CITY OF CALISTOGA STAFF REPORT

TO: CHAIRMAN MANFREDI AND MEMBERS OF THE PLANNING

COMMISSION

FROM: ERIK V. LUNDQUIST, ASSOCIATE PLANNER

DATE: OCTOBER 13, 2010

SUBJECT: RIOS & OCHOA WINE RETAIL AND TASTING FACILITY

1307-A LINCOLN AVENUE (APN 011-221-027)

REQUEST: Consideration of Conditional Use Permit application to establish retail wine sales, including wine tasting and wine education in an existing 1,200 square foot commercial space located at 1307-A Lincoln Avenue (APN 011-221-027) within the "DC-DD", Downtown Commercial-Design District Overlay Zoning District. Live entertainment and/or amplified music is also proposed to occur periodically.

BACKGROUND: On November 28, 2007, the Planning Commission approved Conditional Use Permit (U 2007-10) and Design Review (DR 2007-11) applications to allow interior division of an approximately 2,342 square foot commercial space into two (2) separately leasable spaces of 1,266 square feet and 1,040 square feet respectively.

In March, 2008, a women's clothing store ("Three Sisters") moved into Suite 'A', the larger of the two approved tenant spaces. Just recently, *Three Sisters* ceased operations and vacated the premises making the space available for the Rios & Ochoa wine tasting and retail establishment.

The adjoining space, Suite 'B' is currently occupied by W.H. Smith Wines, a wine tasting room and wine education center. W.H. Smith opened this facility in the summer of 2009.



[Photo] View of Store Frontage along Lincoln Avenue Rios & Ochoa Wine Tasting, 1307-A Lincoln Avenue. (APN 011-221-027) Conditional Use Permit (U 2010-06) October 13, 2010 Page 2 of 6

PROPOSAL: On August 13, 2010 an application was submitted by Rafael Rios, on behalf of Rios Wine Company LLC and Ochoa Vineyard Management LLC to open a new retail wine tasting establishment. The business will occupy the vacant 1,200 square foot commercial space that exists in the northerly portion of the building. The submitted floor plans (Attachment 5) indicate that the space will be divided into two primary areas, including: retail sales and tasting area and an office/storage area.

The business will provide wine tasting under a Duplicate-02 Wine Grower license held by the Rios Wine Company LLC and Ochoa Vineyard Management LCC. The majority of the business will be retail sales of items related to wine education and wine brand promotion.

 Retail sales and tasting will occur seven days a week from 10 a.m. to 6 p.m. with extended hours (to 10 p.m.) on days when there are special city wide events or festivals, special holiday hours, and new wine release parties.. Outdoor seating is proposed under two covered patio spaces located near the front entry and at the rear of the structure.



(P) 1307-A, Outdoor Patio Seating near Front Entry



(P) 1307-A, Outdoor Patio Seating at Rear of Structure

STAFF ANALYSIS

A. Land Use

General Plan: 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 proposed establishment is consistent with these General Plan objectives and policies as it is located in the central downtown area on Lincoln Avenue, is anticipated to contribute to the vibrancy and diversity of uses in the downtown area, and is occupying an existing commercial space.

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Zoning

The subject 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. Section 17.22.040(B)(20) of the Zoning Ordinance requires Use Permit approval by the Planning Commission for wine and liquor sales, including tasting facilities. Additionally, live entertainment may be authorized pursuant to Section 17.22.040(B)(16) upon securing a use permit. Compliance with the required findings for Use Permit approval is discussed later in this staff report.

Section 17.28.020 (B)(1) of the Design District overlay requires Design Review approval for all uses requiring a Use Permit in the DC zoning district. Because there are no proposed exterior modifications, there are no substantial design issues to be reviewed, staff is recommending that the requirement for Design Review approval be waived per Section 17.06.020(B)(2) of the Zoning Ordinance.

B. Parking

There are 12 off-street parking spaces (including one accessible parking space) located in the northern portion of the subject site. These spaces would be shared by both commercial uses in the building. Staff finds that there are an appropriate amount of parking spaces to meet the Code requirements and the space needs.

E. Growth Management

This property carries water and wastewater baselines of .142 and .128 ac-ft/year respectively. Given this, staff believes that the current allocation of water and wastewater is sufficient to accommodate the existing and proposed wine related uses, based upon the City's standardized use tables (Resolution No. 99-65). No additional allocation is required at this time.

FINDINGS

In addition to the above discussion, the analysis of this project includes reference to the Findings for Use Permit Approval (CMC 17.40.070). These are discussed generally as follows:

Findings for Use Permit Approval (CMC 17.40.070):

1. The proposed development, together with any provisions for its design and improvement, is consistent with the General Plan, any applicable specific plan and other applicable provisions of the Zoning Code including the finding that the use as proposed is consistent with the historic, rural, small-town atmosphere of Calistoga.

Response: The property is located within the Downtown Commercial land use designation and the "DC-DD", Downtown Commercial-Design District overlay zoning

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- district. The proposed use is consistent with the policies, objectives and actions of the General Plan and will comply with the applicable provisions of the Zoning Ordinance.
- 122 2. The site is physically suitable for the type and density of development.

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- Response: The proposed retail business will be located in an existing commercial space with off-street parking and interior facilities and improvements that are suitable for the proposed use.
- The proposed development has been reviewed in compliance with the California Environmental Quality Act (CEQA) and the project will not result in detrimental or adverse impacts upon the public resources, wildlife or public health, safety and welfare.
- Response: This project is exempt from CEQA under Section 15332.
- Approval of the use permit application will not cause adverse impacts to maintaining an adequate supply of public water and an adequate capacity at the wastewater treatment facility.
- Response: No adverse impacts to water and wastewater will occur as a result of this project. The current allocation for water and wastewater is sufficient to accommodate the proposed retail wine sales, tasting and educational use.
- Approval of the use permit application shall not cause the extension of service mains greater than 500 feet.
 - Response: This use will not result in an extension of an existing service main.
- 6. An allocation for water and/or wastewater service pursuant to Chapter 13.16 CMC (Resource Management System) shall be made prior to project approval. Said allocation shall be valid for one year and shall not be subject to renewal.
- Response: A new allocation for water and/or wastewater service is not required for the proposed use. No increase in water consumption or wastewater generation is anticipated by this proposal.
- The proposed development presents a scale and design which are in harmony with the historic and small-town character of Calistoga.
- Response: The owner is only proposing minor alterations to the interior of the building.
 All exterior materials, paint colors, trim, moldings, and other decoration will remain the same. The proposed alterations will not result in a scale of development that is different from what currently exists on the property or that is different from the character of surrounding development.

8. The proposed development is consistent with and will enhance Calistoga's history of independent, unique, and single location businesses, thus contributing to the uniqueness of the town, which is necessary to maintain a viable visitor industry in Calistoga and to preserve its economy.

<u>Response</u>: The architectural design, location, height and size of the structure will retain the character of the community by preserving the existing architectural features and layout of the property.

9. The proposed development complements and enhances the architectural integrity and eclectic combination of architectural styles of Calistoga.

<u>Response</u>: No exterior physical changes will occur to the exterior of any buildings on the site as a result of this application (see response under No. 8 above).

ENVIRONMENTAL REVIEW

Under the provisions of Section 15332, In-Fill Development, of the State Guidelines for Implementation of the California Environmental Quality Act (CEQA) as stated below, this project is found to be exempt from the environmental review requirements of Chapter 19.10 of the Calistoga Municipal Code, implementing the California Environmental Quality Act of 1970, as amended in that; 1) the proposal is consistent with the General Plan and Zoning District, 2) the subject site is less than five acres and is surrounding by urban uses, 3) approval of the project would not result in any significant effects relating to traffic, noise, air quality or water quality, and 4) the site can be adequately served by all required utilities and public services.

RECOMMENDATIONS

A. Based upon the above findings, staff recommends the filing of a Notice of Exemption for the Project pursuant to Section 15332 of the CEQA Guidelines.

B. Based upon the above findings, staff recommends approval of a Conditional Use Permit (U 2010-06) to allow retail wine sales, including wine tasting and wine education in an existing 1,200 square foot commercial space located at 1307-A Lincoln Avenue (APN 011-221-027) within the "DC-DD", Downtown Commercial-Design District zoning district.

C. Based upon the above findings and pursuant to Section 17.06.020(B)(2) of the Zoning Ordinance, staff recommends that the requirement for Design Review approval be waived because there are no substantial design issues to be reviewed.

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SUGGESTED MOTIONS

209 <u>Categorical Exemption</u>

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I move that the Planning Commission direct Staff to file a Notice of Exemption for the Project pursuant to Section 15332 of the CEQA Guidelines as a Class 1 Exemption.

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214 <u>Conditional Use Permit</u>

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- I move that the Planning Commission adopt Resolution PC 2010-15 approving Conditional Use
- Permit (U 2010-06) to allow retail wine sales, including wine tasting and wine education in an
- existing 1,200 square foot commercial space located at 1307-A Lincoln Avenue (APN 011-221-
- 219 027) within the "DC-DD", Downtown Commercial-Design District zoning district, based upon
- 220 the findings provided in the Resolution and subject to conditions of approval.

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ATTACHMENTS

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- 224 1. Vicinity Map
- 225 2. Draft PC Resolution 2010-15
- 3. California Department of Alcoholic Beverage Control License Query as of October 4, 2010
- 4. Written Project Narrative received August 13, 2010
- 5. Site Plan and Floor Plans