Patricia Baring

From: Marla Tofle >

Sent: Wednesday, July 15, 2020 2:11 PM

To: PlanningCommission

Subject: Comment to Commission for July 16 2020 Meeting - Please Read Agenda Item 7A

Attachments: IMG_1212.jpg

[EXTERNAL]

Dear Planning Commissioners:

It's unclear from the proposed hotel project that will build over Water Street, whether the established walnut tree in front of 718 Walnut Street is in the Public Right Of Way and is slated to be cut down as part of the proposed hotel development plan.

This tree is a mature, established tree that provides an incredible shade canopy, and likely is a robust habitat for birds and other wildlife. I've attached a photo of this tree that I took when walking by the other day.

I'm urging you to save this tree. You can do so by requiring the hotel developer to incorporate the tree into its design plan, or requiring the hotel developer to work with City of Napa to remove the tree and replant it in a public space elsewhere in town where it can provide shade, habitat, cooling effect, erosion control and other benefits that only trees can provide.

Sincerely,

Marla Tofle

Napa



NAPA VALLEY CHAPTER CALIFORNIA NATIVE PLANT SOCIETY

2201 IMOLA AVENUE • NAPA, CA 94559-3600 • 707-253-2665

Letter to the Planning Commission, 7/16/2020 with respect to the First and Oxbow hotel/commercial project:

Members of the Planning Commission,

The Napa Valley Chapter of the California Native Plant Society (CNPS) has reviewed the suggested plant selection presented in the proposal for the project. We notice the failure to include California native plants on the proposed list for the First and Oxbow Hotel. The parcel is part of the Napa River riparian corridor, and essentially adjacent to the Oxbow Commons, a project landscaped entirely in California native plants.

We have looked at the proposal for this project, which makes use of a preponderance of non-native plants, some of which may be invasive. We request the plant selections be changed to promote the health of the river system habitat by planting natives in the ground, as well as in all containers featured in the exterior of the hotel.

In addition, we note the presence of a protected, heritage Coast live oak with a diameter of 41 inches. We are concerned that the tree will be removed to the detriment of the riparian and adjacent land. Removal of a mature trees of this stature would be very disruptive of the surrounding riparian environment.

For those of you unsure of what an actual mature, and maintained California native plant landscape might look like, we invite you to explore the Martha Walker Garden at Skyline Park.

Thank you,

Evelyn Zlomke

Member, Board of the Napa Valley Chapter of the CNPS.

The Napa Valley Chapter of the California Native Plant Society is a tax-exempt, non-profit organization as described in Section 501(c)(3) of the Internal Revenue Code of 1984, as amended. Our tax identification number is 94-6116403.

DEDICATED TO THE PRESERVATION OF THE NATIVE FLORA OF NAPA COUNTY

Patricia Baring

From: Bruce and Carol Barge <2barges@gmail.com>

Sent: Thursday, July 16, 2020 3:40 PM

To: Patricia Baring

Subject: First and Oxbow Hotel

Categories: Unverified Contact

[EXTERNAL]

Patty, this is for the written record and do not need to be read allowed at the podium.

Dear Planning Commissioners,

Regarding the First and Oxbow Hotel proposal on tonight's agenda, I'm submitting a few, brief remarks about the project. The General Information, Project Description, Project Context, etc. all seem an exemplary enhancement appropriate for the site. The renderings illustrate a high quality and thoughtful design. I really like the walkability of the location in relation to other areas of the Oxbow and downtown. I can envision guests parking their cars and never needing them again during their stay. Removing the two existing historical one-story structures to 58 Randolph seems entirely appropriate, both for the structures and their new location.

My only concern is employee housing - where will these proposed 84 employees reside? If they do not reside in Napa, is this project contributing to long commute times for these workers along with the accompanying issues for both the roadways and the environment?

Thank you for your consideration, Carol Barge

Bruce and Carol Barge 251 Casswall Street Napa, CA 94558 949-533-6747 July 16, 2020

Agenda Item 7 A

Via Overnight and Electronic Mail

David Morrison Director, Napa Planning Commission 1195 Third Street, Suite 210 Napa, CA 94559

Email: David.Morrison@countyofnapa.org

Re: Agenda Item 7 A First and Oxbow Hotel Project (File No. PL16-0124)

Dear Director Morrison:

We are writing on behalf of Napa Residents for Responsible Development ("Napa Residents") to submit comments to the City of Napa's ("City") Addendum ("Addendum") to the Final Downtown Specific Plan Program Environmental Impact Report ("PEIR") prepared pursuant to the California Environmental Quality Act ("CEQA") for the First and Oxbow Hotel Project ("Project") proposed by Foxbow Development LLC ("Applicant").1

The Project consists of the construction of two four-story hotel buildings on two lots totaling over 184,000 square feet and including up to 74 hotel rooms. The Project will include up to eleven commercial tenants, space for conferences and meetings, and 121 subterranean parking spaces.

Based on our review of the Addendum and the PEIR, the City cannot approve the Project without preparing a supplemental environmental impact report ("EIR"). Specifically, we note that the impacts to air quality, greenhouse gas ("GHG")

¹ City of Napa, Initial Study/Addendum First & Oxbow Gateway Project (June 2020) (hereafter "Addendum"); City of Napa, Final Downtown Napa Specific Plan Program Environmental Impact Report SCH# 2010042043, (March 2012) (hereafter "PEIR").

emissions, and transportation identified in the Addendum include impacts that are beyond the scope of the PEIR and impacts that are new impacts that were not considered in the PEIR. We reserve the right to supplement these comments at later hearings on this Project after we receive more detailed expert opinions.²

I. STATEMENT OF INTEREST

Napa Residents is an unincorporated association of individuals and labor organizations that may be adversely affected by the potential public and worker health and safety standards and environmental impacts associated with Project development. Napa Residents includes the International Brotherhood of Electrical Workers Local 180, Plumbers & Steamfitters Local 343, Sheet Metal Workers Local 104, Sprinkler Fitters Local 483, and their members and families, and other individuals that live and/or work in the City of Napa and Napa County.

Individual members of Napa Residents and the affiliated labor organizations live, work, recreate and raise their families in the City of Napa and Napa County. They would be directly affected by the Project's environmental and health and safety impacts. Individual members may also work on the Project itself. Accordingly, they will be first in line to be exposed to any health and safety hazards that exist onsite. Napa Residents have a strong interest in enforcing the State's environmental laws that encourage sustainable development and ensure a safe working environment for its members. Environmentally detrimental projects can jeopardize future jobs by making it more difficult and more expensive for business and industry to expand in the region, and by making it less desirable for businesses to locate and people to live there.

II. THE CITY MUST PREPARE A SUBSEQUENT OR SUPPLEMENTAL EIR FOR THIS PROJECT

CEQA has two basic purposes, neither of which is satisfied by the Project's Addendum. First, CEQA is designed to inform decision makers and the public about the potential, significant environmental impacts of a project before harm is

² Gov. Code § 65009(b); PRC § 21177(a); Bakersfield Citizens for Local Control v. Bakersfield ("Bakersfield") (2004) 124 Cal. App. 4th 1184, 1199-1203; see Galante Vineyards v. Monterey Water Dist. (1997) 60 Cal. App. 4th 1109, 1121.

done to the environment.³ The EIR is the "heart" of this requirement.⁴ The EIR has been described as "an environmental 'alarm bell' whose purpose it is to alert the public and its responsible officials to environmental changes before they have reached ecological points of no return."⁵

To fulfill this function, the discussion of impacts in an EIR must be detailed, complete, and "reflect a good faith effort at full disclosure." An adequate EIR must contain facts and analysis, not just an agency's conclusions. CEQA requires an EIR to disclose all potential direct, indirect, and cumulative significant environmental impacts of a project.8

Second, CEQA directs public agencies to avoid or reduce environmental damage when possible by requiring imposition of mitigation measures and by requiring the consideration of environmentally superior alternatives. If an EIR identifies potentially significant impacts, it must then propose and evaluate mitigation measures to minimize these impacts. CEQA imposes an affirmative obligation on agencies to avoid or reduce environmental harm by adopting feasible project alternatives or mitigation measures. Without an adequate analysis and description of feasible mitigation measures, it would be impossible for agencies relying upon the EIR to meet this obligation.

Under CEQA, an EIR must not only discuss measures to avoid or minimize adverse impacts, but must ensure that mitigation conditions are fully enforceable through permit conditions, agreements or other legally binding instruments.¹² A CEQA lead agency is precluded from making the required CEQA findings unless the

³ 14 CCR § 15002(a)(1) ("CEQA Guidelines"); Berkeley Keep Jets Over the Bay v. Bd. of Port Comm'rs. (2001) 91 Cal.App.4th 1344, 1354 ("Berkeley Jets"); County of Inyo v. Yorty (1973) 32 Cal.App.3d 795, 810.

⁴ No Oil, Inc. v. City of Los Angeles (1974) 13 Cal.3d 68, 84.

⁵ County of Inyo v. Yorty (1973) 32 Cal.App.3d 795, 810.

⁶ 14 CCR, § 15151; San Joaquin Raptor/Wildlife Rescue Center v. County of Stanislaus (1994) 27 Cal.App.4th 713, 721-722.

⁷ See Citizens of Goleta Valley v. Board of Supervisors (1990) 52 Cal.3d 553, 568.

⁸ PRC, § 21100(b)(1); 14 CCR, § 15126.2(a).

⁹ 14 CCR, § 15002(a)(2) and (3); Berkeley Jets, 91 Cal.App.4th at 1354; Laurel Heights Improvement Ass'n v. Regents of the University of Cal. (1998) 47 Cal.3d 376, 400.

¹⁰ PRC, §§ 21002.1(a), 21100(b)(3).

¹¹ Id., §§ 21002-21002.1.

¹² 14 CCR, § 15126.4(a)(2).

record shows that all uncertainties regarding the mitigation of impacts have been resolved; an agency may not rely on mitigation measures of uncertain efficacy or feasibility.¹³ This approach helps "insure the integrity of the process of decision by precluding stubborn problems or serious criticism from being swept under the rug."¹⁴

Following preliminary review of a project to determine whether an activity is subject to CEQA, a lead agency is required to prepare an initial study to determine whether to prepare an EIR or negative declaration, identify whether a program EIR, tiering, or other appropriate process can be used for analysis of the project's environmental effects, or determine whether a previously prepared EIR could be used with the project, among other purposes. ¹⁵ CEQA requires an agency to analyze the potential environmental impacts of its proposed actions in an EIR except in certain limited circumstances. ¹⁶ A negative declaration may be prepared instead of an EIR when, after preparing an initial study, a lead agency determines that a project "would not have a significant effect on the environment." ¹⁷

A. The City Cannot Approve the Project Under Section 15168 of CEQA Because the Project Has Effects that Were Not Examined in the Program EIR and the Project is Not "Within the Scope" of the PEIR

CEQA allows for a program level EIR to be used with later activities under certain conditions. To evaluate the sufficiency of a program EIR for use with later activities the City needs to take a two-step approach:

First, the City must consider whether the later activity will result in environmental effects that were not examined in the EIR. 18 If the later activity involves site-specific operations, as it does here, the City must evaluate the site and activity to determine whether the environmental effects were covered in the

¹³ Kings County Farm Bur. v. County of Hanford (1990) 221 Cal.App.3d 692, 727-28 (a groundwater purchase agreement found to be inadequate mitigation because there was no record evidence that replacement water was available).

 ¹⁴ Concerned Citizens of Costa Mesa, Inc. v. 32nd Dist. Agricultural Assn. (1986) 42 Cal.3d 929, 935.
 ¹⁵ 14 CCR, §§ 15060, 15063(c).

¹⁶ See, e.g., PRC, § 21100.

 $^{^{17}}$ Quail Botanical Gardens v. City of Encinitas (1994) 29 Cal. App.4th 1597; Pub. Resources Code $\S~21080$ (c).

¹⁸ 14 CCR §15168(c)(1).

program EIR and document its findings by a checklist.¹⁹ If the agency finds that the activity would have environmental effects that were not examined in the program EIR, it must prepare an initial study leading to either an EIR or negative declaration.²⁰

Here, the Addendum notes that planned hotel development within the Downtown Napa Specific Plan Area *exceeds* the rooms envisioned within the PEIR. Thus, impacts from this Project exceed the scope of the analysis within the PEIR. Impacts from the Project include impacts to GHG and transportation. We will supplement these comments with further evidence at a later date.

B. The City Cannot Approve the Project under §15168 Because it Lacks Substantial Evidence to Support the Conclusion of "No New Effects" Under §15162

Even if the Project were within the scope of the PEIR (which it is not), CEQA requires the City to show, supported by substantial evidence, that the Project would result in no new significant effects and no new mitigation measure would be required.²²

When an EIR has previously been prepared, CEQA requires the lead agency to conduct subsequent or supplemental environmental review when one or more of the following events occur:

- (a) Substantial changes are proposed in the project which will require major revisions of the environmental impact report;
- (b) Substantial changes occur with respect to the circumstances under which the project is being undertaken which will require major revisions in the environmental impact report; or
- (c) New information, which was not known and could not have been known at the time the environmental impact report was certified as complete, becomes available.²³

¹⁹ 14 CCR §15168(c)(4).

²⁰ 14 CCR §15168(c)(1).

²¹ Addendum, p. 124.

²² 14 CCR §§ 15162; 15168(c)(2).

²³ PRC § 21166.

The CEQA Guidelines explain that the lead agency must determine, based on substantial evidence in light of the whole record, if one or more of the following events occur:

- (1) Substantial changes are proposed in the project which will require major revisions of the previous EIR due to the involvement of new significant effects or a substantial increase in the severity of previously identified effects;
- (2) Substantial changes occur with respect to the circumstances under which the project is undertaken which will require major revisions of the previous EIR due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects; or
- (3) New information of substantial importance, which was not known and could not have been known with the exercise of reasonable diligence at the time the previous EIR was certified as complete or the negative declaration was adopted, shows any of the following:
 - (A) The project will have one or more significant effects not discussed in the previous EIR or negative declaration;
 - (B) Significant effects previously examined will be substantially more severe than shown in the previous EIR;
 - (C) Mitigation measures or alternatives previously found not to be feasible would in fact be feasible, and would substantially reduce one or more significant effects of the project, but the project proponents decline to adopt the mitigation measure or alternative; or

(D) Mitigation measures or alternatives which are considerably different from those analyzed in the previous EIR would substantially reduce one or more significant effects on the environment, but the project proponents decline to adopt the mitigation measure or alternative.²⁴

We will supplement these comments to explain that the Project would result in significant effects not disclosed or analyzed in the PEIR. As described briefly below, the Project would result in significant impacts not disclosed in the PEIR for, at the very least, GHG, transportation and air quality resource areas. Therefore, the City must prepare a Supplemental EIR for the Project.

1. The City violated CEQA by failing to conduct a proper GHG analysis

The Addendum correctly notes that further state legislation, goals, and plans have been developed for reducing GHG emissions since the 2012 PEIR.²⁵ These new measures include Senate Bill 32, which mandates a 40 percent reduction in GHG emissions from 1990 levels by 2030.²⁶ These new circumstances mandating further GHG reductions demonstrate that the impacts identified in the PEIR are more severe than initially analyzed.

The Addendum attempts to address this major change in GHG reduction goals by conducting a new analysis using a reduction goal of 40 percent below the 2020 threshold used within the PEIR, but does not provide substantial evidence to support the use of this threshold, or show how compliance with this threshold supports a conclusion of less than significant impact²⁷ On the contrary, guidance from the California Air Resources Board suggests that a net zero GHG emissions approach for land use projects is likely necessary to meet the state's GHG reduction goals.²⁸ The GHG threshold for land use projects must include substantial evidence

²⁴ 14 CCR § 15162(a)(1)-(3).

²⁵ See Addendum, p. 82.

²⁶ Health and Safety Code § 38556.

²⁷ Addendum, p. 82; see also Center for Biological Diversity v. Dept. of Fish and Wildlife (2015) 62 Cal. 4th 204, 225.

²⁸ California Air Resources Board, California's 2017 Climate Change Scoping Plan, p. 102.

to show that it will not interfere with state goals, which is missing from this analysis. The PEIR's GHG analysis is out of date and the analysis provided in the addendum is flawed. The City cannot approve the Project until it develops a proper GHG threshold, supported by substantial evidence, for its analysis.

Further, even if the City's GHG analysis did not violate CEQA, it still found the Project's emissions to be significant and considered the impact significant and unavoidable, without considering the myriad mitigation measures available for GHG emissions. The City easily could have considered more measures to make the Project more efficient or local offset measures that could be done to reduce GHG emissions. None of these options are considered in the Addendum. The City must withdraw this Addendum and fully consider the suite of options to mitigate GHG emissions in an SEIR.

2. The City violated CEQA by failing to conduct a VMT analysis for transportation impacts

As stated in the Addendum, after the PEIR was certified, major revisions were done in the transportation analysis sections of CEQA, following SB 743. The main change is the shift from level of service ("LOS") transportation impacts analysis to vehicle miles travel ("VMT") analysis.²⁹

Despite this major shift in analysis mandated by CEQA, the City failed to include a VMT analysis in the Addendum's transportation analysis. Under the discussion of impact TRN-2, the City includes a two-paragraph discussion of why the Project would not be inconsistent with CEQA Guidelines Section 15064.3, subdivision (b), which provides instructions on how to conduct a VMT analysis.

First, the City argues that because the City "has not yet adopted a quantitative VMT threshold, as allowed by CEQA Guidelines (...) the project would not exceed an applicable threshold of significance." This argument is entirely flawed. While the City does not have to adopt its own quantitative significance threshold, that does not relieve the City from its duty to review the Project's impacts against an "applicable threshold of significance".³¹

²⁹ Addendum, p. 123.

³⁰ Addendum, p. 129.

³¹ CEQA Guidelines Sections 15064.3(b)(1), 15964.7.

Second, the City argues the Project should be presumed to have a less than significant impact under Guidelines Section 15064.3, subdivision (b)(1). This Section states that "Generally, projects within one-half mile of either an existing major transit stop (...) should be presumed to cause a less than significant transportation impact".

The City argues that:

[T]he project site is located 0.4 mile from the Soscol Gateway Transit Center, which provides a connection between Napa and the greater Bay Area. In addition, an existing transit stop is located on the east side of Soscol Avenue, just south of the project site. Given the projects proximity to an existing major transit center, the project would be expected to have a less than significant impact on VMT.³²

This justification, however, is entirely flawed for two reasons: first, "major transit stop" is defined in CEQA as a site containing any of the following: (a) An existing rail or bus rapid transit station, (b) A ferry terminal served by either a bus or rail transit service, or (c) The intersection of two or more major bus routes with a frequency of service interval of 15 minutes or less during the morning and afternoon peak commute periods.³³ The City failed to show that the Soscol Gateway Transit Center qualifies as a "major transit stop" under this definition. The City merely states the Project is close to a "major transit center" but not to a "major transit stop" as defined under CEQA. Therefore, the presumption does not apply, and its use is not supported by the evidence.

Second, as the City itself acknowledges, this presumption applies to "certain projects (including residential, retail, and office projects, as well as projects that are a mix of these uses)". The Office of Planning and Research Technical Advisory on Evaluating Transportation Impacts Under CEQA specifically states this presumption applies to "certain projects", and lists types of projects that do not include hotel projects. For this reason too, the presumption should not be used here.

³² Addendum, p. 129.

³³ PRC § 21064.3.

³⁴ Addendum, p. 129.

³⁵ https://opr.ca.gov/docs/20190122-743 Technical Advisory.pdf, p. 13.

The City must therefore conduct a proper VMT analysis as required under CEQA to account for the Project's transportation impacts and mitigate any significant impact. Only after conducting this analysis may the City reach a conclusion regarding the Project's impacts and their severity.

III. CONCLUSION

The existing Addendum is insufficient to meet CEQA's requirements of disclosure and mitigation of environmental impacts. The Project exceeds the scope of the PEIR, and the Project will create new impacts not identified in the PEIR. The Planning Commission should not recommend that this Project advance to the City Council at this time.

Sincerely,

Kyle C. Jones

KCJ:ljl

Patricia Baring

From: Val Wolf <valjwolf@yahoo.com>
Sent: Thursday, July 16, 2020 4:28 PM

To: PlanningCommission

Subject: comment to Commission for July 16 2020 (please read Agenda Meeting Item 7A)

[EXTERNAL]

Begin forwarded message:

From: Val Wolf < valjwolf@yahoo.com >

Subject: Fwd: Beautiful Walnut Tree 718 Water St

Date: July 16, 2020 at 4:24:41 PM PDT **To:** planningcommission@cityofnapa.org

Begin forwarded message:

From: Val Wolf < valjwolf@yahoo.com >

Subject: Beautiful Walnut Tree 718 Water St

Date: July 16, 2020 at 4:22:00 PM PDT

To: senglema@cityofnapa.org

Hello please forward to all PRTAC Commisioners

In defense of another potential tree killing.

I am writing to speak for the beautiful tree that has a potential death sentence if another hotel plan goes through.

It would seem to me at some point city planners would stop with the green lights for cutting down any

of the remaining trees in town that have escaped the developers chainsaw.

When the oldest living beings of any downtown trees were snuffed out at the old post office, living eco systems

that housed countless other life and created values of approximately \$150,00 a year in air cleaning services,

shade coverage for a thoroughly paved over and developed environment , and stunning beauty of something that has lived

that long I was mortified and still cannot go by that place without missing those trees and feeling deep loss.

Why must development exclude our living heritage of trees?

We should be only planting trees at this time of climate chaos and change.

I do not want this tree to be lost.

Sincerely Valerie Wolf

Patricia Baring

From: Amy Martenson <eamartenson@sbcglobal.net>

Sent: Thursday, July 16, 2020 4:41 PM

To: PlanningCommission

Subject: COMMENT TO COMMISSION FOR JULY 16 2020 MEETING – PLEASE READ (Item 7)

(Corrected)

[EXTERNAL]

Good afternoon, Napa City Planning Commission:

I am writing today in opposition to the proposed First and Oxbow Hotel Project due to its certain environmental, cultural, and economic impacts.

As I mentioned before the cultural commission, as a Napa Abajo resident, I have little concern regarding the appropriateness of the two houses slated to be moved from Oxbow into my neighborhood; however, as someone who enjoys spending time at Oxbow, I believe that moving those two homes to replace them with two hotels of this scale is inappropriate for the quaint Oxbow neighborhood and would have a detrimental effect on its charm and character, negatively affecting its enjoyment by both locals and tourists alike.

In addition, given the proposal to build two floors of underground parking near the Napa River and in a floodplain, the increase in traffic from tourists coming to stay at the hotels and employees coming to work in the hotels, and the displacement of large established trees, the planning commission should require an Environmental Impact Report specifically for this project and should not rely on the EIR that was done when the Downtown Specific Plan was approved back in 2012. Much has changed since then.

First, we are more aware now of the importance of protecting our watersheds; and, the Oxbow, close to the Napa River and in a floodplain, is sensitive environmentally. Second, traffic is worse now than in 2012. Finally, during the 2014 earthquake, the 2017 wildfires, and now during COVID-19, we have seen the short-sightedness of continuing to allow our economy to develop in such an imbalanced and tourist-focused way.

It is time to take a break from hotel approvals in central Napa, until the City Council finishes its update to the Napa General Plan, taking into account the feedback it solicited from the community, which has included asking the public about its appetite for more hotel development.

I request that you wait until the city has updated its General Plan, and should this project still move forward, that you not only require an EIR specifically for this project but also housing for its employees, structured parking, and the preservation of heritage trees, such as the large walnut tree on Water Street. Sincerely,

Amy Martenson

1

Patricia Baring

From: Charles Shinnamon <chuckshinnamon@gmail.com>

Sent: Thursday, July 16, 2020 4:59 PM

To: PlanningCommission

Subject: FW: First and Oxbow Gateway Project

Attachments: First & Oxbow Hotel 7-13-2020 .docx; Untitled attachment 00794.html; First&Oxbow

Hotel-Housing Review 7-2020.pdf; Untitled attachment 00797.html

[EXTERNAL]

I am not sure whether this was included in the planning commission late communications.

Please include this for the commission meeting.

Thanks,

Chuck Shinnamon, Napa Housing Coalition

Begin forwarded message:

From: Teresa Zimny < tzimny62@gmail.com>
Date: July 13, 2020 at 12:20:17 PM PDT

To: pbaring@cityofnapa.org

Cc: Joelle Gallagher < Joelle@first5napa.org >, mluros@cityofnapa.org, jtechel@cityofnapa.org,

lalessio@cityofnapa.org, dgentry@cityofnapa.org, ssedgley@cityofnapa.org

Subject: First and Oxbow Gateway Project

Dear Commissioners Murray, Huether, Kelley, Painter and Ornate,

Please find attached to this message a letter from Joelle Gallagher and me on behalf of the Napa Housing Coalition. In short, we continue to be very concerned about the development of hotels and other commercial projects that will require new employees but do not consider the housing needs of these employees. While we do not inherently disagree with new developments and recognize the potential positive impact on our local economy, we are opposed to exacerbating an already tight housing situation for folks who work in the county. There can be too much of a good thing. We believe it is time to start requiring developers of non-residential projects to contribute directly to the housing stock.

Patricia, please include this letter and the corresponding spreadsheet to the public record for Thursday's Planning Commission Meeting (July 16, 2020). We greatly appreciate your consideration.

Sincerely, Teresa Zimny July 16, 2020

Agenda Item 7 A

Via Overnight and Electronic Mail

David Morrison Director, Napa Planning Commission 1195 Third Street, Suite 210 Napa, CA 94559

Email: David.Morrison@countyofnapa.org

Re: Agenda Item 7 A First and Oxbow Hotel Project (File No. PL16-0124)

Dear Director Morrison:

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emissions, and transportation identified in the Addendum include impacts that are beyond the scope of the PEIR and impacts that are new impacts that were not considered in the PEIR. We reserve the right to supplement these comments at later hearings on this Project after we receive more detailed expert opinions.²

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Individual members of Napa Residents and the affiliated labor organizations live, work, recreate and raise their families in the City of Napa and Napa County. They would be directly affected by the Project's environmental and health and safety impacts. Individual members may also work on the Project itself. Accordingly, they will be first in line to be exposed to any health and safety hazards that exist onsite. Napa Residents have a strong interest in enforcing the State's environmental laws that encourage sustainable development and ensure a safe working environment for its members. Environmentally detrimental projects can jeopardize future jobs by making it more difficult and more expensive for business and industry to expand in the region, and by making it less desirable for businesses to locate and people to live there.

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done to the environment.³ The EIR is the "heart" of this requirement.⁴ The EIR has been described as "an environmental 'alarm bell' whose purpose it is to alert the public and its responsible officials to environmental changes before they have reached ecological points of no return."⁵

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⁵ County of Inyo v. Yorty (1973) 32 Cal.App.3d 795, 810.

⁶ 14 CCR, § 15151; San Joaquin Raptor/Wildlife Rescue Center v. County of Stanislaus (1994) 27 Cal.App.4th 713, 721-722.

⁷ See Citizens of Goleta Valley v. Board of Supervisors (1990) 52 Cal.3d 553, 568.

⁸ PRC, § 21100(b)(1); 14 CCR, § 15126.2(a).

⁹ 14 CCR, § 15002(a)(2) and (3); Berkeley Jets, 91 Cal.App.4th at 1354; Laurel Heights Improvement Ass'n v. Regents of the University of Cal. (1998) 47 Cal.3d 376, 400.

¹⁰ PRC, §§ 21002.1(a), 21100(b)(3).

¹¹ Id., §§ 21002-21002.1.

¹² 14 CCR, § 15126.4(a)(2).

record shows that all uncertainties regarding the mitigation of impacts have been resolved; an agency may not rely on mitigation measures of uncertain efficacy or feasibility.¹³ This approach helps "insure the integrity of the process of decision by precluding stubborn problems or serious criticism from being swept under the rug."¹⁴

Following preliminary review of a project to determine whether an activity is subject to CEQA, a lead agency is required to prepare an initial study to determine whether to prepare an EIR or negative declaration, identify whether a program EIR, tiering, or other appropriate process can be used for analysis of the project's environmental effects, or determine whether a previously prepared EIR could be used with the project, among other purposes. ¹⁵ CEQA requires an agency to analyze the potential environmental impacts of its proposed actions in an EIR except in certain limited circumstances. ¹⁶ A negative declaration may be prepared instead of an EIR when, after preparing an initial study, a lead agency determines that a project "would not have a significant effect on the environment." ¹⁷

A. The City Cannot Approve the Project Under Section 15168 of CEQA Because the Project Has Effects that Were Not Examined in the Program EIR and the Project is Not "Within the Scope" of the PEIR

CEQA allows for a program level EIR to be used with later activities under certain conditions. To evaluate the sufficiency of a program EIR for use with later activities the City needs to take a two-step approach:

First, the City must consider whether the later activity will result in environmental effects that were not examined in the EIR. 18 If the later activity involves site-specific operations, as it does here, the City must evaluate the site and activity to determine whether the environmental effects were covered in the

¹³ Kings County Farm Bur. v. County of Hanford (1990) 221 Cal.App.3d 692, 727-28 (a groundwater purchase agreement found to be inadequate mitigation because there was no record evidence that replacement water was available).

 ¹⁴ Concerned Citizens of Costa Mesa, Inc. v. 32nd Dist. Agricultural Assn. (1986) 42 Cal.3d 929, 935.
 ¹⁵ 14 CCR, §§ 15060, 15063(c).

¹⁶ See, e.g., PRC, § 21100.

 $^{^{17}}$ Quail Botanical Gardens v. City of Encinitas (1994) 29 Cal. App.4th 1597; Pub. Resources Code $\S~21080$ (c).

¹⁸ 14 CCR §15168(c)(1).

program EIR and document its findings by a checklist.¹⁹ If the agency finds that the activity would have environmental effects that were not examined in the program EIR, it must prepare an initial study leading to either an EIR or negative declaration.²⁰

Here, the Addendum notes that planned hotel development within the Downtown Napa Specific Plan Area *exceeds* the rooms envisioned within the PEIR. Thus, impacts from this Project exceed the scope of the analysis within the PEIR. Impacts from the Project include impacts to GHG and transportation. We will supplement these comments with further evidence at a later date.

B. The City Cannot Approve the Project under §15168 Because it Lacks Substantial Evidence to Support the Conclusion of "No New Effects" Under §15162

Even if the Project were within the scope of the PEIR (which it is not), CEQA requires the City to show, supported by substantial evidence, that the Project would result in no new significant effects and no new mitigation measure would be required.²²

When an EIR has previously been prepared, CEQA requires the lead agency to conduct subsequent or supplemental environmental review when one or more of the following events occur:

- (a) Substantial changes are proposed in the project which will require major revisions of the environmental impact report;
- (b) Substantial changes occur with respect to the circumstances under which the project is being undertaken which will require major revisions in the environmental impact report; or
- (c) New information, which was not known and could not have been known at the time the environmental impact report was certified as complete, becomes available.²³

¹⁹ 14 CCR §15168(c)(4).

²⁰ 14 CCR §15168(c)(1).

²¹ Addendum, p. 124.

²² 14 CCR §§ 15162; 15168(c)(2).

²³ PRC § 21166.

The CEQA Guidelines explain that the lead agency must determine, based on substantial evidence in light of the whole record, if one or more of the following events occur:

- (1) Substantial changes are proposed in the project which will require major revisions of the previous EIR due to the involvement of new significant effects or a substantial increase in the severity of previously identified effects;
- (2) Substantial changes occur with respect to the circumstances under which the project is undertaken which will require major revisions of the previous EIR due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects; or
- (3) New information of substantial importance, which was not known and could not have been known with the exercise of reasonable diligence at the time the previous EIR was certified as complete or the negative declaration was adopted, shows any of the following:
 - (A) The project will have one or more significant effects not discussed in the previous EIR or negative declaration;
 - (B) Significant effects previously examined will be substantially more severe than shown in the previous EIR;
 - (C) Mitigation measures or alternatives previously found not to be feasible would in fact be feasible, and would substantially reduce one or more significant effects of the project, but the project proponents decline to adopt the mitigation measure or alternative; or

(D) Mitigation measures or alternatives which are considerably different from those analyzed in the previous EIR would substantially reduce one or more significant effects on the environment, but the project proponents decline to adopt the mitigation measure or alternative.²⁴

We will supplement these comments to explain that the Project would result in significant effects not disclosed or analyzed in the PEIR. As described briefly below, the Project would result in significant impacts not disclosed in the PEIR for, at the very least, GHG, transportation and air quality resource areas. Therefore, the City must prepare a Supplemental EIR for the Project.

1. The City violated CEQA by failing to conduct a proper GHG analysis

The Addendum correctly notes that further state legislation, goals, and plans have been developed for reducing GHG emissions since the 2012 PEIR.²⁵ These new measures include Senate Bill 32, which mandates a 40 percent reduction in GHG emissions from 1990 levels by 2030.²⁶ These new circumstances mandating further GHG reductions demonstrate that the impacts identified in the PEIR are more severe than initially analyzed.

The Addendum attempts to address this major change in GHG reduction goals by conducting a new analysis using a reduction goal of 40 percent below the 2020 threshold used within the PEIR, but does not provide substantial evidence to support the use of this threshold, or show how compliance with this threshold supports a conclusion of less than significant impact²⁷ On the contrary, guidance from the California Air Resources Board suggests that a net zero GHG emissions approach for land use projects is likely necessary to meet the state's GHG reduction goals.²⁸ The GHG threshold for land use projects must include substantial evidence

²⁴ 14 CCR § 15162(a)(1)-(3).

²⁵ See Addendum, p. 82.

²⁶ Health and Safety Code § 38556.

²⁷ Addendum, p. 82; see also Center for Biological Diversity v. Dept. of Fish and Wildlife (2015) 62 Cal. 4th 204, 225.

²⁸ California Air Resources Board, California's 2017 Climate Change Scoping Plan, p. 102.

to show that it will not interfere with state goals, which is missing from this analysis. The PEIR's GHG analysis is out of date and the analysis provided in the addendum is flawed. The City cannot approve the Project until it develops a proper GHG threshold, supported by substantial evidence, for its analysis.

Further, even if the City's GHG analysis did not violate CEQA, it still found the Project's emissions to be significant and considered the impact significant and unavoidable, without considering the myriad mitigation measures available for GHG emissions. The City easily could have considered more measures to make the Project more efficient or local offset measures that could be done to reduce GHG emissions. None of these options are considered in the Addendum. The City must withdraw this Addendum and fully consider the suite of options to mitigate GHG emissions in an SEIR.

2. The City violated CEQA by failing to conduct a VMT analysis for transportation impacts

As stated in the Addendum, after the PEIR was certified, major revisions were done in the transportation analysis sections of CEQA, following SB 743. The main change is the shift from level of service ("LOS") transportation impacts analysis to vehicle miles travel ("VMT") analysis.²⁹

Despite this major shift in analysis mandated by CEQA, the City failed to include a VMT analysis in the Addendum's transportation analysis. Under the discussion of impact TRN-2, the City includes a two-paragraph discussion of why the Project would not be inconsistent with CEQA Guidelines Section 15064.3, subdivision (b), which provides instructions on how to conduct a VMT analysis.

First, the City argues that because the City "has not yet adopted a quantitative VMT threshold, as allowed by CEQA Guidelines (...) the project would not exceed an applicable threshold of significance." This argument is entirely flawed. While the City does not have to adopt its own quantitative significance threshold, that does not relieve the City from its duty to review the Project's impacts against an "applicable threshold of significance".³¹

²⁹ Addendum, p. 123.

³⁰ Addendum, p. 129.

³¹ CEQA Guidelines Sections 15064.3(b)(1), 15964.7.

Second, the City argues the Project should be presumed to have a less than significant impact under Guidelines Section 15064.3, subdivision (b)(1). This Section states that "Generally, projects within one-half mile of either an existing major transit stop (...) should be presumed to cause a less than significant transportation impact".

The City argues that:

[T]he project site is located 0.4 mile from the Soscol Gateway Transit Center, which provides a connection between Napa and the greater Bay Area. In addition, an existing transit stop is located on the east side of Soscol Avenue, just south of the project site. Given the projects proximity to an existing major transit center, the project would be expected to have a less than significant impact on VMT.³²

This justification, however, is entirely flawed for two reasons: first, "major transit stop" is defined in CEQA as a site containing any of the following: (a) An existing rail or bus rapid transit station, (b) A ferry terminal served by either a bus or rail transit service, or (c) The intersection of two or more major bus routes with a frequency of service interval of 15 minutes or less during the morning and afternoon peak commute periods.³³ The City failed to show that the Soscol Gateway Transit Center qualifies as a "major transit stop" under this definition. The City merely states the Project is close to a "major transit center" but not to a "major transit stop" as defined under CEQA. Therefore, the presumption does not apply, and its use is not supported by the evidence.

Second, as the City itself acknowledges, this presumption applies to "certain projects (including residential, retail, and office projects, as well as projects that are a mix of these uses)". The Office of Planning and Research Technical Advisory on Evaluating Transportation Impacts Under CEQA specifically states this presumption applies to "certain projects", and lists types of projects that do not include hotel projects. For this reason too, the presumption should not be used here.

³² Addendum, p. 129.

³³ PRC § 21064.3.

³⁴ Addendum, p. 129.

³⁵ https://opr.ca.gov/docs/20190122-743 Technical Advisory.pdf, p. 13.

The City must therefore conduct a proper VMT analysis as required under CEQA to account for the Project's transportation impacts and mitigate any significant impact. Only after conducting this analysis may the City reach a conclusion regarding the Project's impacts and their severity.

III. CONCLUSION

The existing Addendum is insufficient to meet CEQA's requirements of disclosure and mitigation of environmental impacts. The Project exceeds the scope of the PEIR, and the Project will create new impacts not identified in the PEIR. The Planning Commission should not recommend that this Project advance to the City Council at this time.

Sincerely,

Kyle C. Jones

KCJ:ljl



Community Development Department – Planning Division 1600 First Street + P.O. Box 660 Napa, CA 94559-0660

(707) 257-9530

PLANNING COMMISSION STAFF REPORT **JULY 16, 2020**

AGENDA ITEM 7.A File No. 16-0124 - First and Oxbow Hotel

GENERAL INFORMATION I.

PROJECT

Design Review Permit and Use Permit for a 184,106-square-foot hotel

SUMMARY:

complex consisting of two 4-story buildings on a 0.8-acre site.

LOCATION OF

730 Water Street

PROPERTY:

APN's: 003-235-003, -004, -005, -006, -007, 003-241-003, -006

GENERAL PLAN:

Oxbow Commercial (OBC)

ZONING:

Oxbow Commercial (OBC)

APPLICANT/

Foxbow Development, LLC

PROPERTY

485 Technology Way

OWNER:

Napa, CA 94558

OTHER

James Jensen

PROPERTY **OWNERS:**

PT Five Investments LP Raymond Guadagni

Napa County Flood Control and Water Conservation District

City of Napa

STAFF PLANNER: Steven Rosen, Associate Planner

Phone: (707) 257-9530

Phone: (415) 812-6188

LOCATION MAP



II. PROJECT DESCRIPTION

The Applicant requests a Use Permit and a Design Review Permit to allow a hotel use and the construction of two hotel buildings at the southeast corner of Soscol Avenue and First Street and the southeast corner of First Street and the railroad. The project consists of two, four-story buildings totaling approximately 184,106 square feet on two lots that combine to be a site 0.8 acres in size. The hotel would have up to 74 rooms, with up to 37 in each building. The west building would have 2,787 square feet of commercial tenant space that could accommodate five commercial tenants as proposed. The pool and fitness facilities would be in the west building. The east building would have 3,507 square feet of commercial tenant space for six commercial tenants as proposed and 5,754 square feet of conference and meeting space. Both buildings would have outdoor bars on their top floors.

The hotel would provide 121 parking spaces divided between each building's two-level subterranean garage. Each building would be served by its own laundry and housekeeping facilities. There will be an improved path between First Street and Water Street adjacent to and parallel to the railroad.

The project also includes the City's abandonment of a portion of the Water Street rightof-way between Soscol Avenue and McKinstry Street and of the Lawrence Street rightof-way between First Street and the Water Street right-of-way and the merger of all parcels on the site. This component will be considered by the City Council with the other project entitlements.

The project also includes a Certificate of Appropriateness for the relocation of two Local Landmarks, located at 718 Water Street and 731 First Street, to 58 Randolph Street. This was reviewed by the Cultural Heritage Commission on July 9, 2020 where it recommended approval to the City Council. The Design Review Permit and Use Permit are the only entitlements subject to the Planning Commission's review.

The project approvals requested as a part of this application include:

- Design Review Permit for a 74-room hotel consisting of two, four-story buildings totaling 184,106 square feet on two sites divided by the Wine Train railroad at the southeast corner of the intersection of First Street and Soscol Avenue. The Planning Commission will review the project for its conformance to the DNSP's design guidelines, on-site parking requirements, and development standards.
- Use Permit authorizing a hotel use in the OBC District, where a Use Permit is required for hotels pursuant to the NMC 17.10.020. The review will determine whether the application is consistent with City Council hotel policies, implements General Plan policies, and whether the project would be detrimental to nearby property.
- 3. Certificate of Appropriateness to relocate two Local Landmark structures from 718 Water Street and 731 First Street to 58 Randolph Street.

- 4. Right-of-Way Abandonment: As part of a separate action to be considered by the City Council, the Applicant has requested the City to abandon a portion of the Water Street right-of-way between Soscol Avenue and McKinstry Street and of the Lawrence Street right-of-way between First Street and the Water Street right-of-way. Lawrence Street and the portion of Water Street west of the Napa River are paper streets. The portion of Water Street east of the Napa River is a dead-end street. This right of way would enlarge the project site to allow larger buildings and the conversion of public street to a smaller access drive while maintaining public access.
- 5. Lot Line Adjustment/Lot Merger: Request to combine all parcels on the west side of the railroad into a single parcel and all parcels on the east side of the railroad into a single parcel. Should the City approve the entitlements and the right-of-way abandonment, the additional land area would be reconfigured to accommodate the project, and each building would be on a separate parcel separated by the railroad. The lot line adjustment/lot merger would be approved administratively should the City Council approve the abandonment.



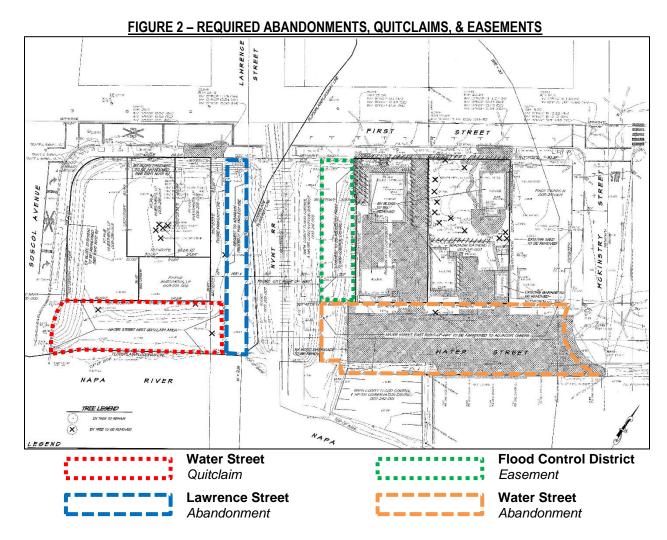
FIGURE 1 – PROPOSED FIRST AND OXBOW HOTEL

III. PROJECT CONTEXT

The approximately 0.8-acre project site is composed of multiple properties which will be consolidated into two 15,500 square foot parcels. The properties are bounded by Soscol Avenue, First Street, McKinstry Street, Water Street, and the Napa River. Portions of the land associated with the development are not under the Applicant's ownership such as City of Napa (City) rights-of-ways and Napa County Flood Control and Water Conservation District (Flood Control District) property. The Napa Valley Wine Train railroad tracks generally divide the project site into two areas. The western area is currently vacant. The portion of the site located east of the Napa Valley Wine Train

railroad tracks is currently developed with one single-story, single-family residence and a one-story commercial structure that was formerly a single-family residence. The Applicant proposes to relocate these two structures to 58 Randolph Street.

As shown in Figure 2 below, the project relies on the City of Napa to abandon and quitclaim a public street (Water Street) between the western building and the Napa River east across the railroad tracks to McKinstry Street, and a portion of the former Lawrence Street between the western building and the railroad tracks. Additionally, the project relies on the Flood Control District providing to the Applicant an access easement over its property between the eastern building and the railroad tracks.



The project site is designated Oxbow Commercial in the City of Napa General Plan and zoned Oxbow Commercial (OBC). The Oxbow Commercial zoning district applies to the eastern portion of the Downtown area and is generally located between Soscol Avenue and the Napa River. The district allows for uses oriented to tourists such as hotels and their related amenities; recreational facilities; community and visitor-serving retail, commercial, entertainment and restaurants; and similar compatible uses in addition to live/work opportunities.

IV. BACKGROUND

A conceptual plan for the proposed project was originally submitted in August 2016. The initial submittal was considered a pre-application and a response letter was forwarded to the Applicant in November 2016. After initial dialogue with Staff several modifications were made to establish a clearer development program and more comprehensive plans, which were submitted by the Applicant in September 2017 addressing some of the early issues of concern. The Planning Commission conducted preliminary review of the project design on March 1, 2018 and provided initial informal feedback on the design (see attached Minutes). On January 22, 2019, the Letter of Map Revision was approved by FEMA which allowed projects affected by the previous flood zone designation to proceed. On April 12, 2020, the project was deemed complete.

V. ANALYSIS

A. GENERAL PLAN

The General Plan land use designation for the site is Oxbow Commercial (OBC). This land use district comprises the eastern portions of Downtown, between Soscol Avenue, the Napa River, and north to River Terrace. The OBC designation provides for tourist-uses such as hotels and their related amenities; recreational facilities; community and visitor serving retail, commercial, entertainment and restaurants; and similar compatible uses. The proposed First and Oxbow Hotel complex containing up to 74 hotel rooms, street-facing commercial tenant spaces, meeting space, bars, and café serving both the tourist and local community would align with the goals of the OBC land use designation. In particular, the proposed hotel would be consistent with the following goals and policies of the General Plan:

General Plan Goal LU-5 encourages attractive, well-located commercial development to serve the needs of Napa residents, workers, and visitors. The hotel complex makes efficient use of the vacant parcel between Soscol Avenue and the railroad tracks and the underutilized parcel to the east of the railroad tracks. It proposes new lodging facilities in an area that is targeted for visitor-serving uses and that is a conveniently accessed from a major arterial (Soscol Avenue), and within close proximity to the Downtown area and Oxbow District which offers complementary land uses. Accordingly, the proposal can be found to be consistent with General Plan Goal LU-5.

Land Use Element Policy LU 5.6 suggests free-standing or clustered tourist commercial uses (e.g., entertainment, commercial recreation, lodging, fuel) should be located in areas where traffic patterns are oriented to major arterial streets and highways and/or where expansion or development will not adversely affect existing residential, office, or neighborhood commercial developments. The project's use of an appropriately situated infill site located in an area with easy access to a major arterial and highway, Oxbow District, and Downtown ensures traffic is confined to appropriate arterial streets. The east building's garage would take access from Water Street. This would limit any impacts to less intensive land uses like residential or office. Likewise, the proximity to complimentary land uses and pedestrian connectivity offer an appealing alternative to driving and further reduce traffic generated by visitors during their stay.

Land Use Policy LU 5.8 encourages automobile-oriented uses to locate parking in areas less visible from the street (e.g., reverse frontage commercial centers). To make efficient use of the site and reduce visibility of parking, the Project will place parking in subterranean garages. As such, the project can be found to achieve the goal of reducing visibility of parking.

Land Use Policy LU 6.1 states the City shall require retail and commercial uses to orient to the sidewalk or public spaces and to maintain an active street frontage in the pedestrian-oriented parts of downtown. The proposed hotel design features store frontage spaces and a café that face wide sidewalks that are used to walk between the tourist nodes of the intersection of Main Street and First Street and the Oxbow Commons. Strong building articulation and prominent public art ensure that the project is responsive to pedestrians and passersby.

B. DOWNTOWN NAPA SPECIFIC PLAN

The subject property lies within the boundaries of the "Downtown Napa Specific Plan" (DNSP). Adopted in 2012, the DNSP is intended to serve as a framework for realizing the vision of a vibrant, healthy, and balanced pedestrian-oriented city center. The Plan Area comprises 210 acres of land and is bounded on the east by the Napa River, on the south by Division and Third streets, and on the west by Jefferson Street. The northern boundary generally extends along Polk and Caymus streets west of Soscol Avenue; the boundaries then extend east to include the Oxbow Public Market and the CIA at Copia. The DNSP establishes a set of 19 overarching goals; those relevant to this project are listed below, with staff's analysis.

SP LU Policy 6: Provide a human-scale, pedestrian-friendly environment that is inviting to residents and visitors.

The project is in a prominent location where it will be easily visible from all directions. As depicted in project plans, the proposed design would feature four-sided architecture thereby providing visual interest and interaction with the surroundings on all elevations and from various viewpoints. The building would feature a scale and massing similar to other downtown Napa hotels and would feature a variety of design mechanisms to reduce the perceived mass such as articulated upper floors, perforated streetscapes with pedestrian-oriented uses, awnings, and multiple gables.

SP LU Policy 11: Place priority on high-quality design and developing unique structures that complement their surroundings, orienting buildings and entrances to streets and public gathering places.

The design of the new buildings would be complementary to the existing mix of buildings in the DNSP area, being a tall, contemporary building with an active street-front like other new downtown Napa hotels built on First Street next to prewar commercial buildings.

SP LU Policy 19: Encourage new development to incorporate sustainable elements and practices.

The proposed design of the hotel features subterranean parking to minimize inefficient land use and polluted runoff, will be in an area where tourist attractions can be accessed

on foot, and be built in compliance with the building energy efficiency standards of the California Building Code. The relocation of the existing residences will retain existing housing units in an appropriate residential location.

C. ZONING

The subject site has a zoning designation of Oxbow Commercial (OBC). The OBC zoning district applies to the eastern portion of Downtown generally between Soscol Avenue and the Napa River and north to River Terrace Drive. The District allows for tourist-oriented uses such as hotels and their related amenities, recreational facilities, community and visitor-serving retail, commercial, restaurants, and similar compatible uses. Under this designation, hotels are subject to approval of a Use Permit.

The site is also subject to the DNSP Building Form Overlay (BF Overlay); "Downtown II". Regulations established by the BF Overlay District are technically in addition to regulations of the underlying principal zone district with which it is combined. However, the OBC simply defers to the BF Overlay standards and does not prescribe any additional standards. As such, the following table summarizes the project's consistency with the "Downtown II" development standards:

Development Standards	OBC District	Project Proposed
Floor Area Ratio (FAR)%	4.0	3.97
Building Height (feet)	60	60
Front Setback (feet)	15 ft. Maximum	10.8
Side Setback (feet)	N/A	West: 15.9
		East: 10
Rear Setback (feet)	N/A	20
3 rd Story Stepbacks (feet)	5	8

TABLE 1 – DOWNTOWN II DEVELOPMENT STANDARDS

The proposed hotel building is consistent with the Downtown II development standards.

D. USE PERMIT

Pursuant to Table 4.1 of the Downtown Napa Specific Plan (DTSP), hotels are a conditionally permitted land use subject to final approval of a Use Permit by the City Council. Use Permits are required for land uses that may be suitable only in specific locations or require special consideration in their design, operation, or layout to ensure compatibility with surrounding uses. The application is for a 74-room hotel with subterranean parking, including valet parking operations. As conditioned, the proposed new hotel could be a suitable use on this prominent site.

E. HOTEL POLICIES

The following is a discussion of how the project complies with the City's Hotel Policies adopted in 2008.

 A priority should be placed on the development of full-service and resort hotels downtown because of the ancillary and complementary benefits to other downtown uses and activities. This does not preclude the full range of additional lodging products in appropriate locations throughout the city.

The proposed complex would house a full-service hotel including meeting rooms, bars, a street-facing café, and leasable commercial storefronts facing Napa's premier tourist walking street that could be used as shops, food service, personal services, or other uses that are part of a full service hotel's slate of services. It would be located within walking distance of the City's top tourist attractions, including the fairgrounds that host the Bottle Rock Music Festival and its 120,000 attendees.

Limited service hotels with meeting room space and close proximity to surrounding support services would be considered desirable. Bed and breakfasts and small inns as in-fill projects would be encouraged as indicated in the General Plan.

This policy is not applicable.

3. New hotel projects should provide a minimum of 15-100 square feet of contiguous meeting room space per guest room depending on the type of hotel and location to facilitate and expand the group meeting demand.

The 74-room hotel would include 5,754 square feet of indoor conference space. This equates to approximately 77.76 square feet of conference space per guest room.

4. Hotel applicants/developers should demonstrate how they will pursue mass transport activities that reduce traffic congestion such as shuttle services, linkages with other hotels, use of the trolley or like public transit options, for guest and employees, particularly for group-oriented hotels.

Guests of the resort will use personal vehicles that will be valet parked upon arrival. Although guests are not forbidden from using their vehicles, the hotel is within walking distance of the City's main tourist attractions and the locations of its most popular events, including the Wine Train depot, Oxbow Market, Copia, and the fairgrounds that host the Bottle Rock Music Festival. The hotel will also be close to public transit. The Applicant is not a hotel operator, so operations like arranging group tours would be up to the hotel operator once one is selected.

5. Hotel applicants/developers should demonstrate how they will link with the Napa Valley College Hospitality Institute and Hospitality and Tourism Management Program, and/or provide in-house hospitality and employment training programs that will provide a career ladder and stable employment sector.

The Applicant's economic impact statement includes a list of workers that would be needed to operate a hotel complex of the proposed size and the estimated wages that they will be paid. These positions range from \$12/hr to \$120,000/yr. It will be up to the hotel operator to decide whether to train people on the job and promote employees to more responsible positions, creating a career ladder within the company, or to hire high-wage employees from outside.

Hotel projects should demonstrate how they will meet sustainability (green) practices as determined by LEED standards or future green ordinances or initiatives that may be adopted by the City.

The project will meet or exceed California's stringent building code. The site is located in a walkable area in downtown Napa and is near tourist attractions. It will meet all standards for storm water management, low-flow plumbing fixtures, efficient lighting, and high-efficiency mechanical systems. The project proposes a greenhouse gas reduction plan that includes the following design and operation measures:

- Bicycle parking to reduce vehicular load
- Electric vehicle (EV) charging
- EV trash collection via 'private garbage self-haul' system
- Light pollution reduction
- Energy efficient standards per code
- PV electric production
- Cool roof design
- Reduced indoor/outdoor water use
- · Increased daylighting thru design
- Building & material design to improve longevity of materials and prevent water intrusion
- Construction waste and recycling plan
- Building operations plan for recycling and waste reduction
- Building operations plan for energy efficient operation and monitoring
- Building material selection to reduce pollutants and improve indoor air quality
- 7. Hotel applications should demonstrate as part of the application process a commitment to advancing cultural arts by providing a public art component visible and accessible to the public, particularly for hotels located downtown. Hotel projects in the pipeline may be subject to a future "art in public places" ordinance, pending adoption by City Council in 2008.

The Applicant has indicated their intent to develop a monumental sculpture that would be incorporated in the building. It would be on the corner of Soscol and First, the most visually prominent part of the project. The proposal would be brought before the Planning Commission for approval once an application is submitted.

8. Hotel applicants should provide a report or study that provides a comprehensive overview regarding hotel employment. The report or study should be prepared by an independent consultant and include, at a minimum, the following information: the number of employees the hotel would employ, full-time vs. part-time, position titles, wage rates by position, and types of benefits; the anticipated breakdown of employees residing inside or outside the County of Napa, and the rationale for breakdown; and any programs or policies the Applicant or operator will implement in the area of employee housing and congestion management. The City Council has requested this employment information to measure any economic, housing and transportation impacts the hotel would create.

The Applicant submitted the following Economic Impact Analysis:

Economic Impact

TOT = \$985,800 to \$1,275,000 *Tourism* = \$164,000 to \$200,000

46 FTE Hotel Staff

Executive & Management- Salary range of \$48,000 to 120,000 Sales & Marketing- Salary range of \$52,000 to \$82,000 Engineers- Salary range of \$25 to \$33 per hour Front Desk Attendants- Salary range of \$14 to \$21 per hour House Keeping & Laundry Staff- Salary range of \$14 to \$21 per hour Tipped valet & Bell Staff- Salary range of \$12 to \$15

38 FTE Café & Restaurant staff

Management- Salary range of \$48,000 to \$75,000
BOH Staff- Salary range of \$12 to \$28 per hour
Tipped Staff- Salary range of \$12 to 14 per hour
Construction costs estimated at \$43,387,000 to \$58,864,400
Estimated construction income to local contractors \$38,449,290 to \$46,139,148
Estimated additional minimum overnight visitors sales tax generated \$560,640
Estimated additional retail sales within Napa \$6,570,000

F. PARKING

Napa Municipal Code (NMC) Section 17.54.040, defers to Chapter 6 of the DNSP to regulate parking for properties located within the DNSP boundaries.

The DNSP specifies the following parking ratio for hotel uses: 1 space per sleeping room plus 1 space for the manager and 1 space for every 2 employees on any one shift (full or part time), plus if the hotel has convention, banquet, restaurant or meeting facilities, parking shall be provided in addition to the hotel requirement, as determined by the Planning Commission. The Planning Division recommends that the Planning Commission apply the general parking requirement for commercial space in the DNSP of 3.2 spaces per 1,000 square feet to this small meeting space.

The general parking requirement for all uses other than hotels and residences in the DNSP is 3.2 spaces per 1000 square feet.

Table 2, below, illustrates the proposed project's consistency with the applicable parking standards (existing and proposed additions combined).

Parking Requirements	Parking Required
1 space per sleeping room	74 spaces
1 space for manager	1 space
1 space for every 2 employees (14 / 2)	7 spaces
3,507 sq. ft. Commercial Space @ 3.2 per 1,000 sq. ft.	20.1 spaces
5,754 sq. ft. Conference Space @ 3.2 per 1,000 sq. ft.	18.4 spaces
TOTAL REQUIRED	120.5 spaces

TOTAL PROVIDED	121 (46 single-stack, 75
	tandem)

Vehicular access to the western building's parking garage will be via a ramp leading from First Street, just west of the railroad tracks. Vehicular access to the eastern building's parking garage will be via a ramp leading down from Water Street on the south side of the building. Condition of Approval #5 in the draft resolution would require the hotel to provide free valet parking to its guests. Valet parking will allow the management of the tandem parking spaces set aside to meet the parking demand for hotel guest rooms. The remainder of the spaces are single-loaded to allow hotel employees, retail employees, and non-hotel users of the area to self-park. Condition of Approval #6 in the draft resolution would prohibit valet queuing on First Street.

G. DESIGN REVIEW

NMC Sections 17.10.050 and 17.62.050 require a Design Review Permit for new non-residential structures. Consistent with this requirement, the Applicant has submitted architectural plans for the development. In addition to required Design Review findings, the application is also subject to the DNSP Design Guidelines. The Guidelines are listed, below, followed by staff's analysis in *italic typeface*.

1. Site Layout/Design

The site layout is responsive to the unique circumstances of the site. The site is bisected by a railroad, fronts on one of Napa's most busy pedestrian streets and on one of its busiest arterial roads, faces the river, and faces a dead-end street. The public art will be located at the intersection of Soscol and First, the most prominent location on the site. The north and west sides are on wide sidewalks and propose multiple entrances and storefronts to interest pedestrians. The proposed awnings and the height of the building will shade the street on hot days. The project proposes a wide walkway between the east building and the railroad to provide a cut-through for people to access Water Street and connect to the future river path. The top-level bars overlook the street, and the pool is on the south side of the building to catch the sun. The service entrance for the east building is from Water Street, and the service entrance for the west building, which must be from First Street, is minimized by putting it as close to the railroad as possible.

2. Mass/Scale

As shown on project plans, the massing and scale of the proposed buildings will be as is envisioned in the DNSP Guidelines. The massing would meet the Guideline calling for the traditional small-block/small-footprint pattern of development by having two buildings, each 120 feet wide, which is one-half of an original Napa block. The massing would be reduced to original Napa lot size by dividing the street frontage into individual storefronts and articulating the street-facing building wall. To reduce perceived scale and massing, the design employs even more articulation on the fourth floor and has intersecting gables, balconies, window box planters, and awnings to break up the mass of the building and provide visual interest while still providing a cohesive, unified design.

3. Building Height/Step-backs

The building height is within the height limits allowed in the DNSP. The Guidelines call for facades that reinforce the historic patterns of smaller-scale facades. The buildings do that by including articulations, storefronts, and step-backs as discussed above.

4. Building Setbacks

The building setbacks are largely consistent with this section of First Street. It is an area where grade differences between the street and the building fronts have resulted in larger setbacks than in the Downtown Commercial Core area. The design brings the first floor up to the street level but keeps the greater setback to allow for outdoor seating, less disruptive sidewalk valet service, and wider sidewalks.

5. Façade Articulation

The Guidelines call for articulation that serves a real purpose instead of mere architectural fondant. The design meets the Guideline by providing deep articulation that serves the real architectural purpose of providing mid-wall hotel rooms with bay windows that provide corner room views without a view into adjacent rooms.

Materials

The proposed stained wood siding and board-formed concrete are consistent with the building's architectural style. These are the type of high quality materials that are envisioned in the Guidelines.

7. Lighting

The proposed lighting enhances and highlights the architectural quality of the hotel. Light fixtures will be located beneath awnings and eaves. Wall lighting fixtures will point at the walls rather than outward at the sky. A final lighting plan will be subject to review and approval by the Planning Manager prior to issuance of building permit.



FIGURE 2 – LIGHTING

8. Signage

Any signage will be reviewed under a separate permit.

9. Awnings

The awnings meet the guidelines that call for them to provide protection from sun and rain at entrances, to highlight building entrances, and to be in scale with the building.

Building Elevations:

The new buildings would be four (4) stories in height and 60' feet tall as measured from finished grade. The architectural style of the new buildings would be distinctive in the city, but the building would not be the only prominent hotel with contemporary design. The stained wood siding, wood-formed *béton brut*, and glass would contrast with window box and balcony planters, colorful awnings, and very prominent monumental public art.

In recognition of the highly visible location, the building will feature four-sided architecture with the entrances facing First Street and Soscol Avenue. Floor-to-ceiling windows will provide visual interest and soften the building's presence on the street. Other sides will have ground floor windows and entrances as much as possible given the constraints of the site.

FIGURE 3 -NORTH ELEVATION - FIRST STREET (DAY)



FIGURE 4 – NORTH ELEVATION – FIRST STREET (NIGHT)



FIGURE 5 - SOUTH ELEVATION - NAPA RIVER (DAY)



FIGURE 6 - WEST ELEVATION - SOSCOL AVENUE (DAY)



H. LANDSCAPE PLAN

The proposed landscape plan consists of street trees and low hedges defining the semipublic street-side space.

I. PUBLIC ART

The Applicant has communicated interest in installing a public art feature, but it has not yet been identified at this stage. A condition reiterates the NMC requirement that the Applicant must have an approved public art feature prior to issuance of building permit or will be required to pay the public art contribution.



FIGURE 7: POTENTIAL PUBLIC ART LOCATION AND SCALE

J. SOLID WASTE

Due to access issues for the project site's western building, the Applicant is proposing to act as a "self-hauler" for solid waste, recyclable materials, and compostables. "Self-hauling" means the business must consolidate solid waste and transport it to a fully permitted disposal or recycling/composting facilities, with no payment to another third party involved per NMC Section 5.60.110. The City's authorized contractor will have no obligation to collect waste generated by the Project if the Applicant chooses to act as a "self-hauler;" however the Applicant (and future tenants or property owners) must remain compliant with proper and adequate storage and transportation of all solid waste, recyclable and compostable materials generated at the site per the City's NMC and applicable State Law.

As discussed further in Condition #42d of the draft resolution, the City prefers that property owners contract for service with the City of Napa's authorized contractor for solid waste, recycling, and compostables collection. The Applicant explored various options for establishing access to the western building, but it was not feasible given the site's location at the intersection of Soscol and First.

J. STREET ABANDONMENT

As part of a separate action to be considered by the City Council, the Applicant has requested the City to abandon a portion of the Water Street right-of-way between Soscol Avenue and McKinstry Street and of the Lawrence Street right-of-way between First Street and the Water Street right-of-way so that the area can be incorporated into the Project site. The proposed abandonment would facilitate and enhance the site plan of the proposed hotel development by providing sufficient space to accommodate the hotel buildings, provide for the development of the multi-use path, and provide access to required on-site parking. Lawrence Street and the portion of Water Street west of the Napa River are paper streets between the Applicant's parcels and the Napa River and railroad tracks. This land would become part of the development site. This land would otherwise not find any use. The portion of Water Street east of the Napa River is a dead-end street and would be

abandoned to the adjacent owners. The Applicant's portion would be used to enlarge the development site and to provide access to the parking garage. This will result in the property owners maintaining a dead-end street that only serves their parking facilities. Staff supports this abandonment to allow this development.

K. LOT LINE ADJUSTMENT/MERGER

If the City approves the right of way abandonment, the Applicant requests approval to merge the four parcels which make up the project site (APN 003-235-003, -004, -005, -006) and the abandoned portions of Water Street and Lawrence Street into one parcel and to merge the two parcels which make up the eastern project site (APN 003-241-003, -006) and the abandoned portion of Water Street into one parcel. Parcel 1 would be 15,473 square feet and Parcel 2 would be 15,453 square feet. The lot line adjustment/merger would be approved administratively pursuant to NMC Section 16.12.040.A. if the City Council approves the requested abandonment.

VII. ENVIRONMENTAL REVIEW

Pursuant to CEQA Guidelines Section 15164, an Initial Study/Addendum for the First and Oxbow Gateway Project dated June 2020 ("Addendum") has been prepared as an addendum to the Downtown Napa Specific Plan Environmental Impact Report (SCH#20100042043) certified by the City Council by Resolution No. R2012-54 ("DNSP EIR") to analyze the potential environmental impacts of the project, including the removal of the Local Landmark structures from 718 Water Street and 731 First Street. The Addendum concluded that the potential environmental effects of the project were adequately analyzed and addressed in the DNSP EIR and no further environmental review is required pursuant to CEQA Guidelines Sections 15162, 15164, and 15168. relocation of the Local Landmark structures to 58 Randolph Street is exempt from CEQA pursuant to CEQA Guidelines Sections 15303 (Class 3, which exempts construction and location of limited numbers of new structures, including up to three single family residences in urbanized areas), 15331 (Class 31, which exempts rehabilitation and restoration of historical structures in a manner consistent with the Secretary of Interior's Standards for the Treatment of Historic Properties) and 15332 (Class 32, which exempts infill development on sites that are five acres or less).

VIII. REQUIRED FINDINGS

The City Council's approval of this project is subject to the required findings in NMC Section 17.60.070 relating to Use Permits, NMC Section 17.62.080 relating to Design Review Permits, and NMC Section 15.52.070 relating to Certificates of Appropriateness. These findings are provided in the draft resolution attached to the Staff Report. These findings articulate the proposed project's consistency with the General Plan, Zoning Ordinance, Guidelines, and Historic Preservation Ordinance. Staff has determined that the proposed project could be found to meet the required findings and the attached Resolution (see Attachment 1) contains the basis for this recommendation.

IX. PUBLIC NOTICE

Notice that this application was received was provided by the City on October 3, 2017 and notice of the scheduled public hearing was provided on July 4, 2020 by US Postal Service to all property owners within a 500-foot radius of the subject property. Notice of the public hearing was also published in the Napa Valley Register on July 4, 2020 and provided to people previously requesting notice on the matter at the same time notice was provided to the newspaper for publication. The Applicant was also provided a copy of this Report and the associated attachments in advance of the public hearing on the project.

X. STAFF RECOMMENDATION

Staff recommends that the Planning Commission forward a recommendation to the City Council to: (1) determine that the potential environmental effects of the Project were adequately analyzed and addressed by a prior CEQA action or are otherwise exempt; and (2) approve the Use Permit and Design Review Permit based on a determination that the application, as conditioned, is consistent with the City's General Plan, Downtown Napa Specific Plan and other applicable City requirements and policies.

XI. ALTERNATIVE TO RECOMMENDATION

- 1. Continue the application with direction for modifications and allow the Applicant an opportunity to prepare a revised proposal.
- 2. Recommend that the application be denied by the City Council.

XII. REQUIRED ACTIONS

Forward a recommendation to the City Council to adopt a resolution approving a Use Permit and Design Review Permit for the First and Oxbow Hotel and determining that the actions authorized by this resolution were adequately analyzed and addressed by a prior CEQA action or are otherwise exempt.

XIII. DOCUMENTS ATTACHED

- 1. Draft City Council Resolution
- 2. Draft EIR Addendum
- 3. Planning Commission Meeting Minutes of March 1, 2018 (excerpt)
- 4. Project Plans

ATTACHMENT 7

PLANNING COMMISSION MEETING MINUTES EXCERPTS



March 1, 2018

7 A. FIRST & OXBOW PRELIMINARY REVIEW – 718, 730, 876 WATER STREET & 711, 731, 743, 803, 819, 823, 825 FIRST STREET (File No. PL16-0124) Preliminary review of a proposed hotel development. The proposed development includes two, four-story buildings with two-levels of subterranean parking. Proposed uses include a 66-key hotel with a spa, gym, and conference facilities and suites for a restaurant and retail. The property is located between Soscol Avenue, First Street, McKinstry Street, and the Napa River; within the OBC, Oxbow Commercial General Plan Designation, Downtown Specific Plan Land Use District, and Zoning District; and within the BF, Building Form and FP, Floodplain Management Overlay Districts. (APNs 003-235-003, -004, -005, -006, -007 & 003-241-003, -005, -006 & 003-242-001)

Commissioner Huether recused himself from item 7.A due to his personal involvement with the Applicant, as well as his potential involvement with the art for the application.

Senior Planner Karlo Felix presented the Staff Report and offered to answer questions.

Commissioners provided disclosures.

Commissioners offered the following questions for Staff:

- Has the City considered a study for the development of a focus plan in the Oxbow?
- What is the disposition of the current historic residences planned for commercial conversion and is there a program to attempt preservation?
- Has Staff proposed a housing, mixed-use, or other alternate project?
- What is the existing state of affairs in development standards and housing impact fees?
- Confirm the maximum height of this building.
- The room count mentioned in the presentation does not correlate what is included in the Staff Report. Clarify consideration of the rooftop as potential room count.
- What is the base flood elevation relative to the project development?
- What portions of the property are within the floodway?
- Clarify parking orientation and registration points.
- What is the flow of pedestrian traffic between the buildings?

Planning Manager Erin Morris responded to Commissioner questions regarding the development of a focus plan.

Mr. Felix responded to Commissioner questions, including:

- As part of the current proposal, historic residences are intended to be demolished.
- Existing hotel policies include exploration of employee impacts and has not been reviewed but it will be addressed.
- The Applicant has not requested changes to development standards or impact fees.
- The rooftop has a section with potential for additional rooms.

- The City is aware and anticipates changes to the floodplain maps, but FEMA has not adopted those changes at this time; the base flood elevation will be lowered and will alter the floodplain and floodway designations as a result of recent flood control projects.
- With future map revisions, the property will come out of the floodway.
- Parking is available in both buildings.

Chair Murray invited the Applicant to speak.

JB Leamer, Applicant, briefed the Commission on background relating to the application, introduced his team and offered to answer Commissioner questions.

Jeremy Sill, Applicant's Engineer, gave a presentation and provided detailed background information relating to the application, as well a comprehensive overview of the proposed application.

Casey Hughes, Applicant's Architect, continued the presentation and provided additional background information relating to the application and details regarding building architecture.

Mary Beth Herman, a member of the Applicant team, provided additional details regarding the progress and changes made to the project based on feedback from neighbors, residents, Staff and previous Commission comments.

Chair Murray opened the item for Public Hearing.

Linda Kerr, Resident, spoke in opposition of the project location as the structure creates a wall at the entrance to the Oxbow District and will be prominent compared to the smaller surrounding buildings. She also suggested housing near transit locations.

Elizabeth McKinne, Resident, spoke in opposition of the project due to the location, scale, height, at the entry to the Oxbow District. She recounted another four-story hotel recently entitled, expressing concern for the view blocking the Oxbow District and surrounding hills, removal of historic buildings, and traffic impact.

James Hinton, 3574 Hunter Circle, spoke in opposition of the project as the addition of hotel employees should be balanced with additional housing. He also suggested variation of artists' artwork throughout the City.

After receiving no further comments, the Public Hearing was closed.

Commissioners offered the following questions for the Applicant:

- How many buildings does the Applicant propose to raze and is there a proposal to be relocated or demolished?
- What is the historic classification of the buildings?

Mr. Leamer, Mr. Sill and Mr. Felix responded to Commissioner questions.

Commissioners discussed and offered the following comments and questions:

The Oxbow District is a tourism-oriented area.

ATTACHMENT 7

- Height in the Oxbow District is increasing, however added elements to soften the height complement the structure in the proposed location.
- Employee housing is encouraged.
- How do we make this a cohesive and connected downtown?
- Applicant still needs to resolve issues with use of Flood Control District property and City property, and to resolve issues associated with the lack of a Letter of Map Revision, because these issues can alter the proposed design.
- The Commission would like more information regarding the hotel operator.
- The Applicant should be aware that the results of the hotel study in the upcoming months may affect the application.
- The application should address how the loss of parking will be compensated.
- The fourth-floor courtyard should remain, despite the interest in additional rooms.
- The public art and sculpture garden concept needs to be developed further.
- Further clarification is requested for the separation between the trail and the pool area, its
 construction, and maintenance.
- The community feels strongly about reaching a point of hotel saturation.
- Oxbow District visibility is a concern once two approved hotels are developed.
- The trail is an opportunity to connect and activate public spaces.
- The Commission would like to see the architectural renderings without vegetation for clarity.
- The Applicant is encouraged to consider future conversion of the guestrooms into housing units.
- Clarify the artwork corner. Has the Applicant considered rotating artwork?
- Will there be public access to the rooftop?
- Clarification on the additional parking and parking locations and policies was requested.
- Clarification on the guest interactions with train operations, safety, and trip frequencies was requested.
- Are there additional setbacks from the train?
- Has the Applicant conducted a study in the proposed area for arsenic?
- Clarification on the access for vendor truck deliveries was requested.

Mr. Leamer responded to Commissioner questions, including clarification regarding rooftop plans and future addressing of housing concerns within the next presentation to the Commission.

No formal action is required by the Planning Commission as this study session is for preliminary design comments only.