CITY OF CALISTOGA

STAFF REPORT

TO: CHAIRMAN MANFREDI AND MEMBERS OF THE

PLANNING COMMISSION

FROM: KEN MACNAB, SENIOR PLANNER

MEETING DATE: AUGUST 27, 2008

SUBJECT: ZONING ORDINANCE AMENDMENT (ZO 2008-03) -

CHANGE IN REVIEW PROCEDURES FOR FOOD ESTABLISHMENTS IN THE DOWNTOWN COMMERCIAL

("DC") ZONING DISTRICT

REQUEST:

 ZO 2008-03. Consideration of a Zoning Ordinance Text Amendment, initiated by the City of Calistoga, Chapter 17.22.040 <u>Downtown Commercial (DC) District – Allowed, Conditionally Permitted and Prohibited Uses</u> of the Calistoga Municipal Code, to change review procedures for occupancy of an existing commercial space by a restaurant, bakery, cafe, or similar use, with or without outdoor dining, from a conditionally permitted use under Section 17.22.040(B) to a permitted use under Section 17.22.040(A), subject to administrative review with public notice. Bars and uses with bars, live entertainment and/or dancing would remain as conditionally permitted uses. This proposed action is exempt from the California Environmental Quality Act (CEQA) under Section 15061(b)(3) of the CEQA Guidelines.

BACKGROUND:

In response to the length of time taken in the processing of JoLe Restaurant's use permit and the need to assist new businesses that desire to locate in Calistoga, the Planning Director was approached by the Mr. Rex Albright, Executive Director for the Chamber of Commerce. After discussion on the need for a use permit and time required to process, the Department was requested to explore an administrative use permit process for allowing restaurants in the Downtown Commercial Zoning District in order to simplify the process.

 Restaurants, bakeries, café's and other similar uses are currently allowed in the Downtown Commercial ("DC") Zoning District with Conditional Use Permit approval by the Planning Commission. Typically, a person seeking to open a

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new food establishment in Calistoga looks to lease commercial space in an existing building in or near the core downtown area. When a space is found, the proprietor must obtain Conditional Use Permit approval prior to making interior improvements and moving into the space. The Conditional Use Permit process can take several months to complete, during which time the proprietor is often required to compensate the owner for holding the space open.

Over the years, Planning and Building Department staff has reviewed numerous applications for Conditional Use Permit approval to open a new food establishment in an existing commercial space. Through this experience it has become evident to staff that the issues that typically arise during these reviews are generally the same: parking, water and sewer allocations, bars and live entertainment. While establishments with bars, live entertainment and/or dancing do raise issues that warrant discretionary review and public discussion, staff believes that establishments without such uses can be reviewed through established administrative procedures and practices.

In the interest of maintaining streamlined development review procedures and a positive business climate in the community, staff is proposing that certain types of food establishments be reviewed and approved administratively rather than through the Conditional Use Permit process.

STAFF ANALYSIS

Section 17.22.040(B)(14) of the Downtown Commercial Zoning District regulations requires Conditional Use Permit approval for "restaurants, bakeries, bars, cafes, and similar uses, with or without outdoor dining." The primary purpose of requiring a conditional use permit is to ensure that the use is compatible with adjacent uses and is operated in a manner that does not adversely impact adjoining properties or the environment. Typical questions addressed during the conditional use permit review process include:

- Consistency with the General Plan and Zoning Code
- Site compatibility
- Compatibility with surrounding uses
- Measures to reduce or eliminate compatibility issues
- Environmental impacts
- Adequacy of public services and/or infrastructure
- Impact of the use on the community as whole

In applying these questions to a proposal to open a food establishment in an existing commercial space in the DC zoning district, it can be seen that for certain types of food establishments there are very few, if any, issues of compatibility or impact. Consider the following responses to the questions above

using JoLe restaurant's recent request for Conditional Use Permit approval to open in an existing commercial space in the Mt. View Hotel as an example.

1. Is the proposed use consistent with the General Plan and Zoning Code?

Response:

The subject property has a General Plan land use designation of Downtown Commercial. Objective LU-1.1 of the Land Use Element in the General Plan is to enhance and maintain the vibrancy of the downtown. Implementing Policy P2 calls for commercial development to be focused in the downtown area (where they are accessible to residents and tourists). Implementing Policy P5 encourages infill development over peripheral development.

The property is located within the Downtown Commercial-Design District overlay (DC-DD) zoning district. The DC-DD zoning district implements the Downtown Commercial General Plan land use designation.

2. Does the proposed use make sense for the site?

Response:

The subject space had been occupied by commercial uses for over 50 years and most recently was occupied by a restaurant similar to the one being proposed. The proposed restaurant is consistent with these General Plan objectives and policies as it is located in the central downtown area on Lincoln Avenue, is expected to serve the needs of residents and visitors in the area, and is occupying an existing commercial space.

3. Is the proposed use compatible with surrounding uses?

Response:

The proposed used is located on the ground floor of an existing hotel and in area characterized by a variety of retail uses. Uses immediately adjacent to the subject space include BarVino (bar) to the east and North Star (retail establishment) to the west.

4. If not, are there things that can be done to make it more compatible?

Response:

With respect to compatibility of uses, staff finds that the proposed restaurant use is consistent with and will complement the downtown retail environment.

Staff is aware of a waste management issue associated with the hotel operator and has asked that a waste management plan be provided for review and approval as part of the building permit process.

5. Will the project have any environmental effects? What will those effects be? What level of environmental review must occur?

Response:

The proposed project involves occupancy and minor interior alterations to an existing commercial space. No exterior alterations are proposed. The project will not result in a significant increase in traffic above the levels of traffic generated by previous uses. The restaurant will not generate significant levels of noise as the operation is located indoors and no live entertainment is being proposed. Finally, the site is located in an established commercial area that is zoned for commercial uses.

6. Can the proposed use adequately be served by existing public facilities and services (for example parking, water and sewer service)?

Response:

The subject property is non-conforming with respect to meeting current off-street parking requirements. The sub-standard number of off-street parking spaces has been recognized by the City as a non-conforming condition. Given this and the fact that no expansion or change of use is being proposed, no additional parking or payment of in-lieu parking fees is required at this time.

The current allocation for water and wastewater is sufficient to accommodate the re-establishment of a restaurant use in this location. No additional allocation is required at this time.

7. How will the use, as restricted, affect the community as a whole?

Response:

The proposed restaurant is consistent with these General Plan objectives and policies as it is located in the central downtown area on Lincoln Avenue and is expected to serve the needs of residents and visitors in the area.

The above responses are intended to illustrate that, in this instance, a new restaurant locating in a long-established existing commercial space in the downtown area is a relatively benign use. It is also staff's intent to illustrate that while the above responses are specific to the JoLe restaurant application, they are virtually the same that would be made for similar proposals to open a food

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establishment in an existing commercial space elsewhere in the DC Zoning District.

Staff does recognize that there are circumstances where a proposed new restaurant or food establishment would warrant conditional use permit review and approval. Such circumstances could include: establishments with bars or that serve alcohol after food has stopped being served; establishments with live music and/or dancing; establishments with outdoor dining in a public right-of-way; or establishments that require an expansion of space. However, staff believes that there are differences between restaurants with a bar or live entertainment and restaurants such as JoLe or food establishments such a bakery, deli or café.

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PROPOSED TEXT AMENDMENT

To implement streamlined review procedures for certain restaurants or food establishments locating in an existing commercial space within the Downtown Commercial Zoning District, staff proposes that the following changes to Subsections A (Allowed Uses) and B (Conditionally Permitted Uses) of Section 17.22.040 (Downtown Commercial Zoning District) of Chapter 17.22 Commercial Land Use Districts of the Zoning Ordinance, reading as follows (additions noted in *italics*, deletions noted in strikeout):

1. Section 17.22.040(A) – Allowed Uses

"X. Restaurants, bakeries, café's and other similar uses, with or without outdoor seating, pursuant to the following:

a. The proposed establishment meets all of the following criteria:

(i) the establishment is located in an existing commercial space and does not require an expansion that would increase the square footage of the existing floor area by more than 10%; and

(ii) no live entertainment or dancing is being proposed; and

(iii) no outdoor seating is being proposed in a public rightof-way; and

(iv) the establishment is not a formula business or formula restaurant.

- 203 b. Administrative review and approval by the Planning and 204 Building Director, subject to the following: 205
 - (i) The proposed establishment meets the requirements of all applicable zoning regulations.
 - (ii) Written notice of the proposed establishment is mailed to all property owners within 300 feet of the subject property. Such notice shall be given not less than 10 days before the date the application is scheduled for a decision by the Planning and Building Director.
 - (iii) No substantial concerns are raised by surrounding property owners or are identified by the Planning and Building Director. If substantial concerns are identified, the proposed establishment shall be referred to the Planning Commission for review and approval pursuant Chapter 17.40 CMC."

2. <u>Section 17.22.040(B) – Conditionally Permitted Uses</u>

- "14. Restaurants, bakeries, bars, café's and similar uses, with or without outdoor dining; Bars;
- XX. Restaurants, bakeries, café's and other similar uses, with or without outdoor seating, not meeting the criteria set forth in Section 17.22.040(A)(X);"

The proposed change in review procedures would not exempt an establishment from complying with other City codes and development standards. For example, staff will continue to review of the adequacy of water and sewer allocations and require Growth Management Allocations when existing allocations are insufficient to accommodate the proposed use. Another example would be parking. A site having a non-conforming parking condition that has not been recognized by the City will continue to be subject to current parking requirements. Proposal's that cannot meet current parking requirements and/or are not interested in paying In-Lieu parking fees would be subject to Conditional Use Permit review and approval by the Planning Commission.

Finally, it should be noted that the proposed text amendment includes a provision that would allow for any proposal raising the concerns of nearby property owners and/or the Planning and Building Director to be referred to the Planning Commission for review and approval.

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ENVIRONMENTAL REVIEW

This action has been reviewed pursuant to the California Environmental Quality Act (CEQA) and determined that this activity is covered by the general rule that CEQA applies only to projects, which have the potential for causing a significant effect on the environment, and where it can be seen with certainty that there is no possibility that the action being contemplated, a change in review procedures for occupancy of existing commercial spaces by certain types food establishments, will have any impact on the environment (Section 15061(b)(3)).

RECOMMENDATION

Staff recommends Planning Commission discussion and recommendation to the City Council on the adoption of an Ordinance amending Section 17.22.040 Downtown Commercial (DC) District — Allowed, Conditionally Permitted and Prohibited Uses of the Calistoga Municipal Code, to change review procedures for occupancy of an existing commercial space by a restaurant, bakery, cafe, or similar use, with or without outdoor dining, from a conditionally permitted use to a permitted use, subject to administrative review with public notice. Staff also recommends that bars and uses with bars, live entertainment and/or dancing remain as conditionally permitted uses, subject to Planning Commission consideration.

SUGGESTED MOTION

I move that the Planning Commission adopt Resolution PC 2008-41 recommending to the City Council adoption of an Ordinance amending Chapter 17.22.040 <u>Downtown Commercial (DC) District – Allowed, Conditionally Permitted and Prohibited Uses</u> of the Calistoga Municipal Code, to change review procedures for occupancy of an existing commercial space by a restaurant, bakery, cafe, or similar use, with or without outdoor dining, from a conditionally permitted use under Section 17.22.040(B) to a permitted use under Section 17.22.040(A), subject to administrative review with public notice. Bars and uses with bars, live entertainment and/or dancing would remain as conditionally permitted uses.

ATTACHMENTS

- 285 A. PC Resolution 2008-41
- 286 B. Chapter 17.22.040 A & B