

# Initial Study Summary – Environmental Checklist

SAN LUIS OBISPO COUNTY DEPARTMENT OF PLANNING AND BUILDING 976 OSOS STREET + ROOM 200 + SAN LUIS OBISPO + CALIFORNIA 93408 + (805) 781-5600

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## Project Title & No. California Production Services / Choboian Conditional Use Permit, ED 19-131; DRC2019-00180 (Formerly Guitierrez MUP DRC2018-00103)

**ENVIRONMENTAL FACTORS POTENTIALLY AFFECTED:** The proposed project could have a "Potentially Significant Impact" for at least one of the environmental factors checked below. Please refer to the attached pages for discussion on mitigation measures or project revisions to either reduce these impacts to less than significant levels or require further study.



**DETERMINATION:** (To be completed by the Lead Agency)

On the basis of this initial evaluation, the Environmental Coordinator finds that:

The proposed project COULD NOT have a significant effect on the environment, and a NEGATIVE DECLARATION will be prepared.

 $\square$ Although the proposed project could have a significant effect on the environment, there will not be a significant effect in this case because revisions in the project have been made by or agreed to by the project proponent. A MITIGATED NEGATIVE DECLARATION will be prepared.

The proposed project MAY have a significant effect on the environment, and an ENVIRONMENTAL IMPACT REPORT is required.

The proposed project MAY have a "potentially significant impact" or "potentially significant unless mitigated" impact on the environment, but at least one effect 1) has been adequately analyzed in an earlier document pursuant to applicable legal standards, and 2) has been addressed by mitigation measures based on the earlier analysis as described on attached sheets. An ENVIRONMENTAL IMPACT REPORT is required, but it must analyze only the effects that remain to be addressed.

Although the proposed project could have a significant effect on the environment, because all potentially significant effects (a) have been analyzed adequately in an earlier EIR or NEGATIVE DECLARATION pursuant to applicable standards, and (b) have been avoided or mitigated pursuant to that earlier EIR or NEGATIVE DECLARATION, including revisions or mitigation measures that are imposed upon the proposed project, nothing further is required.

Steve Conner

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Signature

January 17, 2020 Date

/ ff a

Eric Hughes

(for) Xzandrea Fowler Environmental Coordinator January 21, 2020 Date

Reviewed by (Print)

Prepared by (Print)

Signature



County of San Luis Obispo, Initial Study

## Project Environmental Analysis

The County's environmental review process incorporates all of the requirements for completing the Initial Study as required by the California Environmental Quality Act (CEQA) and the CEQA Guidelines. The Initial Study includes staff's on-site inspection of the project site and surroundings and a detailed review of the information in the file for the project. In addition, available background information is reviewed for each project. Relevant information regarding soil types and characteristics, geologic information, significant vegetation and/or wildlife resources, water availability, wastewater disposal services, existing land uses and surrounding land use categories and other information relevant to the environmental review process are evaluated for each project. Exhibit A includes the references used, as well as the agencies or groups that were contacted as a part of the Initial Study. The County Planning Department uses the checklist to summarize the results of the research accomplished during the initial environmental review of the project.

Persons, agencies or organizations interested in obtaining more information regarding the environmental review process for a project should contact the County of San Luis Obispo Planning Department, 976 Osos Street, Rm. 200, San Luis Obispo, CA, 93408-2040 or call (805) 781-5600.

## A. PROJECT

**DESCRIPTION:** The proposed project is a request by **California Production Services** for a Conditional Use Permit DRC2019-00180 (Formerly Guitierrez MUP DRC2018-00103) for up to 22,000 square feet of indoor cannabis cultivation and up to two acres of outdoor cannabis cultivation. Project development would result in a 2.7 acre area of disturbance and will include eight greenhouses totaling 22,000 square feet, 87,120 total square feet of hoop structures, and a 3,000-square foot steel building for processing activities ancillary to cannabis cultivation (drying, trimming, packaging, and labeling). The project would employ up to four people and would operate seven days per week between the hours of 6:00 AM and 3:30 PM. The project site is located in the Agriculture land use category on a 20.13-acre property at 1480 Penman Springs Road in the El Pomar-Estrella Sub Area of the North County Planning Area (Figure 1).

The project was previously analyzed in a Mitigated Negative Declaration and this document is being recirculated in response to comments received from the California Department of Fish and Wildlife (CDFW) and California Department of Food and Agriculture (CDFA). The original Mitigated Negative Declaration document was received by the State Clearing House at the California Governor's Office of Planning and Research on September 11, 2019 (SCH#2019099030). This recirculated document contains an amended Biological Resource section which now contains additional analysis and mitigations in response to CDFW's comments on Special Status Wildlife. The recirculated document also contains amendments to the Air Quality, Noise, Public Services/Utilities/Energy Usage, Water/Hydrology, and Mandatory Findings of Significance sections in response to comments received from CDFA. The project was also changed to remove the installation of two 160 square foot temporary processing trailers. Changes to the document are reflected in underline and strikethrough edits.

An aerial of the project site is shown in Figure 2. An existing outdoor cannabis cultivation operation has been on site and was registered as Cooperative/Collective registration CCM2016-00394 under Urgency Ordinance 3334. The operation did not have a valid State license and was recently removed but consisted of one acre of disturbed area with a total canopy of less than one acre. Due to this code violation, the project was elevated from a Minor Use Permit to a Conditional Use Permit as required by County Land Use Ordinance (LUO) Section 22.40.040. Other existing development on site includes two single-family residences (one to remain and one to be demolished) and a barn.

As shown in Figure 3 and summarized in Table 1, project construction and implementation would occur in two phases. All outdoor/hoop-house cultivation and three of the indoor/greenhouse cultivation areas would be established in Phase One, along with an 80-square foot metal office building, an 80-square foot metal safe room, and a 320-square foot storage unit. Two temporary structures would also be



installed for the ancillary processing activities in this phase. Phase Two would consist of developing the remaining greenhouses and the permanent 3,000-square foot building for ancillary processing activities. All greenhouses would be up to 14 feet in height. Indoor cultivation would involve planting in the soil rather than using benches or bays since the proposed greenhouses would consist of permitted structures placed on the soil without a floor or foundation. Overall, the cannabis operation would cover approximately 2.7 acres of area.

Project Component	Structure Size (sf)	Count	Footprint (sf)	Canopy (sf)	
Phase One					
	2,200	38	83,600	83,600	
Hoop Houses	1,100	2	2,200	2,200	
	1,320	1	1,320	1,320	
Greenhouses D, E, F	2,880	3	8,640	8,640	
Temporary Drying Room	<del>160</del>	4	<del>160</del>	<del>n/a</del>	
Temporary Packaging Room	<del>160</del>	4	<del>160</del>	<del>n/a</del>	
Office	80	1	80	n/a	
Safe room	80	1	80	n/a	
Secure Storage	320	1	320	n/a	
	Sub-Tota	al of Phase One	96, <del>560<u>240</u></del>	95,760	
Phase Two					
Greenhouses A, B, C, H	2,880	4	11,520	11,520	
Greenhouse G	1,840	1	1,840	1,840	
Processing Building Drying			<del>3,000</del> 1,500	n/a	
Processing Building	3,000				
Packaging		1	<u>1,500</u>	<u>n/a</u>	
	Sub-Tota	al of Phase Two	16,360	13,360	
		Total	112, <del>920<u>600</u></del>	109,120	

## Table 1 – Project Components by Phase

The project would include installation of five 7.75-foot tall water tanks. Each tank would hold 5,000 gallons and would be centrally located to the cultivation for irrigation purposes. In addition, California Department of Forestry and Fire Protection (Cal Fire) requires the installation of one 10,000- gallon steal water tank that is accessible to emergency responders. This tank would be 13.5-feet tall and would be located on the hillside above the cultivation. All proposed water tanks would be green or brown in color to blend into the surrounding landscape.

Access to the site would be via Penman Springs Road. No road improvements would be required. Earthwork for project development would require 1,000 cubic yards <u>of</u> cut and fill to be balanced on site. On-site parking would include 22 standard spaces and two ADA-compliant spaces.

All cannabis operations would be fully enclosed within a six-foot high deer fence with an opaque black screen. A chain-link security rolling gate would be installed at the entrance of the cultivation site.



An odor management plan has been prepared in accordance with the County's application requirements. For the proposed indoor cultivation, each greenhouse would be equipped with an exhaust air filtration system with carbon filters that prevent internal odors from being emitted externally. The carbon air filters would "scrub" the odor from the air before it is exhausted out of the greenhouse. For outdoor cultivation, the hoop houses are sited at least 600 feet from any offsite residences and would be enclosed within the proposed fencing.

Outdoor security lighting is proposed that would use four LED solar lights on 12-foot poles in the interior of the fenced operation. The lighting would be motion-activated only, facing downward and shielded. The project will also be conditioned such that indoor lighting would be screened so as not be visible from offsite.

The project site is served by an existing well that would be sufficient to serve the proposed project. The site is located within the Paso Robles Groundwater Basin which has been assigned a Level of Severity III by the Resource Management System. This particular location is also in an area of severe decline. The project would use approximately 2.49 acre feet of water per year after implementation of Phase Two. To comply with the Countywide Water Conservation Program, the applicant would be required to offset the project's water use at a ratio of 2:1.

The project's energy demand would be supplied by Pacific Gas and Electric Company (PG&E). According to the application materials, the project's annual estimated energy consumption is 7,200 kilowatt hours.

Portable ADA-compliant restrooms and a wash station are proposed. Non-cannabis solid waste consisting of general refuse would be stored in an eight-foot by 16-foot dump trailer located near the outdoor cultivation area. It would be towed by a waste management company as needed. All cannabis waste created from the cultivation operations would be composted onsite. The composting areas would be located inside the secure fenced area.

## **Ordinance Modifications:**

The project includes a request for modification of the setback provisions set forth in Section 22.40.050.D.3.b of the County LUO, which establishes a minimum 300-foot setback from the property line for outdoor cultivation. As described in Sections 22.40.050.D.3.e and 22.40.050.E.7, the setback may be modified with a Use Permit if specific conditions of the site and/or vicinity make the required setback unnecessary or ineffective; and if the modification of the setback will not allow nuisance odor emissions from being detected offsite. The requested modification is for a reduced setback of 100 feet from the north, south and east property lines. The rationale for this request is that the 300-foot setback is unnecessary for this particular project based on the following circumstances:

- Using the setback as an odor mitigation tactic is unnecessary in this instance as the nearest residence is 1,000 feet away from any of the proposed cultivation areas on site, and odor would not be detected at that distance.
- The cultivation areas on site would be enclosed within an opaque screened deer fence, thereby creating a barrier for nuisance odors and visibility.
  - To further reduce the potential for nuisance odors, the applicant proposes to
    - Establish a 24-hour phone line to respond to any odor complaints.
      - Plant lavender around the outdoor cultivation areas.

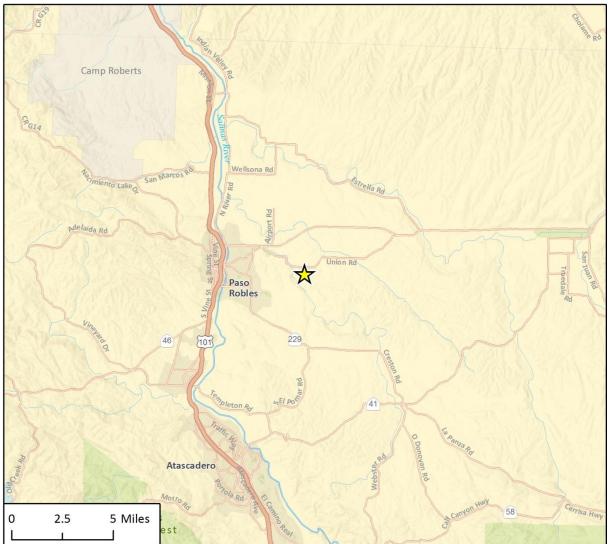
The project request also includes a request for a modification from the parking provisions set forth in Section 22.18.050.C.1 of the County LUO. The type of use that best matches the proposed cannabis cultivation is "Nursery Specialties" with a parking requirement of one parking space per 500 square feet of floor area. The proposed greenhouses and processing building would total 25,000 square feet which would require the applicant to provide 50 parking spaces. The project proposes 24 parking spaces. Up to 4 employees may be on site at various times during the day. Therefore, 24 spaces are proposed as sufficient to meet the parking demands of the project.



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Fig 1 Regional Locatio

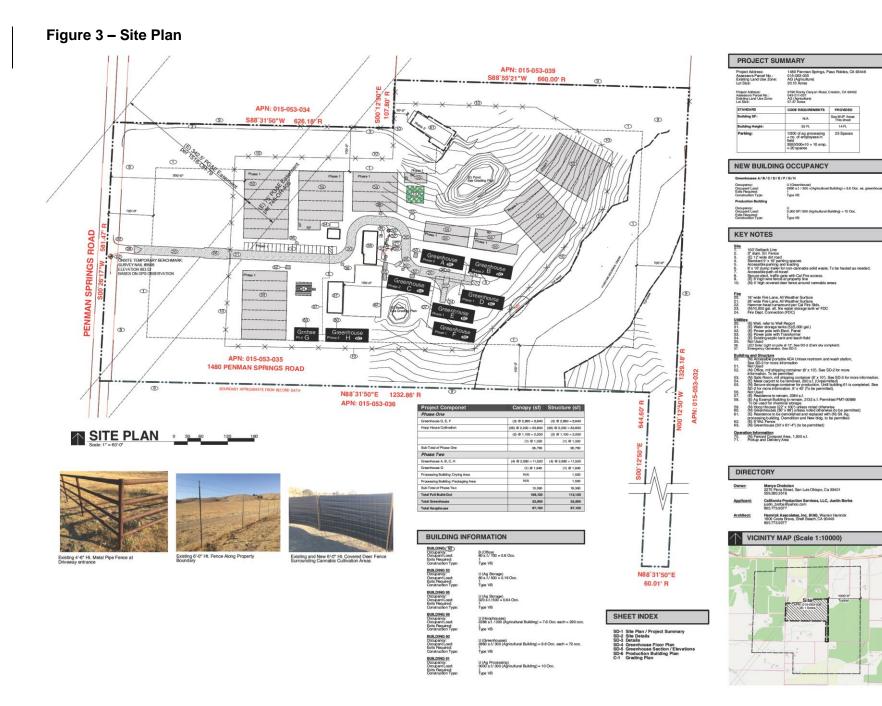
## Figure 2 – Project Site Aerial



Imagery provided by Microsoft Bing and its licensors © 2019.

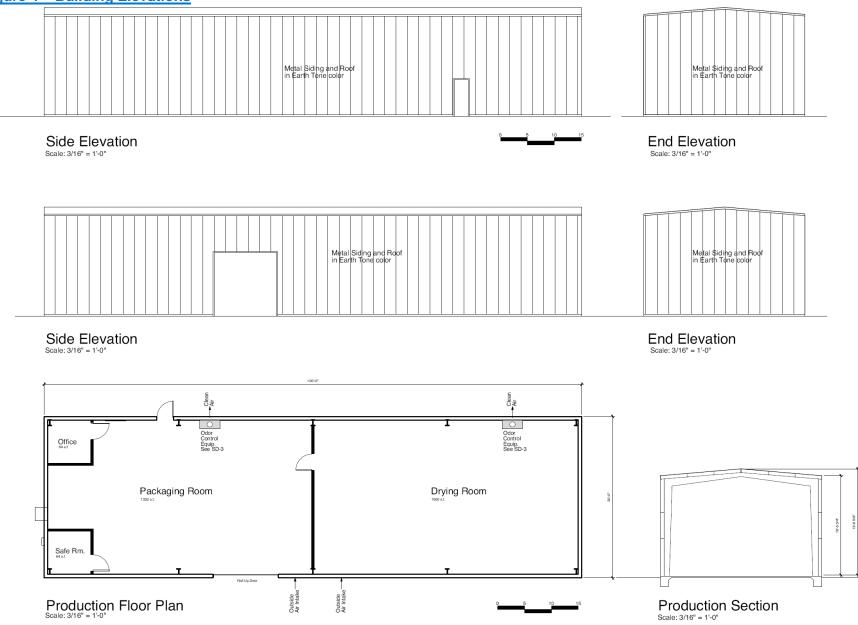
Fig 2 Project Location





County of San Luis Obispo, Initial Study

## Figure 4 – Building Elevations



County of San Luis Obispo, Initial Study

### ASSESSOR PARCEL NUMBER(S): 015-053-035

Latitude: 35.62523 degrees N Longitude: 120.61270 degrees W

SUPERVISORIAL DISTRICT # 5

## **Other Public Agencies Whose Approval is Required**

Permit Type/Action	Agency
Cultivation Licenses	California Department of Food and Agriculture – CalCannabis
Written Agreement Regarding No Need for Lake and Streambed Alterations	California Department of Fish and Wildlife
Waiver of Waste Discharge Requirements for Discharges of Waste Associated with Cannabis Cultivation Activities, Order No. WQ-2017-0023- DWQ (General Order)	Regional Water Quality Control Board (RWQCB)
Safety Plan Approval and Final Inspection	California Department of Forestry (CalFire)

A more complete discussion of other agency approvals and licensing requirements is provided in Appendix A of this Initial Study.

## B. EXISTING SETTING

PLAN AREA: North County	SUB: El Pomar/Estrella	COMM:

LAND USE CATEGORY: Agriculture

COMB. DESIGNATION: None

PARCEL SIZE: 20.1 acres

**TOPOGRAPHY**: Nearly level to gently rolling

VEGETATION: Grasses Blue Oak; Ruderal

**EXISTING USES:** Agricultural uses

## SURROUNDING LAND USE CATEGORIES AND USES:

North: Agriculture agricultural uses	East: Agriculture agriculture
South: Agriculture agriculture	West: Agriculture agricultural uses

#### С. ENVIRONMENTAL ANALYSIS

During the Initial Study process, at least one issue was identified as having a potentially significant environmental effects (see following Initial Study). Those potentially significant items associated with the proposed uses can be minimized to less than significant levels.



# **COUNTY OF SAN LUIS OBISPO INITIAL STUDY CHECKLIST**

1. AEST Will	HETICS the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
,	an aesthetically incompatible en to public view?			$\boxtimes$	
	ce a use within a scenic view public view?			$\bowtie$	
c) Change	the visual character of an area?			$\square$	
	glare or night lighting, which ect surrounding areas?			$\boxtimes$	
e) Impact feature	unique geological or physical s?				$\square$
f) Other:					$\square$

## Aesthetics

Setting. The project site is located along Penman Springs Road and is accessed by an existing driveway. It currently supports an abated outdoor cannabis operation. The site has relatively flat to gently sloping topography. The majority of the property is undeveloped, with two single family residences, a small dry stock pond feature, a metal workshop, and pole-barn shade structures located in the central portion of the site. Blue oak woodland trees are located on the southeastern portion of the site. The project site is not located in a designated scenic area, and there are no unique geological or physical features located on site. Lastly, Table VR-2 of the Conservation and Open Space Element provides a list of Suggested Scenic Corridors; none of the roadways in the vicinity of the project site are listed in Table VR-2.

**Impact.** The project site is not visible from a Designated State Scenic Highway. In addition, the project site is not located in a designated scenic view open to the public. The site does not include unique geological or physical features.

The project involves the installation of 22,000 square feet of greenhouse structures, 87,129 square feet of hoop house structures, and a 3,000-square foot processing building within a predominantly agricultural area. The greenhouses would be up to 14 feet in height and would be located on the interior



of the site. The project would also include the installation of five 7.75-foot tall water tanks plus a single 10,000-gallon water tank (13.5 feet) on the hillside. The proposed buildings would be of similar size and scale as the existing residences and would be set back from Penman Springs Road such that they would only be partially visible from it. In compliance with LUO Section 22.40.050 D. 6, cannabis plants associated with cultivation would not be easily visible from offsite. Indoor cannabis related activities would occur within secure buildings where the plants would not be visible. In addition, the outdoor cultivation area would be compatible with adjacent uses and the surrounding visual character (agricultural and rural residential uses).

Motion-activated security lighting would be placed on 12-foot poles throughout the interior of the fenced operation. The lighting, equipped with downward positioned shields, would illuminate the ground plane and would not direct light into the sky. Each security lighting fixture would not exceed 1,000 total lumens, and would be directed downwards to reduce spillover. While this lighting could be visible from adjacent properties, compliance with California Title 24 outdoor lighting energy efficiency requirements would reduce this impact to a less than significant level. The introduction of eight greenhouse structures and new vehicles on-site would generate additional glare on the site. The majority of the lighting associated with the project would be in the greenhouse area. The project will be conditioned such that no indoor/greenhouse lighting shall be visible from offsite. Due to the siting of new structures towards the center of the property, the screening provided by the terrain and existing vegetation, the distance to the nearest offsite residence, and the relatively large size (20 acres) of the site, impacts from new sources of lighting and glare would be less than significant.

In addition, State law sets forth general environmental protection measures for cannabis cultivation in Title 3, Division 8, Chapter 1 Article 4 of the California Code of Regulations. Section 8304 (c) states: All outdoor lighting used for security purposes shall be shielded and downward facing. Section 8304 (g) states: mixed-light license types of all tiers and sizes shall ensure that lights used for cultivation are shielded from sunset to sunrise to avoid nighttime glare.

**Mitigation/Conclusion.** Project design combined with regulatory compliance would ensure that any visual impacts are less than significant. No mitigation measures are necessary.

🛸 County of San Luis Obispo, Initial Study

2.	AGRICULTURAL RESOURCES Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
a)	Convert prime agricultural land, per NRCS soil classification, to non- agricultural use?			$\square$	
b)	Convert Prime Farmland, Unique Farmland, or Farmland of Statewide Importance to non-agricultural use?			$\boxtimes$	
c)	Impair agricultural use of other property or result in conversion to other uses?			$\boxtimes$	
d)	Conflict with existing zoning for agricultural use, or Williamson Act program?			$\boxtimes$	
e)	Other:				$\bowtie$

#### Agricultural Resources

**Setting**. <u>Project Elements</u>. The following area-specific elements relate to the property's importance for agricultural production:

Land Use Category: Agriculture	Historic/Existing Commercial Crops: Grazing
State Classification: Not Prime Farmland	In Agricultural Preserve? No
	Under Williamson Act contract? No

The developed and undeveloped portions of the project site are relatively flat. The average slope of the parcel is under five (5) percent.

Table SL-2 of the Conservation/Open Space Element lists the important agricultural soils of San Luis Obispo County. Soils on the project site and total acreages are shown here in Table 2 and then described in detail below.

#### Table 2 – Classifications and Acreages of Soils On-site

Soil	Classification	Acres		
Nacimiento-Los Osos complex (9-30 % slope)	Other Productive Soils	15.8 acres		
Arbuckle-Positas complex (50-75 % slope)	N/A	2.8 acres		
Arbuckle-Positas complex (9-15% slope)Prime Farmland Other Productive Soils1.5 acres				
Source: Classifications based on Table SL-2 of the County General Plan's Conservation/Open Space Element				

Based on the California Department of Conservation Farmland Mapping and Monitoring Program (FMMP) and the San Luis Obispo County Important Farmland Map (FMMP 2016), the project site is mapped as Farmland of Local Importance. In addition, Table SL-2 of the General Plan Conservation /Open Space Element lists these soils as Prime and Other Productive.

The soil type(s) and characteristics on the subject property include:

Nacimiento-Los Osos Complex (9-30 % slope) +/- 15.8 acres



The parent material of this soil type is residuum weathered from calcareous shale and/or sandstone. The drainage class of this unit is well drained, and it is composed mostly of silty clay loam. This soil type tends to occur on hills at elevations between 600 and 1,500 feet. This soil has very high runoff potential and moderately low wind erodibility potential.

#### Arbuckle-Positas Complex (50-75 % slope) +/- 2.8 acres

The parent material of this soil type is alluvium derived from mixed-rock sources. The drainage class of this unit is well drained, and it is composed mostly of sandy loam and clay loam. This soil type tends to occur on terraces at elevations between 600 and 1,500 feet. This soil has high runoff potential and moderate wind erodibility potential.

#### Arbuckle-Positas Complex (9-15 % slope) +/- 1.5 acres

The parent material of this soil type is alluvium derived from mixed-rock sources. The drainage class of this unit is well drained, and it is composed mostly of sandy loam and clay loam. This soil type tends to occur on terraces at elevations between 600 and 1,500 feet. This soil has medium runoff potential and moderate wind erodibility potential. This soil type is considered prime farmland if irrigated.

**Impact.** The project site is in a predominantly rural and agricultural area. As discussed in the Setting, the project site is not under Williamson Act Contract <u>n</u>or in an Agricultural Preserve.

The project site is located within the Agriculture (AG) land use category and would continue to support agricultural uses. Prime Farmland would be not be affected due to the siting of structures on soils that are not designated Prime Farmland.

Per the memorandum from Lynda Auchinachie dated July 23, 2018, the County Agriculture Department has reviewed the project for ordinance and policy consistency as well as potential impacts to on and offsite agricultural resources and operations. The Department recommends the following standard conditions of approval:

- Prior to commencing permitted cultivation activities, the applicant shall consult with the Department of Agriculture regarding potential licensing and/or permitting requirements and to determine if an Operator Identification Number (OIN) is needed. An OIN must be obtained prior to any pesticides being used in conjunction with the commercial cultivation of cannabis; "pesticide" is a broad term, which includes insecticides, herbicides, fungicides, rodenticides, etc., as well as organically approved pesticides.
- Cannabis cultivation grading activities shall be consistent with the conservation practices and standards contained in the USDA Natural Resources Conservation Service (NRCS) Field Office Technical Guise. Practices shall not adversely affect slope stability or groundwater recharge and shall prevent offsite drainage and erosion and sedimentation impacts. Erosion and sedimentation control activities shall adhere to the standards in Section 22.52.150C of the Land Use Ordinance.
- Parking areas associated with the greenhouses should be minimized to protect farmland for agriculture production and the use of pervious and semi pervious surfaces should be maximized to promote groundwater recharge and minimize erosion and sedimentation.
- Throughout the life of the project, best management water conservation practices shall be maintained.

These conditions will be incorporated in the Use Permit approval to avoid and minimize potential adverse effects to agricultural resources.

Although the site contains Prime Farmland, the proposed greenhouses would not have floors/foundations but would have footings to allow the operator to plant the cannabis in the soil. These



design features, combined with the conditions of approval from the Agriculture Department, would ensure that impacts to agricultural resources are less than significant.

Mitigation/Conclusion. Project design combined with regulatory compliance would ensure that any impacts to agricultural resources are less than significant. No mitigation measures are necessary.

3.	AIR QUALITY Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
a)	Violate any state or federal ambient air quality standard, or exceed air quality emission thresholds as established by County Air Pollution Control District?		$\square$		
b)	Expose any sensitive receptor to substantial air pollutant concentrations?		$\square$		
c)	Create or subject individuals to objectionable odors?			$\square$	
d)	Be inconsistent with the District's Clean Air Plan?			$\square$	
e)	Result in a cumulatively considerable net increase of any criteria pollutant either considered in non-attainment under applicable state or federal ambient air quality standards that are due to increased energy use or traffic generation, or intensified land use change?				
Gł	REENHOUSE GASES				
f)	Generate greenhouse gas emissions, either directly or indirectly, that may have a significant impact on the environment?		$\square$	$\boxtimes$	
g)	Conflict with an applicable plan, policy or regulation adopted for the purpose of reducing the emissions of greenhouse gases?		$\square$		
h)	Other:				$\square$

#### Air Quality

Setting. The project site is located in the South Central Coast Air Basin (SCCAB) under the jurisdiction of the San Luis Obispo County Air Pollution Control District (APCD). The APCD is in non-attainment for the 24-hour state standard for particulate matter (PM10) and the eight-hour state standard for ozone (O3) (APCD 2015). The APCD adopted the 2001 Clean Air Plan in 2002, which sets forth strategies for achieving and maintaining Federal and State air pollution standards. The APCD identifies significant impacts related to consistency with the 2001 Clean Air Plan by determining whether a project would exceed the population projections used in the Clean Air Plan for the same area, whether the vehicle

trips and vehicle miles traveled generated by the project would exceed the rate of population growth for the same area, and whether applicable land use management strategies and transportation control measures from the Clean Air Plan have been included in the project to the maximum extent feasible.

Thresholds of Significance for Construction Activities. The APCD's CEQA Handbook establishes thresholds of significance for construction activities (Table 3). According to the Handbook, a project with grading in excess of 4.0 acres and/or a project that will move 1,200 cubic yards of earth per day can exceed the construction threshold for respirable particulate matter ( $PM_{10}$ ). In addition, a project with the potential to generate 137 lbs per day of ozone precursors (ROG + NOx) or diesel particulates in excess of 7 lbs per day can result in a significant impact.

	Threshold <sup>1</sup>			
Pollutant	Daily	Quarterly Tier 1	Quarterly Tier 2	
ROG+NOx (combined)	137 lbs	2.5 tons	6.3 tons	
Diesel Particulate Matter	7 lbs	0.13 tons	0.32 tons	
Fugitive Particulate Matter (PM10), Dust2		2.5 tons		
Greenhouse Gases (CO2, CH4, N2O, HFC, CFC, F6S)	2O, HFC, CFC, Amortized and Combined with Operational Emissions			
Source: SLO County APCD CEQA Air Quality Handbook, page 2-2. Notes: 1. Daily and quarterly emission thresholds are based on the California Health & Safety Code and the CARB Carl Moyer Guidelines.				

## Table 3 – Thresholds of Significance for Construction

Juidelines.

2. Any project with a grading area greater than 4.0 acres of worked area can exceed the 2.5 ton PM10 quarterly threshold.

Thresholds of Significance for Operations. Table 1-1 of the APCD's CEQA Handbook provides screening criteria based the size of different types of projects that would normally exceed the operational thresholds of significance for greenhouse gases and ozone precursors. The list of project categories in Table 1-1 is not comprehensive and does not include cannabis-related activities. However, operational impacts are focused primarily on the indirect emissions associated with motor vehicle trips associated with development. For example, a project consisting of 99 single family residences generating 970 average daily vehicle trips would be expected to exceed the 25 lbs/day operational threshold for ozone precursors. A project consisting of 54 single family residences generating 529 average daily motor vehicle trips would be expected to exceed the threshold for greenhouse gas emissions.

The APCD has also estimated the number of vehicular round trips on an unpaved roadway necessary to exceed the 25 lbs/day threshold of significance for the emission of particulate matter (PM10). According to the APCD estimates, an unpaved roadway of one mile in length carrying 6.0 round trips would likely exceed the 25 lbs/day PM10 threshold.

The nearest sensitive receptor to the site is a single-family residence located approximately 600 feet south of the proposed greenhouses.

## **Greenhouse Gas (GHG) Emissions**

Greenhouse gases (GHG) are any gases that absorb infrared radiation in the atmosphere, and are different from the criteria pollutants discussed in Section III, Air Quality, above. The primary GHGs that are emitted into the atmosphere as a result of human activities are carbon dioxide (CO<sub>2</sub>), methane  $(CH_4)$ , nitrous oxide  $(N_2O)$ , and fluorinated gases. These are most commonly emitted through the burning of fossil fuels (oil, natural gas, and coal), agricultural practices, decay of organic waste in landfills, and a variety of other chemical reactions and industrial processes (e.g., the manufacturing of cement).

Carbon dioxide is the most abundant GHG and is estimated to represent approximately 80-90% of the principal GHGs that are currently affecting the earth's climate. According to the California Air Resources Board (ARB), transportation (vehicle exhaust) and electricity generation are the main sources of GHGs in the state.

In March 2012, the SLOAPCD approved thresholds for Greenhouse Gas (GHG) emission impacts, and these thresholds have been incorporated into the CEQA Air Quality Handbook. The Bright-Line Threshold of 1,150 Metric Tons CO<sub>2</sub>/year (MT CO<sub>2</sub>e/yr) is the most applicable GHG threshold for most projects. Table 1-1 in the SLOAPCD CEQA Air Quality Handbook provides a list of general land uses and the estimated sizes or capacity of those uses expected to exceed the GHG Bight Line Threshold of 1,150 Metric Tons of carbon dioxide per year (MT CO<sub>2</sub>/yr). Projects that exceed the criteria or are within ten percent of exceeding the criteria presented in Table 1-1 are required to conduct a more detailed analysis of air quality impacts.

Under CEQA, an individual project's GHG emissions will generally not result in direct significant impacts. This is because the climate change issue is global in nature. However, an individual project could be found to contribute to a potentially significant cumulative impact. Projects that have GHG emissions above the noted thresholds may be considered cumulatively considerable and require mitigation.

In October 2008, ARB published its Climate Change Proposed Scoping Plan, which is the State's plan to achieve GHG reductions in California required by Assembly Bill (AB) 32. The Scoping Plan included ARB-recommended GHG reductions for each emissions sector of the state's GHG inventory. The largest proposed GHG reduction recommendations were associated with improving emissions standards for light-duty vehicles, implementing the Low Carbon Fuel Standard program, implementation of energy efficiency measures in buildings and appliances, the widespread development of combined heat and power systems, and developing a renewable portfolio standard for electricity production.

Senate Bill (SB) 32 and Executive Order (EO) S-3-05 extended the State's GHG reduction goals and require ARB to regulate sources of GHGs to meet a state goal of reducing GHG emissions to 1990 levels by 2020, 40 percent below 1990 levels by 2030, and 80 percent below 1990 levels by 2050. The initial Scoping Plan was first approved by ARB on December 11, 2008 and is updated every five years. The first update of the Scoping Plan was approved by the ARB on May 22, 2014, which looked past 2020 to set mid-term goals (2030-2035) toward reaching the 2050 goals. The most recent update released by ARB is the 2017 Climate Change Scoping Plan, which was released in November 2017. The 2017 Climate Change Scoping Plan incorporates strategies for achieving the 2030 GHG-reduction target established in SB 32 and EO S-3-05.

The County Energy Wise Plan (EWP; 2011) identifies ways in which the community and County government can reduce greenhouse gas emissions from their various sources. Looking at the four key sectors of energy, waste, transportation, and land use, the EWP incorporates best practices to provide a blueprint for achieving greenhouse gas emissions reductions in the unincorporated towns and rural areas of San Luis Obispo County by 15% below the baseline year of 2006 by the year 2020. The EWP includes an Implementation Program that provides a strategy for actions with specific measures and steps to achieve the identified GHG reduction targets including, but not limited to, the following:

- Encourage new development to exceed minimum Cal Green requirements:
- Require a minimum of 75% of nonhazardous construction and demolition debris generated on site to be recycled or salvaged:
- Continue to implement strategic growth strategies that direct the county's future growth into existing communities and to provide complete services to meet local needs;



🛸 County of San Luis Obispo, Initial Study

- Continue to increase the amount of affordable housing in the County, allowing lower-income families to live closer to jobs and activity centers, and providing residents with greater access to transit and alternative modes of transportation;
- Reduce potable water use by 20% in all newly constructed buildings by using the performance methods provided in the California Green Building Code;
- Require use of energy-efficient equipment in all new development;
- Minimize the use of dark materials on roofs by requiring roofs to achieve a minimum solar reflectivity index of 10 for high-slope roofs and 68 for low-slope roofs; and
- Use light-colored aggregate in new road construction and repaying projects adjacent to existing cities.

In 2016 the County published the EnergyWise Plan 2016 Update, which describes the progress made toward implementing measures in the 2011 EWP, overall trends in energy use and emissions since the baseline year of the inventory (2006), and the addition of implementation measures intended to provide a greater understanding of the County's emissions status.

Pursuant to Section 8203 (g) of the Title 3, Division 8, Chapter 1 of the California Code of Regulations, beginning January 1, 2022, CDFA will require cultivation applicants to disclose the greenhouse gas emission intensity (per kWh) of their utility provider and show evidence that the electricity supplied is from a zero net energy source.

are said to result in an increase in the earth's average surface temperature. This is commonly referred to as global warming. The rise in global temperature is associated with long-term changes in precipitation, temperature, wind patterns, and other elements of the earth's climate system. This is also known as climate change. These changes are now thought to be broadly attributed to GHG emissions, particularly those emissions that result from the human production and use of fossil fuels.

In 2006, the State of California passed the Global Warming Solutions Act of 2006, commonly referred to as Assembly Bill (AB) 32, which set the GHG emissions reduction goal for the State into law. The law requires that by 2020, State emissions must be reduced to 1990 levels by reducing GHG emissions from significant sources via regulation, market mechanisms, and other actions. Senate Bill (SB) 32, passed in 2016, set a statewide GHG reduction target of 40 percent below 1990 levels by 2030.

In March 2012, the San Luis Obispo County Air Pollution Control District (APCD) approved thresholds for GHG emission impacts, and these thresholds have been incorporated the APCD's CEQA Air Quality Handbook. APCD determined that a tiered process for residential / commercial land use projects was the most appropriate and effective approach for assessing the GHG emission impacts. The tiered approach includes three methods, any of which can be used for any given project:

Qualitative GHG Reduction Strategies (e.g. Climate Action Plans): A qualitative threshold that is consistent with AB 32 Scoping Plan measures and goals; or,

Bright-Line Threshold: Numerical value to determine the significance of a project's annual GHG emissions; or,

Efficiency-Based Threshold: Assesses the GHG impacts of a project on an emissions per capita basis.

For most projects the Bright-Line Threshold of 1,150 Metric Tons CO<sub>2</sub>/year (MT CO<sub>2</sub>e/yr) will be the most applicable threshold. In addition to the residential/commercial threshold options proposed above, a bright-line numerical value threshold of 10,000 MT CO<sub>2</sub>e/yr was adopted for stationary source (industrial) projects.

It should be noted that projects that generate less than the above mentioned thresholds will also participate in emission reductions because air emissions, including GHGs, are under the purview of the California Air Resources Board (or other regulatory agencies) and will be "regulated" either by CARB, the Federal Government, or other entities. For example, new vehicles will be subject to increased fuel



economy standards and emission reductions, large and small appliances will be subject to more strict emissions standards, and energy delivered to consumers will increasingly come from renewable sources. Other programs that are intended to reduce the overall GHG emissions include Low Carbon Fuel Standards, Renewable Portfolio standards and the Clean Car standards. As a result, even the emissions that result from projects that produce fewer emissions than the threshold will be subject to emission reductions.

Under CEQA, an individual project's GHG emissions will generally not result in direct significant impacts. This is because the climate change issue is global in nature. However, an individual project could be found to contribute to a potentially significant cumulative impact. Projects that have GHG emissions above the noted thresholds may be considered cumulatively considerable and require mitigation.

#### Impact.

Construction Activities: As proposed, the project would result in the disturbance of approximately 2.7 acres to allow for the construction of the new greenhouses, ancillary buildings, and water tanks. This would result in the creation of dust during the construction phase, as well as short- and long-term vehicle emissions. The project would move less than 1,200 cubic yards/day of material and would disturb less than four acres of area, and as such, would be below the thresholds triggering construction-related mitigation.

Sensitive receptors are people or other organisms that may have a significantly increased sensitivity or exposure to air pollution by virtue of their age and health (e.g. schools, day care centers, hospitals, nursing homes), regulatory status (e.g. federal or state listing as a sensitive or endangered species), or proximity to the source. The project is within 1,000 feet of sensitive receptors and the SCCAB is in nonattainment for PM<sub>10</sub>; therefore, the project would result in a potentially significant impact and standard mitigation measures apply.

To address potential construction impacts per the SLOPACD CEQA Air Quality Handbook, the project would be required to reduce diesel particulate matter emissions. Adherence to Standard Control Measures for Construction Equipment would ensure impacts to sensitive receptors would be less than significant. These measures include but are not limited to: maintaining all equipment in proper tune according to manufacturer's specifications, use of diesel construction equipment meeting ARB's Tier 2 certified engines or cleaner off-road heavy-duty diesel engines, restricting vehicle idling time, staging and queuing areas located 1,000 feet away from sensitive receptors, and using electric equipment when feasible. With implementation of mitigation measures AQ-1 and AQ-2 construction related impacts would be less than significant.

Operational Activities: From an operational standpoint, based on Table 1-1 of the CEQA Air Quality Handbook (2012), the project would not exceed operational thresholds triggering mitigation. The project is consistent with the general level of development anticipated and projected in the Clean Air Plan. No significant air quality impacts are expected to occur.

According to the APCD CEQA Air Quality Handbook, Naturally Occurring Asbestos (NOA) has been identified as a toxic air contaminant by the California Air Resources Board (CARB). Under the CARB Air Toxics Control Measure (ATCM) for Construction, Grading, Quarrying, and Surface Mining Operations, prior to any grading activities a geologic evaluation should be conducted to determine if NOA is present within the area that will be disturbed. If NOA is not present, an exemption request must be filed with the District. If NOA is found at the site, the applicant must comply with all requirements outlined in the Asbestos ATCM. This may include development of an Asbestos Dust Mitigation Plan and an Asbestos Health and Safety Program for approval by the APCD. Based on the APCD on-line map of potential NOA occurrence, the project site does not lie in the area where a geologic study for the presence of NOA is required.

As discussed in Section 10, the project would result in inefficient or wasteful energy use which would contribute to higher greenhouse GHG emissions and by nature is in conflict with state and local plans



for the reduction of GHG emissions, including the policies of the COSE, the EWP goals, and the 2001 SLOAPCD CAP.

Energy inefficiency contributes to higher greenhouse gas (GHG) emissions and by nature is in conflict with state and local plans for renewable energy or energy efficiency, including the policies of the COSE, the EWP goals, and the 2001 SLOAPCD CAP. CalEEMod can be used to determine GHG emissions from a "typical" amount of indoor or mixed light cultivation:

Project Component	<u>Size (sf)</u>	<u>Rate (MT/year-</u> <u>sf)</u>	Projected GHG Emissions (MT/CO2e/year)
Indoor Cultivation (greenhouses, includes ancillary nursery)	<u>22,000</u>	<u>0.058<sup>1</sup></u>	<u>1,276<sup>2</sup></u>

Notes:

1. Source: CalEEMOD 2016

2. Includes GHG emissions associated with energy use and fuel consumption.

As shown in Table \_\_\_\_\_, the project would exceed the SLOAPCD bright-line threshold of 1,150 MT CO<sub>2</sub>e/year. Mitigation is required to reduce or offset the project's GHG emissions. Potential impacts would be less than significant with mitigation. To mitigate this potential operational impact, the project will be required to implement a package of measures that would reduce or offset the project's energy demand to within 20% of the energy demand of a similarly sized generic non-cannabis commercial building (467,500 kWh) and offset GHG emissions to achieve the 1,150 MTCO<sub>2</sub>e Bright Line Threshold. Mitigation Measure ENG-1 through ENG-3 would reduce the example project's environmental impact from wasteful and inefficient energy use to less than significant with mitigation.

No land use for cannabis cultivation/operations exists in the CEQA Air Quality Handbook, so for the purpose of estimating operational GHG emissions, this project may be considered an Industrial Project (sub-category: General Light Industry). Using the GHG threshold information described in the Setting section, the project is expected to generate less than the Bright-Line Threshold stationary source (industrial) projects of 10,000 metric tons of GHG emissions. Therefore, the project's potential direct and cumulative GHG emissions are found to be less than significant and would not be a cumulatively considerable contribution to GHG emissions. Section 15064(h)(2) of the CEQA Guidelines provides guidance on how to evaluate cumulative impacts. If it is shown that an incremental contribution to a cumulative impact, such as global climate change, is not "cumulatively considerable," no mitigation is required. Because this project's emissions fall under the threshold, no mitigation is required.

Cannabis cultivation operations have the potential to produce objectionable odors. Section 22.40.050 of the LUO mandates the following:

All cannabis cultivation shall be sited and/or operated in a manner that prevents cannabis nuisance odors from being detected offsite. All structures utilized for indoor cannabis cultivation shall be equipped and/or maintained with sufficient ventilation controls (e.g. carbon scrubbers) to eliminate nuisance odor emissions from being detected offsite.

To comply with the above ordinance provisions, the indoor cannabis mixed-light greenhouses would be

equipped with ventilation controls with mitigation measures such as carbon scrubbers or other methods capable of eliminating nuisance odor from being detected on site. Odors from outdoor cultivation would be addressed with the proposed setbacks and the project design. The following considerations factor into odor management:

- The topography and layout of the property would not allow for an efficient cultivation operation • under the current ordinance setback standards.
- Using the setback as an odor mitigation tactic is unnecessary in this instance as the nearest • residence is 1,000 feet away from any of the proposed cultivation areas on site, and odor would not be detected at that distance.
- The cultivation areas on site will be enclosed within an opaque screened deer fence, thereby creating a barrier for nuisance odors and visibility.

Furthermore, the project will be conditioned to participate in an ongoing compliance monitoring program through which compliance with the odor management standards of LUO Section 22.40.050 would be assessed and verified. Any verified nuisance odor violation would require corrective action. As such, objectionable odor impacts would be less than significant.

Mitigation/Conclusion. Implementation of MM AQ-1 and AQ-2 which specifyies control measures for respirable particulates, diesel particulates and standard control measures for construction equipment is required to reduce construction-related air quality emissions to a less than significant level (Exhibit B). Project design combined with regulatory compliance would ensure that any operational impacts are less than significant. In addition, State law also sets forth general environmental protection measures for cannabis cultivation in Title 3, Division 8, Chapter 1 Article 4 of the California Code of Regulations. Section 8305 relating to Renewable Energy Requirements:

Beginning January 1, 2023, all indoor, tier 2 mixed-light license types of all sizes, and nurseries using indoor or tier 2 mixed-light techniques, shall ensure that electrical power used for commercial cannabis activity meets the average electricity greenhouse gas emissions intensity required by their local utility provider pursuant to the California Renewables Portfolio Standard Program, division 1, part 1, chapter 2.3, article 16 (commencing with section 399.11) of the Public Utilities Code.

Compliance with the provisions of Code of Regulations together with recommended mitigation measures AQ-1, AQ-2, ENG-1, ENG-2, and ENG-3 will reduce potential impacts to less than significant.

4.	BIOLOGICAL RESOURCES Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
a)	Result in a loss of unique or special status species* or their habitats?		$\boxtimes$		
b)	Reduce the extent, diversity or quality of native or other important vegetation?			$\square$	
c)	Impact wetland or riparian habitat?		$\boxtimes$		
d)	Interfere with the movement of resident or migratory fish or wildlife species, or factors, which could hinder the normal activities of wildlife?			$\square$	
e)	Conflict with any regional plans or policies to protect sensitive species, or regulations of the California Department of Fish & Wildlife or U.S. Fish & Wildlife Service?				
f)	Other:				$\square$

\* Species – as defined in Section15380 of the CEQA Guidelines, which includes all plant and wildlife species that fall under the category of rare, threatened or endangered, as described in this section.

#### **Biological Resources**

#### Setting.

The following are existing elements on or near the proposed project relating to potential biological concerns.

On-site Vegetation: Grassland, blue oak, ruderal vegetation.

<u>Name and distance from blue line creek(s)</u>: One unnamed USGS blue line drainage feature crosses the southeastern portion of the property, approximately 50 feet from the project footprint.

Habitat(s): Annual grassland, blue oak woodland, and ruderal/anthropogenic.

Site's tree canopy coverage: Approximately 5%

A Biological Resources Assessment (BRA) dated December 31, 2018, was prepared by Althouse and Meade, Inc. for the proposed project. The study included a reconnaissance level survey conducted on October 30, 2018, and a follow-up survey conducted on December 7, 2018. The study area includes the entirety of the parcel, with emphasis placed on the project footprint and surrounding areas. <u>An addendum was prepared on November 21, 2019 in response to comments provided by the California Department of Fish and Wildlife (CDFW).</u>

Habitat types on site include: 1) Annual grassland, 2) Blue oak woodland, and 3) Ruderal/Anthropogenic. These are shown in Figure 4 below. A natural drainage feature crosses the southeastern corner of the property and a dry stock pond is located north of the existing/abated grow area.

The project vicinity is known to support special-status plant and animal species in a variety of microhabitats (CNDDB 2018). One special-status plant species, shining navarretia (*Navarretia nigelliformis* subsp. Radians), has potential to occur in suitable open grassland habitat on the property.

The site is located within federally designated critical habitat for vernal pool fairy shrimp (Branchinecta



*lynchi*); however, vernal pools were not observed on the property. A second survey was conducted on December 7, 2018 to assess water retention of the existing dry stock pond located north of the existing grow area. The survey was conducted following a week-long rain event. The stock pond remained dry throughout its base and wetland indicators were not present. As such, vernal pool fairy shrimp are not expected to occur in the stock pond due to the lack of potential for standing water.

While the project's regional location is known to support numerous special-status wildlife species, two special-status wildlife species have the potential to occur on the project site. These include the San Joaquin Kit Fox (*Vulpes macrotis mutica*) and American badger (*Taxidea taxus*).

The County has established procedures for the mitigation of potential impacts to San Joaquin kit fox (*Vulpes macrotis*). If the project site lies within the kit fox habitat area (Figure 5), and the site is less than 40 acres in size, the pre-determined standard mitigation ratio <u>of land to be conserved for each acre</u> <u>of kit fox habitat impacted for by</u> the project <del>area</del> is applied. The standard mitigation ratio is based on the results of previous kit fox habitat evaluations and determines the amount of mitigation acreage based on the total area of disturbance from project activities. Mitigation for the loss of kit fox habitat may be provided by one of the following:

- 1. Establishing a conservation easement on-site or offsite in a suitable San Luis Obispo County location and provide a non-wasting endowment for management and monitoring of the property in perpetuity;
- 2. Depositing funds into an approved in-lieu fee program; or,
- 3. Purchasing credits in an approved conservation bank in San Luis Obispo County.

Comments provided by CDFW conclude that, according to the Natural Diversity Database, the project site may also provide suitable habitat for golden eagle (*Aquila chrysaetos*), tricolored blackbird (*Agelaius tricolor*), western spadefoot toad (*Spea hammondii*), and northern California legless lizard (*Anniella pulchra*).

Golden eagle (GOEA) is designated a Fully Protected species by CDFW and is federally protected by the Bald and Golden Eagle Protection Act. The species range extends throughout much of North America and in California is found in broadleaved upland and montane coniferous forests, cismontane, pinon and juniper woodlands, coastal prairie, great basin scrub and great basin, valley and foothill grassland habitat types (CDFW 2019). Most golden eagles in California are residents year-round, but in the winter months this population will be augmented with individuals from other nearby western states. The breeding season in California is generally from late January through August. The golden eagle prefers open habitat and in California it extensively utilizes grazed grasslands and open shrublands for preving on its main food source of hares or rabbits and marmots or ground squirrels (Hunt 1995; Watson 2010). Studies have shown that both the golden eagle's reproduction rate and success declines with a decrease in prey abundance. The golden eagle will even refrain from egg laying when prey numbers are low (Driscoll 2010). In California, the golden eagle nests almost exclusively in trees (82% trees in central California) but in montane regions it also has a preference for cliffs and will avoid nesting in densely forested habitat (Hunt 1995; Pagel et al. 2010). The golden eagle is highly sensitive to anthropogenic presences and will avoid nesting near urban areas (Pagel et al. 2010). Golden eagles will even abandon nests when human activity and development increases in their territory (Driscoll 2010).

The closest reported occurrence of nesting golden eagles is located approximately three miles northwest from the Project (CNDDB #122). This record was reported by Althouse and Meade, Inc. biologists in 2006 while conducting surveys for a proposed RV park (Althouse and Meade, Inc. 2006). Two nests were observed in close proximity in blue oak (*Quercus douglasii*) trees located on the west side of Huerhuero Creek, north of Highway 46 between Golden Hill Road and Airport Road in Paso Robles. One of these nests was active in 2006, while the other appeared to not have been used in recent years. The habitat at that time was a remote wooded hillside overlooking Huerhuero Creek with



lots of surrounding rangeland. Development in this area since 2006 has been significant and the current status of this nesting territory is unknown. A historic golden eagle nest is known from a tall eucalyptus tree at Santa Ysabel Ranch, approximately 4.2 miles southwest of the Project. This nest was active in 2001 at the time the ranch was developed. The current status of this nest is unknown.

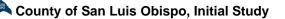
Tricolored blackbird (TRBL) is a California Species of Special Concern (nesting colonies) and is also a candidate for listing as endangered under the California Endangered Species Act. Tricolored blackbird occurs predominately in the Central Valley of California and in smaller disjunctive nesting colonies southwest of the Cascade Sierra axis and at higher elevations only in northwestern California (Shuford and Gardali 2008). Within its restricted range, the tricolored blackbird will migrate during the breeding season, moving north after the first nesting efforts, and in winter moving to lower elevations (Shuford and Gardali 2008). The breeding season is generally from April to July, but in the Central Valley there has been active breeding reported in October and November (CDFW 2014). Historically, the tricolored blackbird nested in emergent wetlands, marshes and swamps making their nests in tall, dense cattails, tules, tall herbs, thickets of willows and blackberries. The species also requires foraging space with an abundance of insect prey that can sustain the nesting colony (Weintraub et al. 2016). In a recent study, it was found that the tricolored blackbird had a higher breeding success nesting in non-native invasive vegetation like the Himalayan blackberry (*Rubus discolor*) over the native cattail (*Typha* spp.) (Cook and Toft 2005).

The closest reported occurrence of a tricolored blackbird nesting colony is approximately three miles southwest from the Study Area along Creston Road (CNDDB #998). This location is reported from 1997 through 2014, with nesting material being carried by birds in 2008 and no birds observed in 2014. Another record at a private pond along Creston Road approximately 4 miles southeast of the Study Area is also reported (CNDDB #881). Wintering birds are known to be present periodically throughout the interior areas of San Luis Obispo County where they forage in grasslands and croplands.

Western spadefoot toad has a Global Rank of G3 (Vulnerable) and a State Rank of S3 (Vulnerable). It is a Species of Special Concern (CDFW 2018) that is known to occur in grassland habitats throughout the Central Valley and adjacent foothills. It is also found along the Coast Ranges from Point Conception in Santa Barbara County south to the Mexican border (CDFW 2014, CNDDB 2017). Western spadefoot toad is primarily an inland species, occurring in grassland habitats with friable soils and seasonal rain pools (CNDDB 2019). Spadefoot toads remain underground for most of the year, emerging to breed in seasonal wetland pools during the rainy season and if enough rain occurs, they can be found above ground from October through April. Typical breeding season is from December to March. Development of the larvae from egg to metamorphosis can be very quick (3-11 weeks), depending upon water temperature and food resources. Recruitment will most often fail if breeding ponds are habited by predators such as bullfrogs (*Lithobates catesbeiana*) and crayfishes (CDFW 2014, Jennings and Hayes 1994).

Northern California legless lizard is a California Species of Special Concern that occurs from Contra Costa to Santa Barbara County. It has a Global Rank of G3 and a State Rank of S3, both of which indicate that this species is considered Vulnerable. This species includes the subspecies formerly treated as *A. pulchra nigra* and *A. pulchra pulchra* which was shown to be an invalid designation (Pearse and Pogson 2000). Northern California legless lizard inhabits friable soils in a variety of habitats from coastal dunes to oak woodlands and chaparral. Adapted to subterranean life, the legless lizard thrives near native coastal shrubs that produce an abundance of leaf litter and have strong roots systems (Kuhnz et al. 2005). Areas of exotic vegetation and open grassland do not provide suitable habitat for the silvery legless lizard since these plant communities support smaller populations of insect prey and offer little protection from higher ground temperatures and soil desiccation (Slobodchikoff and Doyen 1977; Jennings and Hayes 1994).

Impact. As discussed above, impacts to vernal pools and vernal species are not expected to occur due



to the lack of indicators on site. Since the project site may support rare plants as well as foraging and nesting habitat for special-status wildlife species, new construction for the proposed greenhouses could adversely affect special-status species such as shining navarretia, American badger, San Joaquin kit fox, and migratory birds. In addition, a jurisdictional drainage feature is located on the southeastern corner of the property which could be indirectly impacted by sediment or pollutants.

### Special Status Plants

Shining navarretia or other rare plants may occur in the on-site grasslands. To ensure that project impacts are avoided or reduced to below a significant level, mitigation measures are required (see MM BIO-1 and MM BIO-2).

#### Special Status Wildlife

<u>American Badger</u>. American badgers are highly mobile and could be present anywhere in the region where suitable prey base is found and could occur on the project site periodically at any time of year. Mitigation measures are required to reduce potential impacts to this species to below significant (see MM BIO-1 and MM BIO-3).

<u>San Joaquin Kit Fox.</u> The project is located within the designated habitat area for San Joaquin kit fox. The County Standard Mitigation Ratio Map (Figure 5) was referenced to identify San Joaquin kit fox habitat areas, documented sightings, and County-assigned mitigation ratios as it relates to the project area. The project is located within the 3:1 standard mitigation ratio area.

A Kit Fox Habitat Evaluation form was prepared for the project on May 21, 2018 by Daniel Meade. The evaluation resulted in a score of 76 out of 100. Therefore, impacts should be mitigated at a ratio of three acres conserved for each acre impacted (3:1), consistent with the Mitigation Ratio Map. The project operations would encompass approximately 2.7 acres. Therefore, the standard mitigation requirement for the project is: 2.7 acres X [3:1] = 8.1 acres. Mitigation measures are required to ensure compliance with the County's Kit Fox mitigation requirements (see MM BIO-1, MM BIO-4, MM BIO-5, and MM BIO-6).

Golden Eagle. The Study Area at 1480 Penman Springs consists of annual grassland habitat. No trees suitable for nesting golden eagles are present in the Study Area. Blue oak and valley oak (*Quercus lobata*) trees are present in the seasonal drainage located on the property to the east and south of the Study Area. No golden eagle or other large stick nests were observed during surveys of the Study Area in 2018. Aerial imagery shows ground disturbance at the site (through grading and/or tilling) dating back to 2003. The disturbed grassland habitat in the Study Area does not provide nesting habitat for golden eagles and nesting golden eagles have no potential to occur onsite. The disturbed grassland could provide low-quality foraging habitat, but it is unlikely that golden eagles would utilize the site for foraging due to the proximity to residences and active agriculture.

Per CDFW (2019), a minimum half a mile no disturbance buffer should be implemented around an active nest during the nesting season (January through August). Based on the biological consultant's review of aerial imagery and a reconnaissance site visit in November 2019, golden eagle nesting territories are not expected to be within one half mile of the Study Area. The surrounding landscape within a half mile of the Study Area is fragmented by vineyards and rural residential parcels, with few if any suitable large trees that have sufficient surrounding open rangeland for hunting. About three-guarters of a mile south and west of the Study Area is a wooded slope associated with Huerhuero Creek that likely is the closest potential nesting habitat for golden eagle. The hillside was scanned from Penman Springs Road in November 2019 and no obvious large stick nests were observed.

CDFW (2019) recommends surveys for golden eagle be conducted in accordance with the USFWS 2010 protocols if construction of the Project must take place during the breeding season. CDFW Senior Environmental Scientist Kelley Aubushon indicateds that ground-based surveys of the Study Area with a 0.5-mile buffer would be sufficient for the scale of this project. In the biological consultant's



professional judgement, construction of the proposed Project is not likely to affect nesting golden eagles and they would not recommend further surveys as part of the Project CEQA evaluation. Mitigation measure BR-10 is recommended as a preconstruction survey measure to reduce potential impacts to golden eagle.

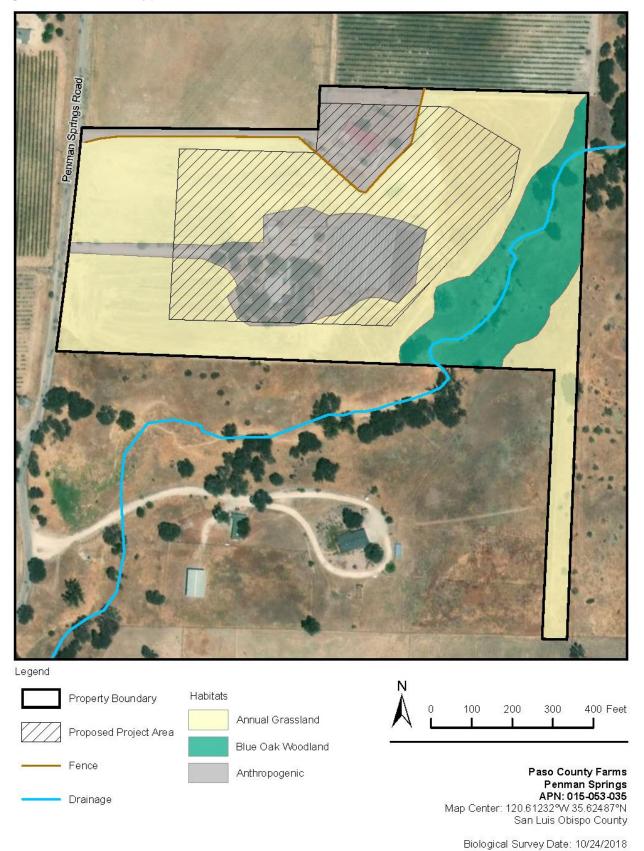
*Tri-colored Blackbird*. Nesting habitat consisting of aquatic features with emergent tules and cattails does not occur in the Study Area or surrounding areas on the Property. An old agricultural pond in the Study Area did not hold water in December 2018 and does not have any wetland emergent vegetation. Review of aerial imagery indicates there are no agricultural ponds within 300 feet of the Study Area that would be potential nesting habitat for tricolored blackbirds. Potential foraging habitat is present in the Study Area. The ephemeral drainage to the east and south of the Study Area consists of oak woodland with an understory of grasses. No tricolored blackbirds or their nests were observed on the Property in 2018. In the biological consultant's professional judgement, nesting tricolored blackbirds have no potential to occur in or near the Study Area.

CDFW (2019) recommended preconstruction surveys be conducted no more than 10 days prior to start of Project implementation if work must be conducted during the nesting season (February 1 through September 15). Mitigation measure BR-11 is recommended to address potential impacts to tricolored blackbird.

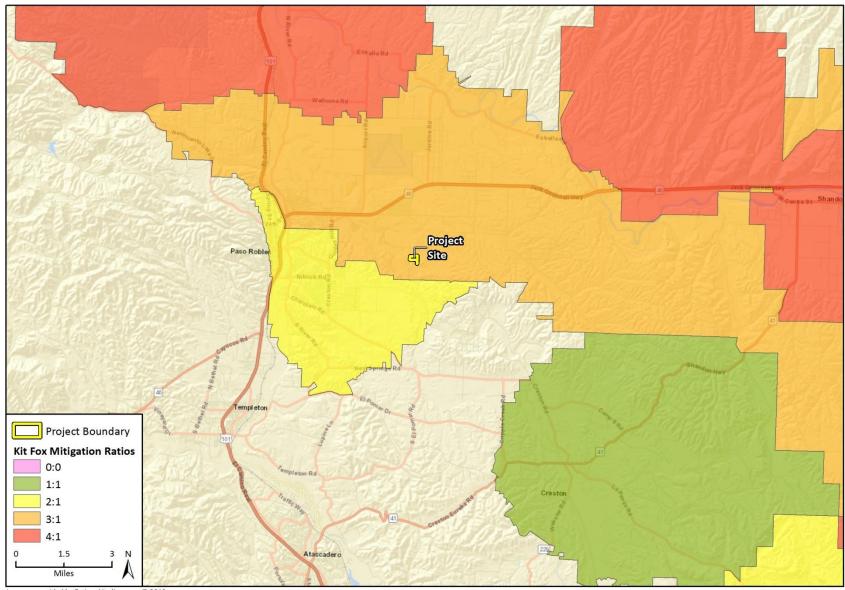
Western Spadefoot Toad. The closest reported occurrence of the western spadefoot toad is located approximately 2.1 miles northeast of the Study Area (CNDDB #333) in 2005. As part of the preparation of the December 2018 Biological Resource Assessment report the biological consultantwe evaluated potential for spadefoot toad to occur in the Study Area. They determined that ephemeral aquatic habitats were not present in the Study Area and therefore the Project would not affect spadefoot toad breeding habitat. Spadefoot toads can move overland away from breeding habitats for some distance where they aestivate in burrows or directly buried in soft sandy soils in upland habitats. Potential breeding habitat may be present in the vicinity of the Study Area. However, the biological consultant found the Project site to be disturbed and lacked suitable burrows for use by spadefoot toads, suggesting that upland aestivation in the Project site is unlikely. Ground disturbance for construction of the proposed Project is not likely to affect western spadefoot toad. No mitigation is required.

Northern California Legless Lizard. The closest reported occurrence of the northern California legless lizard is located approximately one mile southeast of the Study Area (CNDDB #156) in 1954. More recent occurrences were reported in 1966 approximately four miles northeast of the Study Area and approximately nine miles northeast in 2007 (CNDDB #155 and #66, respectively). As part of the preparation of the December 2018 Biological Resource Assessment report the biological consultant evaluated potential for legless lizard to occur in the Study Area. The Study Area is composed of silty clay loam soils (Nacimiento – Los Osos complex, 9 to 30 percent slopes) which can be fairly friable when undisturbed; however, years of ground disturbance has compacted the soils in some areas and created overall soil desiccation across the project site. Preferred leaf litter habitat is also not present in the Study Area. Legless lizards can be expected to be present in sandy soils with leaf litter in the vicinity of the Property. However, in the biological consultant's professional judgement, the Project site does not have potential to support legless lizards and no further surveys are recommended. No mitigation is required.

Figure 45 – Habitat Types







## Figure <u>6</u>5 – SJKF Standard Mitigation Ratio Map

Imagery provided by Esri and its licensors © 2019. Additional data provided by County of San Luis Obispo, 2018. Fig 4 KFMR

*Migratory Birds.* Suitable foraging and nesting habitat is present for migratory birds on the subject property. If migratory birds are present at the time of ground disturbing and construction activities, impacts could be significant. Mitigation measures are required to avoid or minimize such impacts (see MM BIO-7).

#### Wetlands and Riparian Habitat

One drainage feature is located on the subject property, to the east of the proposed project footprint. The drainage feature may be subject to regulation under Fish and Game code 1600, and the U.S. Army Corps of Engineers (Clean Water Act section 404) and the Regional Water Quality Control Board (Clean Water Act section 401). The proposed project would not have any direct impacts to potentially jurisdictional drainages and no permits would be required under Clean Water Act sections 404 or 401. However, best management practices are required to ensure that sediment and pollutants do not enter the drainage area (see MM BIO-1, MM BIO-8, and MM BIO-9)

The California Department of Fish and Wildlife (CDFW) has initiated a cannabis cultivation permitting program that requires all applicants obtaining an Annual License from the California Department of Food and Agriculture to have a Lake and Streambed Alteration Agreement or written verification that one is not needed. If all project components are set outside the Section 1600 jurisdiction, a Self-Certification can be submitted online.

#### **Conservation Plans**

There are no habitat conservation plans that apply to the project site. No trees would be removed, trimmed, or relocated, and therefore the project would not conflict with any applicable tree preservation/protection policies. The project would not conflict with the provisions of any applicable habitat or natural community conservation plans and this potential impact would be insignificant.

Mitigation/Conclusion. Potential impacts to biological resources are considered less than significant with incorporation of mitigation measures BIO-1 through BIO-912, as described in Exhibit B. These measures require: environmental awareness training, spring botanical survey and report, preconstruction surveys and avoidance measures (if needed) for American badger, and San Joaquin kit fox, implementation of the County's standard mitigation measures for projects in designated San Joaquin kit fox areas, pre-construction surveys for golden eagle and tri-color blackbird, avoidance measures for migratory birds, implementation of best management practices to avoid or minimize erosion/pollutant impacts to the on-site drainage, and site maintenance and operation measures to avoid introduction of contaminants into the environment.

In addition, State law also sets forth general environmental protection measures for cannabis cultivation in Title 3, Division 8, Chapter 1 Article 4 of the California Code of Regulations. Sections 8304 (a) and (b) require cannabis projects to:

- Comply with section 13149 of the Water Code as implemented by the State Water Resources (a) Control Board, Regional Water Quality Control Boards, or California Department of Fish and Wildlife:
- Comply with any conditions requested by the California Department of Fish and Wildlife or the (b) State Water Resources Control Board under section 26060.1(b)(1) of the Business and Professions Code:



5.	CULTURAL RESOURCES Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
a)	Disturb archaeological resources?			$\boxtimes$	
b)	Disturb historical resources?			$\boxtimes$	
c)	Disturb paleontological resources?			$\boxtimes$	
d)	Cause a substantial adverse change to a Tribal Cultural Resource?			$\boxtimes$	
e)	Other:				$\square$

#### **Cultural Resources**

**Setting.** The project is located in an area historically occupied by the Obispeno Chumash and Salinan. No historic structures are present and no paleontological resources are known to exist in the area.

In compliance with Assembly Bill (AB) 52 Cultural Resources requirements, outreach to four Native American tribes groups was conducted (Northern Salinan, Xolon Salinan, Yak Tityu–Tityu Northern Chumash, and the Northern Chumash Tribal Council). Comments were received from the Northern Chumash Tribal Council on July 11, 2018. In the comment letter, the Northern Chumash Tribal Council requested copies of any archaeological reports and records searches. The report and record search was sent on July 13, 2018. The Northern Chumash Tribal Council had no further comment.

Heritage Discoveries, Inc. (HD, Inc.) conducted and prepared a Phase I Archaeological Study for the project site, which included a records and literature search, as well as a field inspection of the site. The literature and records search was conducted in April 2018 at the Central Coast Information Center (CCIC), University of California, Santa Barbara. Padre-HD Inc. also consulted the National Register of Historic Places (NRHP) via the National Register Information Service (NRIS), the official online database of the NRHP, the California Inventory of Historic Resources, and the California Historical Landmarks. The aforementioned searches did not reveal any listed environment properties, or archaeological sites within the study area or within a 0.25 mile radius of the project site.

**Impact.** The records search and field survey did not identify any prehistoric or historic materials located on or near the project site. No tribal cultural resources were identified during AB 52 consultation. Tribal consultation was performed, and no resources were identified. Therefore, significant impacts are not anticipated.

**Mitigation/Conclusion.** Per County LUO Section 22.10.040, if during any future grading and excavation, buried or isolated cultural materials are unearthed, work in the area shall halt until they can be examined by a qualified archaeologist and appropriate recommendations made. In addition, State law sets forth general environmental protection measures for cannabis cultivation in Title 3, Division 8, Chapter 1 Article 4 of the California Code of Regulations. Section 8304 (d) requires the project to Immediately halt cultivation activities and implement section 7050.5 of the Health and Safety Code if human remains are discovered.

No significant impacts to cultural resources are expected to occur, and no additional mitigation measures are necessary.

🐃 County of San Luis Obispo, Initial Study

6.	GEOLOGY AND SOILS Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
a)	Result in exposure to or production of unstable earth conditions, such as landslides, earthquakes, liquefaction, ground failure, land subsidence or other similar hazards?				
b)	Be within a California Geological Survey "Alquist-Priolo" Earthquake Fault Zone", or other known fault zones*?			$\square$	
c)	Result in soil erosion, topographic changes, loss of topsoil or unstable soil conditions from project-related improvements, such as vegetation removal, grading, excavation, or fill?				
d)	Include structures located on expansive soils?			$\boxtimes$	
e)	Be inconsistent with the goals and policies of the County's Safety Element relating to Geologic and Seismic Hazards?				
f)	Preclude the future extraction of valuable mineral resources?			$\boxtimes$	
g)	Other:				$\square$
_					

\* Per Division of Mines and Geology Special Publication #42

Setting. The following relates to the project's geologic aspects or conditions:

Topography: Nearly level to gently rolling

Within County's Geologic Study Area?: No

Landslide Risk Potential: Low to moderate

Liquefaction Potential: Low

Nearby potentially active faults?: No Distance? Not applicable

Area known to contain serpentine or ultramafic rock or soils?: No

Shrink/Swell potential of soil: Not known

Other notable geologic features? None

#### **Geology and Soils**

The project site is not located within the County's Geologic Study Area designation and is not within a high liquefaction area. The Setting in Section 2, Agricultural Resources, describes the soil types and characteristics on the project site. The site's potential for liquefaction hazards are considered low. The project site is not located in an Alquist Priolo Fault Zone, and no active fault lines cross the project site (California Geological Survey (CGS) 2018). Prior to the issuance of a building permit, the site is subject



to the preparation of a geological report per the County's Land Use Ordinance (LUO section 22.14.070 (c)) to evaluate the area's geological stability.

The San Luis Obispo County Mineral Designation Maps indicate the site is not located in a Mining Disclosure Zone or Energy/Extractive Area. Therefore, the project would not result in the preclusion of mineral resource availability.

A sedimentation and erosion control plan is required for all construction and grading projects (LUO Section 22.52.120) to minimize impacts. The plan must be prepared by a civil engineer to address both temporary and long-term sedimentation and erosion impacts. Projects involving more than one acre of disturbance are also subject to the preparation of a Storm Water Pollution Prevention Plan (SWPPP), which focuses on controlling storm water runoff. The Regional Water Quality Control Board is the local extension who monitors this program.

**Impact.** At full buildout, the project would result in the disturbance of approximately 2.7 acres for the construction of greenhouses and additional ancillary structures. Grading would include 1,000 cubic yards of both cut and fill activities. During grading activities, there is a potential for erosion and down-gradient sedimentation to occur. However, the required sedimentation and erosion control plan and SWPPP would minimize these potential impacts.

Based on site location and conditions described above, the project is not expected to be particularly susceptible to landslides, earthquakes, subsidence, or similar hazards.

**Mitigation/Conclusion.** Prior to issuance of building permits, the applicant would be required to submit a geotechnical report. During construction, the applicant would be required to follow recommendations in the geotechnical report to avoid adverse impacts and ensure workers are not exposed to geologic hazards. In addition, the applicant will be required to prepare drainage plans and adhere to the best management practices in the erosion and sedimentation control plans and the SWPPP. Implementation of plan and ordinance requirements reduce potential impacts associated with geology and soils to a less than significant level. Additional measures beyond compliance with code requirements are not needed.

7.	HAZARDS (INCLUDING WILDFIRE HAZARDS) & HAZARDOUS MATERIALS - Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
a)	Create a hazard to the public or the environment through the routine transport, use, or disposal of hazardous materials?			$\square$	
b)	Create a hazard to the public or the environment through reasonably foreseeable upset and accident conditions involving the release of hazardous materials into the environment?				
<i>c)</i>	Emit hazardous emissions or handle hazardous or acutely hazardous materials, substances, or waste within ¼-mile of an existing or proposed school?				
d)	Be located on, or adjacent to, a site which is included on a list of hazardous material/waste sites compiled pursuant to Gov't Code 65962.5 ("Cortese List"), and result in an adverse public health condition?				
e)	If within the Airport Review designation, or near a private airstrip, result in a safety hazard for people residing or working in the project area?			$\square$	
f)	Impair implementation or physically interfere with an adopted emergency response or evacuation plan?			$\boxtimes$	
g)	Expose people or structures, either directly or indirectly, to a significant risk of loss, injury, or death involving wildland fires?				
h)	If located in or near state responsibility areas or lands classified as very high fire hazard severity zones:				
	<i>i) Substantially impair an adopted emergency response plan or emergency evacuation plan?</i>				

7. HAZARDS (INCLUDING WILDFIRE HAZARDS) & HAZARDOUS MATERIALS - Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
<i>ii) Due to slope, prevailing winds, and other factors, exacerbate wildfire risks, and thereby expose project occupants to, pollutant concentrations from a wildfire or the uncontrolled spread of a wildfire?</i>				
iii) Require the installation or maintenance of associated infrastructure (such as roads, fuel breaks, emergency water sources, power lines or other utilities) that may exacerbate fire risk or that may result in temporary or ongoing impacts to the environment?				
iv) Expose people or structures to significant risks, including downslopes or downstream flooding or landslides, as a result of runoff, post-fire slope instability, or drainage changes?				
k) Other:				$\boxtimes$

## Hazards and Hazardous Materials

**Setting.** To comply with Government Code section 65962.5 (known as the "Cortese List") the project applicant consulted the following databases/lists to determine if the project site contains hazardous waste or substances:

- List of Hazardous Waste and Substances sites from Department of Toxic Substances Control (DTSC) EnviroStor database
- List of Leaking Underground Storage Tank Sites by County and Fiscal Year from Water Board GeoTracker database
- List of solid waste disposal sites identified by Water Board with waste constituents above hazardous waste levels outside the waste management unit
- List of "active" CDO and CAO from Water Board
- List of hazardous waste facilities subject to corrective action pursuant to Section 25187.5 of the Health and Safety Code, identified by DTSC

The database consultation concluded that the project site is not located in an area of known hazardous material contamination.

According to Cal Fire's San Luis Obispo County Fire Hazard Severity Zone map, the project site is



within a state responsibility area and a "high" severity risk area for fire. The closest fire station to the project site is San Luis Obispo County Fire Station 52, which is approximately three miles from the site. According to San Luis Obispo General Plan Safety Element Emergency Response Map, average emergency response time to the project site is between 5 and 10 minutes (San Luis Obispo County 1999).

The project is not within the Airport Review area; and no schools are located within a guarter-mile of the project site.

### Impact.

Construction activities: Construction activities may involve the use of oils, fuels and solvents. In the event of a leak or spill, persons, soil, and vegetation down-slope from the site may be affected. The use, storage, and transport of hazardous materials is regulated by the Department of Toxic Substances Control (DTSC) (22 Cal. Code of Regulations Section 66001, et seq.). The use of hazardous materials on the project site for construction and maintenance is required to be in compliance with local, state, and federal regulations. In addition, compliance with best management practice would also address impacts.

Operational Activities: The project does not propose the routine use of hazardous materials and would not generate hazardous wastes. Project operations would involve the intermittent use of small amounts of hazardous materials such as fertilizer and pesticides that are not expected to be acutely hazardous. In accordance with LUO Section 22.40.050 D. 3. all applications for cannabis cultivation must include a list of all pesticides, fertilizers and any other hazardous materials expected to be used. along with a storage and hazardous response plan. In addition, mitigation measure BIO-12 requires that the use of herbicides, rodenticides, pesticides and fertilizers shall be limited to those approved by the US Environmental Protection Agency and the California Department of Pesticide Regulation.

As discussed in the Setting above, the project site is not found on the 'Cortese List' (which is a list of hazardous materials sites compiled pursuant to Government Code Section 65962.5).

The project is located in a "high" severity risk area which could present a significant fire safety risk. Per Cal Fire regulations, a 10,000-gallon steel water tank would be located on the hillside above the cultivation area. In addition, a fire equipment turnaround per Cal Fire Standard 4 would be required and constructed. The property is less than 5 percent slope throughout, therefore only all-weather roads are proposed. As designed, the operation would be entirely located on flat, unvegetated areas and would be required to meet Building Code and County standards for drainage, stormwater, and flood hazards. None of the operations or structures would be located on slopes. Therefore, the project would not expose people or structures to significant risks such as flooding or landslides, as a result of runoff or post-fire instability. The project would not require the installation or maintenance of associated infrastructure that would exacerbate fire risk in the area.

The project is not expected to conflict with any regional emergency response or evacuation plan, as the greenhouses would be set back from Penman Springs Road, and a fire equipment turnaround is proposed for emergency response vehicles to adequately access the greenhouses. The project is not located in an Airport Review area, and would therefore not expose workers to aviation-related hazards.

Mitigation/Conclusion. All requirements would be in accordance with County Ordinances and Cal Fire/San Luis Obispo Fire Department Standards. Compliance with the Fire Safety Plan would reduce fire related impacts to less than significant levels. In addition, State law also sets forth general environmental protection measures for cannabis cultivation in Title 3, Division 8, Chapter 1 Article 4 of



the California Code of Regulations. Sections 8304 (f) and 8307 (b) require compliance with Department of Pesticide Regulations.

No significant impacts related to hazards or hazardous materials are anticipated, and no mitigation measures are necessary.

8.	NOISE Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
a)	Expose people to noise levels that exceed the County Noise Element thresholds?			$\boxtimes$	
b)	Generate permanent increases in the ambient noise levels in the project vicinity?			$\boxtimes$	
c)	Cause a temporary or periodic increase in ambient noise in the project vicinity?			$\bowtie$	
d)	Expose people to severe noise or vibration?			$\boxtimes$	
e)	If located within the Airport Review designation or adjacent to a private airstrip, expose people residing or working in the project area to severe noise levels?				$\square$
f)	Other:				$\boxtimes$

## Noise

**Setting.** The project is not within close proximity of loud noise sources, as the project site and surrounding area consist of agricultural uses and scattered rural residential homes on agricultural land. The nearest sensitive receptor to the project site includes a single-family residence to the south, located approximately 600 feet away from the proposed greenhouses. The Noise Element of the County's General Plan includes projections for future noise levels from known stationary and vehicle-generated noise sources. Based on the Noise Element's projected future noise generation from known stationary and vehicle-generated noise sources, the project is within an acceptable threshold area.

#### Impact.

**Construction Impacts:** Construction activities may involve the use of heavy equipment for grading and for the delivery and movement of materials on the project site. The use of construction machinery would also be a source of noise and vibration. Construction-related noise impacts would be temporary and localized. County regulations (County Code Section 22.10.120.A) limit the hours of construction to daytime hours between 7:00 AM and 9:00 PM weekdays, and from 8:00 AM to 5:00 PM on weekends.

**Operational Impacts:** The project is not expected to generate loud noises or conflict with the surrounding uses. Noise resulting from use of wall- or roof-mounted HVAC and odor mitigation equipment would be expected to generate noise levels of approximately 53 dBA at 25 feet from the source. With attenuation of noise levels with distance, equipment-related noise levels at the nearest



sensitive receptor would be well below 60 dBA. Noise attenuates (diminishes) at a rate of 6 dB per doubling of distance. Therefore, project related noise sources producing 53 dB at 25 feet will be perceived to produce about 40 dB at the nearest property line, assuming a distance of 105 feet from the proposed greenhouse. The resulting noise is anticipated to be below the maximum allowable nighttime level (65 dB) and below the hourly average equivalent noise level (45 dB).

The project is located within an agricultural area and based on the Noise Element's projected future noise generation from known stationary and vehicle-generated noise sources, the project is within an acceptable threshold area. Noise generated by vehicular traffic on Penman Springs Road would be comparable to background noise levels generated by surrounding agricultural operations and existing vehicular traffic. Operation of the project would not expose people to significant increased noise levels in the long term.

The project is not located within an Airport Review designation. Therefore, aviation-related noise impacts are not applicable.

Mitigation/Conclusion. No significant noise impacts are anticipated, and no mitigation measures are necessary.

9. POPULATION/HOUSING Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
a) Induce substantial growth in an area either directly (e.g., construct new homes or businesses) or indirectly (e.g., extension of major infrastructure)?				
<ul> <li>b) Displace existing housing or people, requiring construction of replacement housing elsewhere?</li> </ul>			$\square$	
c) Create the need for substantial new housing in the area?			$\boxtimes$	
d) Other:				$\boxtimes$

## Population/Housing

Setting In its efforts to provide for affordable housing, the county currently administers the Home Investment Partnerships (HOME) Program and the Community Development Block Grant (CDBG) program, which provides limited financing to projects relating to affordable housing throughout the County. The County's Inclusionary Housing Ordinance requires provision of new affordable housing in conjunction with both residential and nonresidential development and subdivisions. As of 2018, per the Department of Finance's Population and Housing estimates, the County of San Luis Obispo contains approximately 280,101 persons, and approximately 121,661 total housing units (DOF 2018).

Impact. The project site includes two existing single-family residences. One residence would continue to be used as a residential use and would not be used for cannabis activities, while the other residence is currently uninhabited and would be demolished. The proposed project would not result in the removal of any occupied housing, or construction of any housing. The project is expected to employ up to four people. This increase in employment would not result in a substantial increase in the demand for housing in the County. Therefore, the project would not result in a need for a significant amount of new



housing and would not displace existing housing.

Mitigation/Conclusion. The project would not result in the need for a significant amount of new housing; and would not displace existing housing. The standard condition to provide payment of the housing impact fee for commercial projects will also be applied. No significant population/housing impacts are anticipated, and no mitigation measures are necessary.

10. a)	PUBLIC SERVICES / UTILITIES / ENERGY USAGE Will the project: Have an effect upon, or result in the need for new or altered public services in any of the following areas:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
	i) Fire protection?			$\boxtimes$	
	ii) Police protection (e.g., Sheriff, CHP)?			$\square$	
	iii) Schools?			$\boxtimes$	
	iv) Roads?			$\boxtimes$	
	v) Solid Wastes?			$\boxtimes$	
	vi) Other public facilities?				$\boxtimes$
b)	Result in potentially significant environmental impact due to wasteful, inefficient, or unnecessary consumption of energy resources, during project construction or operation?				
c)	Conflict with or obstruct a state or local plan for renewable energy or energy efficiency?				
d)	Other:				$\square$

Setting. The project area is served by the following public services/facilities:

Police: County Sheriff	Location: Templeton (Approximatel	y 6.6 miles to the southwest)		
Fire: Cal Fire (formerly CDF)	Hazard Severity: High	Response Time: 5-10 minutes		
Location: Approximately 3 miles to the northeast				
School District: Paso Robles Joint U	nified School District.			

## **Fire Services**

Cal Fire provides mutual and automatic aid supporting the County of San Luis Obispo. The nearest Cal Fire station (Station 52) is located three miles to the northeast at 4050 Branch Drive. According to San



Luis Obispo General Plan Safety Element Emergency Response Map, average emergency response time to the project site is between 5 and 10 minutes (San Luis Obispo County 1999). According to Cal Fire's San Luis Obispo County Fire Hazard Severity Zone map, the project site is within a "high" severity risk area for fire.

Per Cal Fire regulations, a 10,000-gallon steel water tank would be located in the central portion of the site, adjacent to the proposed outdoor cultivation areas. A fire equipment turnaround per Cal Fire Standard 4, Access Roads and Driveways, would be required and constructed. The project's incremental impacts to Fire Department services would be insignificant.

## **Police Services**

The project site is in the existing service range for the County Sheriff Department. Construction on-site would not normally require services from the Sheriff's Department, except in cases of trespassing, theft, and/or vandalism. The project includes a detailed security plan that must be reviewed by the County Sheriff. The plan includes employing trained security personnel for the project. Incorporation of security techniques would serve to reduce the need for police/sheriff enforcement. Since the site is currently in the existing service range, it would not require additional police protection or law enforcement services and would not trigger changes that would affect police protection services. Therefore, this impact would be insignificant.

#### Schools, Parks, Other Facilities

As discussed in Section 9, Population/Housing, the project does not include the construction of any habitable structures and would not increase population. As such, the project would not generate new demand for schooling, park services, or other governmental facilities. Since the project would not generate development or changes in land use intensities that would change or increase existing demand, there would be no impact on schools, parks, or other governmental facilities.

#### Roads

Access to the project site is provided by an existing driveway from Penman Springs Road. As discussed in Section 12, Transportation/Circulation, the proposed project would generate up to four PM peak hour trips per day during harvest periods. This small amount of additional traffic will not result in a significant change to existing road service or traffic safety levels.

#### Solid Waste

The applicant proposes on-site green-waste composting. Cannabis waste material consisting of organic material discarded from the harvesting of the plant (e.g. twigs, stems, trim waste, stalks, roots, and soil containing roots) would be ground into compostable sized material and stockpiled in an on-site composting yard. Composted material would be mixed together with on-site soil for re-use in future cultivation. The composting area would not allow runoff of water or any waste concentrate, and Best Management Practices (BMP) would be implemented to reduce or eliminate runoff, dust, and odor. In addition, plants that are grown directly in the ground would utilize another form of composting, referred to as tilling. The trimmed waste resulting from pruned plants would be composted directly in the ground. Since the project is not expected to generate a substantial amount of solid waste, impacts are considered insignificant.

#### **Energy Usage**

Pacific Gas & Electric Company (PG&E) is the primary electricity provider for urban and rural communities within the County of San Luis Obispo. Approximately 33% of electricity provided by PG&E is sourced from renewable resources and an additional 45% is sourced from greenhouse gas-free resources (PG&E 2017).

PG&E offers two programs through which consumers may purchase electricity from renewable sources: the Solar Choice program and the Regional Renewable Choice program. Under the Solar Choice



program, a customer remains on their existing electric rate plan and pays a modest additional fee on a per kWh basis for clean solar power. The fee depends on the type of service, rate plan and enrollment level. Customers may choose to have 50% or 100% of their monthly electricity usage to be generated via solar projects. The Regional Renewable Choice program enables customers to subscribe to renewable energy from a specific community-based project within PG&E's service territory. The Regional Renewable Choice program allows a customer to purchase between 25% and 100% of their annual usage from renewable sources.

SoCalGas is the primary provider of natural gas for urban and rural communities with the County of San Luis Obispo. SoCalGas has committed to replacing 20% of its traditional natural gas supply with renewable natural gas by 2030 (Sempra 2019).

The County COSE establishes goals and policies that aim to reduce vehicle miles traveled, conserve water, increase energy efficiency and the use of renewable energy, and reduce greenhouse gas emissions. The COSE provides the basis and direction for the development of the County's EnergyWise Plan (EWP), which outlines in greater detail the County's strategy to reduce government and community-wide greenhouse gas emissions through a number of goals, measures, and actions, including energy efficiency and development and use of renewable energy resources.

In 2010, the EWP established a goal to reduce community-wide greenhouse gas emissions to 15% below 2006 baseline levels by 2020. Two of the six community-wide goals identified to accomplish this were to "[a]ddress future energy needs through increased conservation and efficiency in all sectors" and "[i]ncrease the production of renewable energy from small-scale and commercial-scale renewable energy installations to account for 10% of local energy use by 2020." In addition, the County has published an EnergyWise Plan 2016 Update to summarize progress toward implementing measures established in the EWP and outline overall trends in energy use and emissions since the baseline year of the EWP inventory (2006).

The goals and policies in the COSE and EWP address the 2005 GHG emissions reduction targets for California (Executive Order S-03-05) issued by California's Governor in 2005. The targets include:

- By 2010 reduce GHG emissions to 2000 levels;
- By 2020, reduce GHG emissions to 1990 levels;
- By 2050, reduce GHG emissions to 80% below 1990 levels.

The California Building Code (CBC) contains standards that regulate the method of use, properties, performance, or types of materials used in the construction, alteration, improvement, repair, or rehabilitation of a building or other improvement to real property. The CBC includes mandatory green building standards for residential and nonresidential structures, the most recent version of which are referred to as the 2019 Building Energy Efficiency Standards. These standards focus on four key areas: smart residential photovoltaic systems, updated thermal envelope standards (preventing heat transfer from the interior to the exterior and vice versa), residential and nonresidential ventilation requirements, and non-residential lighting requirements. While the CBC has strict energy and green-building standards, U-occupancy structures (such as greenhouses) are typically not regulated by these standards.

The County LUO includes a Renewable Energy Area combining designation to encourage and support the development of local renewable energy resources, conserving energy resources and decreasing reliance on environmentally costly energy sources. This designation is intended to identify areas of the county where renewable energy production is favorable and establish procedures to streamline the environmental review and processing of land use permits for solar electric facilities (SEFs). The LUO establishes criteria for project eligibility, required application content for SEFs proposed within this designation, permit requirements, and development standards (LUO 22.14.100). The project site is located in a Renewable Energy Area combining designation.

Energy Use in Cannabis Operations



The total energy demand of a cannabis operation depends heavily on the type of cultivation, manufacturing, location of the project, as well as the types of equipment required. Outdoor cultivation involves minimal equipment and has relatively low energy demands, while indoor cultivation involves more equipment that tends to have much higher energy demands (e.g., high-intensity light fixtures, and climate control systems) (County of Santa Barbara 2017). Specific energy uses in indoor grow operations include high-intensity lighting, dehumidification to remove water vapor and avoid mold formation, odor management, space heating or cooling during non-illuminated periods and drying processes, preheating of irrigation water, generation of CO2 from fossil fuel combustion, and ventilation and air conditioning to remove waste heat. Reliance on equipment can vary widely as a result of factors such as plant spacing, layout, and the surrounding climate of a given facility (CDFA 2017).

Comparatively, non-cultivation cannabis operations, such as distribution or retail sales, tend to involve typical commercial equipment and processes that may require minor to moderate amounts of power. These non-cultivation activities are subject to the CBC and 2019 Building Energy Efficiency Standards, and therefore do not typically result in wasteful or inefficient energy use. Activities and processes related to commercial cannabis do not typically require the demand for natural gas supplies, and it is assumed that such activities would represent a nominal portion of the County's total annual natural gas demand (County of Santa Barbara 2017).

Depending on the site and type of activities, cannabis operations may range in measures that promote the conservation of energy resources. For instance, several current operators are known to engage in practices that promote energy conservation and reduce overall energy demands using high-efficiency lighting or through generation and use of solar energy. However, many other operations within the County have been observed to engage in activities which are highly inefficient and may result in the wasteful use of energy resources. Such operations may include the use of old equipment, highly inefficient light systems (e.g., incandescent bulbs), reliance on multiple diesel generators, and other similar inefficiencies (County of Santa Barbara 2017).

Construction-related Energy Impacts. During construction, fossil fuels, electricity, and natural gas would be used by construction vehicles and equipment. The energy consumed during construction would be temporary in nature and would be typical of other similar construction activities in the County. State and federal regulations in place require fuel-efficient equipment and vehicles and prohibit wasteful activities, such as diesel idling. Construction contractors, in an effort to ensure cost efficiency, would not be expected to engage in wasteful or unnecessary energy and fuel practices. Energy consumption during construction would not conflict with a state or local plan for renewable energy and would not be wasteful, unnecessary, or inefficient, and therefore would be less than significant.

## **Operational Energy Impacts.**

*Electricity and Natural Gas.* A cannabis project would result in a potentially significant environmental impact due to wasteful, inefficient, or unnecessary consumption of energy resources during operation if it utilizes significantly more energy (>20%) than a generic commercial building of the same size. Based on the California Energy Commission Report prepared by Itron, Inc, (March 2006), a generic commercial building utilizes 21.25 kWh/sf annually (13.63 kWh from electricity and 7.62 kWh from natural gas).

The CBC 2019 Building Energy Efficiency Standards includes mandatory energy efficiency standards; however, U-occupancy structures (such as greenhouses) are exempt from these standards and therefore are not necessarily using efficient energy practices. A project's processing, manufacturing, distribution, or retail structure would be subject to the CBC 2019 Building Energy Efficiency Standards, and therefore the energy demand of these uses would not be wasteful, inefficient, or unnecessary. Because the cultivation activities would not be subject to these state energy efficiency regulations, they could potentially result in wasteful, inefficient, or unnecessary energy consumption.

For purposes of CEWA compliance, the County estimates energy consumption for cannabis activities using rates from the County of Santa Barbara Cannabis Energy Conservation Plan Electricity Use Calculation Form (County of Santa Barbara 2018). This calculation form contains formulas for



estimating electricity use of cannabis operations. The form assumes that indoor cultivation uses 200 kWh/sf annually and that mixed light (greenhouse) cultivation uses 110 kWh/sf annually. Because the County does not allow lighting or climate control for outdoor cultivation activities, it is assumed that energy use associated with outdoor cultivation (e.g. water pump) would be minor and less than significant. As discussed above, non-cultivation activities such as manufacturing, storage and drying would be subject to CBC standards regarding energy efficiency and therefore would not result in wasteful or inefficient energy use for the purpose of this analysis.

The proposed project would include 22,000 sf of indoor cultivation floor area. A preliminary estimate of the project's energy demand, based on the energy consumption rates from the County of Santa Barbara Cannabis Energy Conservation Plan Electricity Use Calculation Form (County of Santa Barbara 2018), is provided in Table 5. No diesel, gasoline, or natural gas is proposed.

## Table 5 -- Projected Operational Energy Use

Project Component	<u>Size</u> (sf)	<u>Rate</u> (kWh/year-sf)	<u>Projected</u> <u>Energy</u> (kWh/year)
Generic Commercial Building of Comparable Size	<u>22,000</u>	<u>21.25</u>	<u>467,500</u>
Indoor Cultivation		<u>200</u>	<u>4,400,000</u>
Percent In Excess of Generic Commercial Building			<u>841%</u>

Based on the California Energy Commission Report, a generic non-cannabis commercial building of 22,000 sf would use 467,500 kWh per year (21.25 kWh/sf x 22,000 sf). Based on the energy consumption rates above, the proposed project's cultivation activities would use 841% more energy than a generic non-cannabis commercial building of the same size. This amount of energy use would potentially be wasteful and inefficient when compared to similar sized buildings implementing energy efficiency measures and would require mitigation.

*Fuel Use.* Construction activities will result in fuel use for worker and delivery trips and the operation of construction equipment. Ongoing operation of the project will result in fuel use associated with employee motor vehicle trips and deliveries. For purposes of determining whether fuel use would be wasteful and inefficient and cumulatively considerable, project-related fuel use will be compared with the total fuel use from motor vehicles in San Luis Obispo County.

Table 6 provides a summary of total sales of gasoline and diesel fuel in San Luis Obispo County in 2018.

# Table 6 -- State and County Fuel Consumption in 2018

Fuel	<u>Statewide</u>	San Luis Obispo County
Gasoline	13,475 million gallons	<u>150 million gallons (or, about</u> <u>410,958 gallons per day)</u>
Diesel	1,602 million gallons	22 million gallons

Source: California Energy Commission

**Assumptions:** 

- Daily vehicle miles travelled in San Luis Obispo County in 2020 (estimate from 2014 Regional Transportation Plan): 7,998,615.
- 172 million gallons of fuel consumed per year / 365 days = 471,232 gallons of fuel use per day
- 471,232 gallons of gasoline and diesel fuel consumed per day / 7,998,615 miles travelled per day = 0.058 gallons of fuel consumed per day per mile travelled
- Average Daily Trips (ADT) for Project x 14.7 miles = Daily Vehicle Miles Travelled (VMT)
- Daily VMT x gallons per mile travelled = Daily gallons of fuel use
- Three worker trips and 1 delivery trip per day for construction activities for 10 working days
- 35 Average Daily Trips for operations for 365 days

**Construction Fuel Use** 

4 ADT x 14.7 miles = 58.8 VMT per day

58.8 x 10 days = 588.8 total VMT

588.8 x 0.058 gallons consumed per mile travelled = 34.1 gallons

**Operational Fuel Use** 

35 ADT x 14.7 miles = 514.5 VMT per day

514.5 x 365 days = 18,779 total VMT per year

18,779 x 0.058 gallons consumed per mile travelled = 10,891 gallons per year

Total fuel use associated with construction and operation of the project would be about 2.3% of the total daily fuel consumed in the County in 2018 and would be comparable to, or less than, a conventional commercial business. Accordingly, fuel consumption associated with the project would not be wasteful, inefficient or unnecessary.

The project would be served by an existing electrical service provider, Pacific Gas & Electric. The project would involve the use of energy during construction and operation. Energy during the construction phase would be primarily in the form of fuel consumption to operate heavy equipment, light-duty vehicles, machinery, and generators for lighting. Project operation would result in the consumption of approximately 7,200 kilowatt-hours per year. As such, the project would only incrementally increase energy consumption, and would therefore not result in the wasteful or inefficient use of energy resources.

Regarding cumulative effects, public facility (County) and school (State Mitigation/Conclusion. Government Code 65995 et seq.) fee programs have been adopted to address the project's contribution to cumulative impacts and will reduce potential cumulative impacts to less than significant levels. In addition, State law also sets forth general environmental protection measures for cannabis cultivation in Title 3, Division 8, Chapter 1 Article 4 of the California Code of Regulations. All projects are required to comply with the waste management provisions set forth in Section 8308.

The project would result in a potentially significant energy demand and inefficient energy use during long-term operations which will also increase greenhouse gas emissions. Inefficient energy use would potentially conflict with state or local renewable energy or energy efficiency plans. In addition, State law also sets forth general environmental protection measures for cannabis cultivation in Title 3, Division 8, Chapter 1 Article 4 of the California Code of Regulations. Section 8305 relating to Renewable Energy **Requirements:** 

Beginning January 1, 2023, all indoor, tier 2 mixed-light license types of all sizes, and nurseries using



indoor or tier 2 mixed-light techniques, shall ensure that electrical power used for commercial cannabis activity meets the average electricity greenhouse gas emissions intensity required by their local utility provider pursuant to the California Renewables Portfolio Standard Program, division 1, part 1, chapter 2.3, article 16 (commencing with section 399.11) of the Public Utilities Code.

Compliance with the provisions of Code of Regulations together with recommended mitigation measures ENG-1, ENG-2, and ENG-3 will reduce potential impacts to less than significant.

No significant public service impacts are anticipated, and no mitigation measures are necessary.

11.	RECREATION	Potentially Significant	Impact can & will be	Insignificant Impact	Not Applicable
	Will the project:	U	mitigated	•	
a)	Increase the use or demand for parks or other recreation opportunities?			$\square$	
b)	Affect the access to trails, parks or other recreation opportunities?			$\square$	
c)	Other				$\boxtimes$

#### Recreation

**Setting.** The County's Parks and Recreation Element does not show a potential trail on or near the proposed project site. The project is not proposed in a location that will affect any trail, park, recreational resource, coastal access, and/or Natural Area.

**Impact**. The proposed project is not a residential project or large-scale employer and would not result in a significant population increase. Construction and operation of the proposed project would not have any adverse effects on existing or planned recreational opportunities in the County. The proposed project would not create a significant need for additional park, Natural Area, and/or recreational resources.

**Mitigation/Conclusion**. No significant recreation impacts are anticipated, and no mitigation measures are necessary.

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12 TF	ANSPORTATION/CIRCULATION	Potentially Significant	Impact can & will be	Insignificant Impact	Not Applicable
	Will the project:		mitigated		
a)	Increase vehicle trips to local or areawide circulation system?			$\boxtimes$	
b)	Reduce existing "Level of Service" on public roadway(s)?			$\square$	
c)	Create unsafe conditions on public roadways (e.g., limited access, design features, sight distance, slow vehicles)?			$\square$	
d)	Provide for adequate emergency access?			$\square$	
e)	Conflict with an established measure of effectiveness for the performance of the circulation system considering all modes of transportation (e.g. LOS, mass transit, etc.)?				
f)	Conflict with an applicable congestion management program?				$\square$
g)	Conflict with adopted policies, plans, or programs regarding public transit, bicycle, or pedestrian facilities, or otherwise decrease the performance or safety of such facilities?			$\square$	
h)	Result in a change in air traffic patterns that may result in substantial safety risks?				
i)	Other:				$\square$

## Transportation

Setting. The project is located along Penman Springs Road. The County has established the acceptable Level of Service (LOS) on roads for rural areas as "C" or better. Penman Springs Road is a County maintained road. The project site is not located within the County's road improvement fee area.

#### Impact.

## Trip Generation, Levels of Service, Congestion

Per the memo from Glenn Marshall dated July 10, 2018, the Department of Public Works has reviewed the project for expected trip generation, as noted below:

The proposed project is expected to generate 35 average daily trips with four afternoon peak • hour trips.



As such, the small amount of additional traffic will not result in a significant change to the existing road <u>level of</u> service or traffic safety levels. The project does not conflict with adopted policies, plans and programs on transportation.

#### Access and Hazards

As discussed in the Project Description, a fire equipment turnaround would be constructed adhering to County of San Luis Obispo/Cal Fire design specifications, which would ensure that access to the greenhouses is maintained for emergency response vehicles. The project does not propose any features that would delay, disrupt, or result in unsafe conditions.

#### Airport Traffic

The nearest airport to the project site is the Paso Robles Municipal Airport, located approximately four miles to the north. The project site is not located in any runway protection/safety or object free zones. There would be no impact regarding aviation related hazards/patterns.

**Mitigation/Conclusion**. The project would not reduce the level of service of public roadways or significantly increase vehicle trips to the circulation system. The project would also be required to maintain adequate sight distance and emergency access. Therefore, the project's transportation impacts would be less than significant with the applied project design features, and no mitigation measures are necessary.

13. WASTEWATER Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
a) Violate waste discharge requirements or Central Coast Basin Plan criteria for wastewater systems?			$\boxtimes$	
<ul> <li>b) Change the quality of surface or ground water (e.g., nitrogen-loading, day- lighting)?</li> </ul>	1		$\square$	
c) Adversely affect community wastewate service provider?	r 🗌			$\square$
d) Other:				$\square$

#### Wastewater

**Setting/Impact.** Construction and operation-related wastewater would be accommodated by licensed (National Event Services) on-site portable restroom and hand-washing facilities and disposed of in accordance with existing regulations. Since the project would not require subsurface disposal systems, and would not connect to existing sewer lines, the project would not adversely affect wastewater systems, change the quality of surface or groundwater, or violate waste discharge requirements.

Mitigation. No significant impacts to wastewater would occur, and no mitigation measures are required.

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14	•. WATER & HYDROLOGY Will the project:	Potentially Significant	Impact can & will be mitigated	Insignificant Impact	Not Applicable
QL	JALITY			$\square$	
a)	Violate any water quality standards?				
b)	Discharge into surface waters or otherwise alter surface water quality (e.g., turbidity, sediment, temperature, dissolved oxygen, etc.)?				
c)	Change the quality of groundwater (e.g., saltwater intrusion, nitrogen-loading, etc.)?			$\square$	
d)	Create or contribute runoff water which would exceed the capacity of existing or planned stormwater drainage systems or provide additional sources of polluted runoff?				
e)	Change rates of soil absorption, or amount or direction of surface runoff?			$\square$	
f)	Change the drainage patterns where substantial on- or offsite sedimentation/ erosion or flooding may occur?			$\square$	
g)	Involve activities within the 100-year flood zone?			$\square$	
QL	JANTITY			_	
h)	Change the quantity or movement of available surface or ground water?			$\bowtie$	
i)	Adversely affect community water service provider?			$\square$	
j)	Expose people to a risk of loss, injury or death involving flooding (e.g., dam failure,etc.), or inundation by seiche, tsunami or mudflow?				
k)	Other:				$\boxtimes$

## Water

#### Setting.

The Central Coast Regional Water Quality Control Board (RWQCB) has established Total Maximum Daily Load (TMDL) thresholds for waterbodies within the County. A TMDL establishes the allowable amount of a particular pollutant a waterbody can receive on a regular basis and still remain at levels that protect beneficial uses designated for that waterbody. A TMDL also establishes proportional

responsibility for controlling the pollutant, numeric indicators of water quality, and measures to achieve the allowable amount of pollutant loading. Section 303(d) of the Clean Water Act (CWA) requires states to maintain a list of bodies of water that are designated as "impaired". A body of water is considered impaired when a particular water quality objective or standard is not being met.

The RWQCB's Water Quality Control Plan for the Central Coast Basin (Basin Plan; 2017) describes how the quality of surface water and groundwater in the Central Coast Region should be managed to provide the highest water quality reasonably possible. The Basin Plan outlines the beneficial uses of streams, lakes, and other water bodies for humans and other life. There are 24 categories of beneficial uses, including, but not limited to, municipal water supply, water contact recreation, non-water contact recreation, and cold freshwater habitat. Water quality objectives are then established to protect the beneficial uses of those water resources. The Regional Board implements the Basin Plan by issuing and enforcing waste discharge requirements to individuals, communities, or businesses whose discharges can affect water quality.

The U.S. Army Corps of Engineers (USACE), through Section 404 of the CWA, regulates the discharge of dredged or fill material into waters of the U.S., including wetlands. Waters of the U.S. are typically identified by the presence of an ordinary high-water mark (OHWM) and connectivity to traditional navigable waters or other jurisdictional features. The State Water Resources Control Board (SWRCB) and nine RWQCBs regulate discharges of fill and dredged material in California, under Section 401 of the CWA and the State Porter-Cologne Water Quality Control Act, through the State Water Quality Certification Program. State Water Quality Certification is necessary for all projects that require a USACE permit, or fall under other federal jurisdiction, or have the potential to impact waters of the State. Waters of the State are defined by the Porter-Cologne Act as any surface water or groundwater, including saline waters, within the boundaries of the state.

The project site is in the Paso Robles Groundwater Basin, which has been assigned a Level of Severity III by the 2014-2016 Resource Management System Summary Report. The Board of Supervisors adopted Resolution 2015-288 in 2015 to establish the Countywide Water Conservation Program (CWWCP) in response to the declining water levels in the Nipomo Mesa Water Conservation Area (NMWCA) part of Santa Maria Groundwater Basin), Los Osos Groundwater Basin (LOGWB), and the Paso Robles Groundwater Basin (PRGWB). A key strategy of the CWWCP is to ensure all new construction and new or expanded agriculture will offset its predicted water use by reducing existing water use on other properties within the same water basin. In addition, LUO Section 22.040.050 5. requires all cannabis cultivation sites located within a groundwater basin with a Level of Severity III to provide an estimate of water use associated with cultivation activities, and a description of how the new water use will be offset. All water demand within a groundwater basin with LOS III is required to offset at a minimum 1:1 ratio unless a greater offset is required through the land use permit approval process. In addition, all water demand within an identified Area of Severe Decline shall offset at a ratio of 2:1.

Offset clearance is obtained by the purchase of water use offset credits through a County-approved conservation program for the particular groundwater basin implementing a Water Conservation Plan with a package of measures that, when implemented, will achieve the water demand offset required by LUO Sections 22.40.050.D.5, 22.40.060 D.5, and 22.94.025.F. and Building Ordinance Section 19.07.042 (4). If the average water use reported in the previous four quarterly water use reports is greater than the water use offset credits associated with the permitted use(s), the permittee will be required to either: 1) identify specific measures (and a timeframe for implementation) to reduce the metered water demand to be equal to, or less than, the water use offset credits associated with the project; or 2) purchase additional water use offset credits from the approved water conservation program for the particular groundwater basin to offset the increased use documented by the water use reports. The project is located within an Area of Severe Decline. Therefore, a water use offset at a ratio of 2:1 will be required for the project.

The topography of the project is nearly level. There is a drainage that crosses the southeast corner of



the site.

Projects involving more than one acre of disturbance are subject to preparing a Storm Water Pollution Prevention Plan (SWPPP) to minimize on-site sedimentation and erosion. When work is done in the rainy season, the County's Land Use Ordinance requires that temporary erosion and sedimentation measures to be installed.

The following relates to the project's drainage aspects:

Within the 100-year Flood Hazard designation? No Closest creek? Unnamed Distance? 50 feet Soil drainage characteristics: Well drained

For areas where drainage is identified as a potential issue, the Land Use Ordinance (LUO Sec. 22.52.110) includes a provision to prepare a drainage plan to minimize potential drainage impacts. When required, this plan would need to address measures such as: constructing on-site retention or detention basins, or installing surface water flow dissipaters. This plan would also need to show that the increased surface runoff would have no more impacts than that caused by historic flows.

Soil type, area of disturbance, and slopes are key aspects to analyzing potential sedimentation and erosion issues. The project's soil types and descriptions are listed in the previous Agriculture section under "Setting". As described in the NRCS Soil Survey, the project's soil erodibility is as follows:

#### Soil erodibility: Low

A sedimentation and erosion control plan is required for all construction and grading projects (LUO Sec. 22.52.120, CZLUO Sec. 23.05.036) to minimize these impacts. When required, the plan is prepared by a civil engineer to address both temporary and long-term sedimentation and erosion impacts. Projects involving more than one acre of disturbance are subject to the preparation of a Storm Water Pollution Prevention Plan (SWPPP), which focuses on controlling storm water runoff. The Regional Water Quality Control Board is the local extension who monitors this program.

#### Impact – Water Quality/Hydrology

With regards to project impacts on water quality the following conditions apply:

- ✓ Approximately 2.7 acres of site disturbance is proposed;
- ✓ The project will be subject to standard County requirements for drainage, sedimentation and erosion control for construction and permanent use;
- ✓ The project will be disturbing over one acre and will be required to prepare a SWPPP, which will be implemented during construction;
- $\checkmark$  The project is not on highly erodible soils, nor on moderate to steep slopes:
- ✓ The project is not within a 100-year Flood Hazard designation;
- ✓ All disturbed areas will be permanently stabilized with impermeable surfaces and landscaping;
- ✓ Stockpiles will be properly managed during construction to avoid material loss due to erosion;
- ✓ The project is subject to the County's Plumbing Code (Chapter 7 of the Building and Construction Ordinance [Title 19]), and the "Water Quality Control Plan, Central Coast Basin" for its wastewater requirements, where wastewater impacts to the groundwater basin will be less than significant;
- ✓ All hazardous materials and/or wastes will be properly stored on-site, which include secondary containment should spills or leaks occur.



✓ In addition, State law also sets forth general environmental protection measures for cannabis cultivation in Title 3, Division 8, Chapter 1 Article 4 of the California Code of Regulations. Section 8304 (a) and (b) require compliance with section 13149 of the Water Code as implemented by the State Water Resources Control Board, Regional Water Quality Control Boards, or California Department of Fish and Wildlife, and compliance with any conditions requested by the California Department of Fish and Wildlife or the State Water Resources Control Board under section 26060.1(b)(1) of the Business and Professions Code.

#### Impact - Water Quantity

Full buildout of the proposed project would use approximately 2.49 acre feet per year.

On the project site, an existing well has served the property and has been used for past agricultural uses. The well produces 25 gallons per minute (GPM), with a recovery time of four hours (Aqua Engineering 2016). The well pump test and water quality analysis from 2016 conclude that the well produces sufficient water to meet the project's water demand.

County Land Use Ordinance (LUO) Section 22.40.050 C.1. requires all applications for cannabis cultivation to include a detailed water management plan that discusses the proposed water supply, conservation measures and any water offset requirements. In addition, Section 22.40.050 D. 5. requires that a cultivation project located within a groundwater basin with a Level of Severity III (LOS III) provide an estimate of water demand prepared by a licensed professional or other expert, and a description of how the new water demand will be offset. For such projects, the water use offset ratio is 1:1. If the project is within an Area of Severe Decline the offset requirement is 2:1, unless a greater offset is required by the review authority through the permit review process.

The project is within the Paso Robles Groundwater Basin which has been assigned a Level of Severity III and is within the Area of Severe Decline.

To satisfy LUO requirements, the project description includes a water offset study prepared by Civil Design Solutions. Baseline and future water demand is summarized in Table 7.

<u>Use</u>	Water Demand Factor	<u>Quantity/</u> <u>Area</u>	<u>Days/Year</u>	<u>Gallons Per</u> <u>Year</u>	Acre-Feet per Year
Residential Units	85 gallons per day	<u>5 units</u>	<u>365</u>	<u>155,125</u>	<u>0.47</u>
Tree Irrigation	<u>11.4 gallons per</u> <u>day</u>	20 trees		<u>83,429</u>	<u>0.25</u>
Total Existing Dem	Total Existing Demand <sup>1</sup>				
Outdoor Cultivation	8,82 gallons per square foot of canopy per month <sup>1</sup>	<u>82,748 sq.ft.</u>		<u>729,846</u>	<u>2.23</u>
Indoor Cultivation	3.97 gallons per square foot of canopy per month <sup>1</sup>	<u>21,681 sq.ft.</u>		<u>82,106</u>	<u>0.25</u>
Total Future Demand:     811,952					
Net Change In Water Demand:					
Notes:					

# Table 7 – Projected Water Demand<sup>1</sup>

Notes:

1. Source: Paul Henderson, CPEng

The study provides an estimate of existing and projected water demand. The project proposes to achieve the water offset by implementing a Water Management Plan. Therefore, the water demand offset requirement is 4.98 AFY and the project will be conditioned to provide the offset prior to building permit issuance.

Water use is required to be metered and this data will be provided to the County every three months (quarterly). Should the metered water demand exceed the permitted quantity (4.98 AFY), the permittee will be required to undertake corrective measures to bring water demand back to within the permitted amount. In addition, the project will be conditioned to apply Best Management Practices for water conservation to maintain water use at or below the water analysis projections as described in the applicant's Water Management Plan. Such BMPs include, but are not limited to, the following:

- The use of drip irrigation systems and mulch to conserve water and soil moisture. Watering to occur when evaporation losses are lowest;
- Ongoing monitoring and maintenance of the water supply system;
- Installation of float valves on tanks to prevent tanks from overflowing;

Lastly, the conditions of approval will require the project to participate in the County's ongoing cannabis monitoring program to ensure compliance with all conditions of approval and other relevant regulations. With the implementation of mitigation measures W-1 and W-2, operational impacts to water quantity will be less than significant.

## Seiche/Tsunami/Mudflow

The project site is located approximately 44 miles inland from the Pacific Ocean and is not located in the Coastal Zone. Therefore, there is no risk from tsunami or seiche. Since the project site is relatively flat, and is not located adjacent to hillsides, mudflow risks are insignificant.

**Mitigation/Conclusion.** Adherence to existing regulations and compliance with the SWPPP would adequately address surface water quality impacts during construction and operation of the project. Implementation of mitigation measures W-1 and W-2 will reduce potential water quantity impacts to less than significant levels. Based on compliance with existing regulations and requirements, potential water and hydrology impacts would be less than significant, and no mitigation measures are necessary.

15. LAND USE Will the project:	Inconsistent	Potentially Inconsistent	Consistent	Not Applicable
a) Be potentially inconsistent wit policy/regulation (e.g., general [County Land Use Element and Ordinance], local coastal plan, plan, Clean Air Plan, etc.) adop or mitigate for environmental e	l plan d , specific pted to avoid			
b) Be potentially inconsistent wit habitat or community conserve	•		$\square$	
c) Be potentially inconsistent wit agency environmental plans o with jurisdiction over the proje	r policies		$\boxtimes$	
d) Be potentially incompatible wi surrounding land uses?	ith		$\boxtimes$	

15. LAND USE Will the project:	Inconsistent	Potentially Inconsistent	Consistent	Not Applicable
e) Other:				$\boxtimes$

## Land Use

**Setting.** The proposed project is subject to the following Planning Area Standard(s) as found in the County's LUO:

- 1. LUO Chapter 22.94 North County Planning Area
- 2. LUO Section 22.94.040 El Pomar-Estrella Sub-Area

Under the County's Cannabis Activities Ordinance (Ordinance 3358), Cannabis Cultivation is allowed within the Agricultural land use category. The purpose of the Agricultural land use category is to recognize and retain commercial agriculture as a desirable land use and as a major segment of the county's economic base. The Agriculture land use allows for the production of agricultural related crops, on parcel sizes ranging from 20 to 320 acres.

**Impact**. The project is surrounded by agricultural uses. The proposed project was reviewed for consistency with policy and/or regulatory documents relating to the environment and appropriate land use (e.g., County LUO, etc.). Referrals were sent to outside agencies to review for policy consistencies (e.g., Cal Fire for Fire Code, California Fish and Wildlife for the Fish and Game Code, etc.). The project was found to be consistent with these documents (refer also to Exhibit A on reference documents used).

The project would be required to adhere to all regulations and development standards as listed in the County LUO Chapter 22.40. This includes the receipt of all necessary permits, submittal of plans, adherence to application requirements, and limitations on use and cultivation.

The project is not within or adjacent to a Habitat Conservation Plan area. Since the project proposes cultivation and ancillary uses, it is consistent and compatible with the surrounding uses for agriculture and rural residential.

**Mitigation/Conclusion.** No inconsistencies were identified and therefore no additional measures above what will already be required were determined necessary.

# 16. MANDATORY FINDINGS OF SIGNIFICANCE Will the project:

a) Have the potential to degrade the quality of the environment, substantially reduce the habitat of a fish or wildlife species, cause a fish or wildlife population to drop below selfsustaining levels, threaten to eliminate a plant or animal community, reduce the number or restrict the range of a rare or endangered plant or animal or eliminate important examples of the major periods of California history or pre-history? 

 Potentially<br/>Significant
 Impact can<br/>& will be<br/>mitigated
 Insignificant<br/>Impact
 Not<br/>Applicable

 Impact
 Impact
 Impact
 Impact

b) Have impacts that are individually limited, but cumulatively considerable? ("Cumulatively considerable" means that the incremental effects of a project are considerable when viewed in connection with the effects of past projects, the effects of other current projects, and the effects of probable future projects)
c) Have environmental effects which will cause substantial adverse effects on

#### Impact

indirectly?

human beings, either directly or

a) The proposed project does not have the potential to substantially degrade the quality of the environment. Compliance with all the mitigation measures identified in Exhibit B will ensure that project implementation will not substantially reduce the habitat of a fish or wildlife species, cause a fish or wildlife population to drop below self-sustaining levels, threaten to eliminate a plant or animal community, or reduce the number or restrict the range of a rare or endangered plant or animal. In addition, the project would not contribute significantly to greenhouse gas emissions or increase energy consumption. Implementation of the project would not eliminate important examples of the major periods of California history or pre-history. Therefore, the anticipated project-related impacts are less than significant with incorporation of the mitigation measures included in Exhibit B.

b) The potential for adverse cumulative effects were considered in the response to each question in Sections 1 through 15 of this document. In addition to project specific impacts, this evaluation considered the project's potential for incremental effects that are cumulatively considerable. As described in <u>Section 4 above the preceding topical sections</u>, there were determined to be potentially significant effects related to air quality, <u>energy demand</u>, <u>greenhouse gas emissions</u> and biological resources.

The State CEQA Guidelines define cumulative impacts as "two or more individual effects that, when considered together, are considerable or which compound or increase other environmental impacts." Section 15355 of the CEQA Guidelines further states that individual effects can be various changes related to a single project or the change involved in a number of other closely related past, present, and reasonably foreseeable future projects. The discussion of cumulative impacts must reflect the severity of the impacts as well as the likelihood of their occurrence. However, the discussion need not be as detailed as the discussion of environmental impacts attributable to the project alone. Furthermore, the discussion should remain practical and reasonable in considering other projects and related cumulatively considerable impacts. Furthermore, per State CEQA Guidelines, Section 15130 (a) (1), an EIR should not discuss impacts which do not result in part from the project evaluated in the EIR.

The State CEQA Guidelines allow for the use of two different methods to determine the scope of projects for the cumulative impact analysis:

- List Method A list of past, present, and probable future projects producing related or cumulative impacts, including, if necessary, those projects outside the control of the agency (Section 15130).
- General Plan Projection Method A summary of projections contained in an adopted General Plan or related planning document, or in a prior environmental document which has been adopted or certified, which described or evaluated regional or area-wide conditions contributing to the cumulative impact (CEQA Guidelines §15130).

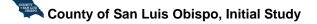
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This MND examines cumulative effects using both the List Method and the General Plan Projection method to evaluate the cumulative environmental effects of the project within the context of other reasonably foreseeable cannabis projects and regional growth projections.

## **Existing and Reasonably Foreseeable Cannabis Activities**

In 2016, the County estimated that were as many as 500 unpermitted (illegal) cannabis cultivation sites within the unincorporated county. Assuming one-half acre per site, the canopy associated these activities could be as high as 250 acres.

Table 8 provides a summary of the total number of cannabis activities that the County has either approved or has received an application as of the date of this initial study. As shown on Table 12, the County has received applications for a total of 115 cultivation sites (including indoor and outdoor) with a total canopy of 330 acres. Under the County's cannabis regulations (LUO Sections 22.40. et seq. and CZLUO Section 22.80 et seq.), the number of cultivation sites allowed within the unincorporated county is limited to 141, and each site may have a maximum of 3 acres of outdoor canopy and 22,000 sq.ft. (0.5 acres) of indoor canopy. Therefore, if 141 cultivation sites are ultimately approved, the maximum total cannabis canopy allowable in the unincorporated county will be 493 acres (141 sites x 3.5 acres of canopy per site = 493 acres).



## Table 8 -- Summary of Cannabis Activities for Unincorporated San Luis Obispo County<sup>1</sup>

Project Type	Total Number of Cannabis Activities <sup>2</sup>	<u>Canopy</u> (acres)	<u>Approved</u>
Indoor Cultivation	115	<u>89</u>	<u>10</u>
Outdoor Cultivation	<u></u>	<u>241</u>	<u>10</u>
Total Cultivation:	<u>115</u>	<u>330</u>	<u>20</u>
	I		I
Nursery	<u>43</u>	=	<u>3</u>
Processing	<u>9</u>	=	<u>0</u>
Manufacturing	<u>25</u>		<u>6</u>
Non-Storefront Dispensary	<u>30</u>	=	<u>6</u>
<u>Distribution</u>	<u>7</u>	=	<u>0</u>
Transport Only	<u>4</u>	=	<u>0</u>
Laboratory	<u>1</u>	11	1
Total:	<u>234</u>	<u>330</u>	<u>36</u>

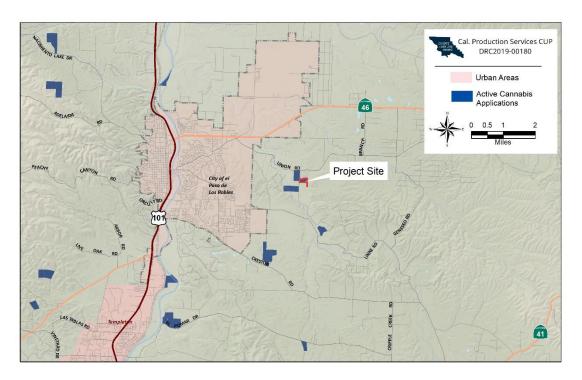
Notes:

1. As of the date of this initial study.

Total number of all cannabis activities for which an application has been submitted to the County 2. to date. A project site may include multiple cannabis activities.

Figure 7 shows the project site along with other approved and proposed cannabis activities in the region.

## Figure 7 – Cannabis Projects In the Vicinity of the project Site



For purposes of assessing the cumulative impacts of cannabis cultivation activities, the following assumptions are made:

- All 115 cultivation sites will be approved and developed;
- Each cultivation site will be developed as follows:
- o 3 acres of outdoor cultivation;
- o 0.5 acres of indoor cultivation;
- o 19,000 sq.ft. of ancillary nursery;
- A total area of disturbance of 6.0 acres to include the construction of one or more buildings to house the indoor cultivation, ancillary nursery and processing;
- A total of six full-time employees;
- o A total of six average daily motor vehicle trips;
- o All sites will be served by a well and septic leach field;

#### Aesthetic and Visual Resources

The analysis provided in Section I. Aesthetic and Visual Resources provides an overview of the visual setting and concludes that the potential project-specific impacts will be less than significant. Since project-specific impacts to visual and aesthetic resources is less than significant, the impacts to aesthetic and visual resources of this project, when considered with the potential impacts of other reasonably foreseeable development in the area, is less than cumulatively considerable.

#### Agricultural Resources

Table 9 provides a summary of the potential impacts to important farmland from cannabis cultivation applications as of the date of this MND based on the following assumptions:

- All of the applications are approved;
- Each site is developed with 3 acres of outdoor cultivation, 0.5 acres of indoor cultivation, plus another one acre of disturbance associated with additional buildings for processing, areas devoted to access roads, water storage, and other miscellaneous support facilities;
- Cultivation sites often have multiple soil types with different qualities of farmland. For this
  analysis, the number of cultivation sites impacting a particular important farmland classification
  is assumed to be directly proportional to the total acreage for the classification. For example, *Prime Farmland* is about 16% of the total acreage potentially impacted by the approved and
  currently active cultivation applications. Therefore, the number of cultivation sites assumed to
  impact Prime Farmland is: 115 x .16 = 19 sites.

🐃 County of San Luis Obispo, Initial Study

<u>Table 9 – Cumulative Impacts to Important Farmland Associated With Approved and Reasonably</u> Foreseeable Cannabis Cultivation Projects

Farmland Classification	Total Acres for All Cultivation Projects By Farmland Classification	Percent of Total Acres	Number of Applications for Cultivation	Number of Cultivation Sites By Farmland Classification	Potential Area of Disturbance (Acres)
Prime Farmland if Irrigated	<u>1,365.50</u>	<u>16%</u>	<u>115</u>	<u>19</u>	<u>85.0</u>
Farmland of Statewide Importance	<u>1,142.69</u>	<u>14%</u>	<u>115</u>	<u>16</u>	<u>71.10</u>
Not Prime Farmland/ Not Mapped	<u>5,803.60</u>	<u>70%</u>	<u>115</u>	<u>80</u>	<u>361.32</u>
Total:	<u>8,312.00</u>	11	=	<u>115</u>	<u>517.50</u>

Source: NRCS Soil Survey, 2019

The analysis provided in Section II. Agricultural Resources, indicates that the project will not result in the permanent conversion of important farmland. Therefore, when considered with the potential impacts of other reasonably foreseeable cannabis cultivation projects in the unincorporated county, the contribution of the subject project to potential impacts to important farmland is considered less than cumulatively considerable because:

- As shown in Table 5 of Section II, Agricultural Resources the total acreage of prime farmland impacted by the project (about 0.37 acres) is less than 0.002 percent of the prime farmland in the county.
- As shown in Table 9, the total acreage potentially of prime farmland impacted by approved and reasonably foreseeable cannabis cultivation projects in the unincorporated county (about 98 acres) is less than the average annual increase in the total amount of prime farmland experienced each year in the County since 2006.
- Agricultural activities on the remainder of the project site would be unaffected by the proposed cannabis activities.

## <u>Air Quality</u>

The analysis provided in Section III, Air Quality, concludes that the project's potential operational emissions will fall below APCD thresholds of significance for both project-related and cumulative impacts. However, construction activities could adversely impact sensitive receptors. Mitigation measure AQ-1 will reduce these potential impacts to a less than significant level. Therefore, when considered with the potential impacts of other reasonably foreseeable cannabis cultivation projects in the unincorporated county, the contribution of the subject project to potential impacts to air quality are considered less than cumulatively considerable.

## **Biological Resources**

The analysis provided in Section IV., Biological Resources, concludes that the project will have a less than significant impact so long as the recommended avoidance and mitigation measures for preconstruction surveys to avoid listed plant and animal species are incorporated into the project description. Because project impacts will have a less than significant impact with mitigation, when considered with the potential impacts of other reasonably foreseeable development in the area, project impacts are considered less than cumulatively considerable.

County of San Luis Obispo, Initial Study

# Energy Use

Cannabis cultivation typically uses an insignificant amount of natural gas. Accordingly, this assessment of cumulative impacts is based on the demand for electricity. The analysis provided in Section 10 concludes that the project will increase the demand for electricity by as much as 4,400,000 kWh per year.

## **Electricity**

-Table 10 provides a summary of total electricity demand associated with development of all 115 previously approved and currently-active cannabis cultivation projects. The summary was derived using the CalEEMOD computer model used by the California Air Resources Board and assumes all 115 sites are developed with the maximum allowable canopies: 3 acres for outdoor cultivation and 22,000 sq. ft. for indoor cultivation.

# <u>Table 10 – Projected Demand for Electricity From Approved and Reasonably Foreseeable</u> <u>Cannabis Cultivation Projects</u>

Land Use	Total Electricity Demand From Current Cannabis Cultivation Projects <sup>1</sup> (Kilowatt Hours/Year)	<u>Total</u> <u>Electricity</u> <u>Demand</u> ( <u>Gigawatt</u> <u>Hours/Year)</u>	Electricity Consumption In San Luis Obispo County in 2018 <sup>2</sup> (Gigawatt Hours)	Total Demand In San Luis Obispo County With Cannabis Cultivation (Gigawatt Hours/Year)	<u>Percent</u> Increase Over 2018 Demand
Outdoor Cultivation	<u>184,259,000</u>	<u>184</u>			
Indoor Cultivation	<u>620,400,000</u>	<u>620</u>			
Total:	804,659,000	<u>804</u>	<u>1,765.9</u>	<u>2,569</u>	<u>45%</u>

Notes:

1. Source: CalEEMOD 2016 v.3.2. Assumes 115 cultivation projects with 3.5 acres of cannabis canopy.

2. Source: California Energy Commission, 2019.

Table 10 indicates that electricity demand in San Luis Obispo County could increase by as much 45% if all 115 cultivation projects are approved and constructed. Table 11 shows the percent increase in the projected 2030 demand throughout PG&E's service area for electricity, assuming all 115 cultivation projects are approved and implemented.

#### <u>Table 11 – Projected Demand for Electricity From Approved and Reasonably Foreseeable</u> Cannabis Cultivation Projects Compared With Projected 2030 Demand

Increased Electricity Consumption In San Luis Obispo County With 115 Cannabis Cultivation Projects <sup>1</sup> (Gigawatt Hours)	<u>804</u>
Projected 2030 Demand <sup>2</sup>	<u>33,784</u>
Percent Increase in 2030 Demand With Cannabis Cultivation	<u>2.4%</u>

Notes:

- 1. Source: CalEEMOD 2016 v.3.2. Assumes 115 cultivation projects with 3.5 acres of cannabis canopy.
- 2. Source: Pacific Gas and Electric, 2018, Integrated Resource Plan. PG&E is required by State law (the Renewable Portfolio Standard) to derive at least 60% percent of their electricity from renewable sources by 2030. These sources are "bundled" and offered for sale to other Load Serving Entities (utility providers).

Without mitigation, the project's contribution to the increased demand for electricity, when considered with the growth of demand in other parts of the PG&E service area for electricity, would be considered wasteful and inefficient and cumulatively considerable. However, Mitigation ENG-1 requires the applicant to provide an Energy Conservation Plan demonstrating a reduction in overall energy use from the project and/or the offset of project-related energy use to achieve a resulting energy demand that is within 20% of a typical commercial building of comparable size that employs Title 24 energy efficiencies. With implementation of mitigation ENG-1 cumulatively considerable.

## Fuel Use

Assumptions:

- The most recent estimate of total vehicle miles travelled (VMT) for the County is from 2013 at which time total VMT per day was estimated to be 7,862,000. Assuming a 1% annual growth in VMT during the intervening six years, the current (2019) VMT is estimated to be about 8,333,720.
- 172 million gallons of fuel consumed per year / 365 days = 471,232 gallons of fuel use per day
- 471,232 gallons of gasoline and diesel fuel consumed per day / 8,333,720 miles travelled per day = 0.056 gallons of fuel consumed per day per mile travelled
- Average Daily Trips (ADT) for Project x 14.7 miles = Daily Vehicle Miles Travelled (VMT)
- Daily VMT x gallons per mile travelled = Daily gallons of fuel use
- Three worker trips and 1 delivery trip per day for construction activities for 10 working days
- 12 Average Daily Trips for operations for 365 days

**Construction Fuel Use** 

4 ADT x 14.7 miles x 115 projects = 6,762 VMT per day

6,762 VMT x 10 days = 67,620 total VMT

67,630 x 0.056 gallons consumed per mile travelled = 3,787 gallons

**Operational Fuel Use** 

51,326 VMT per day for all 115 projects combined (see Table 18)

18,733,260 total VMT per year

18,733,260 VMT x 0.056 gallons consumed per mile travelled = 10,490,525 gallons per year



Total fuel use associated with construction and operation of all 115 projects would be about 6% of the total daily fuel consumed in the County in 2018. Accordingly, fuel consumption associated with the project (about 10,891 gallons per year) would be a small fraction of total fuel use in the County which would not be considered wasteful, inefficient or unnecessary and would not be cumulatively considerable.

## Greenhouse Gas (GHG) Emissions

As discussed in Section 3. the project is expected to generate 1,276 metric tons of GHG emissions per year. Using the GHG threshold information described in the Setting section, the project is expected to exceed the Bright-Line Threshold of 1,150 metric tons of GHG emissions. Therefore, the project's potential direct and cumulative GHG emissions are considered cumulatively considerable unless mitigated. Implementation of recommended mitigation measures ENG-1, ENG-2, and ENG-3 that require completion of an Energy Conservation Plan prepared by a Certified Energy Analyst that identifies strategies to reduce wasteful and inefficient energy use and for reducing or offsetting GHG emissions to reduce project-related GHG emissions to below the 1,150 MTCO2 per year Bright Line Threshold, will reduce project impacts to less than cumulatively considerable.

## Hydrology/Water Demand

For purposes of assessing the cumulative impact to water supplies, the following assumptions are made:

- All 115 cannabis cultivation projects are approved and implemented;
- All 115 projects derive their water demand from groundwater resources;
- Water demand associated with outdoor cannabis cultivation is assumed to be 0.03 gallons per day per square foot of canopy, and 0.1 gallons per day per square foot of canopy for indoor cultivation and ancillary nursery;
- The growing period for outdoor cultivation and ancillary nursery is assumed to be 270 days; the growing season for indoor cultivation is assumed to be 365 days;
- This analysis assumes no recycling of water;

Bulletin 118 Groundwater Basin <sup>1</sup>	Number of Cultivation Projects	<u>Acres</u>	<u>Total Estimated Water</u> <u>Demand From Cannabis</u> <u>Cultivation</u> <u>AF/Year<sup>3</sup></u>
Paso Robles Groundwater Basin <sup>4,5</sup>	<u>34<sup>2</sup></u>	<u>2,525.59</u>	<u>326.11</u>
Carrizo Plain Groundwater Basin	<u>11</u>	<u>469.9</u>	<u>105.51</u>
Pozo Valley Groundwater Basin	<u>2</u>	<u>79.97</u>	<u>19.18</u>
Atascadero Basin	<u>3</u>	<u>185.05</u>	<u>28.77</u>
Los Osos Groundwater Basin <sup>4,5</sup>	<u>2</u>	<u>49.29</u>	<u>19.18</u>
San Luis Obispo Valley	<u>3</u>	<u>56.68</u>	<u>28.77</u>
Santa Maria Valley Groundwater Basin <sup>4, 5</sup>	<u>8</u>	<u>273.41</u>	<u>76.73</u>
Huasna Valley	<u>1</u>	<u>18.06</u>	<u>10.13</u>
Santa Rosa Valley <sup>5</sup>	<u>1</u>	<u>8.38</u>	<u>10.13</u>
Sub-Total:	<u>65</u>	<u>3,667.34</u>	<u>624.13</u>
		1	
Not Within A Bulletin 118 Groundwater Basin	<u>50</u>	4,654.05	<u>479.57</u>
Total for All Cultivation Sites	<u>115</u>	<u>8,312.00</u>	<u>1,104.08</u>

## Table 12 – Total Estimated Water Demand from Cannabis Cultivation

Notes:

1. Source: California Department of Water Resources Bulletin 118.

2. Includes 661.21 acres (12 projects) in the Area of Severe Decline.

3. Based on the assumptions for development and water demand outlined above.

4. Designated "Critically Overdrafted" groundwater basins by the California department of Water Resources.

5. Designated Level of Severity III by the most recent Resource Management Report.

As shown in Table 12, 50 cultivation projects are served by groundwater basins designated by the Department of Water Resources Bulletin 118. Two of the nine basins where cultivation is proposed, Los Osos Valley and the Paso Robles Groundwater Basin, are designated as "Critically Overdrafted" by the State. In addition, new development within the Paso Robles and the Santa Maria Valley groundwater basins is subject to the water conservation provisions of Chapter 19.07.042 of the County Code. Prior to issuance of a construction permit for a new structure with plumbing fixtures, the developer of such new structure must obtain an offset clearance from the department of planning and building verifying that new water use has been offset at a 1:1 ratio. Water savings must come from the same groundwater basin as the proposed new development.

Lastly, section 22.40.050 D. 5. requires that a cultivation project located within a groundwater basin with a Level of Severity III (LOS III) as determined by the most recent Resource Management Report must provide an estimate of water demand prepared by a licensed professional or other expert, and a description of how the new water demand will be offset. For such projects, the water use offset ratio is 1:1. If the project is within an Area of Severe Decline the offset requirement is 2:1, unless a greater offset is required by the review authority through the permit review process.

Groundwater basins serving cannabis cultivation that have been designated Level of Severity III include



the Paso Robles, Los Osos, Santa Rosa Valley and Santa Maria Valley groundwater basins. As shown in Table 12, there are 45 cultivation projects with a total estimated water demand of 432.15 AFY within groundwater basins that are subject to the 1:1 water use offset requirement. Therefore, the net increase in water demand from cannabis cultivation in these basins is assumed to be zero. There are 20 cultivation sites within groundwater basins that are not subject to the water use offset requirements of Title 19.04 and 50 sites that do not overlie a designated groundwater basin. Therefore, for purposes of assessing the impact of cannabis cultivation on groundwater, the net cumulative water demand on Bulletin 118 groundwater basins is assumed to be 624 AFY – 432.12 = 192.36 AFY.

## <u>Table13 – Total Estimated Water Demand from Cannabis Cultivation From Bulletin 118</u> <u>Groundwater Basins With No Level of Severity</u>

<u>Bulletin 118</u> <u>Groundwater Basin<sup>1</sup></u>	Number of Cultivation Projects	<u>Acres</u>	Total Estimated Water Demand From Cannabis Cultivation <u>AF/Year<sup>3</sup></u>	<u>Total Storage/</u> <u>Safe Yield</u>	<u>Status of</u> <u>Groundwater</u> <u>Basin</u>
<u>Carrizo Plain</u> Groundwater Basin	<u>11</u>	<u>469.90</u>	<u>105.51</u>	Total storage estimated to be 400,000 AF	<u>No Level of</u> <u>Severity</u>
Pozo Valley Groundwater Basin	2	<u>79.97</u>	<u>19.18</u>	The total storage capacity is estimated at 2,000 AF	<u>No Level of</u> <u>Severity</u>
Atascadero Basin	<u>3</u>	<u>185.05</u>	<u>28.77</u>	Safe Yield estimated to be 16,400 AFY	<u>No Level of</u> <u>Severity</u>
<u>San Luis Obispo</u> <u>Valley</u>	<u>3</u>	<u>56.68</u>	<u>28.77</u>	The total storage capacity is estimated at 10,000 – 22,000 AF	<u>No Level of</u> <u>Severity</u>
Huasna Valley	1	<u>18.06</u>	<u>10.13</u>	No estimate of storage of safe yield	<u>No Level of</u> <u>Severity</u>
Total:	<u>20</u>	809.66	<u>192.36</u>		<u> </u>

The cumulative impact of water demand associated with cannabis cultivation in Bulletin 118 groundwater basins is expected to be less than cumulatively considerable because:

- Water demand associated with the 45 cannabis cultivation projects within basins that have been assigned a Level of Severity III by the County's Resource Management System will be offset by a ratio of at least 1:1;
- Water demand associated with cannabis cultivation projects within groundwater basins without an assigned Level of Severity for water supply are not in a state of overdraft and are expected to meet the estimated demand from urban, rural and agricultural demand for at least 15 years. As shown in Table 13, the marginal demand associated with cannabis cultivation is insignificant in relation to the available storage capacities of these basins;
- Water demand for areas outside of designated groundwater basins will not (by definition) adversely impact groundwater basins.

#### <u>Noise</u>

Noise associated with HVAC and odor management systems are considered less than significant. Therefore, when considered with the potential impacts of other reasonably foreseeable cannabis cultivation projects in the unincorporated county, the contribution of the subject project to potential noise impacts is considered less than cumulatively considerable.



## Population and Housing

The most recent projection of regional growth for San Luis Obispo County is the 2050 Regional Growth Forecast (RGF) for San Luis Obispo County prepared and adopted by the San Luis Obispo Council of Governments (SLOCOG) in 2017. Using the Medium Scenario, the total County population, housing and employment for both incorporated and unincorporated areas is projected to increase at an average annual rate of 0.50 percent per year. Between 2015 and 2050 the County's population is projected to increase by 44,000, or about 1,260 residents per year. Within the unincorporated area, the population is expected to increase by about 19,500 residents, or about 557 per year. Employment is expected to increase by about 184 per year.

Cannabis cultivation activities typically employ 6 – 8 full-time workers and up to 12 workers during the harvest. The 2050 employment forecast does not account for employment in the cannabis industry, because of the formerly illegal status of the industry. However, assuming 115 cultivation projects, total employment associated with cannabis cultivation could result in as many as 920 workers. It is most likely that these workers will be sourced from the existing workforce in San Luis Obispo County. If all 920 workers are new residents to the County, it would represent a 2% increase in the projected growth in population between 2015 and 2050. The small increase in projected population is not expected to result in an increased demand for housing throughout the county. Therefore, when considered with the potential impacts of other reasonably foreseeable cannabis cultivation projects in the unincorporated county, the contribution of the subject project to impacts related to housing and population is considered less than cumulatively considerable.

## Public Services

Public facility (County) and school (State Government Code 65995 et seq.) fee programs have been adopted to address this impact, and will reduce the cumulative impacts to less-than-significant levels.

#### **Transportation**

The Department of Public Works has derived trip generation rates for cannabis cultivation from traffic reports and through the trip generation rates published by the Institute of Traffic Engineers. Table 14 provides an estimate of total ADT and vehicle miles traveled associated with buildout of the 115 approved and active cannabis cultivation projects.

<u>Use</u>	<u>Unit</u>	<u>ADT</u>	Cannabis Cultivation	Total ADT	<u>PM Peak</u> Hour Trips	<u>Vehicle</u> <u>Miles</u> <u>Travelled</u>
Cultivation, Indoor (includes greenhouses, plant processing, drying, curing, etc.)	<u>1,000SF*</u>	<u>0.27</u>	<u>2,530,000 sq.ft.</u>	<u>690</u>	<u>10.3</u>	<u>19,320</u>
Cultivation, Outdoor (includes hoop house)	Acres*	<u>2.00</u>	<u>345 acres</u>	<u>683</u>	<u>68.3</u>	<u>19,126</u>
Seasonal Employees**	Employee	2.00	460 employees	<u>460</u>	<u>460</u>	<u>12,880</u>
Total:				<u>1,833</u>	<u>538.6</u>	<u>51,326</u>

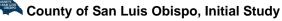
# Table 14 – Cumulative Average Daily Trips From Cannabis Cultivation

Notes:

\* Units based on gross square feet, acres, and employees.

\*\* Seasonal Trips are adjusted based on the annual frequency.

The most recent estimate of total vehicle miles travelled (VMT) for the County is from 2013 at which



time total VMT per day was estimated to be 7,862,000. Assuming a 1% annual growth in VMT during the intervening six years, the current VMT is estimated to be about 8,333,720. Accordingly, the 51,326 VMT associated with cannabis cultivation will result in an increase about 0.61 percent in the total county VMT. The small increase in VMT is not expected to result in a reduction of the level of service on county streets and intersections. Moreover, each project will be required to mitigate the project-specific impacts to the transportation network. Such mitigation may include, but is not limited to, the installation of roadway and intersection improvements necessary to serve the project and the payment of road improvement fees. Therefore, when considered with the potential impacts of other reasonably foreseeable cannabis cultivation projects in the unincorporated county, the contribution of the subject project to roadway impacts is considered less than cumulatively considerable.

However, tThe mitigation measures included in Exhibit B would reduce the effects to a level below significance. As a result of this evaluation, there is no substantial evidence that, after mitigation, there are cumulative effects associated with this project. Therefore, this project has been determined not to meet this Mandatory Finding of Significance.

c) In the evaluation of environmental impacts in this Initial Study, the potential for adverse direct or indirect impacts to human beings were considered in the response to certain questions in Sections 3. Air Quality, 6. Geology & Soils, 7. Hazards & Hazardous Materials, 8. Noise, 9. Population & Housing, 10. Public Services and Utilities, 12. Transportation & Circulation, 13. Wastewater, 14. Water & Hydrology, and 15. Land Use. Potential impacts related to air quality have been identified but would be mitigated to a level below significant. For the remaining issues, there is no substantial evidence that adverse effects to human beings are associated with this project. Therefore, the project has been determined not to meet this Mandatory Finding of Significance.

For further information on CEQA or the County's environmental review process, please visit the County's web site at "<u>www.sloplanning.org</u>" under "Environmental Information", or the California Environmental Resources Evaluation System at: <u>http://resources.ca.gov/ceqa/</u> for information about the California Environmental Quality Act.

🛸 County of San Luis Obispo, Initial Study

# Exhibit A - Initial Study References and Agency Contacts

The County Planning Department has contacted various agencies for their comments on the proposed project. With respect to the subject application, the following have been contacted (marked with an X ) and when a response was made, it is either attached or in the application file:

<b>Contacted</b>	Agency	<u>Response</u>
$\square$	County Public Works Department	Attached
	County Environmental Health Services	Not Applicable
$\square$	County Agricultural Commissioner's Office	Attached
	County Airport Manager	Not Applicable
	Airport Land Use Commission	Not Applicable
$\square$	Air Pollution Control District	None
$\square$	County Sheriff's Department	None
$\square$	Regional Water Quality Control Board	None
	CA Coastal Commission	Not Applicable
$\square$	CA Department of Fish and Wildlife	AttachedNone
$\square$	CA Department of Forestry (Cal Fire)	None
	CA Department of Transportation	Not Applicable
	Community Services District	Not Applicable
$\square$	Other Northern Chumash Tribal Council	Attached
$\square$	Other Building Division	Attached
$\square$	Other U.S. Fish and Wildlife	None
$\square$	Other City of Paso Robles	None
$\square$	Other California Department of Food and Agriculture	Attached

\*\* "No comment" or "No concerns"-type responses are usually not attached

The following checked (" $\boxtimes$ ") reference materials have been used in the environmental review for the proposed project and are hereby Project File for the Subject Application North County Planning Area  $\boxtimes$ County documents  $\square$ Coastal Plan Policies Framework for Planning (Coastal/Inland)  $\square$  $\boxtimes$  $\square$ General Plan (Inland/Coastal), includes all maps/elements; more pertinent elements: Agriculture Element  $\boxtimes$ Conservation & Open Space Element  $\boxtimes$ Economic Element  $\ge$  $\boxtimes$ Housing Element Noise Element  $\boxtimes$ Parks & Recreation Element/Project List Safety Element Land Use Ordinance (Inland/Coastal)  $\boxtimes$ **Building and Construction Ordinance**  $\square$ Public Facilities Fee Ordinance **Real Property Division Ordinance**  $\boxtimes$ Affordable Housing Fund Airport Land Use Plan  $\square$ Energy Wise Plan contours, etc.)

incorporated by reference into the Initial Study. The following information is available at the County Planning and Building Department.

**Design Plan** Specific Plan Annual Resource Summary Report **Circulation Study** Other documents Clean Air Plan/APCD Handbook Regional Transportation Plan Uniform Fire Code Water Quality Control Plan (Central Coast Basin – Region 3) Archaeological Resources Map Area of Critical Concerns Map Special Biological Importance Map CA Natural Species Diversity Database Fire Hazard Severity Map Flood Hazard Maps Nat ServiceNRCS Soil Survey for SLO County GIS mapping layers (e.g., habitat, streams,



In addition, the following project specific information and/or reference materials have been considered as a part of the Initial Study:

Project application materials are incorporated by reference and available for review at the Department of Planning and Building, 970 Osos Street, Suite 200, San Luis Obispo.

#### **Project-Specific Studies**

- •\_\_\_Althouse and Meade, Inc., Biological Resource Assessment, December 31, 2018
- Althouse and Meade, Inc., Response to CDFW Comment Letter for the County of San Luis
   Obispo and California Production Services, 1480 Penman Springs CUP, November 21, 2019
- Aqua Engineering, Well Test Report, August 2, 2016
- County of San Luis Obispo Public Health Laboratory, Water Quality Environmental Report, June 11, 2018
- Henderson, Paul CPEng, Water Demand Estimate for California Production Services, April 11, 2019
- Heritage Discoveries, Inc., An Archaeological Surface Survey at 1480 Penman Springs Road, April 15, 2018

#### Other County References

- CalEEMOD version 2016.3.2
- California Department of Conservation (CDOC). 2015.CGS Information Warehouse: Regulatory Maps <u>http://maps.conservation.ca.gov/cgs/informationwarehouse/index.html?map=regulatorymaps</u> accessed November 2018
- California Department of Finance. 2018. E-5 Population and Housing Estimates for Cities, Counties, and the State, 2011-2018 with 2010 Census Benchmark. http://www.dof.ca.gov/Forecasting/Demographics/Estimates/E-5/ (accessed September 2018).
- San Luis Obispo County.1999.General Plan Safety Element. <u>https://www.slocounty.ca.gov/getattachment/893b6c58-7550-4113-911c-3ef46d22b7c8/Safety-Element.aspx accessed November 2018</u>
- San Luis Obispo Council of Governments, 2017, 2050 Regional Growth Forecast (RGF) for San Luis Obispo County
- San Luis Obispo Council of Governments, 2019 Regional Transportation Plan, Regional Traffic Model, Modeling and Technical Documentation, page 1-7. https://www.dropbox.com/s/vsrw409kgeu8snv/\_\_TOTAL-APPENDICES.pdf?dl=0
- Resource Management System 2014-2016 Resource Summary Report 2014-2016 Resource
   Summary Report

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# **Exhibit B - Mitigation Summary**

Per Public Resources Code Section 21081.6, the following measures also constitute the mitigation monitoring and/or reporting program that will reduce potentially significant impacts to less than significant levels. These measures will become conditions of approval (COAs) should the project be approved. The Lead Agency (County) or other Responsible Agencies, as specified in the following measures, are responsible to verify compliance with these COAs.

## <u>Air Quality</u>

- MM AQ-1 Fugitive Dust Emissions. The following measures shall be implemented to minimize construction-generated emissions. These measures are based on SLOAPCD standard mitigation measures and would help to ensure compliance with the SLOAPCD's 20% opacity limit (SLOAPCD Rule 401) and nuisance rule (SLOAPCD Rule 402). These measures shall be shown on grading and building plans:
  - a. Construction of the proposed project shall use low-VOC content paints not exceeding 50 grams per liter.
  - b. To the extent locally available, prefinished building materials or materials that do not require the application of architectural coatings shall be used.
  - c. Reduce the amount of the disturbed area where possible.
  - d. Use water trucks, APCD approved dust suppressants (see Section 4.3 in the CEQA Air Quality Handbook), or sprinkler systems in sufficient quantities to prevent airborne dust from leaving the site and from exceeding the District's limit of 20% opacity for greater than 3 minutes in any 60-minute period. Increased watering frequency would be required whenever wind speeds exceed 15 mph. Reclaimed (non-potable) water should be used whenever possible. Please note that since water use is a concern due to drought conditions, the contractor or builder shall consider the use of an APCD-approved dust suppressant where feasible to reduce the amount of water used for dust control. For a list of suppressants, see Section 4.3 of the CEQA Air Quality Handbook.
  - e. All dirt stock-pile areas should be sprayed daily as needed.
  - f. Permanent dust control measures identified in the approved project revegetation and landscape plans should be implemented as soon as possible following completion of any soil disturbing activities;
  - g. Exposed ground areas that are planned to be reworked at dates greater than one month after initial grading should be sown with a fast germinating, non-invasive grass seed and watered until vegetation is established.
  - h. All disturbed soil areas not subject to revegetation should be stabilized using approved chemical soil binders, jute netting, or other methods approved in advance by the SLOAPCD.
  - i. All roadways, driveways, sidewalks, etc. to be paved should be completed as soon as possible. In addition, building pads should be laid as soon as possible after grading unless seeding or soil binders are used.
  - j. Vehicle speed for all construction vehicles shall not exceed 15 mph on any unpaved surface at the construction site.

- k. All trucks hauling dirt, sand, soil, or other loose materials are to be covered or should maintain at least two feet of freeboard (minimum vertical distance between top of load and top of trailer) in accordance with CVC Section 23114.
- I. Install wheel washers at the construction site entrance, wash off the tires or tracks of all trucks and equipment leaving the site, or implement other SLOAPCDapproved methods sufficient to minimize the track-out of soil onto paved roadways.
- m. Sweep streets at the end of each day if visible soil material is carried onto adjacent paved roads. Water sweepers with reclaimed water should be used where feasible.
- n. The burning of vegetative material shall be prohibited. Effective February 25, 2000, the APCD prohibited developmental burning of vegetative material within San Luis Obispo County. If you have any questions regarding these requirements, contact the SLOAPCD Engineering and Compliance Division at (805) 781-5912.
- o. The contractor or builder shall designate a person or persons to monitor the fugitive dust emissions and enhance the implementation of the measures as necessary to minimize dust complaints, reduce visible emissions below 20% opacity, and to prevent transport of dust offsite. Their duties shall include holidays and weekend periods when work may not be in progress. The name and telephone number of such persons shall be provided to the SLOAPCD Compliance Division prior to the start of any grading, earthwork or demolition.
- p. When applicable, portable equipment, 50 horsepower (hp) or greater, used during construction activities shall be registered with the California statewide portable equipment registration program (issued by the California Air Resources Board) or be permitted by the APCD. Such equipment may include: power screens, conveyors, internal combustion engines, crushers, portable generators, tub grinders, trammel screens, and portable plants (e.g. aggregate plant, asphalt plant, concrete plant). For more information, contact the SLOAPCD Engineering and Compliance Division at (805) 781-5912.
- MM\_AQ-2 ROG, NO<sub>x</sub>, DPM Emissions. The following measures based on the SLOAPCD standard mitigation measures for construction equipment for reducing nitrogen oxides (NOx), reactive organic gases (ROG), and diesel particulate matter (DPM) emissions from construction equipment shall be implemented to reduce expose of sensitive receptors to substantial pollutant concentrations. These measures shall be shown on grading and building plans:
  - a. Implement Mitigation Measure AQ-1, as identified above.
  - b. On-road diesel vehicles shall comply with Section 2485 of Title 13 of the California Code of Regulations. This regulation limits idling from diesel-fueled commercial motor vehicles with gross vehicular weight ratings of more than 10,000 pounds and licensed for operation on highways. It applies to California and non-California based vehicles. In general, the regulation specifies that drivers of said vehicles:
  - c. Shall not idle the vehicle's primary diesel engine for greater than 5 minutes at any location, except as noted in Subsection (d) of the regulation; and,
  - d. Shall not operate a diesel-fueled auxiliary power system to power a heater, air conditioner, or any ancillary equipment on that vehicle during sleeping or resting in a sleeper berth for greater than 5.0 minutes at any location when within 1,000 feet of a restricted area, except as noted in Subsection (d) of the regulation.
  - e. Maintain all construction equipment in proper tune according to manufacturer's specifications;



- <u>f.</u> Fuel all off-road and portable diesel-powered equipment with ARB certified motor vehicle diesel fuel (non-taxed version suitable for use off-road);
- g. Use diesel construction equipment meeting ARB's Tier 2 certified engines or cleaner off-road heavy-duty diesel engines, and comply with the State Off-Road Regulation:
- h. Idling of all on and off-road diesel-fueled vehicles shall not be permitted when not in use. Signs shall be posted in the designated queuing areas and or job site to remind drivers and operators of the no idling limitation.
- i. Electrify equipment when possible;
- j. Substitute gasoline-powered in place of diesel-powered equipment, when available; and,
- k. Use alternatively fueled construction equipment on-site when available, such as compressed natural gas (CNG), liquefied natural gas (LNG), propane or biodiesel.
- MM AQ-3 Developmental burning. As of February 25, 2000, the APCD prohibits developmental burning of vegetative material within San Luis Obispo County. However, under certain circumstances where no technically feasible alternatives are available, limited developmental burning under restrictions may be allowed. Any such exception must complete the following prior to any burning: APCD approval; payment of fee to APCD based on the size of the project; and issuance of a burn permit by the APCD and the local fire department authority. As a part of APCD approval, the applicant shall furnish them with the study of technical feasibility (which includes costs and other constraints) at the time of application. For any questions regarding these requirements, contact the APDD at (805) 781-5912.
- **MM AQ-1:** Standard Control Measures for Construction Equipment. The following standard air quality mitigation measures shall be implemented during construction activities at the project site. The measures shall be shown on grading and building plans.
  - Maintain all construction equipment in proper tune according to manufacturer's specifications;
  - Fuel all off-road and portable diesel powered equipment with ARB certified motor vehicle diesel fuel (non-taxed version suitable for use off-road);
  - Use diesel construction equipment meeting ARB's Tier 2 certified engines or cleaner off-road heavy-duty diesel engines, and comply with the State Off-Road Regulation;
  - Use on-road heavy-duty trucks that meet the ARB's 2007 or cleaner certification standard for on-road heavy-duty diesel engines, and comply with the State On-Road Regulation;
  - Construction or trucking companies with fleets that do not have engines in their fleet that meet the engine standards identified in the above two measures (e.g. captive or NO<sub>x</sub> exempt area fleets) may be eligible by proving alternative compliance;
  - All on and off-road diesel equipment shall not idle for more than 5 minutes. Signs shall be posted in the designated queuing areas and or job sites to remind drivers and operators of the 5 minute idling limit;
  - Diesel idling within 1,000 feet of sensitive receptors is not permitted;
  - Staging and queuing areas shall not be located within 1,000 feet of sensitive receptors;
  - Electrify equipment when feasible;
  - Substitute gasoline-powered in place of diesel-powered equipment, where feasible; and

Use alternatively fueled construction equipment on-site where feasible, such as compressed natural gas, liquefied natural gas, propane or biodiesel.

#### **Biological Resources**

- **MM BIO-1:** Environmental Awareness Training. An environmental awareness training shall be presented to all construction personnel by a qualified biologist prior to the start of project activities. The training shall include color photographs and a description of the ecology of all special-status species known or determined to have potential to occur (e.g., shining navarretia, American badger, San Joaquin kit fox, and migratory birds), as well as other sensitive resources requiring avoidance near project impact areas. The training shall also include a description of protection measures required by any discretionary permits, an overview of the Endangered Species Act, implications of noncompliance with the Endangered species Act, and required avoidance and minimization measures.
- **MM BIO-2:** Spring Botanical Survey. A qualified biologist shall complete a spring botanical survey prior to disturbance of any grassland habitat to determine if special-status plant species, including but not limited to, shining navarretia (Navarretia nigelliformis subsp. radians), are present within proposed works areas. The surveys shall be conducted in accordance with the Protocols for Surveying and Evaluating Impacts to Special Status Native Plant Populations and Sensitive Natural Communities (CDFW 2018b). Special status plant species shall be avoided whenever possible by delineation and observance of a nodisturbance buffer of at least 50 feet from the outer edge of the plant population or specific habitat types required by each special status plant species. If buffers cannot be maintained, consultation with CDFW is warranted to determine appropriate minimization and mitigation measures for impacts to listed plant species. The survey results shall be included in a report submitted to the County Planning and Building Department prior to start of work. The survey should cover blooming periods for the special status species with potential to occur on the property (e.g. shining navarretia). Should special status plants be identified during spring surveys, the survey report shall include recommendations for avoidance, protection and/or mitigation.
- **MM BIO-3:** Preconstruction Survey for American Badger. At least 2 weeks prior to initiation of construction or site disturbance activities, a County-qualified biologist shall conduct a survey for American badger dens within the impact footprint and surrounding accessible areas of the property. The biologist shall evaluate all dens found to determine whether or not they are active. In order to avoid potential impacts to adults and nursing young, no grading shall occur within 50 feet of an active badger den as determined by the County-approved biologist. Construction activities occurring between July 1 and February 28 shall comply with the following measures to avoid direct take of adult and weaned juvenile badgers through the forced abandonment of dens:
  - a. A County-approved biologist shall conduct a biological survey at least 2 weeks prior to the start of construction to identify any potential badger dens. The survey shall cover the entire area proposed for development, including roadways.
  - b. If dens are too long to see the end, a fiber optic scope (or other acceptable method such as using tracking medium for a consecutive 3-night period) shall be used to assess the presence of badgers.
  - c. Inactive dens shall be excavated by hand with a shovel to prevent badgers from re-using them during construction.
  - d. Currently active den entrances shall be partially blocked with sticks, debris, and soil for 3–5 days to discourage badgers from continuing to use them. Access to the den shall be incrementally blocked to a greater degree over this period. After badgers have stopped using previously active den(s) within the project disturbance site, the den(s) shall be excavated by hand with a shovel to prevent re-entry.

- e. The County-approved biologist shall be present during the initial clearing and grading activity. If additional badger dens are found at this time, all work shall cease until the biologist completes the measures described above for inactive and active dens. Once all badger dens have been excavated, work may resume.
- **MM BIO-4** San Joaquin Kit Fox Permanent Protection Area. the applicant shall submit evidence to the County Department of Planning and Building (County) (see contact information in BR-x) that satisfactorily demonstrates one or a combination of the following San Joaquin kit fox mitigation measure options has been implemented to offset the project's calculated compensatory impacts:
  - a. <u>Habitat Set Aside</u>. Provide for the protection in perpetuity, through acquisition of fee or a conservation easement of **8.1 acres** of suitable habitat in the kit fox corridor area (e.g. within the San Luis Obispo County kit fox habitat area, northwest of Highway 58), either on-site or off-site, and provide for a non-wasting endowment to provide for management and monitoring of the property in perpetuity. Lands to be conserved shall be subject to the review and approval of the CDFW and the County.
  - b. <u>In-Lieu Fee</u>. Deposit funds into an approved in-lieu fee program, which would provide for the protection in perpetuity of suitable habitat in the kit fox corridor area within San Luis Obispo County, and provide for a non-wasting endowment for management and monitoring of the property in perpetuity.

This 'In-lieu fee' option can be completed by providing funds to The Nature Conservancy (TNC) pursuant to the Voluntary Fee-Based Compensatory Mitigation Program (Program). The Program was established in agreement between CDFW and TNC to preserve San Joaquin kit fox habitat, and to provide a voluntary mitigation option to this kit fox habitat protection measure. The fee, payable to "The Nature Conservancy", would total **\$20,250** based on **\$**2500 per acre multiplied by Calculated Compensatory Area]. While this amount is currently based on the Calculated Compensatory Area multiplied by **\$**2500 per acre, should the 'per acre' fee be different at the time of payment, the applicant shall pay based on the revised 'per acre' fee.

c. <u>Conservation Bank Credit</u>. Purchase **8.1** credits in a CDFW-approved conservation bank, which would provide for the protection in perpetuity of suitable habitat within the kit fox corridor area and provide for a non-wasting endowment for management and monitoring of the property in perpetuity.

Currently, this 'Conservation Bank Credit' option can be completed by purchasing credits from the Palo Prieto Conservation Bank. The Palo Prieto Conservation Bank was established to preserve San Joaquin kit fox habitat, and to provide a voluntary mitigation option to this kit fox habitat protection measure. The cost for purchasing credits is payable to the owners of The Palo Prieto Conservation Bank, and would total **\$20,250** based on **\$**2500 per acre multiplied by Calculated Compensatory Area]. While this amount is currently based on the Calculated Compensatory Area multiplied by **\$**2500 per acre, should the 'per acre' fee be different at the time of payment, the applicant shall pay based on the revised 'per acre' fee.

**MM BIO-5** San Joaquin Kit Fox (SJKF) – Pre-Construction Survey/field monitoring. The applicant shall provide evidence to the County that they have retained a San Joaquin Kit Fox (SJKF) qualified biologist. The biologist shall perform the following activities:

- a. Prior to any ground disturbance or on-site construction activities, and <u>no less than</u> <u>14 days and no more than within</u> 30 days prior to initiation of site disturbance and/or construction, the biologist shall conduct a pre-activity (i.e. pre-construction) survey for known or potential kit fox dens. <u>The biologists shall assess presence/absence of SJKF and/or dens by conducting surveys within 200 feet of the project area and shall follow the US Fish and Wildlife Service Standardized Recommendations for the Protection of the San Joaquin Kit Fox Prior to Or During Ground Disturbance (USFWS, 2011). All field recommendations shall be installed prior to any work beginning, and under the direction of the biologist. Applicant shall keep all field measures in good working order for the duration of the construction period. At a minimum, if kit fox burrows/dens are found, 'no construction' buffers/exclusion zones shall be established as follows:</u>
  - Potential kit fox den/burrow: 50 feet
  - Known or active kit fox den: 100 feet
  - Kit fox pupping den: 150 feet

All foot and vehicle traffic, as well as all construction activities, including storage of supplies and equipment, shall remain outside of all exclusion zones. Should the above avoidance measures not be possible for the duration of construction, no work shall be allowed until the applicant has obtained the necessary permits/clearance from the CDFW and/or the U.S. Fish and Wildlife Service (USFWS), as applicable.

- b. Once site disturbance begins (i.e. grading, disking, excavation, stock piling of dirt or gravel, staging of vehicles/ materials, etc.), the qualified biologist shall conduct 1) daily surveys if active dens were found during the pre-construction survey, or 2) if no dens found, weekly site visits, should such ground disturbing activities proceed longer than 14 days. Should this monitoring requirement be triggered, or if additional monitoring is recommended by the biologist, the biologist shall submit weekly monitoring reports to the County. During these visits, should the biologist identify the need for field corrections or remedial work, the applicant agrees to complete the actions needed to correct the situation in a timely fashion. If adequate avoidance or harassment cannot be avoided, work shall stop in the area until the applicant has obtained the necessary permits/ clearance from the CDFW and/or the USFWS, as applicable.
- Project Construction conditions. The biologist shall provide oversight and review field conditions for compliance with mitigation measure BR-XIO-6 (Project Construction Conditions).
- **MM BIO-6** San Joaquin Kit Fox Project Construction Conditions. The applicant shall adhere to the following measures to minimize potential impacts to the San Joaquin kit fox (SJKF) during the pre-construction and construction phase. All field measures shall be placed on applicable construction drawings. The applicant shall install and maintain all field measures to be kept in good working order prior to and/or during construction, as appropriate. The applicant shall remediate or correct any non compliance issue as quickly as is feasible.
  - a. Construction speed limit signs of 25 mph (or lower) shall be posted for all construction traffic to minimize the potential for construction road vehicle mortality of the San Joaquin kit fox. Speed limit signs shall be installed near all construction entrances, and elsewhere on the project site, as necessary prior to initiation of site disturbance and/or construction, whichever occurs first.

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- b. During the site disturbance and/or construction phase, grading, maintenance and construction activities after dusk or before dawn shall be prohibited unless coordinated first through the County, where the applicant's biologist can adequately demonstrate that the activity will not result in any new or additional significant impacts to the SJKF.
- c. Prior to any construction personnel working on-site, they shall have completed a worker educational training program about the SJKF; the training shall be conducted by a SJKF-qualified biologist; the intent of the program will be to avoid or reduce direct or indirect impacts on the San Joaquin kit fox. At a minimum, the training shall include the kit fox's life history, all mitigation measures specified by the County and good housekeeping construction practices to minimize conflicts, and what to do if the SJKF is observed on or near the construction site. The applicant shall notify the County shortly prior to the first meeting. A kit fox 'fact sheet' shall be developed prior to the training program, and distributed at the training program and to all contractors, employers and other personnel involved with the construction of the project.
- d. During the site-disturbance and/or construction phase, to prevent entrapment of the San Joaquin kit fox, all excavation, steep-walled holes or trenches in excess of two feet in depth shall be covered at the close of each working day by plywood or similar materials, or provided with one or more escape ramps constructed of earth fill or wooden planks. All excavations shall be inspected for entrapped kit fox each morning prior to onset of field activities and immediately prior to covering with plywood at the end of each working day. Before such holes or trenches are filled, they shall be thoroughly inspected for entrapped kit fox. Any kit fox so discovered shall be allowed to escape before field activities in the immediate area resume, or removed from the trench or hole by a County-qualified biologist and allowed to escape unimpeded.
- e. During the site-disturbance and/or construction phase, any pipes, culverts, or similar structures with a diameter of four inches or greater, stored overnight at the project site shall be thoroughly inspected for trapped San Joaquin kit foxes before the subject pipe is subsequently buried, capped, or otherwise used or moved in any way. If during the construction phase a kit fox is discovered inside a pipe, that section of pipe will not be moved until the SJKF has left on its own volition, or if determined by the biologist (and approved by the County) to not result in any new significant impact to the SJKF, be moved to a safe location where the kit fox can then escape unharmed.
- f. During the site-disturbance and/or construction phase, all food-related trash items such as wrappers, cans, bottles, and food scraps generated shall be disposed of daily in closed containers only, and regularly removed from the site. Standing water from construction water sources shall be eliminated upon discovery. Food items or open water may attract kit foxes onto the project site, consequently exposing such animals to increased risk of injury or mortality. No deliberate feeding of wildlife shall be allowed. Any pets brought to the work site shall always be kept under control (e.g., leashed, etc.).
- g. Prior to, during and after the site-disturbance and/or construction phase, use of pesticides or herbicides shall be in compliance with all local, state and federal regulations. This is necessary to minimize the probability of primary or secondary poisoning of endangered species utilizing adjacent habitats, and the depletion of prey upon which San Joaquin kit foxes depend.
- h. During the site-disturbance and/or construction phase, any contractor or employee that inadvertently kills or injures a San Joaquin kit fox or who finds any such animal either dead, injured, or entrapped shall be required to report the incident immediately to the applicant and County. In the event that any observations are made of injured or dead kit fox, the applicant shall immediately notify the USFWS and the CDFW by telephone

(see 'Contact Information' mitigation measure). In addition, formal notification shall be provided in writing within three working days of the finding of any such animal(s) to CDFW, USFWS and the County. Notification shall include the date, time, location and circumstances of the incident. Any threatened or endangered species found dead or injured shall be turned over immediately to CDFW for care, analysis, or disposition.

- i. Fencing. All permanent fencing shall first be reviewed and approved by the SJKF biologist for potential SJKF impacts and design. The biologist shall also review the extent and duration of temporary fencing for potential impacts. Where potential adverse impacts are identified to occur, design of such fencing shall be 'kit fox friendly' where it will not impede the passage of the kit fox. Such fencing shall consider the following elements:
  - 1. If a wire strand/pole design is used, the lowest strand shall be no closer to the ground than 12".
  - 2. If a more solid wire mesh fence is used, 8" x 12" openings near the ground shall be provided every 100 yards.

Upon fence installation, the applicant shall notify the County to verify proper installation. All permanent, post-construction fencing shall follow the above guidelines, or other comparable measures/design approved by the County.

- **MM BIO-7** Nesting Birds. Site preparation, ground disturbance, and construction activities including any tree trimming and vegetation removal shall be conducted outside of the migratory bird nesting season (February 1 through August 31). If such activities cannot be avoided during this period, a County-approved qualified biologist shall conduct a preconstruction nesting bird survey no sooner than 1–4 weeks more than ten days prior to tree removal activities and shall verify whether migratory birds are nesting in the site. If nesting activity is detected, the following measures shall be implemented:
  - a. The project shall be modified via the use of protective buffers, delaying construction activities, or other methods designated by the qualified biologist to avoid direct take of identified nests, eggs, and/or young protected under the Migratory Bird Treaty Act and/or California Fish and Game Code.
  - b. The qualified biologist shall monitor the nests within the vicinity of project-related disturbances, and determine if construction activities are causing behavioral changes or affecting nesting activities. Monitoring results shall then be utilized to develop an appropriate buffer around the next site to minimize disturbance. Construction activities within the buffer zone shall be prohibited until the young have fledged the nest and achieved independence. If continuous monitoring of identified nests by a qualified wildlife biologist is not feasible, a minimum no-disturbance buffer of 250 feet shall be maintained around active nests of non-listed bird species and a 500-foot no-disturbance buffer shall be maintained around active nests of non-listed raptors. These buffers shall remain in place until the breeding season has ended or until a qualified biologist has determined the birds have fledged and are no longer reliant upon the nest or parental care for survival. Variance from these no-disturbance buffers is possible when there is compelling biological or ecological reasons to do so.
  - c. The qualified biologist shall document all active nests and submit a letter report to the County documenting project compliance with the Migratory Bird Treaty Act, California Fish and Game Code, and applicable project mitigation measures within 14 days of survey completion.

- **MM BIO-8 Best Management Practices.** Best Management Practices (e.g., straw wattles, Environmental Sensitive Area/exclusion fencing, gravel bags, silt fencing, etc.) shall be installed prior to the start of any cannabis-growing activities to avoid direct inadvertent impacts to the drainage on the eastern side of the project property. Best Management Practices shall be installed to avoid any indirect impacts to these drainages that may occur from erosion/sedimentation.
- **MM BIO-9** Site Maintenance and General Operations. The following measures are required to minimize impacts during active construction:
  - The use of heavy equipment and vehicles shall be limited to the proposed project limits and defined staging areas/access points. The boundaries of each work area shall be clearly defined and marked with high visibility fencing. No work shall occur outside these limits.
  - Project plans, drawings, and specifications shall show the boundaries of all work areas on site and the location of erosion and sediment controls, limit delineation, and other pertinent measures to ensure the protection of sensitive habitat areas and associated resources.
  - Staging of equipment and materials shall occur in designated areas at least 100 feet from the drainage feature.
  - Secondary containment such as drip pans shall be used to prevent leaks and spills of potential contaminants.
  - Washing of concrete, paint, or equipment, and refueling and maintenance of equipment shall occur only in designated areas. Sandbags and/or absorbent pads shall be available to prevent water and/or spilled fuel from leaving the site.
  - Construction equipment shall be inspected by the operator daily to ensure that equipment is in good working order and no fuel or lubricant leaks are present. above for inactive and active dens. Once all badger dens have been excavated, work may resume.
- MM BIO-10 Golden eagle pre-construction survey. To the extent feasible, construction shall be timed to avoid the eagle breeding season (January 1 through August 31). However, if construction must take place during that time, a qualified biologist shall conduct surveys for golden eagle in accordance with the "USFWS Interim Golden Eagle Inventory and Monitoring Protocols"; and Other Recommendations" (USFWS, 2010). Surveys shall be conducted no later than 10 days prior to the start of construction activities to evaluate presence/absence of GOEA in proximity to Project activities and to evaluate potential Project-related impacts. If golden eagle are found during preconstruction surveys, a minimum ½ mile no-disturbance buffer shall be established around the construction area. Such buffer shall remain in place until the breeding season has ended or until a qualified biologist has determined that nesting has ceased, ther birds have fledged, and are no longer reliant upon parental care for survival. In the event golden eagle are detected during pre-construction surveys, consultation with CDFW is warranted to determine how to implement the project and avoid take.
- MM\_BIO-11 Tri-colored blackbird pre-construction survey. To the extent feasible, construction shall be timed to avoid the typical bird breeding season (February 1 through September 15). However, if construction must take place during that time, a qualified biologist shall conduct surveys for nesting tri-colored blackbird no more than 10 days prior to the start of construction activities to evaluate presence/absence of tri-colored blackbird nesting

colonies in proximity to construction activities and to evaluate potential project-related impacts. If an active tri-color blackbird nesting colony is found during pre-construction surveys, a minimum 300 foot no-disturbance buffer shall be established in accordance with CDFW "Staff Guidance Regarding Avoidance of Impacts to Tricolored Blackbird Breeding Colonies on Agricultural Fields in 2015" (2015). This buffer shall remain in place until the breeding season has ended or until a qualified biologist has determined that nesting has ceased, the birds have fledged, and are no longer reliant upon parental care for survival. It is important to note that tri-color blackbird colonies can expand over time and for this reason, the colony should be re-assessed to determine the extent of the breeding colony within 10 days of the onset of construction activities.

- MM\_BIO-12 Pesticide Use. The use of herbicides, rodenticides, pesticides and fertilizers shall be limited to those approved by the US Environmental Protection Agency and the California Department of Pesticide Regulation.
- MM ENG-1 Prior to issuance of building permits, the applicant shall provide to the Department of Planning and Building for review and approval, an Energy Conservation Plan with a package of measures that, when implemented, would reduce or offset the project's energy demand to within 20% of the demand associated with a generic commercial building of the same size. The Energy Conservation Plan shall include the following:
  - a. A detailed inventory of energy demand prepared by a Certified Energy Analyst. The inventory shall include an estimate of total energy demand from all sources associated with all proposed cannabis cultivation activities including, but not limited to, lighting, odor management, processing, manufacturing and climate control equipment. The quantification of demand associated with electricity shall be expressed in total kilowatt hours (kWh) per year; demand associated with natural gas shall be converted to kWh per year.
  - b. A program for providing a reduction or offset of all energy demand that is 20% or more than a generic commercial building of the same size. Such a program (or programs) may include, but is not limited to, the following:
    - i. Evidence that the project will permanently source project energy demands from renewable energy sources (i.e. solar, wind, hydro). This can include purchasing the project's energy demand from a clean energy source by enrolling PG&E's Solar Choice program or Regional Renewable Choice program or other comparable public or private program.
    - ii. Evidence documenting the permanent retrofit or elimination of equipment, buildings, facilities, processes, or other energy saving strategies to provide a net reduction in electricity demand and/or GHG emissions. Such measures may include, but is not limited to, the following:
      - 1. Participating in an annual energy audit.
      - 2. Upgrading and maintaining efficient heating/ cooling/ dehumidification systems.
      - 3. Implement energy efficient lighting, specifically light-emitting diode (LED) over high-intensity discharge (HID) or high-pressure sodium (HPS) lighting.
      - 4. Implementing automated lighting systems.
      - 5. Utilizing natural light when possible.
      - 6. Utilizing an efficient circulation system.
      - 7. Ensuring that energy use is below or in-line with industry benchmarks.
      - 8. Implementing phase-out plans for the replacement of inefficient equipment.
      - 9. Adopting all or some elements of CalGreen Tier 1 and 2 measures to increase energy efficiency in greenhouses.

- iii. Construction of a qualified renewable energy source such as wind, solar photovoltaics, biomass, etc., as part of the project. [Note: Inclusion of a renewable energy source shall also be included in the project description and may be subject to environmental review.]
- i-iv. Any combination of the above or other qualifying strategies or programs that would achieve a reduction or offset of the project energy demand that is 20% or more above a generic commercial building of the same size.
- MM ENG-2 Prior to issuance of building permits, the applicant shall provide to the Department of Planning and Building for review and approval, a program for reducing or offsetting projectrelated greenhouse gas emissions below the 1,150 MTCO<sub>2</sub>e Bright Line threshold. Such a program (or programs) may include, but is not limited to, the following:
  - a. Purchase of greenhouse gas offset credits from any of the following recognized and reputable voluntary carbon registries:
    - v. American Carbon Registry;
    - vi. Climate Action Reserve;
    - vii. Verified Carbon Standard.
    - viii. Offsets purchased from any other source are subject to verification and approval by the Department of Planning and Building.
  - b. Installation of battery storage to offset nighttime energy use. Batteries may only be charged during daylight hours with a renewable energy source and shall be used as the sole energy supply during non-daylight hours.
  - c. Any combination of the above or other qualifying strategies or programs that would achieve a reduction or offset of project GHG emissions below the 1,150 Bright Line Threshold.
- MM ENG-3 At time of quarterly monitoring inspection, the applicant shall provide to the Department of Planning and Building for review, a current energy use statement from the service provider (e.g. PG&E) that documents energy use to date for the year. The applicant shall demonstrate continued compliance with ENG-1 and ENG-2 (e.g. providing a current PG&E statement or contract showing continuous enrollment in the Solar Choice program or Regional Renewable Choice program).
- MM W-1 Prior to issuance of building permits (or prior to occupancy if no building permits are required), all applicants for cannabis related activities within the Paso Robles Groundwater Basin ("Basin") shall provide to the Department of Planning and Building for review and approval a Water Conservation Plan with a package of measures that, when implemented, will achieve the water demand offset required by LUO Sections 22.40.050 D.-5, 22.40.060 D.5, and 22.94.025 F and Building Ordinance Section 19.07.042 (4). The Water Conservation Plan shall include the following:
  - (a) The quantification of water demand expressed in total acre-feet per year, consistent with the Water Management Plan required by LQUO Sections 22.40.050.-C.-1. and 22.40.060.-C.1.
  - (b) A program for achieving the water demand offset of 4.98 AFY as required by LUO Sections 22.40.050.D.5, 22.40.060.D.5, 22.94.025.F. and Building Ordinance Section 19.07.042 (4). The water demand offset for all cannabis-related activities shall be 2:1. Such a program may include, but is not limited to, the following:

(i)The permanent installation of water facilities and/or infrastructure to improve the efficient use of water on existing irrigated agricultural lands within the Basin. Such improvements shall be accompanied by an audit of existing agricultural



water demand prepared by an Agricultural Engineer, or other licensed engineer or qualified professional as approved by the Director of Planning and Building. Water efficiency improvements may include, but are not limited to, the following:

- 1. Drip irrigation;
- 2. Smart controllers. Irrigation controllers that are climatologically controlled without human intervention, that adjust irrigation based on the amount of moisture lost from soil and plant material since the previous irrigation by utilizing climate data (evapo-transpiration rates) broadcast to the controller from the California Irrigation Management Information System and other sources, and that have been tested and certified 100% for irrigation adequacy and schedule shall be installed and maintained on all irrigated and landscaped areas.
- 3. Installation of float valves on water tanks to prevent tanks from overflowing;
- <u>4. Converting from using overhead sprinklers to wind machines for frost protection [Note: The installation of wind machines shall be included in the project description for cannabis activities and subject to environmental review].;</u>
- 5. Installation of rainwater catchment systems to reduce demand on groundwater [Note: The installation of rainwater catchment facilities shall be included in the project description for cannabis activities and subject to environmental review.].
- ii) Participation in an approved water conservation program within the Paso Robles Groundwater Basin that is verifiable, results in a permanent reduction of water demand equal to, or exceeding, the required water demand offset, and has been subject to environmental review.
- iii) Any combination of the above or other qualifying strategies or programs that would achieve the required water demand offset.
- (c) The water demand offset documented by the Water Conservation Plan shall be verifiable and permanent, and shall not result in adverse environmental effects beyond those assessed by the CEQA compliance document for the proposed cannabis project.
- MM\_W-2 At the time of quarterly monitoring inspection, the applicant shall provide to the Department of Planning and Building for review, evidence that the water efficiency improvements associated with the approved Water Conservation Program remain in full effect and are continuing to achieve the required water demand offset associated with the approved cannabis activities.

County of San Luis Obispo, Initial Study

# Appendix A – Other Agency Approvals That May Be Required

California Department of Food and Agriculture (CDFA), CalCannabis Cultivation Licensing Division. CDFA has jurisdiction over the issuance of licenses to cultivate, propagate and process commercial cannabis in California and issues licenses to outdoor, indoor, and mixed-light cannabis cultivators, cannabis nurseries and cannabis processor facilities, where the local jurisdiction authorizes these activities. (Bus. & Prof. Code, § 26012, subd. (a)(2).) All commercial cannabis cultivation within the California requires a cultivation license from CDFA.

The project is also subject to the CDFA's regulations for cannabis cultivation pursuant to the Medicinal and Adult Use Cannabis Regulation and Safety Act (MAUCRSA), including environmental protection measures related to aesthetics, cultural resources, pesticide use and handling, use of generators, energy restrictions, lighting requirements, requirements to conduct Envirostor database searches, and water supply requirements.

State law also sets forth application requirements, site requirements and general environmental protection measures for cannabis cultivation in Title 3, Division 8, Chapter 1 Article 4 of the California Code of Regulations. These measures include (but are not limited to) the following:

### Section 8102 – Annual State License Application Requirements

- (p) For all cultivator license types except Processor, evidence of enrollment in an order or waiver of waste discharge requirements with the State Water Resources Control Board or the appropriate Regional Water Quality Control Board. Acceptable documentation for evidence of enrollment can be a Notice of Applicability letter. Acceptable documentation for a Processor that enrollment is not necessary can be a Notice of Non-Applicability;
- (q) Evidence that the applicant has conducted a hazardous materials record search of the EnviroStor database for the proposed premises. If hazardous sites were encountered, the applicant shall provide documentation of protocols implemented to protect employee health and safety;
- (s) For indoor and mixed-light license types, the application shall identify all power sources for cultivation activities, including but not limited to, illumination, heating, cooling, and ventilation;
- (v) Identification of all of the following applicable water sources used for cultivation activities and the applicable supplemental information for each source pursuant to section 8107;
- (w) A copy of any final lake or streambed alteration agreement issued by the California Department of Fish and Wildlife, pursuant to sections 1602 or 1617 of the Fish and Game Code, or written verification from the California Department of Fish and Wildlife that a lake and streambed alteration agreement is not required;
- (dd) If applicable, the applicant shall provide evidence that the proposed premises is not located in whole or in part in a watershed or other geographic area that the State Water Resources Control Board or the Department of Fish and Wildlife has determined to be significantly adversely impacted by cannabis cultivation pursuant to section 8216.
- Section 8106 Cultivation Plan Requirements
  - (a) The cultivation plan for each Specialty Cottage, Specialty, Small, and Medium licenses shall include all of the following:

(3) A pest management plan.

Section 8108 -- Cannabis Waste Management Plans

Section 8216 – License Issuance in an Impacted Watershed

If the State Water Resources Control Board or the Department of Fish and Wildlife notifies the department in writing that cannabis cultivation is causing significant adverse impacts on the environment in a watershed or other geographic area pursuant to section 26069, subdivision (c)(1), of the Business and Professions Code, the department shall not issue new licenses or increase the total number of plant identifiers within that watershed or area while the moratorium is in effect.

Section 8304 – General Environmental Protection Measures

- (a) Compliance with section 13149 of the Water Code as implemented by the State Water Resources Control Board, Regional Water Quality Control Boards, or California Department of Fish and Wildlife;
- (b) Compliance with any conditions requested by the California Department of Fish and Wildlife or the State Water Resources Control Board under section 26060.1(b)(1) of the Business and Professions Code;
- (c) All outdoor lighting used for security purposes shall be shielded and downward facing;
- (d) Immediately halt cultivation activities and implement section 7050.5 of the Health and Safety Code if human remains are discovered;
- (e) Requirements for generators pursuant to section 8306 of this chapter;
- (f) Compliance with pesticide laws and regulations pursuant to section 8307 of this

chapter;

(g) Mixed-light license types of all tiers and sizes shall ensure that lights used for cultivation are shielded from sunset to sunrise to avoid nighttime glare.

Section 8305 – Renewable Energy Requirements

Beginning January 1, 2023, all indoor, tier 2 mixed-light license types of all sizes, and nurseries using indoor or tier 2 mixed-light techniques, shall ensure that electrical power used for commercial cannabis activity meets the average electricity greenhouse gas emissions intensity required by their local utility provider pursuant to the California Renewables Portfolio Standard Program, division 1, part 1, chapter 2.3, article 16 (commencing with section 399.11) of the Public Utilities Code.

Section 8306 -- Generator Requirements

Section 8307 – Pesticide Use Requirements

(a) Licensees shall comply with all pesticide laws and regulations enforced by the Department of Pesticide Regulation.

Section 8308 – Cannabis Waste Management

Bureau of Cannabis Control

The retail sale of cannabis and/or cannabis products requires a state license from the Bureau of Cannabis Control.

The project may also be subject to other permitting requirements of the State and federal governments, as described below.

State Water Resources Control Board (SWRCB). The project may require issuance of a water rights permit for the diversion of surface water or proof of enrollment in, or an exemption from, either the SWRCB or Regional Water Quality Control Board program for water quality protection.

### California Department of Fish and Wildlife (CDFW)

Lake or Streambed Alternation. Pursuant to Division 2, Chapter 6, §§1600-1602 of the California Fish and Game Code, CDFW regulates all diversions, obstructions, or changes to the natural flow or bed, channel, or bank of any river, stream, or lake, which supports fish or wildlife. CDFW defines a "stream" (including creeks and rivers) as "a body of water that flows at least periodically or intermittently through a bed or channel having banks and supports fish or other aquatic life. This includes watercourses having surface or subsurface flow that supports or has supported riparian vegetation." CDFW's definition of "lake" includes "natural lakes or man-made reservoirs." CDFW jurisdiction within altered or artificial waterways is based upon the value of those waterways to fish and wildlife.

If CDFW determines that a project may adversely affect existing fish and wildlife resources, a Lake or Streambed Alteration Agreement (SAA) is required. A SAA lists the CDFW conditions of approval relative to the proposed project, and serves as an agreement between an applicant and CDFW for a term of not more than 5 years for the performance of activities subject to this section.

<u>California Endangered Species Act (CESA).</u> The CESA ensures legal protection for plants listed as rare or endangered, and wildlife species formally listed as endangered or threatened. The state also maintains a list of California Species of Special Concern (SSC). SSC status is assigned to species that have limited distribution, declining populations, diminishing habitat, or unusual scientific, recreational, or educational value. Under state law, CDFW is empowered to review projects for their potential to impact special-status species and their habitats. Under the CESA, CDFW reserves the right to request the replacement of lost habitat that is considered important to the continued existence of CESA protected species.

Federal Endangered Species Act (FESA). FESA provides legislation to protect federally listed plant and animal species. Impacts to listed species resulting from the implementation of a project would require the responsible agency or individual to formally consult with the US Fish and Wildlife Service (USFWS) to determine the extent of impact to a particular species. If the USFWS determines that impacts to a federally listed species would likely occur, alternatives and measures to avoid or reduce impacts must be identified

## DEVELOPER'S STATEMENT & MITIGATION MONITORING PROGRAM FOR CALIFORNIA PRODUCTION SERVICES CONDITIONAL USE PERMIT (DRC2019-00180)

The applicant agrees to incorporate the following measures into the project. These measures become a part of the project description and therefore become a part of the record of action upon which the environmental determination is based. All development activity must occur in strict compliance with the following mitigation measures. These measures shall be perpetual and run with the land. These measures are binding on all successors in interest of the subject property.

Per Public Resources Code Section 21081.6 the following measures also constitute the mitigation monitoring and/or reporting program that will reduce potentially significant impacts to less than significant levels. These measures will become conditions of approval (COAs) should the project be approved. The Lead Agency (County) or other Responsible Agencies, as specified in the following measures, is responsible to verify compliance with these COAs.

**Note:** The items contained in the boxes labeled "Monitoring" describe the County procedures to be used to ensure compliance with the mitigation measures.

### AIR QUALITY (AQ)

- AQ-1 Fugitive Dust Emissions. The following measures shall be implemented to minimize construction-generated emissions. These measures are based on SLOAPCD standard mitigation measures and would help to ensure compliance with the SLOAPCD's 20% opacity limit (SLOAPCD Rule 401) and nuisance rule (SLOAPCD Rule 402). These measures shall be shown on grading and building plans:
  - a. Construction of the proposed project shall use low-VOC content paints not exceeding 50 grams per liter.
  - b. To the extent locally available, prefinished building materials or materials that do not require the application of architectural coatings shall be used.
  - c. Reduce the amount of the disturbed area where possible.
  - d. Use water trucks, APCD approved dust suppressants (see Section 4.3 in the CEQA Air Quality Handbook), or sprinkler systems in sufficient quantities to prevent airborne dust from leaving the site and from exceeding the District's limit of 20% opacity for greater than 3 minutes in any 60-minute period. Increased watering frequency would be required whenever wind speeds exceed 15 mph. Reclaimed (non-potable) water should be used whenever possible. Please note that since water use is a concern due to drought conditions, the contractor or builder shall consider the use of an APCD-approved dust suppressant where feasible to reduce the amount of water used for dust control. For a list of suppressants, see Section 4.3 of the CEQA Air Quality Handbook.

- e. All dirt stock-pile areas should be sprayed daily as needed.
- f. Permanent dust control measures identified in the approved project revegetation and landscape plans should be implemented as soon as possible following completion of any soil disturbing activities;
- g. Exposed ground areas that are planned to be reworked at dates greater than one month after initial grading should be sown with a fast germinating, noninvasive grass seed and watered until vegetation is established.
- h. All disturbed soil areas not subject to revegetation should be stabilized using approved chemical soil binders, jute netting, or other methods approved in advance by the SLOAPCD.
- i. All roadways, driveways, sidewalks, etc. to be paved should be completed as soon as possible. In addition, building pads should be laid as soon as possible after grading unless seeding or soil binders are used.
- j. Vehicle speed for all construction vehicles shall not exceed 15 mph on any unpaved surface at the construction site.
- k. All trucks hauling dirt, sand, soil, or other loose materials are to be covered or should maintain at least two feet of freeboard (minimum vertical distance between top of load and top of trailer) in accordance with CVC Section 23114.
- Install wheel washers at the construction site entrance, wash off the tires or tracks of all trucks and equipment leaving the site, or implement other SLOAPCD-approved methods sufficient to minimize the track-out of soil onto paved roadways.
- m. Sweep streets at the end of each day if visible soil material is carried onto adjacent paved roads. Water sweepers with reclaimed water should be used where feasible.
- n. The burning of vegetative material shall be prohibited. Effective February 25, 2000, the APCD prohibited developmental burning of vegetative material within San Luis Obispo County. If you have any questions regarding these requirements, contact the SLOAPCD Engineering and Compliance Division at (805) 781-5912.
- o. The contractor or builder shall designate a person or persons to monitor the fugitive dust emissions and enhance the implementation of the measures as necessary to minimize dust complaints, reduce visible emissions below 20% opacity, and to prevent transport of dust offsite. Their duties shall include holidays and weekend periods when work may not be in progress. The name and telephone number of such persons shall be provided to the SLOAPCD Compliance Division prior to the start of any grading, earthwork or demolition.
- p. When applicable, portable equipment, 50 horsepower (hp) or greater, used during construction activities shall be registered with the California statewide portable equipment registration program (issued by the California Air Resources Board) or be permitted by the APCD. Such equipment may include: power screens, conveyors, internal combustion engines, crushers, portable generators, tub grinders, trammel screens, and portable plants (e.g, aggregate plant, asphalt plant, concrete plant). For more information, contact the SLOAPCD Engineering and Compliance Division at (805) 781-5912.

- AQ-2 ROG, NO<sub>x</sub>, DPM Emissions. The following measures based on the SLOAPCD standard mitigation measures for construction equipment for reducing nitrogen oxides (NOx), reactive organic gases (ROG), and diesel particulate matter (DPM) emissions from construction equipment shall be implemented to reduce expose of sensitive receptors to substantial pollutant concentrations. These measures shall be shown on grading and building plans:
  - a. Implement Mitigation Measure AQ-1, as identified above.
  - b. On-road diesel vehicles shall comply with Section 2485 of Title 13 of the California Code of Regulations. This regulation limits idling from diesel-fueled commercial motor vehicles with gross vehicular weight ratings of more than 10,000 pounds and licensed for operation on highways. It applies to California and non-California based vehicles. In general, the regulation specifies that drivers of said vehicles:
  - c. Shall not idle the vehicle's primary diesel engine for greater than 5 minutes at any location, except as noted in Subsection (d) of the regulation; and,
  - d. Shall not operate a diesel-fueled auxiliary power system to power a heater, air conditioner, or any ancillary equipment on that vehicle during sleeping or resting in a sleeper berth for greater than 5.0 minutes at any location when within 1,000 feet of a restricted area, except as noted in Subsection (d) of the regulation.
  - e. Maintain all construction equipment in proper tune according to manufacturer's specifications;
  - f. Fuel all off-road and portable diesel-powered equipment with ARB certified motor vehicle diesel fuel (non-taxed version suitable for use off-road);
  - g. Use diesel construction equipment meeting ARB's Tier 2 certified engines or cleaner off-road heavy-duty diesel engines, and comply with the State Off-Road Regulation;
  - h. Idling of all on and off-road diesel-fueled vehicles shall not be permitted when not in use. Signs shall be posted in the designated queuing areas and or job site to remind drivers and operators of the no idling limitation.
  - i. Electrify equipment when possible;
  - j. Substitute gasoline-powered in place of diesel-powered equipment, when available; and,
  - k. Use alternatively fueled construction equipment on-site when available, such as compressed natural gas (CNG), liquefied natural gas (LNG), propane or biodiesel.
- AQ-3 Developmental burning. As of February 25, 2000, the APCD prohibits developmental burning of vegetative material within San Luis Obispo County. However, under certain circumstances where no technically feasible alternatives are available, limited developmental burning under restrictions may be allowed. Any such exception must complete the following prior to any burning: APCD approval; payment of fee to APCD based on the size of the project; and issuance of a burn permit by the APCD and the local fire department authority. As a part of APCD approval, the applicant shall furnish them with the study of technical

feasibility (which includes costs and other constraints) at the time of application. For any questions regarding these requirements, contact the APDD at (805) 781-5912.

**Monitoring:** Required at time of application for construction permits and during construction. Compliance will be verified by the County Department of Planning and Building.

### **BIOLOGICAL RESOURCES (BIO)**

**BIO-1** Environmental Awareness Training. An environmental awareness training shall be presented to all construction personnel by a qualified biologist prior to the start of project activities. The training shall include color photographs and a description of the ecology of all special-status species known or determined to have potential to occur (e.g., shining navarretia, American badger, San Joaquin kit fox, and migratory birds), as well as other sensitive resources requiring avoidance near project impact areas. The training shall also include a description of protection measures required by any discretionary permits, an overview of the Endangered Species Act, implications of noncompliance with the Endangered species Act, and required avoidance and minimization measures.

**Monitoring:** Prior to the onset of construction activities, construction plans shall be checked for inclusion of the general measures for site maintenance and general operations. Compliance will be verified by the County Department of Planning and Building prior to, and during construction.

**BIO-2** Spring Botanical Survey. A qualified biologist shall complete a spring botanical survey prior to disturbance of any grassland habitat to determine if special-status plant species, including but not limited to, shining navarretia (Navarretia nigelliformis subsp. radians), are present within proposed works areas. The surveys shall be conducted in accordance with the Protocols for Surveying and Evaluating Impacts to Special Status Native Plant Populations and Sensitive Natural Communities (CDFW 2018b). Special status plant species shall be avoided whenever possible by delineation and observance of a no-disturbance buffer of at least 50 feet from the outer edge of the plant population or specific habitat types required by each special status plant species. If buffers cannot be maintained, consultation with CDFW is warranted to determine appropriate minimization and mitigation measures for impacts to listed plant species. The survey results shall be included in a report submitted to the County Planning and Building Department prior to start of work. The survey should cover blooming periods for the special status species with potential to occur on the property (e.g. shining navarretia). Should special status plants be identified during spring surveys, the survey report shall include recommendations for avoidance. protection and/or mitigation.

- **BIO-3 Preconstruction Survey for American Badger.** At least 2 weeks prior to initiation of construction or site disturbance activities, a County-qualified biologist shall conduct a survey for American badger dens within the impact footprint and surrounding accessible areas of the property. The biologist shall evaluate all dens found to determine whether or not they are active. In order to avoid potential impacts to adults and nursing young, no grading shall occur within 50 feet of an active badger den as determined by the County-approved biologist. Construction activities occurring between July 1 and February 28 shall comply with the following measures to avoid direct take of adult and weaned juvenile badgers through the forced abandonment of dens:
  - a. A County-approved biologist shall conduct a biological survey at least 2 weeks prior to the start of construction to identify any potential badger dens. The survey shall cover the entire area proposed for development, including roadways.
  - b. If dens are too long to see the end, a fiber optic scope (or other acceptable method such as using tracking medium for a consecutive 3-night period) shall be used to assess the presence of badgers.
  - c. Inactive dens shall be excavated by hand with a shovel to prevent badgers from re-using them during construction.
  - d. Currently active den entrances shall be partially blocked with sticks, debris, and soil for 3–5 days to discourage badgers from continuing to use them. Access to the den shall be incrementally blocked to a greater degree over this period. After badgers have stopped using previously active den(s) within the project disturbance site, the den(s) shall be excavated by hand with a shovel to prevent re-entry.
  - e. The County-approved biologist shall be present during the initial clearing and grading activity. If additional badger dens are found at this time, all work shall cease until the biologist completes the measures described above for inactive and active dens. Once all badger dens have been excavated, work may resume.
- **BIO-4** San Joaquin Kit Fox Permanent Protection Area. the applicant shall submit evidence to the County Department of Planning and Building (County) (see contact information in BR-x) that satisfactorily demonstrates one or a combination of the following San Joaquin kit fox mitigation measure options has been implemented to offset the project's calculated compensatory impacts:
  - a. <u>Habitat Set Aside</u>. Provide for the protection in perpetuity, through acquisition of fee or a conservation easement of **8.1 acres** of suitable habitat in the kit fox corridor area (e.g. within the San Luis Obispo County kit fox habitat area, northwest of Highway 58), either on-site or off-site, and provide for a non-wasting endowment to provide for management and monitoring of the property in perpetuity. Lands to be conserved shall be subject to the review and approval of the CDFW and the County.
  - b. <u>In-Lieu Fee</u>. Deposit funds into an approved in-lieu fee program, which would provide for the protection in perpetuity of suitable habitat in the kit fox corridor

area within San Luis Obispo County, and provide for a non-wasting endowment for management and monitoring of the property in perpetuity.

This 'In-lieu fee' option can be completed by providing funds to The Nature Conservancy (TNC) pursuant to the Voluntary Fee-Based Compensatory Mitigation Program (Program). The Program was established in agreement between CDFW and TNC to preserve San Joaquin kit fox habitat, and to provide a voluntary mitigation option to this kit fox habitat protection measure. The fee, payable to "The Nature Conservancy", would total **\$20,250** based on \$2500 per acre multiplied by Calculated Compensatory Area]. While this amount is currently based on the Calculated Compensatory Area multiplied by \$2500 per acre, should the 'per acre' fee be different at the time of payment, the applicant shall pay based on the revised 'per acre' fee.

c. <u>Conservation Bank Credit</u>. Purchase **8.1** credits in a CDFW-approved conservation bank, which would provide for the protection in perpetuity of suitable habitat within the kit fox corridor area and provide for a non-wasting endowment for management and monitoring of the property in perpetuity.

Currently, this 'Conservation Bank Credit' option can be completed by purchasing credits from the Palo Prieto Conservation Bank. The Palo Prieto Conservation Bank was established to preserve San Joaquin kit fox habitat, and to provide a voluntary mitigation option to this kit fox habitat protection measure. The cost for purchasing credits is payable to the owners of The Palo Prieto Conservation Bank, and would total **\$20,250** based on \$2500 per acre multiplied by Calculated Compensatory Area]. While this amount is currently based on the Calculated Compensatory Area multiplied by \$2500 per acre, should the 'per acre' fee be different at the time of payment, the applicant shall pay based on the revised 'per acre' fee.

- **BIO-5** San Joaquin Kit Fox (SJKF) Pre-Construction Survey/field monitoring. The applicant shall provide evidence to the County that they have retained a San Joaquin Kit Fox (SJKF) qualified biologist. The biologist shall perform the following activities:
  - a. Prior to any ground disturbance or on-site construction activities, and no less than 14 days and no more than 30 days prior to initiation of site disturbance and/or construction, the biologist shall conduct a pre-activity (i.e. pre-construction) survey for known or potential kit fox dens. The biologists shall assess presence/absence of SJKF and/or dens by conducting surveys within 200 feet of the project area and shall follow the US Fish and Wildlife Service Standardized Recommendations for the Protection of the San Joaquin Kit Fox Prior to Or During Ground Disturbance (USFWS, 2011). All field recommendations shall be installed prior to any work beginning, and under the direction of the biologist. Applicant shall keep all field measures in good working order for the duration of the construction period. At a minimum, if kit fox burrows/dens are found, 'no construction' buffers/exclusion zones shall be established as follows:

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- Potential kit fox den/burrow: 50 feet
- Known or active kit fox den: 100 feet
- Kit fox pupping den: 150 feet

All foot and vehicle traffic, as well as all construction activities, including storage of supplies and equipment, shall remain outside of all exclusion zones. Should the above avoidance measures not be possible for the duration of construction, no work shall be allowed until the applicant has obtained the necessary permits/clearance from the CDFW and/or the U.S. Fish and Wildlife Service (USFWS), as applicable.

- b. Once site disturbance begins (i.e. grading, disking, excavation, stock piling of dirt or gravel, staging of vehicles/ materials, etc.), the qualified biologist shall conduct 1) daily surveys if active dens were found during the pre-construction survey, or 2) if no dens found, weekly site visits, should such ground disturbing activities proceed longer than 14 days. Should this monitoring requirement be triggered, or if additional monitoring is recommended by the biologist, the biologist shall submit weekly monitoring reports to the County. During these visits, should the biologist identify the need for field corrections or remedial work, the applicant agrees to complete the actions needed to correct the situation in a timely fashion. If adequate avoidance or harassment cannot be avoided, work shall stop in the area until the applicant has obtained the necessary permits/ clearance from the CDFW and/or the USFWS, as applicable.
- c. Project Construction conditions. The biologist shall provide oversight and review field conditions for compliance with mitigation measure BIO-6 (Project Construction Conditions).
- **BIO-6** San Joaquin Kit Fox Project Construction Conditions. The applicant shall adhere to the following measures to minimize potential impacts to the San Joaquin kit fox (SJKF) during the pre-construction and construction phase. All field measures shall be placed on applicable construction drawings. The applicant shall install and maintain all field measures to be kept in good working order prior to and/or during construction, as appropriate. The applicant shall remediate or correct any non compliance issue as quickly as is feasible.
  - a. Construction speed limit signs of 25 mph (or lower) shall be posted for all construction traffic to minimize the potential for construction road vehicle mortality of the San Joaquin kit fox. Speed limit signs shall be installed near all construction entrances, and elsewhere on the project site, as necessary prior to initiation of site disturbance and/or construction, whichever occurs first.
  - b. During the site disturbance and/or construction phase, grading, maintenance and construction activities after dusk or before dawn shall be prohibited unless coordinated first through the County, where the applicant's biologist can adequately demonstrate that the activity will not result in any new or additional significant impacts to the SJKF.
  - c. Prior to any construction personnel working on-site, they shall have completed a worker educational training program about the SJKF; the training shall be conducted by a SJKF-qualified biologist; the intent of the program will be to avoid or reduce direct or indirect impacts on the San Joaquin kit fox. At a minimum, the

training shall include the kit fox's life history, all mitigation measures specified by the County and good housekeeping construction practices to minimize conflicts, and what to do if the SJKF is observed on or near the construction site. The applicant shall notify the County shortly prior to the first meeting. A kit fox 'fact sheet' shall be developed prior to the training program, and distributed at the training program and to all contractors, employers and other personnel involved with the construction of the project.

- d. During the site-disturbance and/or construction phase, to prevent entrapment of the San Joaquin kit fox, all excavation, steep-walled holes or trenches in excess of two feet in depth shall be covered at the close of each working day by plywood or similar materials, or provided with one or more escape ramps constructed of earth fill or wooden planks. All excavations shall be inspected for entrapped kit fox each morning prior to onset of field activities and immediately prior to covering with plywood at the end of each working day. Before such holes or trenches are filled, they shall be thoroughly inspected for entrapped kit fox. Any kit fox so discovered shall be allowed to escape before field activities in the immediate area resume, or removed from the trench or hole by a County-qualified biologist and allowed to escape unimpeded.
- e. During the site-disturbance and/or construction phase, any pipes, culverts, or similar structures with a diameter of four inches or greater, stored overnight at the project site shall be thoroughly inspected for trapped San Joaquin kit foxes before the subject pipe is subsequently buried, capped, or otherwise used or moved in any way. If during the construction phase a kit fox is discovered inside a pipe, that section of pipe will not be moved until the SJKF has left on its own volition, or if determined by the biologist (and approved by the County) to not result in any new significant impact to the SJKF, be moved to a safe location where the kit fox can then escape unharmed.
- f. During the site-disturbance and/or construction phase, all food-related trash items such as wrappers, cans, bottles, and food scraps generated shall be disposed of daily in closed containers only, and regularly removed from the site. Standing water from construction water sources shall be eliminated upon discovery. Food items or open water may attract kit foxes onto the project site, consequently exposing such animals to increased risk of injury or mortality. No deliberate feeding of wildlife shall be allowed. Any pets brought to the work site shall always be kept under control (e.g., leashed, etc.).
- g. Prior to, during and after the site-disturbance and/or construction phase, use of pesticides or herbicides shall be in compliance with all local, state and federal regulations. This is necessary to minimize the probability of primary or secondary poisoning of endangered species utilizing adjacent habitats, and the depletion of prey upon which San Joaquin kit foxes depend.
- h. During the site-disturbance and/or construction phase, any contractor or employee that inadvertently kills or injures a San Joaquin kit fox or who finds any such animal either dead, injured, or entrapped shall be required to report the incident immediately to the applicant and County. In the event that any observations are made of injured or dead kit fox, the applicant shall immediately notify the USFWS and the CDFW by telephone (see 'Contact Information' mitigation measure). In addition, formal notification shall be provided in writing within three working days of the finding of any such animal(s) to CDFW, USFWS and the County. Notification

shall include the date, time, location and circumstances of the incident. Any threatened or endangered species found dead or injured shall be turned over immediately to CDFW for care, analysis, or disposition.

- i. Fencing. All permanent fencing shall first be reviewed and approved by the SJKF biologist for potential SJKF impacts and design. The biologist shall also review the extent and duration of temporary fencing for potential impacts. Where potential adverse impacts are identified to occur, design of such fencing shall be 'kit fox friendly' where it will not impede the passage of the kit fox. Such fencing shall consider the following elements:
  - 1. If a wire strand/pole design is used, the lowest strand shall be no closer to the ground than 12".
  - 2. If a more solid wire mesh fence is used, 8" x 12" openings near the ground shall be provided every 100 yards.

Upon fence installation, the applicant shall notify the County to verify proper installation. All permanent, post-construction fencing shall follow the above guidelines, or other comparable measures/design approved by the County.

- **BIO-7** Nesting Birds. Site preparation, ground disturbance, and construction activities including any tree trimming and vegetation removal shall be conducted outside of the migratory bird nesting season (February 1 through August 31). If such activities cannot be avoided during this period, a County-approved qualified biologist shall conduct a preconstruction nesting bird survey no more than ten days prior to tree removal activities and shall verify whether migratory birds are nesting in the site. If nesting activity is detected, the following measures shall be implemented:
  - a. The project shall be modified via the use of protective buffers, delaying construction activities, or other methods designated by the qualified biologist to avoid direct take of identified nests, eggs, and/or young protected under the Migratory Bird Treaty Act and/or California Fish and Game Code.
  - b. The qualified biologist shall monitor the nests within the vicinity of project-related disturbances, and determine if construction activities are causing behavioral changes or affecting nesting activities. Monitoring results shall then be utilized to develop an appropriate buffer around the next site to minimize disturbance. Construction activities within the buffer zone shall be prohibited until the young have fledged the nest and achieved independence. If continuous monitoring of identified nests by a qualified wildlife biologist is not feasible, a minimum no-disturbance buffer of 250 feet shall be maintained around active nests of non-listed bird species and a 500-foot no-disturbance buffer shall be maintained around active nests of non-listed raptors. These buffers shall remain in place until the breeding season has ended or until a qualified biologist has determined the birds have fledged and are no longer reliant upon the nest or parental care for survival. Variance from these no-disturbance buffers is possible when there is compelling biological or ecological reasons to do so.
  - c. The qualified biologist shall document all active nests and submit a letter report to the County documenting project compliance with the Migratory Bird Treaty Act, California Fish and Game Code, and applicable project mitigation measures within 14 days of survey completion.

- **BIO-8 Best Management Practices.** Best Management Practices (e.g., straw wattles, Environmental Sensitive Area/exclusion fencing, gravel bags, silt fencing, etc.) shall be installed prior to the start of any cannabis-growing activities to avoid direct inadvertent impacts to the drainage on the eastern side of the project property. Best Management Practices shall be installed to avoid any indirect impacts to these drainages that may occur from erosion/sedimentation.
- **BIO-9** Site Maintenance and General Operations. The following measures are required to minimize impacts during active construction:
  - The use of heavy equipment and vehicles shall be limited to the proposed project limits and defined staging areas/access points. The boundaries of each work area shall be clearly defined and marked with high visibility fencing. No work shall occur outside these limits.
  - Project plans, drawings, and specifications shall show the boundaries of all work areas on site and the location of erosion and sediment controls, limit delineation, and other pertinent measures to ensure the protection of sensitive habitat areas and associated resources.
  - Staging of equipment and materials shall occur in designated areas at least 100 feet from the drainage feature.
  - Secondary containment such as drip pans shall be used to prevent leaks and spills of potential contaminants.
  - Washing of concrete, paint, or equipment, and refueling and maintenance of equipment shall occur only in designated areas. Sandbags and/or absorbent pads shall be available to prevent water and/or spilled fuel from leaving the site.
  - Construction equipment shall be inspected by the operator daily to ensure that equipment is in good working order and no fuel or lubricant leaks are present. above for inactive and active dens. Once all badger dens have been excavated, work may resume.
- **BIO-10 Golden eagle pre-construction survey.** To the extent feasible, construction shall be timed to avoid the eagle breeding season (January 1 through August 31). However, if construction must take place during that time, a qualified biologist shall conduct surveys for golden eagle in accordance with the "USFWS Interim Golden Eagle Inventory and Monitoring Protocols"; and Other Recommendations" (USFWS, 2010). Surveys shall be conducted no later than 10 days prior to the start of construction activities to evaluate presence/absence of GOEA in proximity to Project activities and to evaluate potential Project-related impacts. If golden eagle are found during preconstruction surveys, a minimum ½ mile no-disturbance buffer shall be established around the construction area. Such buffer shall remain in place until the breeding season has ended or until a qualified biologist has determined that nesting has ceased, the birds have fledged, and are no longer reliant upon parental care for survival. In the event golden eagle are detected during pre-construction surveys, consultation with CDFW is warranted to determine how to implement the project and avoid take.
- **BIO-11 Tri-colored blackbird pre-construction survey.** To the extent feasible, construction shall be timed to avoid the typical bird breeding season (February 1 through September 15). However, if construction must take place during that time, a qualified biologist shall conduct surveys for nesting tri-colored blackbird no more than

10 days prior to the start of construction activities to evaluate presence/absence of tricolored blackbird nesting colonies in proximity to construction activities and to evaluate potential project-related impacts. If an active tri-color blackbird nesting colony is found during pre-construction surveys, a minimum 300 foot no-disturbance buffer shall be established in accordance with CDFW "Staff Guidance Regarding Avoidance of Impacts to Tricolored Blackbird Breeding Colonies on Agricultural Fields in 2015" (2015). This buffer shall remain in place until the breeding season has ended or until a qualified biologist has determined that nesting has ceased, the birds have fledged, and are no longer reliant upon parental care for survival. It is important to note that tri-color blackbird colonies can expand over time and for this reason, the colony should be re-assessed to determine the extent of the breeding colony within 10 days of the onset of construction activities.

**BIO-12 Pesticide Use.** The use of herbicides, rodenticides, pesticides and fertilizers shall be limited to those approved by the US Environmental Protection Agency and the California Department of Pesticide Regulation.

**Monitoring:** Required at time of application for construction permits and during construction. Compliance will be verified by the County Department of Planning and Building.

### **ENERGY/GREENHOUSE GAS EMISSIONS (ENG)**

- **ENG-1.** Prior to issuance of building permits, the applicant shall provide to the Department of Planning and Building for review and approval, an Energy Conservation Plan with a package of measures that, when implemented, would reduce or offset the project's energy demand to within 20% of the demand associated with a generic commercial building of the same size. The Energy Conservation Plan shall include the following:
  - a. A detailed inventory of energy demand prepared by a Certified Energy Analyst. The inventory shall include an estimate of total energy demand from all sources associated with all proposed cannabis cultivation activities including, but not limited to, lighting, odor management, processing, manufacturing and climate control equipment. The quantification of demand associated with electricity shall be expressed in total kilowatt hours (kWh) per year; demand associated with natural gas shall be converted to kWh per year.
  - b. A program for providing a reduction or offset of all energy demand that is 20% or more than a generic commercial building of the same size. Such a program (or programs) may include, but is not limited to, the following:
    - i. Evidence that the project will permanently source project energy demands from renewable energy sources (i.e. solar, wind, hydro). This can include purchasing the project's energy demand from a clean energy source by enrolling PG&E's Solar Choice program or Regional Renewable Choice program or other comparable public or private program.

- ii. Evidence documenting the permanent retrofit or elimination of equipment, buildings, facilities, processes, or other energy saving strategies to provide a net reduction in electricity demand and/or GHG emissions. Such measures may include, but is not limited to, the following:
  - 1. Participating in an annual energy audit.
  - 2. Upgrading and maintaining efficient heating/ cooling/ dehumidification systems.
  - 3. Implement energy efficient lighting, specifically light-emitting diode (LED) over high-intensity discharge (HID) or high-pressure sodium (HPS) lighting.
  - 4. Implementing automated lighting systems.
  - 5. Utilizing natural light when possible.
  - 6. Utilizing an efficient circulation system.
  - 7. Ensuring that energy use is below or in-line with industry benchmarks.
  - 8. Implementing phase-out plans for the replacement of inefficient equipment.
  - 9. Adopting all or some elements of CalGreen Tier 1 and 2 measures to increase energy efficiency in greenhouses.
- iii. Construction of a qualified renewable energy source such as wind, solar photovoltaics, biomass, etc., as part of the project. [Note: Inclusion of a renewable energy source shall also be included in the project description and may be subject to environmental review.]
- iv. Any combination of the above or other qualifying strategies or programs that would achieve a reduction or offset of the project energy demand that is 20% or more above a generic commercial building of the same size.
- **ENG-2.** Prior to issuance of building permits, the applicant shall provide to the Department of Planning and Building for review and approval, a program for reducing or offsetting project-related greenhouse gas emissions below the 1,150 MTCO<sub>2</sub>e Bright Line threshold. Such a program (or programs) may include, but is not limited to, the following:
  - a. Purchase of greenhouse gas offset credits from any of the following recognized and reputable voluntary carbon registries:
    - i. American Carbon Registry;
    - ii. Climate Action Reserve;
    - iii. Verified Carbon Standard.
    - iv. Offsets purchased from any other source are subject to verification and approval by the Department of Planning and Building.
  - b. Installation of battery storage to offset nighttime energy use. Batteries may only be charged during daylight hours with a renewable energy source and shall be used as the sole energy supply during non-daylight hours.

- c. Any combination of the above or other qualifying strategies or programs that would achieve a reduction or offset of project GHG emissions below the 1,150 Bright Line Threshold.
- **ENG-3.** At time of quarterly monitoring inspection, the applicant shall provide to the Department of Planning and Building for review, a current energy use statement from the service provider (e.g. PG&E) that documents energy use to date for the year. The applicant shall demonstrate continued compliance with ENG-1 and ENG-2 (e.g. providing a current PG&E statement or contract showing continuous enrollment in the Solar Choice program or Regional Renewable Choice program).

**Monitoring:** Required at the time of application for construction permits. Implementation required prior to building permit issuance. Compliance will be verified by the County Department of Planning and Building.

### WATER (W)

- W-1 Prior to issuance of building permits (or prior to occupancy if no building permits are required), all applicants for cannabis related activities within the Paso Robles Groundwater Basin ("Basin") shall provide to the Department of Planning and Building for review and approval a Water Conservation Plan with a package of measures that, when implemented, will achieve the water demand offset required by LUO Sections 22.40.050.D.5., 22.40.060.D.5., and 22.94.025.F. and Building Ordinance Section 19.07.042 (4). The Water Conservation Plan shall include the following:
  - (a) The quantification of water demand expressed in total acre-feet per year, consistent with the Water Management Plan required by LOU Sections 22.40.050 C.1. and 22.40.060.C.1.
  - (b) A program for achieving a water demand offset of <u>3.54</u> AFY as required by LUO Sections 22.40.050.D.5, 22.40.060.D.5, and 22.94.025.F. and Building Ordinance Section 19.07.042 (4). Such a program may include, but is not limited to, the following:
    - (i) The permanent installation of water facilities and/or infrastructure to improve the efficient use of water on existing irrigated agricultural lands within the Basin. Such improvements shall be accompanied by an audit of existing agricultural water demand prepared by an Agricultural Engineer, or other licensed engineer or qualified professional as approved by the Director of Planning and Building. Water efficiency improvements may include, but are not limited to, the following:
      - 1. Drip irrigation;
      - 2. Smart controllers. Irrigation controllers that are climatologically controlled without human intervention, that adjust irrigation based on the amount of moisture lost from soil and plant material since the previous irrigation by utilizing climate data (evapo-transpiration rates) broadcast to the controller from the California Irrigation

Management Information System and other sources, and that have been tested and certified 100% for irrigation adequacy and schedule shall be installed and maintained on all irrigated and landscaped areas.

- 3. Installation of float valves on water tanks to prevent tanks from overflowing;
- 4. Converting from using overhead sprinklers to wind machines for frost protection; [Note: The installation of wind machines shall be included in the project description for cannabis activities and subject to environmental review].
- 5. Installation of rainwater catchment systems to reduce demand on groundwater. [Note: The installation of rainwater catchment facilities shall be included in the project description for cannabis activities and subject to environmental review].
- (ii) Participation in an approved water conservation program within the Paso Robles Groundwater Basin that is verifiable, results in a permanent reduction of water demand equal to, or exceeding, the required water demand offset, and has been subject to environmental review.
- iii) Any combination of the above or other qualifying strategies or programs that would achieve the required water demand offset.
- c) The water demand offset documented by the Water Conservation Plan shall be verifiable and permanent, and shall not result in adverse environmental effects beyond those assessed by the CEQA compliance document for the proposed cannabis project.

**W-2** At the time of quarterly monitoring inspection, the applicant shall provide to the Department of Planning and Building for review, evidence that the water efficiency improvements associated with the approved Water Conservation Program remain in full effect and are continuing to achieve the required water demand offset associated with the approved cannabis activities.

**Monitoring:** Required prior to issuance of building permits or occupancy and throughout the life of the project. Compliance will be verified by the County Department of Planning and Building.

The applicant understands that any changes made to the project description subsequent to this environmental determination must be reviewed by the Environmental Coordinator and may require a new environmental determination for the project. By signing this agreement, the owner(s) agrees to and accepts the incorporation of the above measures into the proposed project description.

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August 9, 2019 Revised: January 10, 2020

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Justin Borba Name (Print)

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Signature of Applicant

Date

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