PLANNING COMMISSON HEARING – JUNE 6, 2012 EXHIBIT A - FINDINGS

CAIRDEAN WINERY VARIANCE #P11-00299-VAR & USE PERMIT #P11-00298-UP 3125 ST HELENA HIGHWAY (SR 29/128), ST. HELENA, CALIFORNIA APN 022-070-028

ENVIRONMENTAL DETERMINATION:

The Conservation, Development, and Planning Commission (Commission) has received and reviewed the proposed Mitigated Negative Declaration (Environmental Document) pursuant to the provisions of the California Environmental Quality Act (CEQA) and of Napa County's Local Procedures for Implementing CEQA, and makes the following findings. That:

- 1. The Planning Commission has read and considered the Mitigated Negative Declaration prior to taking action on said Mitigated Negative Declaration and the proposed project.
- 2. The Mitigated Negative Declaration is based on independent judgment exercised by the Planning Commission.
- 3. The Mitigated Negative Declaration was prepared and considered in accordance with the requirements of the California Environmental Quality Act (CEQA).
- 4. The Secretary of the Commission is the custodian of the records of the proceedings on which this decision is based. The records are located at the Napa County Conservation, Development, and Planning Department, 1195 Third Street, Room 210, Napa, California.
- 5. There is no substantial evidence in the record as a whole, that the project will have a significant effect on the environment, provided mitigation measures and conditions of approval are applied to this project as required.
- 6. There is no evidence in considering the record as a whole that the proposed project will have a potential adverse effect on wildlife resources or habitat upon which the wildlife depends, provided conditions of approval are applied to this project as required.

VARIANCE REQUIRED FINDINGS:

The Commission has reviewed the above-described variance request and, in accordance with the requirements of Napa County Code Section 18.128.060, makes the following findings. That:

7. The procedural requirements set forth in Chapter 18.128 of the Napa County Code have been met.

<u>Analysis</u>: The variance application has been filed and notice and public hearing requirements have been met. The hearing notice was posted on May 7, 2012 and copies were forwarded to property owners within 300 feet of the subject parcel and all other interested parties. The CEQA public comment period ran from May 7 to June 5, 2012.

8. Special circumstances exist applicable to the Property, including size, shape, topography, location or surroundings, because of which strict application of the zoning district regulations deprives such property of privileges enjoyed by other property in the vicinity and under identical zoning classification.

<u>Analysis</u>: Physical constraints of the property which include steep topographic conditions that impact the majority of the property, numerous mature trees (douglas fir/oak woodlands) and vegetation, water features located on the southern portion of property, and the inordinate width to depth ratio present on the property provides limited access to flat ground all of which are located within the 600 feet of State Route (SR) 29/128 and 300 feet of the private road which is shared by the Marketplace (formerly named St. Helena Outlets). In order for a winery to be established on the parcel at a different location to meet the 300'/600' winery setbacks from a private road and SR 29/128, significant earth disturbing activities on slopes greater than 5-15% and removal of natural habitat including douglas fir trees, oak woodland and other natural habitats must occur.

Construction of the proposed winery 100 feet from the private access road used by the public and 259 feet from SR 29/128 would lessen the earthmoving activities/grading as the proposed location is on slopes less than 5%, would facilitate vehicular access for delivery and emergency service, and would have fewer effects on the natural habitat.

A variance to the 300'/600' winery setbacks from a private road and SR 29/128 is prudent for this property owner to enjoy these rights, while at the same time reducing adverse impacts to the existing natural habitat. Therefore, unique circumstances of this particular parcel, the physical configuration of the parcel and the natural habitat does not apply to other properties, and strict application of the 300'/600' winery setbacks if applied to this parcel would deprive the property of the privileges enjoyed by other properties in the same zoning designation.

9. Grant of the variance is necessary for the preservation and enjoyment of substantial property rights.

<u>Analysis</u>: The parcel is zoned Agricultural Watershed (AW) which allows wineries and accessory uses in connection with a winery, subject to the approval of a conditional use permit. All wineries in Napa County typically require construction production, administrative and tasting facilities essential to winery operations. As discussed in the above special circumstances finding, the Commission finds that a variance from the 600 foot SR29/128 (St. Helena Highway) setback and 300 foot from the private access road used by the public is warranted to allow the construction of a new winery facility on the property as allowed by and even encouraged in the General Plan. (See **Economic Development Policy E-1** – "The County's economic development will focus on ensuring the continued viability of agriculture..."). The grant of this variance will not confer a special privilege to the applicant, as the Commission has previously granted variances to allow the construction of wineries, including accessory facilities, within roadway setbacks on properties with the same zoning and substantially similar property characteristics.

10. Grant of the variance will not adversely affect the public health, safety or welfare of the County of Napa.

<u>Analysis</u>: The granting of the variance to the winery road setbacks (within 259 feet from SR 29/128 where 600 feet is required and 100 feet from a private road used by the public where 300 feet is required) will not adversely affect the health or safety of persons residing or working in the neighborhood of the property. Various County departments have reviewed the Project and commented regarding water, waste water disposal, access, building permits, and fire protection. Conditions are recommended which will incorporate these comments into the project to assure protection of public health and safety.

11. Grant of the variance in the case of other groundwater basins, or areas which do not overlay an identified groundwater basin, where grant of the variance cannot satisfy the criteria specified for approval or waiver of a groundwater permit under Section 13.15.070 or 13.15.080, substantial evidence has not been presented demonstrating that the grant of the variance might cause a significant adverse affect on any underlying groundwater basin or area which does not overlay an identified groundwater basin.

Analysis: The subject property is not located in a "groundwater deficient area" as identified in Section 13.15.010 of the Napa County Code. Minimum thresholds for water use have been established by the Department of Public Works using reports by the United States Geological Survey (USGS). These reports are the result of water resources investigations performed by the USGS in cooperation with the Napa County Flood Control and Water Conservation District. Any project which reduces water usage or any water usage which is at or below the established threshold is, for purposes of the application of the County's Groundwater Conservation Ordinance, assumed not to have a significant effect on groundwater levels. Based on the submitted Phase One water availability analysis, the 50.31 acre subject valley-area parcel has a water availability calculation of 50.31 acre feet per year (af/yr), which is arrived at by multiplying its approximately 50.31 acre size by a one acre feet per year per acre fair share water use factor. The Water Demand Calculations submitted for the project placed water demand for the winery, tasting room, wine production, and 1 acre vineyard at 3.88 af/yr. Based upon this figure, the project would be well below the established threshold for groundwater use on the property. The County is not aware of, nor has it received any reports of, groundwater shortages near the project area. The project will not interfere substantially with groundwater recharge such that there would be a net deficit in aquifer volume or a lowering of the local groundwater level.

USE PERMIT REQUIRED FINGINGS:

The Commission has reviewed the use permit request in accordance with the requirements of the Napa County Code Section18.124.070 and makes the following findings. That:

12. The Commission has the power to issue a use permit under the zoning regulations in effect as applied to the property.

<u>Analysis</u>: The project is consistent with AW (Agricultural Watershed) zoning district regulations. A winery (as defined in Napa County Code Section 18.08.640) and uses in connection with a winery (see Napa County Code Section 18.20.030) are permitted in an AW zoned district with an approved use permit. The project complies with the requirements of the Winery Definition Ordinance (Ord. No. 947, 1990) and the remainder of the Napa County Zoning Ordinance (Title 18, Napa County Code) as applicable.

13. The procedural requirements for a use permit set forth in Chapter 18.124 of the Napa County Code (Use Permits) have been met.

<u>Analysis</u>: The use permit application has been filed, noticed and public hearing requirements have been met. The hearing notice was posted on May 7, 2012 and copies were forwarded to property owners within 300 feet of the subject parcel and all other interested parties. The CEQA public comment period ran from May 7 to June 5, 2012.

14. The granting of the use permit, as conditioned, will not adversely affect the public health, safety or welfare of the County of Napa.

<u>Analysis</u>: Various County departments have reviewed the project and commented regarding water, waste water disposal, traffic and access, building permits, and fire protection. Conditions are recommended which will incorporate these comments into the project to assure the ongoing protection of the public health and safety.

15. The proposed use complies with applicable provisions of the Napa County Code and is consistent with the policies and standards of the Napa County General Plan.

<u>Analysis</u>: The proposed use complies with applicable provisions of the Napa County Code and is consistent with the policies and standards of the Napa County General Plan. The Winery

Definition Ordinance (WDO) was established to protect agriculture and open space and to regulate winery development and expansion in a manner that avoids potential negative environmental effects. The project complies with the requirements of the Winery Definition Ordinance (Ord. No. 947, 1990) and the applicable provisions of the Napa County Zoning Ordinance (Title 18, Napa County Code).

This proposal is consistent with the *Napa County General Plan 2008*. The subject parcel is located on land designated Agricultural Watershed, Open Space (AWOS) on the County's adopted General Plan Land Use Map. This project is comprised of an agricultural processing facility (winery), along with wine storage, bottling, and other WDO-compliant accessory uses as outlined in and limited by the approved project scope. (See Exhibit 'B', Conditions of Approval.) These uses fall within the County's definition of agriculture and thereby preserve the use of agriculturally designated land for current and future agricultural purposes.

General Plan Agricultural Preservation and Land Use Goal AG/LU-1 guides the County to, "preserve existing agricultural land uses and plan for agriculture and related activities as the primary land uses in Napa County." General Plan Agricultural Preservation and Land Use Goal AG/LU-3 states the County should, "support the economic viability of agriculture, including grape growing, winemaking, other types of agriculture, and supporting industries to ensure the preservation of agricultural lands."

As approved here, the use of the property for the "fermenting and processing of grape juice into wine" (NCC Section 18.08.640) supports the economic viability of agriculture within the county consistent with General Plan Agricultural Preservation and Land Use Policy AG/LU-4 ("The County will reserve agricultural lands for agricultural use including lands used for grazing and watershed/ open space..."). Policy AG/LU-8 also states, "The County's minimum agricultural parcel sizes shall ensure that agricultural areas can be maintained as economic units and General Plan Economic Development Policy E-1 (The County's economic development will focus on ensuring the continued viability of agriculture...). Approval of this project furthers these key goals.

The General Plan includes two complimentary policies requiring that new wineries, "...be designed to convey their permanence and attractiveness." (General Plan Agricultural Preservation and Land Use Policy AG/LU-10 and General Plan Community Character Policy CC-2). The proposed winery, to the extent that it will be publicly visible, will convey permanence and attractiveness.

Agricultural Policy AG/LU-13 of the County General Plan recognizes wineries, and any use clearly accessory to a winery, as agriculture. The Land Use Standards of the General Plan Policy AG/LU-2 list the processing of agricultural products as one of the general uses recognized by the AWOS land use designations. The proposed project allows for the continuation of agriculture as a dominant land use within the county and is consistent with General Plan Agricultural Policy AG/LU-13.

The project is also consistent with General Plan Conservation Policy CON-53 and CON-55 which require that applicants, who are seeking discretionary land use approvals, prove the availability of adequate water supplies which can be appropriated without significant negative impacts on shared groundwater resources. As analyzed below, the proposed winery will not interfere substantially with groundwater recharge based on the criteria established by Napa County Public Works Department.

Finally, the "Right to Farm" is recognized throughout the General Plan and is specifically called out in Policy AG/LU-15 and in the County Code. "Right to Farm" provisions ensure that agriculture remains the primary land use in Napa County and is not threatened by potentially competing uses or neighbor complaints. Napa County's adopted General Plan reinforces the County's long-standing commitment to agricultural preservation, urban centered growth, and resource conservation. On balance, this project is consistent with the General Plan's overall policy framework and with the Plan's specific goals and policies.

16. The proposed use would not require a new water system or improvements causing significant adverse effects, either individually or cumulatively, on the affected groundwater basin in Napa County, unless that use would satisfy any of the other criteria specified for approval or waiver of a groundwater permit under Napa County Code Section 13.15.070 or Section 13.15.080.

Analysis: The subject property is not located in a "groundwater deficient area" as identified in Section 13.15.010 of the Napa County Code. Minimum thresholds for water use have been established by the Department of Public Works using reports by the United States Geological Survey (USGS). These reports are the result of water resources investigations performed by the USGS in cooperation with the Napa County Flood Control and Water Conservation District. Any project which reduces water usage or any water usage which is at or below the established threshold is, for purposes of the application of the County's Groundwater Conservation Ordinance, assumed not to have a significant effect on groundwater levels. Based on the submitted Phase One water availability analysis, the 50.31 acre subject valley-area parcel has a water availability calculation of 50.31 acre feet per year (af/yr), which is arrived at by multiplying its approximately 50.31 acre size by a one acre feet per year per acre fair share water use factor. The Water Demand Calculations submitted for the project placed water demand for the winery, tasting room, wine production, and 1 acre vineyard at 3.88 af/yr. Based upon this figure, the project would be well below the established threshold for groundwater use on the property. The County is not aware of, nor has it received any reports of, groundwater shortages near the project area. The project will not interfere substantially with groundwater recharge such that there would be a net deficit in aquifer volume or a lowering of the local groundwater level.