FOR MEETING OF: OCTOBER 23, 2019

CASE NO.: <u>CU-SPR19-05</u>

TO: HEARINGS OFFICER

FROM: LISA ANDERSON-OGILVIE, AICP, DEPUTY COMMUNITY

DEVELOPMENT DIRECTOR AND PLANNING ADMINISTRATOR

SUBJECT: CONDITIONAL USE / CLASS 3 SITE PLAN REVIEW CASE NO. CU-

SPR19-05

4662 RIDGE DRIVE NE

AMANDA NO. 19-112884-ZO & 19-112885-RP

REQUEST

Summary: A proposed cannabis processing facility within an existing warehouse building.

Description: A Conditional Use Permit and Class 3 Site Plan Review for a change of use within an existing building from a Warehousing and Distribution use to a Heavy Manufacturing use for a proposed cannabis oil extraction and processing facility, for property approximately 1.71 acres in size, zoned IG (General Industrial), and located at 4662 Ridge Drive NE Portland Road NE (Marion County Assessor map and tax lot number: 073W01C / 00300). The conditional use application is required for the heavy manufacturing use.

A vicinity map illustrating the location of the property is attached, and made a part of this staff report (**Attachment A**).

OWNER: Thomas G. Reti and Leta J. Reti Revocable Living Trust

APPLICANT: Lee Gwyn, Lenity Architecture, on behalf of Thomas Reti

FILER: Max Plukchi, Lenity Architecture

RECOMMENDATION

Based upon the Facts and Findings contained in this staff report, staff recommends that the Hearings Officer APPROVE the request for a conditional use and site plan review application to change the use of a building to a cannabis oil extraction and processing facility for property located at 4662 Ridge Drive NE subject to the following conditions of approval:

CONDITIONAL USE:

Condition 1: The extraction process shall be performed as described in the

applicant's written statement included as Attachment C.

Condition 2: The proposed development shall be in substantial conformance with

the approved site plan included as Attachment B.

SITE PLAN REVIEW:

Condition 3: Prior to beginning business operations at the subject property, obtain

necessary change of occupancy permits for the proposed

development.

Condition 4: Provide a minimum 19 off-street parking spaces at the subject property

in substantial conformance with site plan review case no. 17-124528-RP, or obtain approval of a modification to site plan review case no.

17-124528-RP.

APPLICATION PROCESSING

On June 3, 2019, the applicant submitted an application for a Conditional Use Permit and Class 3 Site Plan Review to establish a heavy manufacturing use (industrial cannabis oil extraction and processing facility) within an existing building. The application was deemed complete for processing on September 26, 2019.

The public hearing before the City of Salem Hearings Officer is scheduled for October 23, 2019, at 5:30 p.m. Notice of public hearing was sent pursuant to Salem Revised Code (SRC) requirements on June 20, 2019. Public hearing notice was also posted on the property by the applicant pursuant to SRC requirements.

PROPOSAL

The applicant is requesting to change the use of an existing building at 4662 Ridge Drive NE from warehousing and distribution, to heavy manufacturing for a proposed cannabis oil extraction and processing facility. A vicinity map is included as **Attachment A**. Because the processing will involve extraction of oil, classified as a Heavy Manufacturing use, the proposal requires a Conditional Use permit within the IG zone. A site plan is included as **Attachment B**.

SUMMARY OF RECORD

The following items are submitted to the record and are available upon request: All materials submitted by the applicant, including any applicable professional studies such as traffic impact analysis, geologic assessments, and stormwater reports; any materials and comments from public agencies, City departments, neighborhood associations, and the public; and all documents referenced in this report.

APPLICANT'S STATEMENT

The applicant's statement addressing the applicable approval criteria for this consolidated request is included as **Attachment C**.

FACTS AND FINDINGS

1. Salem Area Comprehensive Plan (SACP) Designation

The Salem Area Comprehensive Plan (SACP) map designation for the subject property is "Industrial." The subject property is within the Urban Growth Boundary but outside the Urban Service Area. Public Works determined that an Urban Growth Preliminary Declaration is not required to determine public facilities required to fully serve the development in conformance with the City's adopted Master Plans and Area Facility Plans.

2. Zoning and Surrounding Land Uses

The subject property is zoned IG (General Industrial). The proposed extraction use is classified as a Heavy Manufacturing use and requires Conditional Use approval in the IG Zone.

The zoning of surrounding properties is as follows:

North: IG (General Industrial)

South: IG (General Industrial)

East: IG (General Industrial)

West: Across Ridge Drive NE and adjacent railroad, IP (Industrial Park)

3. Site Analysis

The subject property is approximately 1.71 acres in size and is developed with two existing buildings – one building at 4660 Ridge Drive NE of 16,000 square feet and one at 4662 Ridge Drive NE of 6,000 square feet. The 16,000-square-foot building contains an existing warehousing and distribution use. The proposed cannabis oil extraction and processing facility, classified as a heavy manufacturing use, would take place in the 6,000-square-foot building at 4662 Ridge Drive NE. The property is bounded by Ridge Drive NE and adjacent Burlington Northern railroad to the west, and IG-zoned properties to the north, south, and east.

4. Neighborhood and Citizen Comments

The subject property is located within the Northgate Neighborhood Association (Northgate). Notice was provided to the neighborhood association and surrounding property owners and tenants within 250 feet of the subject property. As of the date of this staff report, no comments have been received from the neighborhood association, or from surrounding property owners or tenants.

5. City Department and Public Agency Comments

The Salem Building and Safety Division reviewed the proposal and identified no issues.

The Salem Fire Department reviewed the proposal and commented that fire department access shall be provided/maintained to the structures.

The Salem Public Works Department reviewed the proposal and provided a memo which is included as **Attachment D**.

PGE reviewed the proposal and commented, "Development costs per current tariff and service requirements."

6. Analysis of Conditional Use Criteria

SRC Chapter 240.005(a)(1) provides that:

No building, structure, or land shall be used or developed for any use which is designated as a conditional use in the UDC unless a conditional use permit has been granted pursuant to this chapter.

SRC Chapter 240.005(d) establishes the following approval criteria for a conditional use permit:

Criterion 1:

The proposed use is allowed as a conditional use in the zone.

Applicant's Statement: The applicant's written statement addressing the conditional use approval criteria is included as **Attachment C.**

Finding: Extraction of oil and concentrates from industrial cannabis and raw materials obtained from agricultural or forestry production is classified as a heavy manufacturing use pursuant to SRC Chapter 400. SRC Chapter 554, Table 554-1 provides that Heavy Manufacturing uses are allowed in the IG (General Industrial) zone with a conditional use permit.

Staff finds that the proposal meets this criterion.

Criterion 2:

The reasonably likely adverse impacts of the use on the immediate neighborhood can be minimized through the imposition of conditions.

Applicant's Statement: The applicant's written statement addressing the conditional use approval criteria is included as **Attachment C.**

Staff Finding: The applicant is proposing a cannabis oil extraction and processing facility within an existing building with a gross floor area of approximately 6,000 square feet. The previous use at the address was approved for a food packaging business, classified as a Warehousing and Distribution use.

Heavy manufacturing uses require a conditional use permit in order to evaluate the impact of a use on surrounding uses in the immediate area. Potential impacts from heavy manufacturing uses include noise, vibration, dust, smoke, fumes or noxious odors.

The applicant's statement describes the characteristics of the proposed use. The process would involve milling the raw material, extracting plant oil using solvents, and packaging and shipping the product. All the processing and packaging would take place within the enclosed building at 4662 Ridge Drive NE. Neither the raw materials nor the finished products would be stored outside. The applicant states that there would be little to no impacts on the surrounding properties, with no noise, odors, or emissions produced at a detectable level from outside the building.

The development, as proposed and with the recommended conditions of approval below, minimizes reasonable likely adverse impacts of the use on the adjacent tenants and neighboring uses.

Condition 1: The extraction process shall be performed as described in the applicant's written statement included as **Attachment C.**

Criterion 3:

The proposed use will be reasonably compatible with and have minimal impact on the livability or appropriate development of surrounding property.

Applicant's Statement: The applicant's written statement addressing the conditional use approval criteria is included as **Attachment C.**

Staff Finding: The proposed extraction and processing facilities would be confined to an existing building within an industrial zone, and the surrounding businesses are similar in impacts. The property will have adequate loading space for delivery of raw materials and adequate storage space within the building. The use of the outdoor area is limited to periodic loading and unloading with minimal vehicular traffic. Other than the addition of 4 bicycle parking spaces, no alterations to the exterior of the building are proposed.

As proposed, the use will be reasonably compatible with the surrounding uses and will have minimal impact on the livability or development of surrounding property. To ensure the proposal is in substantial conformance with the use and development presented in the application materials, staff recommends the

following condition of approval:

Condition 2: The proposed development shall be in substantial conformance with the approved site plan included as **Attachment B.**

7. Analysis of Class 3 Site Plan Review Approval Criteria

SRC 220.005(f)(3) establishes the following approval criteria for a Class 3 Site Plan Review:

Criterion 1:

The application meets all applicable standards of the UDC.

Finding: The project includes a proposed change of use of an existing building for a cannabis oil extraction and processing facility.

The development, as proposed and conditioned, meets all standards of the UDC.

Development Standards – IG (General Industrial) Zone:

SRC 554.005(a) - Uses:

Except as otherwise provided in Chapter 554, the permitted, special, conditional and prohibited uses in the IG zone are set forth in Table 554-1.

Finding: The proposed use involves the extraction of products from cannabis plants. The extraction process is classified as a heavy manufacturing use in SRC Chapter 400.

Within the IG zone, heavy manufacturing is listed as a Conditional Use. Findings addressing the Conditional Use permit criteria are included in Section 6 of this report. The proposal involves a change of use for a 6,000-square-foot building, a building which was approved under site plan review case no. 17-124528-RP. The building permits associated with this site plan review case have not yet received certificate of final occupancy. To ensure the proposed development is in compliance with the requirements of the SRC, staff recommends the following condition of approval:

Condition 3: Prior to beginning business operations at the subject property, obtain necessary change of occupancy permits for the proposed development.

SRC 554.010(a) – IG Zone Lot Standards:

There are no minimum lot area or dimension requirements in the IG zone. All uses are required to have a minimum of 16 feet of street frontage.

Finding: The subject property has greater than 130 feet of frontage on Ridge

Drive NE.

SRC 554.010(b) – IG Zone Setbacks:

North: Adjacent to the north is an IG (General Industrial) zone. There is no building setback required adjacent to an IG zone; vehicle use areas require a minimum 5-foot setback.

South: Adjacent to the south is an IG (General Industrial) zone. There is no building setback required adjacent to an IG zone; vehicle use areas require a minimum 5-foot setback.

East: Adjacent to the east is an IG (General Industrial) zone. There is no building setback required adjacent to an IG zone; vehicle use areas require a minimum 5-foot setback.

West: Adjacent to the west is the right-of-way of Ridge Drive NE and the Burlington Northern railroad. There is a minimum 5-foot building setback and a 6-to 10-foot vehicle use area setback.

Finding: The proposed development includes a change of use and occupancy within an existing building. There is no change to the building footprint or pavement area in the existing parking lot.

SRC 554.010(c) - Lot Coverage, Height:

There is no maximum lot coverage standard. The maximum height in the IG zone is 70 feet.

Finding: The proposed development does not modify the lot coverage or height of the existing building. The proposed development complies with the lot coverage and maximum height standards of the IG zone.

SRC 554.010(d) - Landscaping:

- (1) **Setbacks.** Required setbacks shall be landscaped. Landscaping shall conform to the standards set forth in SRC Chapter 807.
- (2) **Vehicle Use Areas.** Vehicle use areas shall be landscaped as provided under SRC Chapter 806 and SRC Chapter 807.

Finding: The proposed development includes a change of use within an existing building. Additional landscaping is not required for the proposed development.

SRC 806.005 - Off-Street Parking; When Required.

Off-street parking shall be provided and maintained for any change of use or activity, when such change of use or activity results in a parking ratio requiring a greater number of spaces than the previous use or activity.

SRC 806.010 - Proximity of Off-Street Parking to Use or Activity Served.

Required off-street parking shall be located on the same development site as the

use or activity it serves.

SRC 806.015 - Amount of Off-Street Parking.

- a) Minimum Required Off-Street Parking. The minimum number of off-street parking spaces required for both heavy manufacturing and warehousing and distribution uses is the greater of 0.75 spaces per employee or 1 space per 5,000 square feet of floor area.
- b) Compact Parking. Up to 75 percent of the minimum off-street parking spaces required under this Chapter may be compact parking spaces.
- c) Carpool and Vanpool Parking. New developments with 60 or more required off-street parking spaces shall designate a minimum of 5 percent of their total off-street parking spaces for carpool or vanpool parking.
- d) Maximum Off-Street Parking. Unless otherwise provided in the SRC, offstreet parking shall not exceed the amounts set forth in Table 806-2.

Finding: According to the site plan, the proposed heavy manufacturing use at 4662 Ridge Drive NE will have 13 employees, requiring a minimum of 10 off-street parking spaces ($13 \times 0.75 = 9.75$). The existing warehousing and distribution use to remain at 4660 Ridge Drive NE has 11 employees, requiring a minimum of 9 off-street parking spaces ($9 \times 0.75 = 8.25$). In total, 19 off-street parking spaces are required for the existing and proposed uses.

As shown on the site plan, the existing off-street parking area has 18 spaces. A site plan review decision issued in April of 2018 for the subject property (case no. 17-124528-RP) approved 25 off-street parking spaces, included as **Attachment E**. Not all the striping for these parking spaces have been installed at the time of the writing of this staff report. To ensure the proposed development meets the above standards, staff recommends the following condition of approval:

Condition 4: Provide a minimum 19 off-street parking spaces at the subject property in substantial conformance with site plan review case no. 17-124528-RP, or obtain approval of a modification to site plan review case no. 17-124528-RP.

None of the parking spaces are depicted on the site plan as compact spaces. Carpool/vanpool spaces are not required for the proposed uses.

SRC 806.035 - Off-Street Parking and Vehicle Use Area Development Standards.

Unless otherwise provided under the UDC, off-street parking and vehicle use areas, other than driveways and loading areas, for uses or activities other than Single Family and Two Family shall be developed and maintained as provided in this section.

- a) General Applicability. The off-street parking and vehicle use area development standards set forth in this section apply to:
 - 1. The development of new off-street parking and vehicle use areas.
 - 2. The expansion of existing off-street parking and vehicle use areas, where additional paved surface is added.
 - The alteration of existing off-street parking and vehicle use areas, where the existing paved surface is replaced with a new paved surface; and
 - 4. The paving of an un-paved area.

Finding: The proposed development includes no changes to the previously-approved parking and vehicle use areas.

Bicycle Parking

SRC 806.045 - General Applicability.

Bicycle parking shall be provided and maintained for any change of use or activity, when such change of use or activity results in a bicycle parking ratio requiring a greater number of spaces than the previous use or activity.

SRC 806.050 – Proximity of Bicycle Parking to use or Activity Served. Bicycle parking shall be located on the same development site as the use or activity it serves.

SRC 806.055 - Amount of Bicycle Parking.

Heavy manufacturing and warehousing and distribution uses both require the greater of 4 bicycle parking spaces or one space per 10,000 square feet of floor area.

Finding: The proposed heavy manufacturing use would occupy approximately 6,000 square feet within the existing building at 4662 Ridge Drive NE, and 4 bicycle parking spaces are required for the proposed use. The existing warehousing and distribution use occupies approximately 16,000 square feet within the existing building at 4660 Ridge Drive NE, and 4 bicycle parking spaces are required for the existing use. In total, 8 bicycle parking spaces are required for the proposed and existing uses. The site plan identifies 5 existing bicycle parking stalls and proposes 4 new bicycle parking spaces, for a total of 9 spaces. As shown on the site plan, the proposed development meets the standard.

SRC 806.060 – Bicycle Parking Development Standards Unless otherwise provided under the UDC, bicycle parking areas shall be developed and maintained as set forth in this section.

- a) Location. Bicycle parking areas shall be located within a convenient distance of, and shall be clearly visible from, the primary building entrance. In no event shall bicycle parking areas be located more than 50 feet from the primary building entrance.
- b) Access. Bicycle parking areas shall have direct and accessible access to

- the public right-of-way and the primary building entrance.
- c) Dimensions. Bicycle parking spaces shall be a minimum of 6 feet by 2 feet, and shall be served by a minimum 4-foot-wide access aisle.
- d) Bicycle Racks. Where bicycle parking is provided in racks, the racks may be floor, wall, or ceiling racks. Bicycle racks shall accommodate the bicyclist's own locking device.

Finding: The proposed bicycle parking spaces for the building meet the requirements of SRC 806.060.

Off-Street Loading Area

SRC 806.065 - General Applicability.

Off-street loading areas shall be provided and maintained for any change of use or activity, when such change of use or activity results in a greater number of required off-street loading spaces than the previous use or activity.

SRC 806.075 - Amount of Off-Street Loading.

For uses falling under both the wholesale sales, storage, and distribution use category and the manufacturing use category, one loading space is required for uses of 5,000 to 100,000 square feet.

Finding: The proposed heavy manufacturing use would occupy approximately 6,000 square feet within the existing building at 4662 Ridge Drive NE, requiring 1 off-street loading space. The existing warehousing and distribution use occupies approximately 16,000 square feet within the existing building at 4660 Ridge Drive NE, requiring 1 off-street loading space. In total, 2 off-street loading spaces are required for the proposed and existing uses. The site plan shows adequate area to fulfill the minimum off-street loading requirement meeting the requirements of SRC Chapter 806.

Landscaping

All required setbacks shall be landscaped with a minimum of 1 plant unit per 20 square feet of landscaped area. A minimum of 40 percent of the required number of plant units shall be a combination of mature trees, shade trees, evergreen/conifer trees, or ornamental trees. Plant materials and minimum plant unit values are defined in SRC Chapter 807, Table 807-2.

All building permit applications for development subject to landscaping requirements shall include landscape and irrigation plans meeting the requirements of SRC Chapter 807.

Finding: A landscape plan was approved for the subject property in conjunction with a previous site plan review (application no. 17-124528-RP). Pursuant to SRC 807.045, it is the responsibility of the owner and tenant to maintain all landscaping material in good condition so as to present a healthy, neat, and

orderly appearance.

Natural Resources

SRC 808 - Preservation of Trees and Vegetation: The City's tree preservation ordinance, under SRC Chapter 808, provides that no person shall remove a significant tree (Oregon White Oak greater than 24 inches in diameter at breast height) (SRC 808.015) or a tree or native vegetation in a riparian corridor (SRC 808.020), unless the removal is excepted under SRC 808.030(a)(2), undertaken pursuant to a permit issued under SRC 808.030(d), undertaken pursuant to a tree conservation plan approved under SRC 808.035, or permitted by a variance granted under SRC 808.045.

No protected riparian trees or significant trees have been identified on the site plan for removal.

SRC 809 - Wetlands: The Salem-Keizer Local Wetland Inventory (LWI) does not show any wetland or hydric soil areas mapped on the property.

SRC 810 - Landslide Hazards: A geological assessment or report is required when regulated activity is proposed in a mapped landslide hazard area. According to the City's adopted landslide hazard susceptibility maps and SRC Chapter 810 (Landslide Hazards), there are no mapped landslide hazard areas on the subject property.

Criterion 2:

The transportation system provides for the safe, orderly, and efficient circulation of traffic into and out of the proposed development, and negative impacts to the transportation system are mitigated adequately.

Finding: The existing street system is adequate to serve the proposed development and the development is not proposing a building addition subject to 803.040(a); therefore, no right-of-way dedication or street improvements are required. No special setback is required along Ridge Drive NE. The existing right-of-way measured from centerline on the development side of the right-of-way meets the standard pursuant to the Salem TSP.

Criterion 3:

Parking areas and driveways are designed to facilitate safe and efficient movement of vehicles, bicycles, and pedestrians.

Finding: The driveway access onto Ridge Drive NE provides for safe turning movements into and out of the property.

Criterion 4:

The proposed development will be adequately served with City water, sewer, stormwater facilities, and other utilities appropriate to the nature of the development.

Finding: The Public Works Department has reviewed the applicant's preliminary plan for this site. The sewer and storm infrastructure are available within surrounding streets/areas and is adequate to serve the proposed development. The applicant does not show any new connections to public infrastructure.

RECOMMENDATION

Based upon the Facts and Findings contained in this staff report, staff recommends that the Hearings Officer APPROVE the request for a conditional use and site plan review application to change the use of a building to a hemp and essential oil extraction facility for property located at 4662 Ridge Drive NE subject to the following conditions of approval:

CONDITIONAL USE:

Condition 1: The extraction process shall be performed as described in the

applicant's written statement included as Attachment C.

Condition 2: The proposed development shall be in substantial conformance with

the approved site plan included as Attachment B.

SITE PLAN REVIEW:

Condition 3: Prior to beginning business operations at the subject property, obtain

necessary change of occupancy permits for the proposed

development.

Condition 4: Provide a minimum 19 off-street parking spaces at the subject property

in substantial conformance with site plan review case no. 17-124528-RP, or obtain approval of a modification to site plan review case no.

17-124528-RP.

Prepared by Brandon Pike, Planner I

Application Deemed Complete Date: September 26, 2019
State Mandated Decision Date: January 24, 2020

Attachments: A. Vicinity Map

B. Site Plan

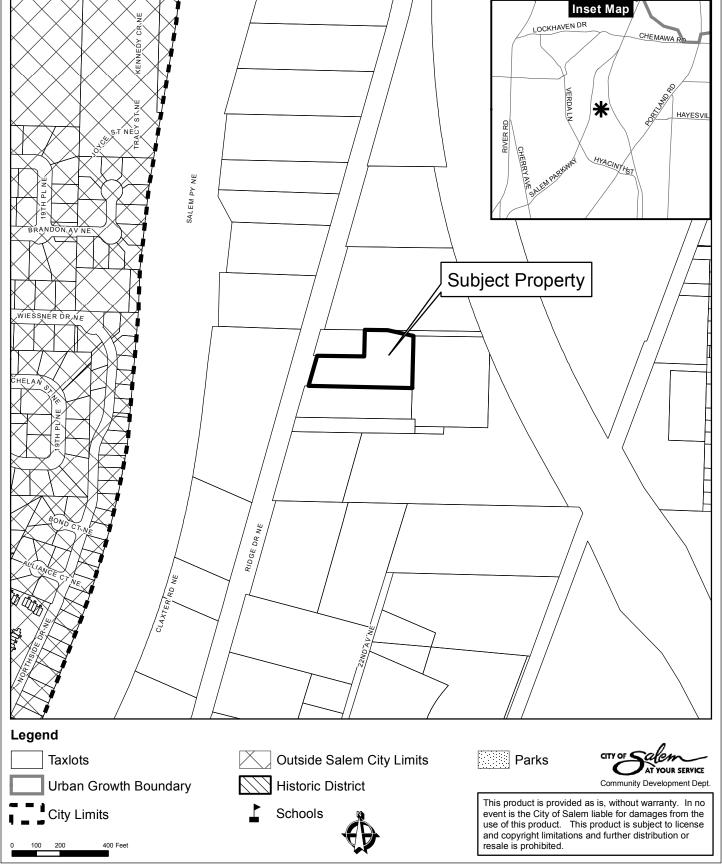
C. Applicant's Statement

D. Public Works Memorandum

E. Approved Site Plan for Site Plan Review Case No. 17-124528-RP

ATTACHMENT A

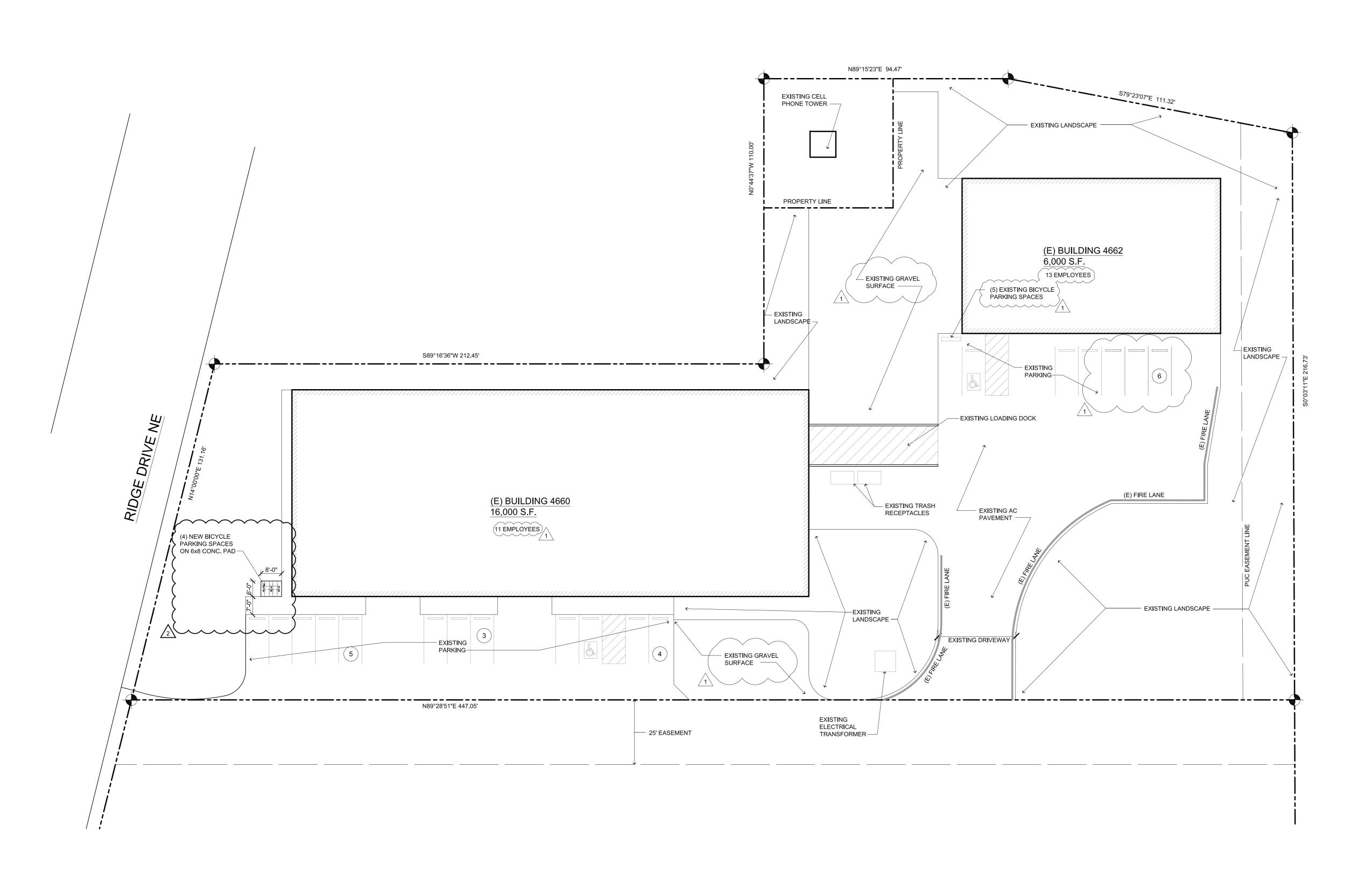
Vicinity Map 4662 Ridge Drive NE



ATTACHMENT B

CLASS III SITE PLAN REVIEW/ CONDITIONAL USE PERMIT FOR:

4662 RIDGE DRIVE NE SALEM, OR 97301



Ridge Drive **VICINITY MAP** NOT TO SCALE PROJECT TEAM: LAND USE CONSULTANT Tross Consulting, Inc THOMAS G & LETA J RETI 1720 Liberty St SE Salem, OR 97302 lee@lenityarchitecture.com PROJECT STATISTICS: 4662 RIDGE DRIVE NE SALEM, OR 073W01C/ 00300 IG - GENERAL INDUSTRIAL ZONE: USE: EXISTING: INDUSTRIAL - WHOLESALE SALES, STORAGE AND DISTRIBUTION -BLDG 4660 & 4662: WAREHOUSING AND DISTRIBUTION PROPOSED: (CONDITIONAL) INDUSTRIAL - MANUFACTURING -HEAVY MANUFACTURING BLDG 4662 ONLY: EXISTING - NO CHANGE BLDG. HEIGHT (70' MAX T.554-5): BLDG. SETBACK (T.554-3 & 554-4): EXISTING - NO CHANGE PARKING. SETBACK (ZONE TO ZONE T554-4): STREET: FRONT: 5' (TYPE "A" LANDSCAPE) SIDE: 5' (TYPE "A" LANDSCAPE) REAR: 5' (TYPE "A" LANDSCAPE) BUILDING: 5' (TYPE "A" LANDSCAPE) SITE AREA: 1.71 AC (74,336 S.F.) TOTAL IMPERVIOUS AREA: 40,733 S.F. (55%) BUILDING GROUND AREA: 16,000 S.F. (EXISTING - NO CHANGE) **BUILDING 4660** 6,000 S.F. (EXISTING - NO CHANGE) **BUILDING 4662** MAX LOT COVERAGE: (SEC 554.010 T554) 7,791 S.F. (10% OF SITE AREA) PARKING AREA: (SEC. 806.035 (d(2))) EXISTING TO REMAIN -NO NEW PARKING PROPOSED 7,791 S.F.*0.05 = 390 S.F. PARKING AREA LANDSCAPE: EXISTING TO REMAIN -NO NEW PARKING PROPOSED EXISTING LANDSCAPE AREA: 27,295 S.F. 37% REQ'D PARKING MIN: (6,000 + 16,000)/5,000 = 5 SP.(1 SP. PER 5,000 S.F. OR (13+ 11)*.75 = 18 .75 SPACE PER EMPLOYEE) REQ'D. BICYCLE SPACES: 16,000 / 10,000 = 1.6 (4 SPACES) BLDG 4660: 25 SPACES (33 EMPLOYEE MAX) PARKING (APPROVED UNDER 17-124528-RP): 05/10/2019 STANDARD 16 SPACES (EXISTING) ACCESSIBLE: 2 SPACES (EXISTING) 18 SPACES (EXISTING) TOTAL EXISTING REVISED DATE 1\08/30/2019 LOADING SPACES: 9 SPACES (5 SPACES EXISTING) /2\09/13/2019 BICYCLE SPACES:

SHEET

SITE PLAN

APPLICANT'S STATEMENT for THOMAS AND LETA RETI CONDITIONAL USE PERMIT for CANNABIS PROCESSING IN THE IG ZONE

THE PROPOSAL

Thomas and Leta Reti propose to lease an existing 6,000 square foot (s.f.) industrial building on their property at 4662 Ridge Drive NE, to RVR Holdings LLC of Eugene, for a cannabis processing operation. The property is also identified as Tax Lot 300 on map T7S R3W Section 01C. The property totals 1.71 acres, and it is zoned IG.

Due to its operating characteristics the proposed processing operation is classified as "heavy manufacturing", as described in SRC 400.100(b). A use classified as heavy manufacturing is included as a Conditional Use in the IG zone, SRC 554 Table 554-1. Therefore, this request is for a Conditional Use Permit to allow the proposed cannabis processing operation

This request for a Conditional Use Permit is provided in conjunction with an application for Site Plan Review (SPR) provided by Lenity Architects, which is also the applicant's Agent and the project manager.

A Pre-Application conference to discuss the proposal and its requirements was held on April 22, 2019, Pre-App 19-43.

Characteristics of the Proposed Use

The proposed use involves processing the raw material, extraction of oil, packaging the final product in consumer packages, and shipping of the finished product. The process involves milling the raw material to an appropriate parcel size, extraction of plant oil using solvents, packaging and shipping. All of the processing and packaging operations will take place within the enclosed building, and there will be

no outside storage of raw material or finished products. No noise, odors or emissions detectable from outside the building will be produced. Deliveries and shipping will require an average of four vehicle trips per day. The operation will involve approximately thirteen employees.

Site Plan

A site plan of the property and its existing development is provided as part of this combined Conditional Use and SPR application. The SPR is addressed in a separate submittal from Lenity Architects.

As shown on the site plan, the Reti property includes two existing buildings, one of 16,000 s.f. and the subject building of 6,000 s.f. The larger building, located in the west part of the property near the street frontage, is used for wholesale sales, warehousing, storage and distribution by Mountain Man Fruits and Nuts. The subject building, in the north-east part of the property, is currently vacant. This building was approved through a Class 2 Site Plan Review in April, 2018; SPR 17-124528-RP. The public and private utilities and services available to the property were described in an attached Memo from the Public Works Department.

The site plan details the vehicle parking spaces and loading areas provided to both buildings, bicycle parking, the driveway pavement area, setbacks, and landscaped area. The property is served by a single driveway to Ridge Dr. The driveway also provides access to the property to the south, which is the location of Rockwest Training Co., which trains and employs individuals with disabilities in a variety of assembly and manufacturing activities such as first aid kits and supplies, screen printing, industrial sewing, embroidery, and packaging.

Property Characteristics and Surrounding Land Use Pattern

The property is located within the industrial area in far north Salem that extends along Ridge Drive, north of Claxter Road. This industrial area is the location for a variety of manufacturing, service and distribution activities, and is zoned IG. The

industrial uses around the Reti property include Taylor Metals to the east, Brim Tractor to the north, Rockwest Training as mentioned to the south, and ReSys Inc., a manufacture of water filtration and purification systems, to the south of Rockwest. Other nearby uses include Stettler Supply, a provider of water pumps and irrigation systems south of ReSys, and a vehicle wrecking yard at the northeast corner of Ridge and Claxter.

Ridge Drive is bordered on the west by the Burlington Northern railroad, and there is no public access from Ridge Dr. across the railroad. Directly across the railroad, west of the Reti property, is the Mark Nelson Oil Company, a bulk fuel distributor and supplier.

The proposed use of the building is consistent with the nature and variety of the industrial uses in the surrounding area. The facility is small-scale compared to the other industrial uses in the area. The use will not change the character of the area or create impacts that affect surrounding properties. The traffic impact will be low. There are no nearby residential neighborhoods or parks, schools, or other public facilities. The location within an industrial concentration, and in a relatively isolated part of the urban area, is appropriate for a use classified as heavy manufacturing

CRITERIA

The criteria for a Conditional Use Permit are provided in UDC Chapter 240.005, part (d), and are addressed as follows:

- (d) Criteria. An application for conditional use permit *(sic)* shall be granted if all of the following criteria are met:
- (1) The proposed use is allowed as a conditional use in the zone.

 The proposed cannabis processing operation is classified as a "heavy

manufacturing" use in SRC 400.100(b). A use classified as a heavy manufacturing is included as a Conditional Use in the IG zone, SRC 554 Table 554-1. Because the use is allowed as a conditional use in the zone this criterion is satisfied.

(2) The reasonably likely adverse impacts of the of the use on the immediate neighborhood can be minimized through the impositions of conditions. The proposed use is a cannabis processing operation. The immediate neighborhood consists of the concentration of industrial activity located along Ridge Drive, the railroad to the west of ridge Drive, and industrial uses west of the railroad. The property and surrounding area along Ridge Drive is zoned IG, with IP zoning west of the railroad.

The processing operation will involve milling of raw material, extraction of the plant oil, packaging for end consumer use, and shipping. All aspects of the processing and packaging operation will occur within the building, and there will be no outside storage of raw materials or finished products.

No reasonably likely adverse impacts to the immediate neighborhood are expected as a result of the proposed use. The immediate neighborhood is composed of industrial uses, and the railroad. There are no residential neighborhoods, or parks, schools, or other public uses, in the immediate neighborhood. The raw material will be milled into an appropriate particle size and oil will be extracted using a solvent process. No noise, odor or emissions to the air outside of the building are produced by the operation. Due to the small number of employees, and the low daily volume of deliveries and shipments, traffic will not create an adverse impact on the local street.

Because no adverse impacts on the immediate neighborhood are reasonably likely or expected, no conditions appear to be necessary to mitigate impacts. To ensure that impacts are minimized a condition of approval requiring the operation to occur within the enclosed building could be applied.

(3) The proposed use will be reasonably compatible with and have minimal impact on the livability or appropriate development of surrounding property.

The surrounding properties are developed with industrial uses. These are similar or

more intensive uses than the proposed use. The adjacent properties are zoned IG, with IP west of the railroad. The proposed use will be enclosed within the building and will not create external impacts that would affect the appropriate development of the surrounding properties for uses allowed in either zone. These operational characteristics cause the proposed use to be reasonably compatible with surrounding property. The proposed use of the property will not affect the continued use of the existing industrial activities. Because the proposed use will be reasonably compatible with the livability and appropriate development of the surrounding property, and have minimal impact, the proposal satisfies this criterion.

Summary

The subject property is within a developed industrial corridor. Surrounding properties are in general industrial uses that include manufacturing, warehousing, equipment sales and servicing, and distribution. The proposed facility is a fully enclosed, 6,000 s.f. industrial building. All necessary services and facilities are available and can be provided to the property for the proposed use. There are no identified reasonably likely adverse impacts that require the imposition of conditions, but a condition requiring the processing operation to take place within the building can be applied as a mitigating measure. For these reasons, the proposal satisfies the criteria for a Conditional Use Permit.

ATTACHMENT D



MEMO

TO:

Brandon Pike, Planner I

Community Development Department

FROM:

Jennifer Scott, Program Manager

Public Works Department

DATE:

October 15 2019

SUBJECT:

PUBLIC WORKS RECOMMENDATIONS

CU-SPR19-05 (19-112884-ZO and 19-112885-RP)

4662 RIDGE DRIVE NE

CHANGE USE TO CANNABIS PROCESSING

PROPOSAL

A Conditional Use Permit and Class 3 Site Plan Review for a change of use within an existing building from a Warehousing and Distribution use to a Heavy Manufacturing use for a proposed cannabis processing facility, for property approximately 1.71 acres in size, zoned IG (General Industrial), and located at 4662 Ridge Drive NE (Marion County Assessor map and tax lot number: 073W01C 00300).

SUMMARY OF FINDINGS

The proposed development meets applicable criteria related to Public Works infrastructure.

FACTS

Streets

1. Ridge Drive NE

- a. <u>Standard</u>—This street is designated as a Local street in the Salem TSP. The standard for this street classification is a 30-foot-wide improvement within a 60-foot-wide right-of-way.
- b. <u>Existing Conditions</u>—This street has an approximate 24-foot turnpike improvement within a 95-foot-wide right-of-way abutting the subject property.

Code authority references are abbreviated in this document as follows: Salem Revised Code (SRC); Public Works Design Standards (PWDS); Salem Transportation System Plan (Salem TSP); and Stormwater Management Plan (SMP).

Brandon Pike, Planner I October 15, 2019 Page 2



Storm Drainage

1. Existing Conditions

a. A private stormwater facility is located on the subject property.

Water

1. Existing Conditions

- a. The subject property is located in the G-0 water service level.
- b. A 10-inch water main is located within an easement on the subject property. Mains of this size generally convey flows of 700 to 1,700 gallons per minute.

Sanitary Sewer

1. Existing Conditions

a. An 18-inch sewer main is located within an easement on the subject property.

CRITERIA AND FINDINGS

Analysis of the development based on relevant criteria in SRC 220.005(f)(3) is as follows:

Criteria: SRC 220.005(f)(3)(A) The application meets all applicable standards of the UDC (Unified Development Code)

Finding—The subject property meets all applicable standards of the following chapters of the UDC: 601 – Floodplain; 802 – Public Improvements; 803 – Streets and Right-of-Way Improvements; 804 – Driveway Approaches; 805 – Vision Clearance; 809 – Wetlands; and 810 - Landslides.

Public Works staff has reviewed the Flood Insurance Study and Flood Insurance Rate Maps and has determined that no floodplain or floodway areas exist on the subject property

According to the Salem-Keizer Local Wetland Inventory (LWI) the subject property does not contain any wetland areas.

Brandon Pike, Planner I October 15, 2019 Page 3

MEMO

According to the City's adopted landslide hazard susceptibility maps and SRC Chapter 810 (Landslide Hazards), there are no mapped landslide hazard areas on the subject property.

Criteria: SRC 220.005(f)(3)(B) The transportation system provides for the safe, orderly, and efficient circulation of traffic into and out of the proposed development, and negative impacts to the transportation system are mitigated adequately

Finding—The existing street system is adequate to serve the proposed development and the development is not proposing a building addition subject to SRC 803.040(a); therefore, no right-of-way dedication or street improvements are required.

No special setback is required along Ridge Drive NE because the existing right-of-way exceeds the standard for a Local street.

Criteria: SRC 220.005(f)(3)(C) Parking areas and driveways are designed to facilitate safe and efficient movement of vehicles, bicycles, and pedestrians

Finding—The driveway access onto Ridge Drive NE provides for safe turning movements into and out of the property. No changes are proposed to the existing access.

Criteria: SRC 220.005(f)(3)(D) The proposed development will be adequately served with City water, sewer, storm drainage, and other utilities appropriate to the nature of the development

Finding—The Public Works Department has reviewed the applicant's preliminary plan for this site. The water, sewer, and storm infrastructure are available within surrounding streets/areas and appear to be adequate to serve the proposed development. The applicant does not show any new connections to public infrastructure.

The applicant shall design and construct all utilities (sewer, water, and storm drainage) according to the PWDS and to the satisfaction of the Public Works Director. The applicant is advised that a sewer monitoring manhole may be required, and the trash area shall be designed in compliance with Public Works Standards.

cc: File

LANDSCAPE AREA

Proposed Bldg.

Pacific NorthWest Engineering, 4242 Silver Falls Dr. N., Silverton, OR 97381 Ph. (503) 873-3184 Fax. (503) 873-3907

Fruit

Mountian Man Nut & F Tom Reti 4660 Ridge Dr. NE Salem, Oregon 97301

DATE: 02-07-2018 SCALE: 1" = 20"

DRAWN: gdf

CHECKED: MSE

JOB: XXXXX

SHEET LS

Mountian Man Nut & Fruit Co. 4660 Ridge Dr. NE Salem, Oregon 97301

ZONE: IG: GENERAL INDUSTRIAL

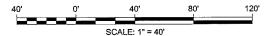
BUILDING HEIGHT: 18'-6"

BUILDING SETBACKS: FRONT YARD: MIN. 5 FEET (VEHICLE USE AREAS - PER SRC CHAPTER 806)

SIDE YARD: BUILDINGS - 0 FEET (VEHICLE USE AREAS - 5 FEET WITH TYPE-A LANDSCAPING & SCREENING)

REAR YARD: BUILDINGS - 0 FEET (VEHICLE USE AREAS - 5 FEET WITH TYPE-A LANDSCAPING & SCREENING)

LOT COVERAGE: NO MINIMUM LOT COVERAGE

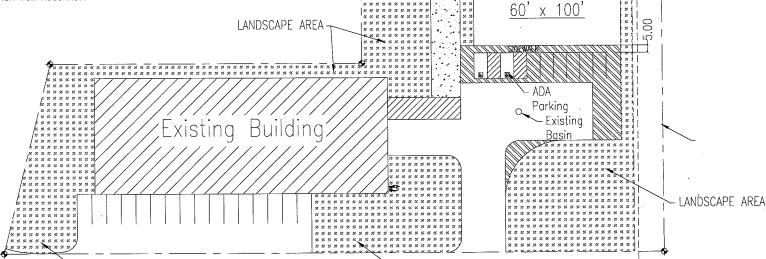


LANDSCAPE AREA

NOTE:

ALL PROPERTY DATA TAKEN FROM MARION COUNTY ASSESSOR WEBSITE, AND IS SUBJECT TO CLIENT VERIFICATION FOR ACCURACY.





LANDSCAPE AREA
