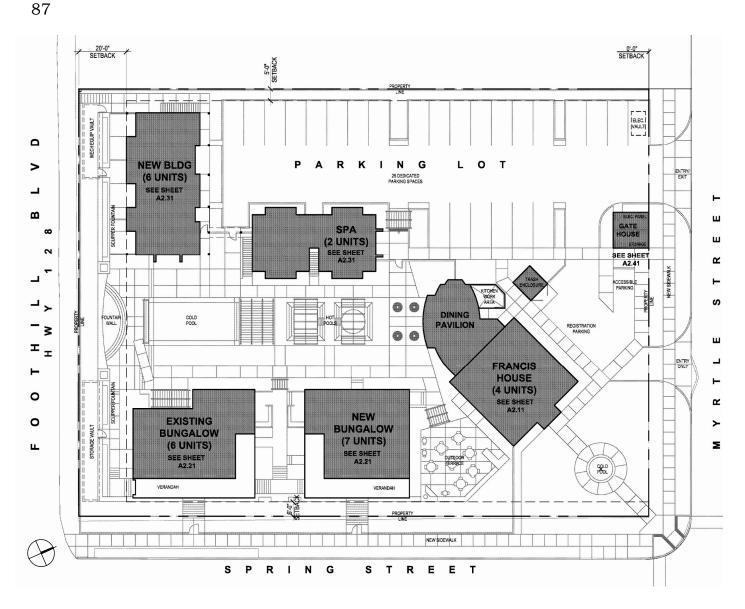
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The owner is contemplating development of a twenty-five room luxury inn and spa featuring the historic Francis House. The conceptual development plan proposes the retention of and renovation of the Francis House and existing Bungalow house, and the addition of a new spa building, two new guest suite buildings, and a gate house (Figure 1 below and Sheet A1.2 of Attachment C).

FIGURE 1 - CONCEPTUAL DEVELOPMENT PLAN



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The renovated Francis House would serve as the main reception building with a registration area, sitting room, catering kitchen and restrooms on the ground floor and four guest suites on the upper two floors. A new dining pavilion would be added to the rear of the original building where the "hospital addition" exists today.

The existing Bungalow at the southeast corner of the site is proposed to be converted into a guest house with six guest suites, a fitness room, storage and laundry facilities. The Bungalow will be shifted from its current location and partially sunken below the grade of Foothill Boulevard. A new bungalow would be constructed on Spring Street adjacent to the existing bungalow. The new bungalow would house seven guest suites and storage facilities. Both buildings will have three stories. Along Spring Street, a landscape berm will be constructed in front of the bungalows to give the buildings a two-story appearance.

In the southwest corner of the site, a new two-story guest building will be constructed along Foothill Boulevard where the Blue House exists today. The new guest building, which also will be partially sunken below the grade of Foothill Boulevard, will contain six guest suites.

Near the center of the site is a new two-story spa building. The spa building will have ground-level spa facilities and two guest suites on the second floor. Outside of the spa building there will be two hot (potentially geothermal) pools and one cold pool.

Building heights of the new structures vary. The new Bungalow and relocated existing Bungalow have an approximate height of 25.5 feet (measured from the finish grade at the rear of the buildings). From the grade of Spring Street, the bungalow buildings measure approximately 24.5 feet in height.

 The new two-story guest building fronting on Foothill Boulevard has a height of approximately 22.5 feet. The finish floor elevation of the ground floor of the new guest building is approximately 4 feet below the grade of Foothill Boulevard, which will reduce the perceived height of the building when viewed from Foothill.

The Spa building is approximately 22.5 feet in height. No change to the height of the Francis House (approximately 37 feet) is being proposed.

A 26-space parking lot is proposed to be located along the site's western boundary and will be accessed from Myrtle Street. A slightly reduced parking stall width (from 9' 0" to 8' 9") is being proposed. Adjacent to the parking entry on Myrtle Street is a Gate House. The Gate House will be used to store bicycles available for guests to check out and use for traveling around town. No gate is being proposed at this time.

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The proposed structural improvements will be complemented by site landscaping, garden areas, fountains and strolling pathways (see Attachments D and F). Of note is a large lawn area and entry fountain at the front of the Francis House, the "scupper" wall fountains at the southern end of the site, and an outdoor terrace area on the Spring Street (east) side of the property.

The owner is proposing that up to 60 events be allowed annually at the facility. Events (for up to 50 people) would include meetings, receptions and other gatherings. The owner has also expressed an interest in making the spa facilities available to the public and/or off-site guests.

STAFF ANALYSIS

The following is a preliminary analysis of the project related to findings and entitlements that will be required for project approval.

Historic Preservation

The Francis House is identified as a "Category A" historic resource in the Community Identity Element of the General Plan and has been designated with a Planned Development Overlay (see General Plan discussion under Land Use in the following section of this staff report) that is intended to ensure its preservation. The Francis House is also listed on the National Register of Historic Places for its architectural significance (Second Empire style). Second Empire style residences became popular in the 1870's and 1880's. Character defining features of the Second Empire style include: a square floor plan, mansard roof, ornamental shingles, bracketed eaves, pedimented dormers, projecting central pavilion, and semicircular and segmentally arched windows and doors. The Francis House is one of the best examples of this style of architecture in Calistoga and is the only stone version.

Goals and policies in the Community Identity Element recognize that the City's historic resources are worthy of preservation both for their aesthetic and cultural importance and because they support Calistoga's viability as a visitor destination. The following is summary of the most pertinent objectives and policies related to historic preservation.

Goal CI-3:

Conserve Calistoga's historic, architectural and cultural resources.

Objective CI-3.1:

Protect historic properties as representatives of Calistoga's rich and varied heritage.

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178 <u>Policy P1</u>:

The preservation of historic properties shall be encouraged through restoration, sensitive renovation and adaptive re-use.

182 Policy P2:

All properties listed as Category A – Primary Historic Resources shall be preserved and protected.

The conceptual development plan will further General Plan goals, objectives and policies related to historic preservation in that it proposes to preserve, restore, renovate and re-use a Category A historic resource.

Restoration and re-use of the Francis House will be subject to the Secretary of the Interior's Standards for the Treatment of Historic Properties. As part of the City's entitlement review process, the proposed restoration plans will be forwarded to the Napa Landmarks Commission for expert review and comment on project conformance with the Secretary of the Interior Standards. In addition, the proposed restoration plan will be reviewed by the State Historic Preservation Office as part of the environmental review process required by the California Environmental Quality Act (CEQA).

(Of note, the applicant has explored the costs and benefits of using the California Mills Act of 1972 to obtain property tax credit and has decided to not pursue this option).

Land Use

General Plan

The project site has a General Plan land use designation of High Density Residential/Office (10 to 20 units per acre). Allowed uses in this designation generally include multi-family housing and offices. A portion of the project site is also designated with a Planned Development Overlay (illustrated as "PD 3" on Figure LU-6 in the Land Use Element of the General Plan – see Attachment E). The Planned Development Overlay states that as an incentive to protect and preserve the Francis House, uses such as visitor accommodations shall be permitted provided that the following criteria is satisfied:

1. The architectural qualities of the exterior of the structure are maintained.

Comment:

It is the owner's intent to restore the exterior of the Francis House in substantial conformance with its original appearance.

2. Reuse is suitable to the residential surrounding (e.g., retail functions would not be appropriate).

Comment:

The owner is proposing to develop the site with a 25 room inn. This use (visitor accommodation) is consistent with the use identified in the Planned Development narrative. However, the owner is also proposing ancillary uses including spa and event facilities. The Planned Development narrative does not provide specific guidance on whether ancillary uses such as spas or event facilities would be appropriate nor does it provide specific guidance on appropriate development intensity. The "Zoning" sub-section below discusses the issue of whether such uses are permissible and provides guidance for making supporting findings.

3. The owner commits to restoration of the building in a fixed period of time.

Comment:
Restoration of the Francis House is the central feature of the project and would occur at the time the site is developed. No timeline for development of the property has been identified by the owner.

It should be noted that the project involves parcels that are not currently included within the illustrated boundary of PD 3. For purposes of General Plan consistency, Figure LU-6 in the Land Use Element will need to be amended to include all of the parcels that are part of the project. In addition, staff is recommending that the narrative for PD 3 be revised to provide additional guidance on development intensity and ancillary uses.

Zoning

The subject site is currently zoned "R-3" (Residential/Professional Office). The R-3 Zoning District implements the High Density Residential / Office General Plan land use designation. The intent of the R-3 Zoning District is to increase the diversity and affordability of housing stock in Calistoga by providing housing close to downtown services and to provide convenient accessibility to light professional office uses for residents and businesses located in the downtown area.

The R-3 Zoning District also allows for visitor accommodations when combined with the "VA" (Visitor Accommodation) combination district. The purpose of the VA combination district is to allow for transient occupancy use of certain properties located in the R-3 Zoning District to encourage transient occupancy use in a manner that is compatible with surrounding land uses. Uses allowed in

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the VA combination district include motels, hotels, inns and bed and breakfast facilities. Because the General Plan identifies the subject site as a site where visitor accommodations could be allowed, application of uses and standards contained within the VA combination district to the project site would be consistent with the General Plan.

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The proposed development concept proposes a number of variations from base zoning and development standards applicable to the project. Given this, the owner is proposing that the project site be rezoned to a Planned Development ("PD") Zoning District to allow for variation in applicable zoning and development standards. Table 1 on the following page compares requirements of the base zone development standards (presuming a R-3-VA designation) and the development standards that would be proposed in a rezoning to PD.

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TABLE 1 – COMPARISON OF ZONING AND DEVELOPMENT STANDARDS

R-3-VA Zoning District / Base Zone Requirement		PD (Proposed)
Density / Intensity	1 guest unit per 1,000 square feet of site area / 44 max.	1 guest unit per 1,777 square feet of site area / 25 total
Max. Units in a Single Structure	8	6
Myrtle Street Setback	15 feet	29 feet (excepting proposed Gate House at 0 feet)
Spring Street Setback	15 feet	7 Feet
Foothill Boulevard Setback	20 Feet	20 Feet
Interior Side Yard Setback	5 Feet	5 feet
Max. Structural Coverage	40 %	25 %
Min. Landscape Area	45% of net lot area	50% of net lot area
Building Height	25 Feet	37 Feet (Francis House) 22.5 to 25.5 Feet (all others)
Street Side Fence Setback for 6-foot fence	Foothill Boulevard: 20 feet Spring Street: 15 feet	Foothill Boulevard: 0 feet Spring Street: In R-O-W
Parking Stall Width	9 feet, 0 inches	8 feet, 9 inches

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Parking	Tourist / Visitor Accommodations	Tourist / Visitor <u>Accommodations</u>
	Tourist units: 1.1 space per unit 25 units / 27.5 spaces req'd	Tourist units: 1.0 space per unit 25 units / 25 spaces proposed
	Manager Unit: 1 space	Manager Unit: 1 space
	Spa, w/ Tourist Units	Spa, w/ Tourist Units
	Spa: 1 space 400 square feet 1,364 sq. ft / 3.41 spaces req'd	Spa: 0 spaces
	Total Required Spaces: 32 (31.91)	Total Proposed Spaces: 26

Table 1 shows that the development concept deviates from current development standards in the following four areas: (1) on-site parking; (2) building height; (3) street-side side yard setback along Spring Street; and (4) fence setback for 6-foot high fence.

- On-Site Parking. A total of 32 on-site parking spaces would be required for the project under the City's current parking standards. The owner is proposing a total of 26 on-site spaces (including 1 ADA accessible space) leaving a deficiency of 6 parking spaces. The submitted narrative does not indicate or address how this deficiency would be addressed or where employees of the inn and spa would park. It is likely that employees will park on the street, impacting the availability of an already limited amount of on-street parking for area residents. This condition could be exacerbated if the spa and event facilities were made available to the public and/or other off-site guests.
- 2. <u>Building Height</u>. The owner is proposing a height limit of 37 feet. This height limit would recognize the existing height of the Francis House. The proposed new structures range from 22.5 feet in height (Spa and new guest building) to 25.5 feet in height (existing and new Bungalow buildings). The new structures exceed the maximum permissible of the R-3 Zoning District (25 feet) by one-half foot. Should the Planning Commission be concerned about the visual impacts of 25 foot buildings on the surrounding neighborhood, the Commission could request installation of "story poles" for consideration as part of the formal entitlement review process.
- 3. <u>Street-Side Side Yard Setback</u>. The owner is proposing a street-side side yard setback of 7 feet along the Spring Street frontage of the property, 8 feet less than what would be required under the base zone

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standard. The perceived setback distance along Spring Street will actually be greater given the presence of an 8 foot strip of unimproved right-of-way that is located between the back of the proposed sidewalk and the bungalow buildings. However, if improvements are required along Spring Street (such as widening to provide additional on-street parking spaces along the west side of Spring Street) most of this undeveloped area would likely be eliminated.

4. Fence Setback. The owner is proposing 6-foot high open metal fencing along the Spring Street and Foothill Boulevard frontages. Along Foothill Boulevard, the fencing would be located on the property line. Along Spring Street, the owner is proposing that the fencing be located in the unimproved right-of-way. The primary purpose of the fencing is to satisfy safety fencing requirements for the proposed swimming pools without closing off the spa/pool spine that is central to the inn and spa facilities.

Under the base zone requirements for fence heights, fencing located within a required front yard or street-side side yard setback area is restricted to a height of 4.5 feet. The intent of this requirement is two-fold. One is to prevent negative visual impacts (i.e., the "blank wall" or "tunnel" effect) along the City's residential street frontages. The other is to maintain adequate visibility for safe operation of motor vehicles (i.e., clear views of the street/on-coming traffic at corners and when backing vehicles out of a driveway).

The owner is proposing open metal fencing which will minimize the visual impacts of placing fencing in required setback areas. Staff has some concern about the visibility impacts of 6-foot high fencing at the corner of Spring Street and Foothill Boulevard.

On the issue of whether the ancillary spa and event uses are permissible, Staff reviewed the Zoning Code definitions to determine how to classify the proposed facility. After reviewing the definitions for Bed and Breakfast Inns, Inns, Hotels, Motels, Spa and Visitor Accommodations (formula), staff believes that the proposed facility is best classified as a hotel and spa. The definition for hotel is provided below:

<u>Hotel</u>: A facility of six or more units located in a single structure or individual structures, which may be connected by corridors or outdoor pedestrian walkways. The facility shall have the primary purpose of providing transient lodging accommodations, as contemplated by Chapter 3.16 CMC, to the general public. The facility excludes time-share estates and/or time-share properties, but includes hotel-condominiums and their respective rental management entities, wherein the owners of hotel-

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condominiums obtain an estate in real property consisting of an undivided interest in common space together with a separate interest in space called a unit, the boundaries of which are described on a recorded final map, parcel map, or condominium plan in sufficient detail to locate all boundaries thereof. Units may contain a mini-bar (i.e., sink, refrigerator) but not a kitchen. Additional services such as restaurants, retail shops, meeting rooms, and entertainment or recreational facilities may be allowed if the Planning Commission determines that such services are ancillary to the provision of transient lodging accommodations.

(Of note, An "Inn" is defined as transient lodging accommodations located in a commercial zoning district and having five or fewer units.)

The Zoning Code definition for spa is as follows:

<u>Spa</u>: A facility independent of or in conjunction with visitor accommodations where in addition to personal services, such as facials, massage and aromatherapy, services that involve shower facilities and baths (mud, steam and mineral) are provided.

Based upon these definitions, staff believes that the spa and event uses are permissible if the Planning Commission determines that they are ancillary to the hotel function and have been designed / will be operated in consideration of the residential character of the area.

Site Plan and Architectural Design

The conceptual development plan suggests that owner has given reasonable consideration to how the project will effect surrounding residential uses, particularly in terms of its interface with adjoining uses. As would be expected, the site plan is organized around Francis House. Along Myrtle and Spring Streets, historic views of the Francis House will be preserved. Preservation of these important historic views will be achieved through retention of open space in front of the Francis House (at the corner of Myrtle and Spring Street) and by keeping sightlines along Myrtle Street free from structural obstruction.

New development and uses envisioned in the concept plan will be setback, oriented and organized in manner that helps to minimize impacts on the adjacent dwellings. With the exception of the new guest building on Foothill Boulevard, all structures will be setback at least 50 feet from the adjacent residences to the west of the site. The new guest building, which will be two stories in height, has been oriented to minimize visual intrusion on the adjacent dwelling and allow for continued exposure to light and air to the rear yard. Internally, the structures have been organized in a manner that creates an enclosure around the hot and

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cold pools. Enclosure of this area by new structures will help to attenuate noise and block light.

A new bungalow house is being proposed on Spring Street adjacent to the existing bungalow that is located at the corner of Spring Street and Foothill Boulevard. As noted earlier, the Bungalows are three stories in height and the bottom floor will be obscured by a landscape berm along Spring Street to retain a more residential scale and feel. However, it should be noted that the finish floor elevation of the front verandahs of the bungalow buildings will be four to five feet above the grade of Spring Street. The proposed use of unimproved right-of-way and proposed landscape berm will provide some transition, but there still is potential for the build-up to the floor elevation of the verandahs to be perceived as part of the overall mass of the bungalows.

Along Foothill Boulevard, the existing bungalow and new guest building will be sunken below the grade of the street and screened by proposed landscaping. A stairway is proposed along the western perimeter of the site that would allow for guest access to and from Foothill Boulevard.

The proposed architecture of the project (see attachment C) reflects the historic richness of the Francis House and also draws from the existing bungalow. The owner is proposing use of materials that are representative of the historic qualities of the site and will foster cohesiveness among the disparate architectural styles and periods.

A significant architectural feature is the dining pavilion addition at the rear of the Francis House. The pavilion is approximately 11.5 feet in height and 647 square feet in size. It has curved walls clad with stone or brick siding on its north and south facades. The east façade features a swivel panel window wall that opens up onto the spa/pool spine. The architecture of the dining pavilion is in sharp contrast to that of Francis House (to which the pavilion is attached). It features curved walls, a multi-gabled roof line, and a less uniform and denser exterior siding patterns. Its references to existing architecture on the site are extremely subtle.

While it is an appropriate architectural practice to clearly distinguish additions from the historic resource, staff is concerned that the architectural form, shapes and patterns found on the dining pavilion will draw more attention to the disparate architectural styles of the various buildings rather than foster a sense of cohesion.

Design Review approval by the Planning Commission will be required as part of the formal entitlement process because the project is a commercial development and involves alteration and expansion of a structure listed on federal, state and local historic inventories. Francis House Inn & Spa PA 2008-01 and CDR 2008-01 Myrtle and Spring Streets (APN s 011-242-004, -008, -014 and -015) August 13, 2008 Page 13 of 16

Circulation and Traffic

The conceptual site plan shows that site ingress and egress will be made from Myrtle Street. Two entries are being proposed: a registration entry that is logically located near the front entrance of the Francis House, and a parking entry located further west that directly serves the guest parking area located along the western perimeter of the site.

The proposed entry points on Myrtle Street will undoubtedly result in increases in neighborhood traffic. To minimize the number of vehicle trips, the owner will provide bicycles for guests to use when traveling around town. It should also be noted that the site is within walking distance of downtown and some guests may choose to walk.

It is possible that neighborhood traffic levels could potentially be further minimized if ingress and egress to the site were to be located on State Hwy. 128 / Foothill Boulevard. However, such an entrance would be contradictory to the focal point of the site – the Francis House – which is oriented toward the corner of Spring and Myrtle Streets.

A Traffic Impact Study will be conducted at the time a formal application is made to quantify the impacts of the project and identify measures that will minimize disruption to traffic flows and circulation.

Public Utilities

This project will result in increased demands on public utility systems, including water, sewer and storm drainage facilities. Preliminary comments from the Public Works Departments indicates a potential need for off-site improvements. These comments are summarized below.

Water

There is a 6-inch main on Foothill with a 6-inch spur that runs down Spring Street to Myrtle Street. The 6-inch spur stops at Myrtle and connects to a 2-inch that runs in both directions on Myrtle. The water connection that best serves the needs of the community and offers the best water delivery to this project is an 8-inch connection to the 12-inch at Berry and a new main along Myrtle Street to Spring Street, where a connection to the 6-inch spur from Foothill could be made. The existing 2-inch main in Myrtle Street should be abandoned.

<u>Sew</u>er

There is one recognized sewer connection from this property to the public system (serving the Blue House). Visual observations indicate that the sewage collection system in this area has a substantial inflow and infiltration (I & I) problem and the manhole at Spring and Myrtle Streets typically has flows into the barrel of the

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496 manhole during rain events. A sewer assessment and repairs to control the (I & I)
497 problem in this area are warranted prior to any expansion of use to the public
498 system.

Storm Water Drainage

There are substantial drainage problems in the project area. There is a "bubble up" at the corner of Berry and Foothill Blvd. that discharges water from the South side of Foothill Boulevard onto Berry Street. This water proceeds down Berry Street and turns onto Myrtle Street, running past the project site to Elm Street, where it turns to Cedar Street. The intersection of Myrtle and Spring Streets is completely inundated during moderate rain fall events and it is anticipated that the proposed project will have a significant impact to the drainage problem in this area. The measures needed to solve the drainage problems in this area are substantial since there is no existing storm drain system in place. At a minimum the project should be required to mitigate their discharge volumes. A drainage study may be needed.

Growth Management

It is anticipated that the City and the owner will enter into a Development Agreement for the project. Pursuant to Section 19.02.050 (F) of the Calistoga Municipal Code, projects for which a Development Agreement has been entered into are allowed to proceed through the entitlement process without first obtaining a Growth Management allocation.

AGREEMENTS AND ENTITLEMENTS

As noted earlier, the City has entered into a Memorandum of Understanding (MOU) with the current owner of the property. The MOU also states that it is both the City's and the owner's desire to enter into a Development Agreement for the project. The Development Agreement will be prepared and approved concurrently with necessary project entitlements. Entitlements required for approval of the project as presented include: (A) a General Plan Amendment; (B) a Rezoning of the project site to a Planned Development District, including preparation of preliminary and final development plans for the site; (C) Conditional Use Permit approval for the hotel and spa uses; (D) Design Review approval; (E) a voluntary lot merger; and (F) demolition and building permits.

A. <u>General Plan Amendment</u>. A General Plan amendment revising the boundary of "PD 3" on Figure LU-6 in the Land Use Element to include the entire project site is necessary. In addition, the narrative (text) under the "Myrtle-Spring Property" section on Page LU-31 of the Land Use Element should be amended to include language that better defines the type and intensity of uses suitable for the site.

- B. Rezoning to a "PD" (Planned Development) Zoning District. A rezoning from "R-3" Residential/Professional Office to "PD" Planned Development would be required to accommodate the development as conceptualized. The PD district will include preliminary and final development plans and specify permitted and conditionally permitted uses, development standards (setbacks, lot coverage, parking, height, etc.), and other elements with which the zoning regulations are concerned.
 - C. <u>Conditional Use Permit Approval</u>. Section 17.24.025 (Planned Development District provisions, Uses permitted) of the Zoning Code states that a planned development may include a multiplicity of land uses provided that such uses would normally be permitted in the zoning or General Plan regulations. As discussed earlier, the R-3 Zoning District also allows for visitor accommodations when combined with the "VA" (Visitor Accommodation) combination district. All uses in the VA combination district require use permit approval. Therefore, the proposed hotel and spa use will require conditional use permit approval.
 - D. <u>Design Review Approval</u>. Proposed alterations or expansion to any structure listed or eligible for inclusion on a federal, state or local inventory of historic or cultural resources requires Design Review approval. The Francis House is identified as a historic resource in the City's General Plan and is listed on the National Register of Historic Places. Given this, the project will require Design Review approval.
 - E. <u>Voluntary Lot Merger</u>. In order to facilitate the development shown on the conceptual site plan, an application to voluntarily merge the four subject parcels into one single parcel should be included for concurrent processing with project entitlement applications.
 - F. <u>Demolition and Building Permits</u>. Building permits will be required for demolition and construction work required for the project. It should be noted that the owner has submitted building permit applications for demolition of the Yellow House and White House and for deconstruction and stabilization work within the Francis House. A separate Design Review application for this work has been submitted by the owner for review and approval by the Planning Commission.

In addition to the entitlements listed above, the MOU will need to be amended to reflect the inclusion of the "Blue House" parcel as part of the project and to extend the deadline for entering into a Development Agreement.

Staff would support concurrent processing of the above entitlements in the interest of facilitating expeditious review of the project.

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ENVIRONMENTAL REVIEW

It is anticipated that an Initial Study and Mitigated Negative Declaration will be prepared and circulated to the State Clearinghouse for review upon receipt of a formal application. However, this Pre-Application Consultation and Conceptual Design Review does not warrant review pursuant to the California Environmental Quality Act (CEQA) as no approvals or entitlements have been requested or will be granted.

RECOMMENDATION:

Staff recommends that the Planning Commission review the conceptual site plan and elevations, receive comments from the owner, the project team and the public, and provide preliminary comments to the owner and staff on the following as well as other issues of commission concern.

- 1. Does the proposed renovation and re-use of the historic Francis House meet the City's historic preservation objectives?
- 2. Are the uses and development intensity being proposed appropriate for this site?
- 3. Are the development standards being contemplated for the planned rezone to a "PD", Planned Development Zoning District reasonable?
- 4. Is the architecture of the project appropriate and compatible?
- 5. Does the conceptual site plan adequately address interface conditions with surrounding uses?
- 6. Is 6-foot high open metal fencing acceptable along Foothill Boulevard and Spring Street?
- 7. Should the additional parcel be formally added as part of the MOU?

It should be noted that the Planning Commission comments during conceptual design review are advisory only and should not be considered by the applicant to be requirements or an endorsement of the project until a complete application is considered through the formal review process.

ATTACHMENTS

- 620 A. Vicinity Map
- 621 B. Memorandum of Understanding
- 622 C. Conceptual Development Plan Set
- 623 D. Conceptual Landscape Plan
- 624 E. Myrtle-Spring General Plan Planned Development Overlay No. 3
- 625 F. Perspective Viewpoints