# **CITY OF CALISTOGA**

## STAFF REPORT

TO: CHAIRMAN MANFREDI AND MEMBERS OF THE

PLANNING COMMISSION

FROM: CHARLENE GALLINA, PLANNING & BUILDING

DIRECTOR

**MEETING DATE: APRIL 22, 2009** 

SUBJECT: MUNICIPAL CODE AMENDMENT (CMC 2009-01) -

GROWTH MANAGEMENT SYSTEM PROGRAM

**AMENDMENTS** 

## **REQUEST:**

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**CMC 2009-01.** Consideration of a Municipal Code Amendment initiated by the City of Calistoga for a text amendment to Title 19, <u>Environmental Protection</u> specifically, Chapter 19.02 <u>Growth Management System</u> of the Calistoga Municipal Code to clarify and improve program implementation. No further environmental review is required in accordance with Section 15061(b)(3) of the CEQA Guidelines.

### **BACKGROUND**:

On January 4, 2005, the City Council adopted Ordinance #616, which established Chapter 19.02 <u>Growth Management System</u> of the Municipal Code applicable to development in all zoning districts. On September 6, 2005, the City Council of the City of Calistoga adopted Ordinance #624 amending Chapter 19.02 <u>Growth Management System</u> of Calistoga Municipal Code to clarify and improve program implementation.

During the Special Joint Meeting of the City Council and Planning Commission, as well as, the processing of the 2009 Growth Management Allocation cycle, the City Council and the Planning Commission included in their deliberations a discussion on the need to revisit the City's Growth Management System Program to provide more flexibility in the regulations and to explore options on providing development incentives to encourage applicants to bring in projects that address City needs. Based upon these discussions, the following suggestions were provided:

Municipal Code Amendment CMC 2009-01 Growth Management System Program April 22, 2009 Page 2 of 4

- There should be a requirement for an overall revision of the Growth Management System program no later than the end of this year to incorporate lessons learned;
  - There should be an examination on the possible suspension of all or portions of the Growth Management System program until development demands exceed resource supply (e.g., water/wastewater capacity and the 1.35% annual population growth);
  - Consideration of development incentives for affordable housing, including a reduction in development impact fees;
  - Consideration that allocations have a two year term instead of a single year;
    and
  - Consideration in authorizing staff to administratively grant minor allocations to prevent unnecessary delays for small projects.

Given these suggestions, staff informed the Council and Commission that recommendations on a text amendment to the Growth Management System program would be brought forward after the awarding of the 2009 allocations. Adopted Meeting Minute Excerpts for the June 25, 2008 City Council-Planning Commission Joint Session and the July 9, 2008 Planning Commission Meeting have been attached for Commission review. (Refer to Attachments 3 & 4)

## **STAFF DISCUSSION:**

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Attachment 2 presents staff's recommendations on proposed amendments to the City's Growth Management System. At this time, staff is not recommending to suspend all or portions of the Growth Management System program until development demands exceed resource supply, but instead staff is recommending additional exceptions to allow for a limited amount of water allocations to facilitate small business start-ups and to allow the construction of single family units on existing lots of record and the processing of minor residential subdivisions of 3 or fewer lots. (Refer to Section 19.02.050) It should be noted that the granting of non-residential allocations would be limited to small increments restricted to two (2) acre feet of water per calendar year and would be administered by the Planning & Building Director. Such allocations would also be counted towards the eight (8) acre feet annual restriction. With respect to residential allocations, the generated population for these units would be counted towards the five-year cycle 1.35% growth rate. Furthermore, it is staff's intent that all administratively granted allocations would be reported annually to the Planning Commission and City Council.

In addition, staff is recommending several modifications to the standard General Development Objectives to model these objectives based upon previously adopted City Council General Development Objectives and to delete those objectives that have been provided under the "Exception" provisions (Refer to

Municipal Code Amendment CMC 2009-01 Growth Management System Program April 22, 2009 Page 3 of 4

Section 19.02.070). Furthermore, staff is recommending a change to the General Development Objective that addresses the preference for affordable housing in order to require that the housing units dedicated to very-low, low-and/or moderate-income be "deed restricted" and to add the words "...the majority of units..." to allow those project proposals that may want to provide a mix of market and deed restricted affordable units under this preference. Other minor changes included have been recommended to clarify the intent of the proposed regulation.

With regards to providing additional development incentives (e.g., reduction in fees) for affordable housing, staff is recommending that this effort be addressed as part of our Housing Element Update process. Lastly, staff is not recommending any changes at this time to the single year timeframe for permit processing. It is staff's opinion that project proponents in making an allocation application should be project ready and have the ability to submit a formal application within a reasonable time after the granting of an allocation. If additional time is needed due to market conditions or an anticipated sale of property, then the option to request the processing of a development agreement is available to the applicant. Given staff's recommendation to include additional exceptions as discussed above, staff is confident that an amendment to the processing timelines for securing an allocation are not warranted at this time.

## **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 the processing of Growth Management Allocations, 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 Title 19, Environmental Protection specifically, Chapter 19.02 <u>Growth Management System</u> of the Calistoga Municipal Code to further clarify, streamline and improve program implementation.

#### SUGGESTED MOTION:

I move that the Planning Commission adopt Resolution PC 2009-08 recommending to the City Council adoption of an Ordinance amending Title 19,

Municipal Code Amendment CMC 2009-01 Growth Management System Program April 22, 2009 Page 4 of 4

- Environmental Protection specifically, Chapter 19.02 <u>Growth Management</u> System of the Calistoga Municipal Code to further clarify, streamline and improve program implementation.
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# 121 ATTACHMENTS

- 122 1. PC Resolution 2009-08
- 123 2. Exhibit A Proposed Amendments
- 124 3. Excerpt of Special Joint Meeting of the City Council-Planning Commission Minutes of August 5, 2008
- 126 4. Excerpt of Planning Commission Meeting Minutes of July 9, 2008
- 127 5. Chapter 19.02 Growth Management System