# CITY OF CALISTOGA

# STAFF REPORT

TO: CHAIRMAN MANFREDI AND MEMBERS OF THE

PLANNING COMMISSION

FROM: ERIK V. LUNDQUIST, ASSOCIATE PLANNER

**MEETING DATE: AUGUST 27, 2008** 

SUBJECT: THE MOYE WINERY LOCATED AT 2280 GREENWOOD

**AVENUE (APN 011-351-017) - USE PERMIT (U 2007-12)** 

AND DESIGN REVIEW (DR 2007-14)

#### REQUEST

Consideration of a request by the applicants, Matthew and Adrian Moye, for a Conditional Use Permit (U 2007-12) and Design Review (DR 2007-14) to allow the development of a boutique winery with an annual production of up to 4,000 cases of wine. The proposed winery structure will be located near the existing residence and will be approximately 4,714 square feet in size and approximately 23'-6" in height, as measured from the average natural grade to the midpoint of the roof. An exception to the water connection requirements is also being requested to allow the use of ground water rather than City water. The property is located at 2280 Greenwood Avenue (APN 011-351-017) within the "RR", Rural Residential Zoning District.

#### **BACKGROUND AND SETTING**

The 6.20-acre property, currently owned by Vincent and Marjorie Arroyo, is located in the northern most quadrant of the City near the city limits and is surrounded by rural residential properties established with residential and light agricultural uses and structures, primarily vineyards and orchards. The property is developed with an existing single family residence and is currently a producing vineyard. The property is currently served by an on site well and septic system. The property is accessed via Greenwood Avenue, which is a County maintained roadway.



Viewing east down existing driveway from Greenwood Avenue

## **PROPOSAL**

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The Applicant's, Matthew and Adrian Moye, propose to develop a boutique winery or a large scale winery, as defined per 17.14.020(B)(9) CMC, with an annual production of up to 4,000 cases of wine on the property. The proposed 2-story winery structure will be located behind the existing residence toward the southeast. The structure will be approximately 4,714 square feet in size and approximately 23'-6" in height, as measured from the average natural grade to the midpoint of the roof. The 2,072 square foot ground floor will consist of barrel storage and production facilities, bathrooms, lab/office and a kitchen. approximately 1,367 square feet covered tank pad and/or crush pad will be developed off of the ground floor. The second story is approximately 1,275 square feet in size and contains office space and the tasting room. The structure will be built using conventional wood frame construction with siding and insulation for temperature control. The structure will be painted consistent with the residence. The crush pad will accommodate a crusher, press and fermentation tanks and other winery equipment as necessary.

As proposed, administrative activities for the winery will occur between the hours of 8:00 am and 5:00 pm everyday of the week. Six standard and one handicap parking spaces are provided at the end of the driveway to accommodate the employees and guests. Tours and tasting at the winery will be by appointment

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only, which will be scheduled between the hours of 10 am and 4:00 pm daily. The winery will have no more than 4 special events per year. Winery operations will vary depending on the season and weather. During the harvest season vineyard production activities may be in operation for more than a 24-hour period.

The proposed winery will not advertise in publications produced for general distribution for wine marketing events. The proposed winery plans on applying for a federal permit to become a licensed and bonded facility as well as a California alcoholic beverage license. Local deliveries via carriers like UPS and Fedex are anticipated within operation hours.

The vineyard located on the property currently produces an average yield of thirty-two tons, which will adequately supply the winery with more than 50 percent of the fruit necessary to supply the 4,000 cases wine.

## **STAFF ANALYSIS**

#### A. Land Use

The Land Use Element of the 2003 General Plan Update designates the property as Rural Residential. With respect to the development and operation of wineries, the Land Use Element identifies that winery operations may occur with discretionary permit approval within the "Rural Residential" land use designation. Uses allowed in this designation include crop production, vineyards, light agricultural structures, and single-family residences. The proposed large scale winery is consistent with the land use policies contained in the 2003 General Plan Update.

Applicability to the City's Zoning Ordinance is summarized below:

2280 Greenwood Avenue - Site Data Table		
Development Criteria	Code Requirements	Existing/Proposed
	per 500 square feet	Parking for residence proposed in existing garages and parking for agricultural uses proposed toward interior of site. Sufficient parking will be provided. Agricultural Operations: 2,072 sq. ft. = 4 spaces required Office: 528 sq. ft. = 2 spaces required Bulk Retail Sales and Tasting: 528 sq. ft. = 1 space required
Min Lot Size	2 acres	6.20 acres

Minimum Lot Width	100 Feet	484.70 Feet
Minimum Lot Depth	200 Feet	471.89
Setbacks: Front yard Side yard Rear yard Adjacent Dwelling	50 Feet 20 Feet 20 Feet 50 Feet	>250 Feet >170 Feet >90 feet >100 Feet
Lot Coverage	30 Percent	<30 Percent

In addition to the aforementioned development standards, Section 17.14.020(B)(9) of the Calistoga Municipal Code (CMC) establishes guidelines for large scale wineries, which must be considered prior to use permit approval. Staff has reviewed these guidelines and finds that the project is consistent with these land use requirements provided that conditions of approval are established, which will regulate operations (intensity of production and events).

#### B. Water and Wastewater Resources

A preliminary water report was prepared by Sterk Engineering, Inc., which identifies that the project will need approximately 1.10 acre feet of water per year. The property is developed with a 2-bedroom single family residence. The City's standardize use table estimates that a 1 to 3 bedroom residence would need 0.428 acre feet of water annually. The use of water for the vineyard is zero, as it is dry farmed and has no frost protection utilities. The winery production is anticipated to need approximately 600 gallons per day or 0.67 acre feet per year. Therefore, the property is expected to generate a need for approximately 1.10 acre feet water annually. The Applicant seeks to use the existing well as their potable water source.

Since a well is proposed, the applicant has petitioned for an exception to the water system connection requirements. The petition has been correctly filed pursuant to Section 13.04.170(B) of the Calistoga Municipal Code, which establishes requirements for the City Council to evaluate petitions for exceptions.

Current City policy establishes that an acceptable level of allowable well water usage in the valley floor for agricultural usage is 1.0 acre feet per acre of land annually. This property is 6.20 acres. The proposed water usage is far less than 6.20 acre feet of water, which is much less than what was previously determined by the City Council to be an acceptable level of allowable water usage. Thus, the impact to groundwater supplies is considered to be less than significant and Staff finds that the project meets the criteria for granting the exception.

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In addition, the applicant proposes to develop an on-site septic system for winery and sewage waste disposal. Pursuant to the Municipal Code Section 13.08.140, the project is only required to connect to the City sewer system when the public sewer line is available and/or within 200 feet of the property. In this case the public sewer line is more than 200 feet and is therefore, not required to connect to the City system.

Moreover, a feasibility report has been prepared by Sterk Engineering Inc., which concludes that there is sufficient acceptable soil to install an engineered septic system. The County of Napa Environmental Management Division has concurred with the Engineer's findings, provided that the combined total number of visitors and employees is less than 25 per day. As a result, Staff supports the use of an on site septic system for wastewater disposal.

## C. Growth Management

On January 4, 2005, the City Council adopted Ordinance #616, which established a Growth Management System applicable to development in all zoning districts. Section 19.02.0509(D) of the Calistoga Municipal Code states:

"Dwellings or non-residential structures on existing parcels of record which have paid water and wastewater connection fees prior to the effective date of this ordinance and are paying water meter service charges and/or a waste water capacity allocation charge to maintain a water and/or waste water allocation. In such instances, the parcel shall have a history of residential or non-residential development in the past, and the proposed new development shall not exceed the water consumption and wastewater production of the original development, as defined in the City's Standardized Use Table or established baseline allocation, as applicable. This exception does not apply to parcels that do not have a history of residential or non-residential development."

The property does have a history of residential development. Although, since the property has only used ground water and an on site septic system, the property has an existing allocation or baseline of zero. However, if an exception is ultimately grant by the City Council the project will continue to use ground water and an on site septic system, in which case the project will not result in an increase in water usage or wastewater usage. Therefore, this project is found to be exempt from the City's Growth Management System.

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#### D. Traffic and Circulation

The project is served by a roadway network of Greenwood Avenue, Lake County Highway (State Route 29), Grant Street and Myrtledale Road. Primary access to the property is from Greenwood Avenue, which is a County maintained roadway located outside of the City limits. Even though Greenwood Avenue is a County maintained roadway, Greenwood Avenue is classified as a Collector Street in the City's General Plan. In which case, Section 12.040.110(C) of the Calistoga Municipal Code states:

"C. Collector Street Section. The collector street section shall have a 60-foot right-of-way with a four-foot sidewalk placed against the right-of-way line and a six-foot planter adjacent to the sidewalk or a four-foot public utility easement placed against the right-of-way line and a six-foot sidewalk adjacent to the easement, with curb and gutter on each side of the street. The roadway section shall be 40 feet between curb faces to comprise an eight-foot parking lane, two 12-foot traveled lanes and an eight-foot parking lane."

However, City staff recommends lesser improvements than that required by the CMC Collector Street Section in order to create and maintain the rural condition of the area. As such, Staff has expressed this desire to the County. The County concurs that this roadway should remain in its' current configuration with the exception to the driveway encroachment, which shall be designed in accordance with the County standards, see attached letter from the Napa County Public Works Department dated October 29, 2007.

In addition, this project has the potential to result in on site traffic conflicts unless conditions are incorporated into the project to mitigate these potential impacts. Presently, the parking areas and/or driveway are not surfaced with asphalt, concrete or equivalent material as required by Section 17.36.090 of the Calistoga Municipal Code. However, this code section also allows the Planning Commission to approve proposals for parking lots surfaced in manners other than these materials when factors justify a minimum improvement. Therefore, if the Commission determines that there are factors that justify the existing surface treatment, the Commission may allow an alternative surfacing material and eliminate the requirement for additional surfacing provided that the surfacing material is adequate to meet the Fire Department's requirements.

#### E. Hazards

Chapter 15.32 of the Calistoga Municipal Code requires that fire sprinklers systems be installed in all new structures. As such, a condition of approval requiring installation of fire sprinklers has been included as part of this project.

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In addition, the Fire Department has commented that the project could become hazardous if not developed pursuant to the *Fire Department Access and Water Supply* provisions of the 2001 Fire Code, Article 9. Conditions of approval have also been incorporated into the project that require Fire Department review and approve of all site improvements and structures for conformance with these standards prior to building permit issuance.

## F. Aesthetics

As discussed in the project description, the proposed 2-story winery will be approximately 4,714 square feet in size and approximately 23'-6" in height, as measured from the average natural grade to the midpoint of the roof. The structure will be built using conventional wood frame construction with siding and insulation for temperature control. The structure will be painted consistent with the residence. The crush pad will accommodate a crusher, press and fermentation tanks and other winery equipment.

Primary views are to the surrounding hillsides, including Mt. St. Helena and the Palisades. Several properties to the south view across this property to these vistas. However, the overall height (maximum allowed, 25 feet from the average natural grade to the mid-point of the roof) of the proposed structure and water tanks combined with the distances between the properties and structures results in a less than significant impact on these vistas.

Furthermore, the building material and the use of neutral colors and hues will be used to soften the structure against the natural landscape.





To reduce repetition, all of the appropriate findings are contained in each of the appropriate Resolutions, see attached.

## **PUBLIC COMMENTS**

To date no written public comments have been received.

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## **ENVIRONMENTAL REVIEW**

As a result of sending the CEQA notice to the State Office of Planning and Research (OPR) Clearinghouse, the City has received one written comment from the Department of Transportation, Caltrans. In a letter dated July 29, 2008, Caltrans questions whether or not the project will have impacts on state transportation facilities, specifically to State Routes 29 and 128. Caltrans further states that a traffic impact analysis (TIA) is warranted if:

1. The project would generate over 100 peak hour trips assigned to a state highway facility; or

2. The project would generate 50 to 100 peak hour trips assigned to a state highway facility, and the affected highway facilities are experiencing noticeable delay; approaching unstable traffic flow (level of service (LOS0 "C" or "D") conditions; or

3. The project would generate 1 to 49 peak hour trips assigned to a state highway facility, and the affected highway facilities are experiencing significant delay; unstable or forced traffic flow (LOS "E" or "F") conditions.

In response, Staff finds that the project does not meet criteria No. 1 or 2. However, one could claim that the project may put one additional trip onto the SR128/Petrified Forest Road or SR 29/128 intersections, which are roughly at LOS E and F during the peak tourist season. Although, based upon the project description and because of the proximity of the project to these intersections (through several connections and other intersections) a nexus is not clearly evident. Furthermore, the General Plan Update EIR and the Overriding Consideration adopted as part of the Palisades Resort and Spa EIR found that mitigations measures to improve the peak-hour LOS at these intersections would potentially involve the installation of a traffic signal, along with reconfiguration of the intersections, and that those improvements would change the character of the town and would require acquisition of property. As such the City accepts the current LOS and finds that this project, 1) does not meet Criteria No. 3, 2) does not warrant a TIA to be prepared, and 3) does not have a poetically significant affect on state highway facilities.

#### RECOMMENDATIONS

A. Staff recommends that the Planning Commission adopt Planning Commission Resolution PC 2008-38 recommending to the City Council adoption of a Mitigated Negative Declaration based on an Initial Study

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- prepared for the Moye Winery Project incorporating the findings and mitigation measures as provided in the resolution
- B. Staff recommends that the Planning Commission adopt Planning Commission Resolution PC 2008-39 recommending that the City Council grant a water exception and allow a winery to use ground water rather than connect to the City's water system on the property located at 2280 Greenwood Avenue (APN 011-351-017) within the "RR", Rural Residential Zoning District, based upon the findings presented in the resolution and subject to conditions of approval.
  - C. Staff recommends that the Planning Commission adopt Resolution PC 2008-40 recommending approval of Conditional Use Permit (U 2007-12) and Design Review (DR 2007-14) allowing a winery, with an annual production of up to 400 cases, including wine tasting and retail sales on the property located at 2280 Greenwood Avenue (APN 011-351-017) within the "RR", Rural Residential Zoning District, based upon the findings presented in the resolution and subject to conditions of approval.

## **SUGGESTED MOTIONS**

## Mitigated Negative Declaration

I move that the Planning Commission adopt Planning Commission Resolution PC 2008-38 recommending to the City Council adoption of a Mitigated Negative Declaration based on an Initial Study prepared for the Moye Winery Project incorporating the findings and mitigation measures as provided in the resolution.

## **Water Exception**

I move that the Planning Commission adopt Planning Commission Resolution PC 2008-39 recommending that the City Council grant a water exception and allow a winery to use ground water rather than connect to the City's water system on the property located at 2280 Greenwood Avenue (APN 011-351-017) within the "RR", Rural Residential Zoning District, based upon the findings presented in the resolution and subject to conditions of approval.

#### Conditional Use Permit and Design Review

I move that the Planning Commission adopt Resolution PC 2008-40 recommending approval of Conditional Use Permit (U 2007-12) and Design Review (DR 2007-14) allowing a winery, with an annual production of up to 4,000 cases, including wine tasting and retail sales on the property located at 2280 Greenwood Avenue (APN 011-351-017) within the "RR", Rural Residential Zoning District, based

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upon the findings presented in the resolution and subject to conditions of approval.

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<u>NOTE</u>: The applicant or any interested person is reminded that the Calistoga Municipal Code provides for a ten (10) calendar day appeal period. If there is a disagreement with the Planning Commission, an appeal to the City Council may be filed. The appropriate forms and applicable fee must be submitted prior to 5:00 p.m. on or before the tenth calendar day following the Commission's final determination.

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## **ATTACHMENTS**

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- 1. Draft Mitigated Negative Declaration Resolution PC 2008-38
- 2. Draft Water Exception Resolution PC 2008-39
- 3. Draft Conditional Use Permit and Design Review Resolution PC 2008-40
- 4. Abbreviated Initial Study (Complete Study Available upon Request)
- 5. Description of Corrugated Steel Tanks
- 351 6. County of Napa Department of Public Works Roads Division letter dated October 29, 2007
  - 7. Septic Feasibility Letter prepared by Sterk Engineering Inc. dated January 7, 2008
  - 8. Preliminary Water Report prepared by Sterk Engineering dated May 23, 2008
  - 9. Department of Transportation, Caltrans letter dated July 29, 2008
- 358 10. Project Plans