

# COUNCIL REPORT Development Services For the November 12, 2019 Council Meeting

DATE: November 5, 2019 File: Z 19-01

TO: Paul Gipps, CAO

FROM: Jayden Riley, Planner II

RE: Application: Official Community Plan Amendment Bylaw No. 0100.50 and

Zoning Amendment Bylaw No. 0154.83

Legal: Lot 1, DL 3493, ODYD, Plan KAP17359 Except Plan 25556

Owner: Sky High Metals Corp.

Agent: Kevin Johnson / Bear Land Development Services

## **LEGISLATIVE REQUIREMENTS:**

Section 464 of the *Local Government Act* requires a local government to hold a public hearing as part of the bylaw amendment process to allow the public to make representations to Council regarding the matters contained in the proposed bylaw amendment. The public hearing must be held after first reading and before third reading. Notification of the public hearing was completed in accordance with Section 466 of the *Local Government Act*.

Council has the authority under Part 14, s. 472 of the *Local Government Act* to amend the Official Community Plan. Council has the authority under Part 14 (s. 479) of the *Local Government Act* (*LGA*) to amend its Zoning Bylaw.

## **BACKGROUND:**

## **Proposal**

The applicant proposes to amend the Official Community Plan (OCP) land use designation on the lower (lakefront) portion of the property from Resource Land to Tourist Commercial. Additionally, the applicant proposes to amend the zoning of the subject property from the Rural Residential Small Parcel Zone (RU2) to a Comprehensive Development Zone (CD) to support the development of 16 single detached dwelling units. The CD Zone proposes year-round and short-term occupancy in the lower development area and an upper conservation and servicing area. The applicant also proposes to amend the waterfront from the Recreational Water Use Zone (W1) to the Intensive Water Use Zone (W2) to provide for additional boat slips with boatlifts and visitor moorage.

The applicant's vision is for a strata development of 16 eco-villas (single detached dwelling units), an amenity building, and a dock extension to accommodate one boat slip per unit, boatlifts, and visitor moorage (*Attachment 3*; Figure 1). The proposed single detached dwelling units would be approximately 185 m² (1,991 ft²) in area and include kitchen and bathroom facilities (Figure 2). The development concept, as proposed, is envisioned by the applicant to utilize the natural features and environmental assets of the site to minimize development impacts. Due to the lack of community servicing the applicant is proposing on-site servicing (i.e. water, sanitary sewer, storm sewer) for the property, however Provincial approval for these servicing systems will be required prior to rezoning.



Figure 1: Conceptual Site Plan for 3060 Seclusion Bay Road



Figure 2: Conceptual Eco-Villa Design

The applicant has proposed a suite of development features to support their vision for an eco development:

- · Reuse of stormwater for landscaping
- Planned supplemental wind and solar energy
- Proposed Ecoflo® Biofiter for pre-treatment of waste water
- Plans to select green building materials and goals for net-zero energy units
- Low flow plumbing and energy efficient appliances

The registration of a Section 219 Covenant on the property is recommended to guarantee that green building design and the applicant's proposed eco-features are tied to the land and any future development.

## **Location and Surrounding Uses**

The subject property is currently zoned Rural Residential Small Parcel (RU2) and is 2.48 hectares in size (6.1 acres) (Attachment 1 and 2; Figure 3). property is vacant due to wildfires in 2010 that destroyed the existing dwelling. The property is steeply sloped on the northern half (greater than 30 percent) and slopes moderately on the south half towards Okanagan Lake. The subject property includes several paved roadways providing private access over the property to adjacent properties by easement. An existing structure is located on the waterfront, in addition to a dock, grassy area, and beach. The property is composed of talus rock outcrops, natural springs, and secondary regrowth after the wildfires. The surrounding land uses include:

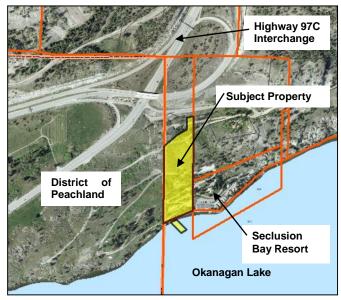


Figure 3: Subject Property

- North Rural Residential Small Parcel (RU2) and Highway 97C (Okanagan Connector) interchange
- West District of Peachland Zoning A-2 Rural (Non-ALR)
- East Seclusion Bay Resort, is split zoned: Campground, Cabin, and Motel Commercial (C5) and Rural Residential Large Parcel (RU4).
- South Okanagan Lake

#### **Policy and Bylaw Review**

Official Community Plan (OCP) Bylaw No. 0100

The Growth Management Designation (GMD) for the subject property is Rural Reserve. The parcel is located outside of the Rural Reserve Boundary, which is the growth boundary derived from servicing capabilities and long-term infrastructure planning. The Rural Reserve Boundary is intended to promote more efficient use of land and infrastructure and focus growth within existing developed areas. Rural Reserve policies do not support rezoning applications to facilitate subdivision outside the Rural Reserve Boundary. However, at the previous first reading of the OCP Amendment Bylaw No.0100.50 on January 23, 2018, Council provided direction for staff to consider this development proposal within the rural reserve. The subject property is not typical of the Rural Reserve designation due to it's proximity to a similarly zoned development (Seclusion Bay Resort), as well

<sup>&</sup>lt;sup>1</sup> The West Kelowna Official Community Plan (<u>s. 3.2, pp. 25-54</u>) delineates and describes the Growth Management Designations throughout the community. Growth Management Designations are intended to identify growth priority areas and support OCP Land Use Designations. Although Growth Management Designations are more descriptive than they are regulatory, a proposal to amend the OCP Land Use Designation for a property should be considered with regard to the policies contained in both the respective Growth Management Designation and the Land Use Designation.

<sup>&</sup>lt;sup>2</sup> Official Community Plan Bylaw No. <u>0</u>100, Part 3 – Objectives and Policies, s. 3.2.11 Rural Reserve

as its proximity to the Highway 97 Exchange, the waterfront, and potential development site adjacent in the District of Peachland.

The Land Use Designation (LUD) for the subject property is Resource Land. Resource Land policies seek to minimize road access and protect the resource and environmental values of parcels outside the Rural Reserve Boundary.<sup>3</sup>

The proposed Tourist Commercial land use designation applies to projects that are developed primarily for tourist use. Tourist Commercial policies direct developments to be sensitive to environmental impacts, emphasize high-quality green building design, and encourage transportation and pedestrian connectivity.<sup>4</sup> Examples of existing developments that are designated as Tourist Commercial in the OCP include: The Cove Lakeside Resort, Barona Beach Resort, Casa Loma Lakeshore Resort, and Mission Hill Winery. Attachment 4 includes excerpts of OCP policies that relate to the subject application.

#### **Development Permit Areas**

The subject property is located in three Development Permit Areas (DPAs): Aquatic Ecosystem DPA, Sensitive Terrestrial Ecosystem DPA, and the Hillside DPA. These DPAs identify areas of environmental, riparian and hillside (geotechnical) concerns and will require further analysis prior to development. At the Development Permit stage, existing development within the foreshore shall be assessed by the Environmental Assessment report with recommendations for required restoration or compensation to be determined. In addition, a Commercial Development Permit is required to address form and character, siting, access and landscaping considerations for the proposed development.

#### Parks Master Plan & Recreational Trails Master Plan

The Parks Master Plan and the Recreational Trails Master Plan identify and value future trail connections in the vicinity of the subject property, such as pedestrian access through the subject property providing recreational and active transportation connections between the District of Peachland and Goats Peak Regional Park. Accordingly, the applicant proposes to provide a statutory right of way (SRW) for public access over the upper portion of the property to provide a connection from Drought Road in the District of Peachland to Goat's Peak Regional Park. This pedestrian pathway aligns with the Okanagan Trail 2000 initiative and the RDCO's RGS, which envisions recreational and alternate transportation routes linking communities in the Okanagan Valley. As the exact routing of this connection has not been finalized and is an ongoing process that will involve further discussions with stakeholders within the region, in order to ensure that a feasible connection is established it is recommended that an SRW for public access along or adjacent to the current shared access road be secured.

## Zoning Bylaw No. 0154

The subject application has received 1<sup>st</sup> and 2<sup>nd</sup> readings under the proposed "CD8" zone. As there are currently two (2) Comprehensive Development (CD8) zones in draft form, staff have revised all reference to this bylaw to CD9. Staff will bring the necessary procedural amendments forward at 3<sup>rd</sup> reading to correct the proposed zone from "CD8" to "CD9".

The applicant is proposing to rezone the subject property from the Rural Residential Small Parcel Zone (RU2) to a Comprehensive Development Zone (CD9) and to rezone the waterfront from the Recreational Water Use Zone (W1) to the Intensive Water Use Zone (W2) (Figure 4 and 5). The

<sup>&</sup>lt;sup>3</sup> Official Community Plan Bylaw No. 0100, Part 3 – Objectives and Policies, s. 3.3.9 Resource Land

<sup>&</sup>lt;sup>4</sup> Official Community Plan Bylaw No. 0100, Part 3 – Objectives and Policies, s. 3.3.3 Commercial

applicant has requested a Comprehensive Development Zone in order to design the zoning regulations specific to the site conditions. The CD9 Zone will allow for 16 residential/tourism units with a maximum floor area of 185 m<sup>2</sup> that may be used for short-term or long-term occupancies.

Table 1: Comparison of Zoning Regulations

| Zone                 | Zone Existing Proposed Zone Comparison Zone |   |   |  |  |  |
|----------------------|---|---|---|--|--|--|
| 20116                | Zone  | (CD9)                                     | (C5)  |  |  |  |
|                      | (RU2)                                       | (CD3)                                     | (63)  |  |  |  |
| Min. Parcel Area     | 1.0 ha                                      | 2.477 ha                                  | 1.0 ho  |  |  |  |
|                      |   | •   | 1.0 ha  |  |  |  |
| Min. Parcel Frontage | 30 m  | 20 m                                      | 50.0 m  |  |  |  |
| Max. Density         | 1 SFD                                       | 16 Single Detached                        | <ul> <li>1 caretaker unit per parcel</li> </ul> |  |  |  |
|                      |   | Dwellings                                 | 0.8 FAR for motel and                           |  |  |  |
|                      |   | <ul> <li>1 Amenity Building or</li> </ul> | tourist cabin                                   |  |  |  |
|                      |   | Structure                                 | <ul> <li>20 campsites per ha</li> </ul>         |  |  |  |
|                      |   | • 0.12 FAR                                |   |  |  |  |
| Max. GFA             | N/A   | 185 m <sup>2</sup> (per dwelling          | N/A   |  |  |  |
|                      |   | unit)                                     |   |  |  |  |
|                      |   | 100 m² (per amenity                       |   |  |  |  |
|                      |   | building)                                 |   |  |  |  |
|                      |   | 200m² (combined                           |   |  |  |  |
|                      |   | accessory buildings and                   |   |  |  |  |
|                      |   | structures)                               |   |  |  |  |
| Max. Parcel Coverage | 10%   | 40%                                       | 30%   |  |  |  |
| Max. Building Height | 9.0 m                                       | 9.0 m to a maximum of two                 | 9.0 m (3 storeys)                               |  |  |  |
|                      |   | storeys                                   | ` ,   |  |  |  |
| Siting Regulations - |   |   |   |  |  |  |
| Setback              |   |   |   |  |  |  |
| Front Parcel         | 6.0 m                                       | 6.0 m                                     | 4.5 m   |  |  |  |
| Boundary             |   |   |   |  |  |  |
| Rear Parcel          | 7.5 m                                       | 6. 0m                                     | 3.0 m (6.0 abutting a                           |  |  |  |
| Boundary             |   |   | residential zone)                               |  |  |  |
| Interior Parcel      | 4.5 m                                       | 3.0 m                                     | 3.0 m (6.0 abutting a                           |  |  |  |
| Boundary             |   |   | residential zone)                               |  |  |  |
| Exterior Side Parcel | 4.5 m                                       | N/A                                       | 4.5 m   |  |  |  |
| Boundary             |   |   |   |  |  |  |

The CD9 Zone also includes provisions for an amenity building and conservation areas. The proposal intends to maintain the riparian shoreline of Okanagan Lake and includes a dock with boat slips (one per unit), boatlifts, and visitor moorage. Table 1 provides a comparison of the proposed CD9 Zone with the existing RU2 Zone and to the C5 Zone, which also allows for short-term and long-term rental accommodation (e.g. Seclusion Bay Resort). A draft CD9 Zone is included in Attachment 5.

The proposed CD9 Zone is designed to fit the proposal with the character of the site and to allow uses that are complementary to the adjacent Seclusion Bay Resort property. The siting regulations meet and exceed the setbacks of the C5 Zone. The proposed building height of 9 m is limited to a maximum of two storeys, which is one storey less than permitted for Seclusion Bay Resort. The subject property will have a greater density than Seclusion Bay Resort; however, less units will be located on the subject property. A density comparison between the proposal and the adjacent Seclusion Bay Resort is summarised in Table 2.

Table 2: Density Comparison of Proposal with Seclusion Bay Resort

|                        | Proposal (CD9) | Seclusion Bay Resort (C5) |
|------------------------|----------------|---------------------------|
| Parcel Area (ha)       | 2.477 ha       | 5.80 ha                   |
| Units                  | 16             | 28                        |
| Density (d.u./ha)      | 6.46           | 4.83                      |
| Floor Area Ratio (FAR) | 0.12           | 0.8                       |

#### **Technical Review**

## Servicing

As noted, the subject property is in the Rural Reserve, i.e. outside the urban growth boundary, and there are no plans to extend community services to the subject property. The applicant indicates that the project proposes to accommodate water and sewer services on site (Attachment 6). Concerns about servicing the development with private water and sewer systems include the significant burden placed on private property owners as private systems are typically less reliable than municipal servicing.

#### Water System

Concerns regarding the water system may be exacerbated in this situation because a private water system is proposed to supply firefighting water. Moreover, the City's infrastructure and servicing policies discourage the establishment of new private water systems.<sup>5</sup> Further, the applicant is proposing to utilize existing springs on the property, which have water licenses and have historically supplied water to the property and adjacent properties including Seclusion Bay Resort. Further, the applicant is proposing a lake intake to provide domestic and firefighting water to the development and has applied to the Province for licensing. Provincial approval for the water licence and Interior Health approval of a small water system will be required prior to adoption. The applicant will need to demonstrate that the water supply system meets the requirements of the Works and Services Bylaw No. 0249 and a Development Variance Permit application will be required to allow onsite water supply where a community water system is not available.

#### Sewage Disposal

The applicant is proposing an onsite sewage disposal gravity system that includes pre-treatment of the waste water, flow into a lift station, and a septic field located above the proposed development. The Works and Services Bylaw permits onsite sewage disposal systems when a community waste water system is not available for parcels over one-hectare. Finally, the proposal exceeds the regional standard of one-hectare minimum parcel area for developments without a connection to a community waste water system. The subject property is larger than one hectare; however, the proposed density of 6.46 units per hectare exceeds the expectations of the one-hectare policy.

#### Stormwater

The applicant proposes to reduce the need for major stormwater infrastructure by implementing onsite rain gardens and integrated stormwater landscape design. The internal road network is proposed to include a bio-swale on the upper side of the road to help reduce flow rates and erosion and also promote ground water infiltration. The proposed stormwater network is proposed to tie into the existing storm drains that discharge at the waterfront which may require additional approval from the Province through a Section 11 Notice. Due to the proximity to the waterfront, no detention systems are anticipated.

<sup>&</sup>lt;sup>5</sup> Official Community Plan Bylaw No. 0100, Part 3 – Objectives and Policies, s. 3.6.2 Water

#### Access

The application proposes to maintain use of the existing private access road, which includes various access easement agreements and a portion that actually extends through land in the District of Peachland. The owner is responsible for frontage improvements on Seclusion Bay Road.

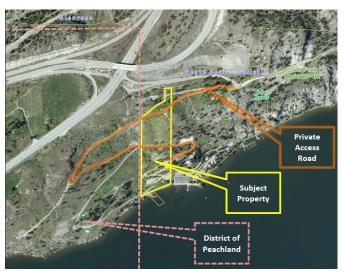


Figure 4: Access Road Map

The applicant has proposed upgrades to the private access road to best meet the Hillside Private Lane road standard. Upgrades include the installation of storm water and drainage works, such as ditch and culvert installation, clearing and grubbing along the shoulder, the creation of two pull out areas in order to allow for safe two-way passage, and road surface restoration (Attachment 8). These upgrades are to be completed at the owners' expense as a condition of rezoning. The owner may be required to obtain approvals from adjacent property owners as well as the District of Peachland where works to the private access road are proposed on adjacent property.

Ongoing maintenance of the private access road will not be provided by the City and is

subject to the current easement agreements in place that require the owners to share the maintenance costs of the private access road.

#### Geotechnical

Several geotechnical reports were submitted, including a third party review commenting on the instability on the property and adjacent areas. The reports include a Landslide Assessment Assurance Statement and indicate the subject property is suitable for the intended use. To support the application, a geotechnical report has been submitted that indicates that the subject property is suitable for the proposed sewage disposal system.

#### Environmental

An environmental report has been submitted that provides recommendations to maintain a wildlife corridor in the proposed septic field area, development of a restoration plan during the detailed design stages of the development and compensation areas for proposed encroachment into the 15m riparian setback.<sup>6</sup> A Section 219 No Build No Disturb Covenant will be required to be registered to protect the steep slope and environmentally sensitive areas in the Upper Development Area.

To support the application, an environmental report has also been submitted that indicates that the subject property is suitable for an on-site sewage disposal system. However, the report also identifies that further hydrogeological issues remain to be understood and that additional works and analysis will be required at the time of detailed system design. Additional environmental reporting will be required as part of the Development Permit process for the proposed development.

<sup>&</sup>lt;sup>6</sup> Matters related to encroachment into the riparian area will be addressed at Development Permit.

## **Referral Response Summary**

See Attachment 9.

## **Summary of Recommended Conditions of Adoption:**

- The applicant will be required to obtain necessary water and sewerage approvals from the Province prior to adoption of the CD9 Zone;
- A blanket Statutory Right of Way will be registered across the Upper Development Area for pedestrian access to provide for future regional trail connections between the District of Peachland and Goats Peak Regional Park;
- A Section 219 No Build-No Disturb Covenant will be registered within the Upper Development Area to ensure environmental protection of sensitive areas; and
- Proposed upgrades and improvements to the private access road will be required to be completed to ensure safe two-way vehicle and emergency services access can be maintained year round.

## **Key Considerations**

- Council provided direction on January 23, 2018 at first reading of OCP Amendment Bylaw No. 0100.50 to proceed with an application and review for rezoning in relation to the development proposal on this site;
- The proposed CD9 Zone is tailored to the sites unique characteristics and the applicant's vision;
- The site is adjacent to a similarly zoned development (Seclusion Bay Resort) and is not a property that is typical of the Rural Reserve designation; and
- Geotechnical and Environmental reports were submitted which support the proposal and provide recommendations for future analyses and works during the detailed design stages for the development and servicing.

#### **Public Consultation/Notification**

Development Proposal signs have been posted on site in accordance with Development Applications Procedures Bylaw No. 0249. Advertisements have been placed in local newspapers and six (6) notification letters have been forwarded to property owners within 100 metres of the proposed development. At time of writing, one submission has been received.

#### COUNCIL REPORT/RESOLUTION HISTORY:

| Date     | Report Topic/Resolution   | Resolution No. |
|----------|---|----------------|
| January  | anuary THAT Council give first reading to Official Community Plan |                |
| 23, 2018 | Amendment Bylaw No. 0100.50 (File: OCP 17-03).                    |                |
| July 23, | THAT Council give second reading to City of West Kelowna          | C281/19        |
| 2019     | Official Community Plan Amendment Bylaw No. 0100.50, 2019;        |                |
|          |   |                |
|          | THAT Council give first and second reading to City of West        |                |
|          | Kelowna Zoning Amendment Bylaw No. 0154.83, 2019; and             |                |
|          | THAT Council direct staff to schedule the proposed bylaw          |                |
|          | amendment for a Public Hearing.                                   |                |
| August   | THAT Council rescind second reading of City of West Kelowna       | C297/19        |
| 13, 2019 | Zoning Amendment Bylaw No. 0154.83, 2019; and                     |                |
|          |   |                |

| <b>THAT</b> Council give second reading, as amended, to City of West Kelowna Zoning Amendment Bylaw No. 0154.83, 2019; and |  |
|--|--|
| <b>THAT</b> Council direct staff to schedule the proposed bylaw amendment for a Public Hearing                             |  |

## **REVIEWED AND APPROVED BY:**

Brent Magnan, Planning Manager Bob Dargatz, Development Manager Tracey Batten, Deputy CAO/Corporate Officer Paul Gipps, CAO

Powerpoint: Yes ■ No □

#### Attachments:

- Context Map
   Subject Property Map
   Seclusion Bay Summary Report Executive Summary (1 page)
   OCP Policy Excerpts
   Draft CD9 Zone

- 6. Conceptual Servicing Plan7. OCP and Zoning Bylaw Amendments
- 8. Access Road Improvements and Maintenance Plan
- 9. Referral Response Summary
- 10. Public Submission