

MAYOR AND COUNCIL COMMUNICATION

DATE: 12/20/2016 CONSENT ITEM #: 19

AGENDA ITEM:	Accept Lake Elmo Village AUAR Update
SUBMITTED BY:	Stephen Wensman, Planning Director
THROUGH:	Kristina Handt, City Administrator
REVIEWED BY:	Ben Gozola, Consultant Senior Planner

BACKGROUND

To update the City's Village Area Alternative Urban Areawide Review (AUAR) adopted by the City on May 5, 2009. This update is prepared under the provisions of Minnesota Rule 441.3610 Subpart 7, which requires an update every five years until full development of the AUAR area is complete.

ISSUE BEFORE COUNCIL:

To approve as part of tonight's consent agenda, the Village AUAR Update. a

PROPOSAL DETAILS/ANALYSIS:

The Village Area AUAR Update identifies the changes that have occurred in the project area since the original publication and adoption of the AUAR. The following summarizes the substantive changes reflected in the update:

- **2030** Comprehensive Plan The AUAR now accurately reflects the vision and guidance within the most current version of the 2030 Comprehensive Plan including land use classifications and corresponding zoning regulations.
- **Development** The AUAR now accurately reflects all development that has occurred in the Village since 2009. Specifically, the document now acknowledges the 306 residential units that have been constructed or platted, and addresses how those developments fit within the context of the AUAR. The AUAR was also updated to include changes in land use cover types as a result of approved developments.
- Local Surface Water Management The AUAR now accurately reflects the Local Surface Water Management Plan and Surface Water Management Ordinance that were adopted after the Village AUAR was prepared.
- **Traffic** The AUAR now accurately reflects the traffic improvements that have occurred since the adoption of the original AUAR.

FISCAL IMPACT:

N/A

OPTIONS:

The Council may approve the Village AUAR Update as part of tonight's consent agenda, or remove the item from the consent agenda and provide further direction to Staff for changes.

<u>RECOMMENDATION</u>:

The City Council is encouraged to approve this update as part of tonight's consent agenda to fulfill the requirement of Minnesota Rule 441.3610.

If removed from the Consent Agenda, Staff recommends the following motion:

"Move to approve the AUAR Update to fulfill to fulfill the requirement of Minnesota Rule 441.3610"

ATTACHMENTS:

• AUAR Update

City of Lake Elmo

Lake Elmo Village Area

Final Alternative Urban Areawide Review (AUAR) Update

December 2016



Lake Elmo Village Area Final Alternative Urban Areawide Review (AUAR) Update

Introduction

The Village Area includes approximately 1,275 acres surrounding existing downtown Lake Elmo (commonly referenced as the "Old Village") and centered on the intersection of CSAH 14 (previously State Highway 5) and County State Aid Highway 17 (Lake Elmo Avenue).

The City of Lake Elmo adopted the Village Area Alternative Urban Areawide Review (AUAR) in May of 2009. The AUAR assesses the potential environmental impacts of four development scenarios, three of which are based on the Village Master Plan accepted by the Lake Elmo City Council in April of 2007 and one scenario based on the City's 2005 Comprehensive Plan. All scenarios assumed 300,000 square feet of commercial space, 150,000 square feet of office space, and 200,000 square feet of institutional space. Additional development assessed for each scenario ranged from 600 to 1,600 residential units.

Prior to moving forward with development proposals, the City adopted a series of amendments to the Lake Elmo Comprehensive Plan, the most significant of which was a complete update to the Land Use Chapter of the Plan. This includes a section devoted to the Village Planning Area and incorporates an updated land use map that follows closely with the scenarios A, B, and C studied under the Village Area AUAR. Of the four development scenarios included as part of the AUAR, the land use map approved by the City adheres closely to "The Village Master Plan – AUAR Scenario B" in terms of the general arrangement of land uses and total residential unit counts.

In addition to amending the City's Comprehensive Plan to support future development, the City completed a major infrastructure project to extend regional sanitary sewer service to the southern limits of the Village AUAR area. This system has been designed in accordance with the assumptions used in the final AUAR.

Purpose

This serves as the update for the Lake Elmo Village Area Final Alternative AUAR adopted by the City of Lake Elmo on May 5, 2009. This update is prepared under the provisions of Minnesota Rule 441.3610 Subpart 7, which requires an update every five years until full development of the AUAR area is complete. The updated information and review of mitigation items in the AUAR update follow the standard Environmental Assessment Worksheet (EAW) form (the applicable form in 2009). Where applicable, comments for each item have been provided when there is an update from the final AUAR document. Responses to questions are only provided when there has been a change or update from the 2009 AUAR. Whenever "no change" is indicated, refer to the original documents to review the original response.

The information in this memorandum for updates or modifications to the AUAR follows the outline in the original AUAR including any comments or updates to the mitigation strategies. Information and analysis in the 2009 AUAR is presumed to still apply, unless new information or analysis is included in this update. Where maps convey the same information as maps in the 2009 AUAR, the same figure numbers are used. The 2009 Village Area AUAR is available on the City's website at www.lakeelmo.org.

This update was available for review and comment from November 21, 2016 through December 7, 2016. During this period, one comment letter from the Metropolitan Council was received. These comments have been incorporated into the final document and the letter is included as an attachment to this AUAR update.

- 1) Title. No change.
- 2) **Proposer**. No change.
- 3) **RGU**. No change.
- 4) Reason for AUAR Preparation. No change.
- 5) **Project Location**. No change.

6) **Development Description**.

6(a) The description of the development scenarios (Scenario A, B, C and D) have not changed. However the 2030 Comprehensive Plan has been updated to be consistent with the Village Master Plan. The Village Area Comprehensive Plan Amendment adopted by the City in 2013 is generally consistent with Scenario B. Scenario D, referred to as the Comprehensive Plan Scenario in the 2009 AUAR is no longer consistent with the Comprehensive Plan. An amendment to the Comprehensive Plan would no longer be required for implementation of the Village Master Plan Scenarios, although Scenario C does propose a higher density of residential units. Additionally, Scenario A is no longer consistent with regional policy as it would not provide sufficient housing density.

The land use categories defined as Potential Future Redevelopment, New Mixed Use Development, and New Civic/Institutional Development on Table 6-1 and referenced elsewhere in the document have been combined into one general land use category called "Village Mixed Use Development". All other assumptions concerning commercial, office, and institutional development remain unchanged. The table below summarizes the differences between the Master Plan, the 2005 Comprehensive Plan and the 2030 Comprehensive Plan.

Plan					
650,000ft ²					
200-300					
units					
up to 800					
_					
650,000					
900-1,100					
650,000					
900-1,100					
2030 Comprehensive Plan Land Use Designations: VMX; Village Mixed Use V-MDR; Village Medium Density Residential					

6(c) Development Timeline Update. The following actions have occurred that roughly follow the tentative timeline for the Village development process identified in Table 6-5 of the AUAR:

Event/Activity	Date Completed		
Develop and adopt Village Comprehensive Plan	2013		
amendment			
Develop and adopt Village Zoning code and	2013		
subdivision requirements			
Order forcemain to the Village to serve new	2013		
development			
Begin construction of forcemain	2014		
Negotiate developers agreement with developers	Easton Village, 8/6/15; Village Preserve		
for new development	1 st Add., 8/24/15; Wildflower at Lake		
	Elmo 1 st Add., 8/27/15; Village Preserve		
	2 nd Add., 8/16/2016		

7) **Project Magnitude Data**. No change.

8) Permits and Approvals Required.

The permits, review, and approvals required in the Table 8-1 still apply, although in some cases the regulations applicable to that permit, review, or approval have been amended. Any project proposer in the AUAR project will need to be aware of current regulations.

9) Land Use.

- Comp Plan adoption. The City adopted an amendment to the Comprehensive Plan on December 17, 2013 specific to the Village Planning Area. The plan generally adheres to the land uses identified in the Village Master Plan, which was used as the basis for three of the scenarios studied as part of the AUAR. The adopted Comprehensive Plan Amendment for the Village Planning Area identifies a range of 900-1,100 new housing units within the AUAR area. Of these 800 are planned as unattached residential units, while another 200-300 units will be attached residential units within the planned mixed-use development area. This allocation of units includes a slightly higher number of unattached units than identified in Scenario B, while keeping the overall range of planned residential units consistent with this development scenario.
- Airport zoning. The City of Lake Elmo has engaged in conversations with the Metropolitan Airports Commission (MAC), MnDOT Aeronautics, Washington County, and other effects parties over the past year to discuss the adoption of an airport zoning ordinance for Lake Elmo. The City is interested in adopting an ordinance specific to the City of Lake Elmo that addresses the issues identified in the AUAR. The City has been working with developers to ensure that the Runway Protection Zone (RPZ) remains free from development; the Village Land Use Plan further guides all land within the RPZ for open space. The Lake Elmo Long Term Comprehensive Plan (LTCP) has been finalized and adopted and a preferred alternative was selected by MAC in August of 2016.

- Zoning ordinance update
 - The City adopted revisions to its Zoning Ordinance to add urban residential districts and a Village Mixed Use district to the City's list of zoning districts. The future zoning of the Village Area will include V-LDR – Low Density Residential, V-MDR – Medium Density Residential, and VMX – Village Mixed Use for new development/redevelopment areas. Areas that are guided for open space will be zoned for rural or agricultural purposes.
 - Tree preservation and protection. The City adopted a Tree Preservation and Protection Ordinance in 2013. The City now requires that developers either protect trees during development or replace a certain percentage of the trees that are removed.
 - Landscaping and screening. The City refined its landscaping and screening ordinances in 2014 to specifically address the minimum levels of landscaping expected for future projects and to require screening and buffering between incompatible land uses.
 - Design review process. The City adopted the Lake Elmo Design Standards and Guidelines Manual in 2013. The manual specifies standards and guidelines for the design of multi-family, commercial, and business park developments.
 - Specific development standards. The City has been incorporating specific development standards into the City Code to clarify the requirements for certain types of developments. Where appropriate, the City has been including standards to address specific requirements from the AUAR Mitigation Plan.
- Reed park expansion. The AUAR identifies a large area immediately to the east of Reid Park as a primary ecological area. The areas that are designated as such have been guided for open space/parkland in accordance with the Village Area Land Use Plan adopted by the City in 2013.
- The following developments have been completed to date in the AUAR area:

Development	Number of Residential Units		
Wildflower at Lake Elmo	60 platted (out of 145)		
Village Preserve	46		
Village Preserve 2 nd Addition	45		
Easton Village 1 st Addition	71 platted (out of 217)		
Arbor Glen Senior Living	84		
Total Completed as of October 2016	306		

Most of the above projects are single family residential subdivisions. In addition, the 2nd Addition of Wildflower at Lake Elmo (20 units) is anticipated to be submitted for preliminary and final plat consideration before the end of 2016. The City has not received any other formal applications for other residential development or commercial, office, or institutional space. Updates have been made to Table 9-1 to reflect development that has occurred within the AUAR area.

Existing Land Use	Gross Acres	Net Acres
Agricultural	691	683
Farmstead	13	13
Single Family Detached	123	122
Single Family Attached	1	1
Retail and Other Commercial	45	45
Industrial and Utility	5	5
Institutional	17	17
Open Space	21	21
Undeveloped	175	168
Park, Recreational or Preserve	36	33
Right-of-Way	84	84
Open Water	62	62
NWI Wetland	-	21
Total AUAR Area	1,275	1,275

Table 9-1 Existing Land Use – AUAR Area

10) **Cover Type**. Updates have been made to Table 10-1 to reflect development that has occurred within the AUAR area.

MLCCS Cover Types	Acres	Percent of Total Area
Planted or Cultivated Vegetation	601.8	47.3%
Artificial Surfaces and Associated Areas	366.2	28.7%
Forest	120.3	9%
Herbaceous	100.1	8%
Water	62.4	5
Woodland	23.3	2
Shrubland	0.9	
Total	1,275	100%

11) Fish, Wildlife, and Ecologically Sensitive Resources. No change.

12) Physical Impacts on Water Resources. No change.

13) Water Use.

In April 2009, the City adopted a new 2030 Comprehensive Water System Plan. The 2030 population projections used in both the AUAR and updated Water System Plan are the same and the 2030 Comprehensive Water System Plan accounts for Village build out. Well No. 4 has been constructed in accordance with applicable requirements and is currently in use per the recommendations of the Water System Plan. Wellhead protection plans for all three wells serving Lake Elmo are in progress.

14) Water-Related Land Use Management Districts. No change.

- 15) Water Surface Use. No change.
- 16) Erosion and Sedimentation. No change.

17) Water Quality – Surface Water Runoff.

The City previously prepared a supplemental document to amend Item 17. Water Quality: Surface Water Runoff in the AUAR and its Mitigation Plan in November of 2010. The amendment was designed to clarify the standards that will be used to address storm water volume control.

When the AUAR and Mitigation Plan were completed in 2009, the City had not adopted its Local Surface Water Management Plan and Surface Water Management Ordinance. The AUAR Mitigation Plan noted that the City would address stormwater runoff volume management requirements through its Surface Water Management Plan update.

The City has completed its Local Surface Water Management Plan update and adopted Ordinance No. 08-016 to regulate stormwater management in the City on June 16, 2009. The City therefore amended the AUAR and Mitigation Plan to require that land development activities meet the requirements of the City's ordinance.

The City completed a second ordinance amendment to the Storm Water and Erosion Control Ordinance in 2011 to adopt the same standard for volume control as the requirement in the Valley Branch Watershed District rules. The Valley Branch Watershed District updated their Rules and Regulations in 2013. Development in the AUAR area will comply with all rules and regulations in the revised 2013 document including capturing and retaining 1.1 inches of runoff from impervious surfaces for new development, an increase from previous requirement of 0.5 inches. Additionally, VBWD is currently completing subwatershed studies that will provide further guidance for development in the project area. Development in the AUAR project area will adhere to the guidance provided by the VBWD to reduce surface water quality and quantity impacts from increases in impervious surfaces.

The City participated in a project with the Washington County to study transportation issues along the Lake Elmo Avenue corridor. A significant part of this study included an analysis of the storm water issues in and around the Village area. This study looked at potential regional solutions to existing storm water issues, and identified specific proposals for regional ponding facilities. Phase I recommendations from the study have been implemented including construction of an infiltration pond southwest of downtown Lake Elmo.

The AUAR study area includes several subwatershed boundaries. The Valley Branch Watershed District (VBWD) updated the priority ranking status of water bodies within these subwatersheds in their 2015 Management Plan. The priority status of three water bodies increased from low and medium ranking to high and medium ranking and remained the same in two other waterbodies. Table 17-1 has been updated to reflect new information provided in the 2015 VBWD Management Plan.

Lake Data	Downs Lake	Lake Elmo	Sunfish Lake	Goetschel Pond	Legion Pond	
DNR ID	82-110W	82-106 <u>P</u>	82-107P	82-313W	82-462W	
Surface Area (ac)	34.2 @ Elev 887.4	283.6 @ Elev 884.8	50 @ Elev 890	22.2 @ Elev 891.5	16.2 @ Elev 883.0	
Mean Depth (ft)	5	Not determined	Not determined <u>5.2</u>	4	Not determined	
Max Depth (ft)	7	137	Not determined <u>13</u>	14	Not determined	
Volume below	Not	Not	Not	92	Not	
the outlet (af)	determined	determined	determined	92	determined	
OHW	889.1	885.6	896.4	900.7	888.7	
Tributary Area (ac)	2,339	1,191	526	2,812	224	
Watershed:Lake Ratio	68:1	4:1	10:1	127:1	14:1	
VBWD Priority Ranking	Low <u>High</u>	High	Medium <u>High</u>	Low <u>Medium</u>	Low	
Outlet	Overland	Weir	Landlocked	Landlocked	Landlocked	

Table 17-1 Key Information for AUAR Area Waterbodies

Since the 2009 AUAR, Downs Lake and Sunfish Lake have been added to the MPCA's 303(d) impaired waters list. Downs Lake is impaired for aquatic recreation due to excess nutrients, eutrophication, and biological indicators. Sunfish Lake is impaired for aquatic recreation due to excess nutrients and biological indicators.

18) Water Quality – Wastewater

The City has completed major infrastructure projects to extend the sanitary sewer system into the Village Planning Area including installation of the Village Force Main sewer system form the I-94 Corridor to a new lift station immediately to the west of Reid Park on land owned by the City.

19) Geologic Hazards and Soil Conditions. No change.

20) Solid Wastes; Hazardous Wastes; Storage Tanks. No change.

21) Traffic

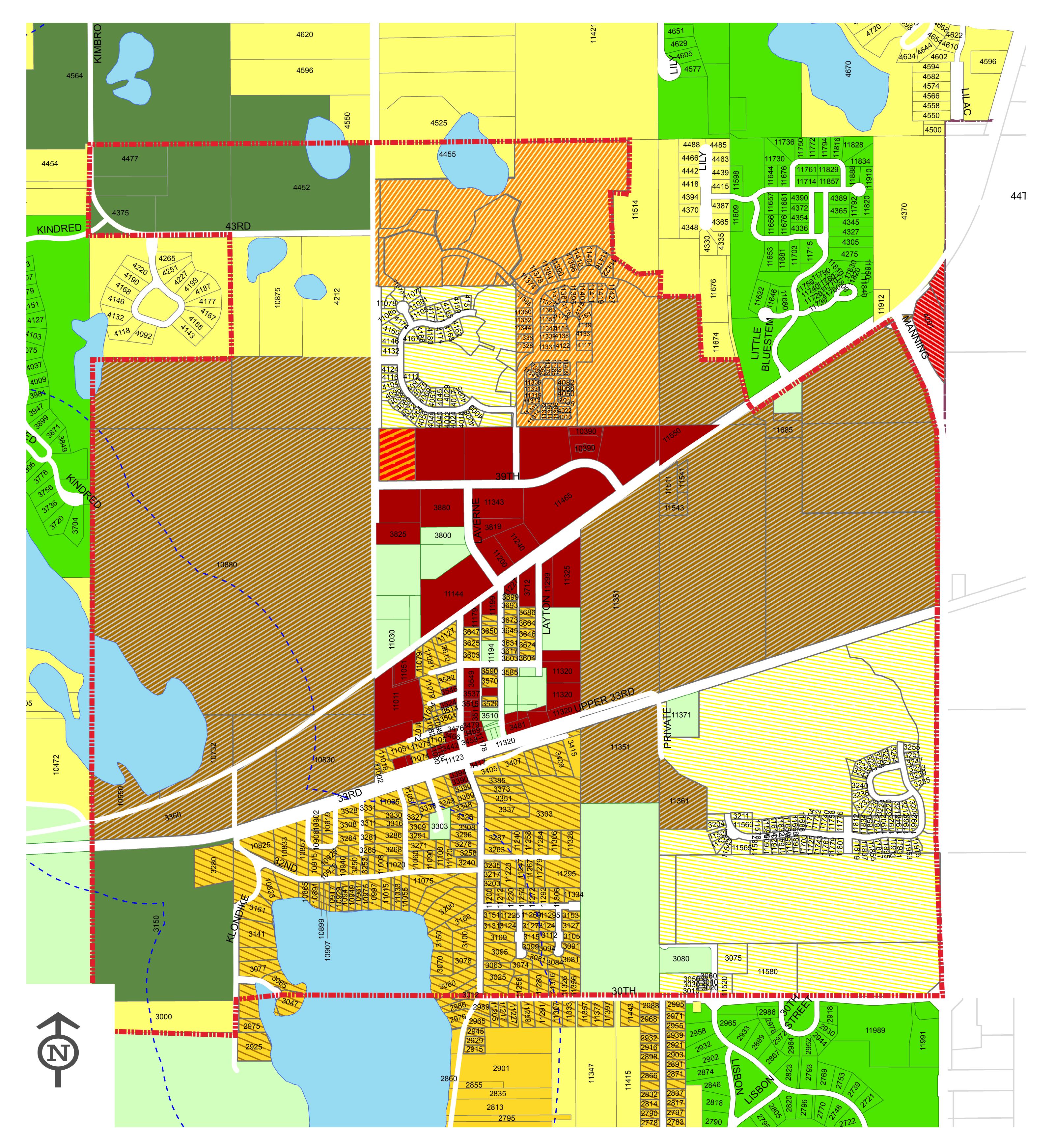
- The following are transportation projects that have been completed since the 2009 AUAR:
 - CSAH 14 (Stillwater Boulevard) has been restriped from a two lane section to a three lane section with a center turn lane throughout the Village. This project also included the installation of a pedestrian island with signage at the Lake Elmo Elementary School crossing.

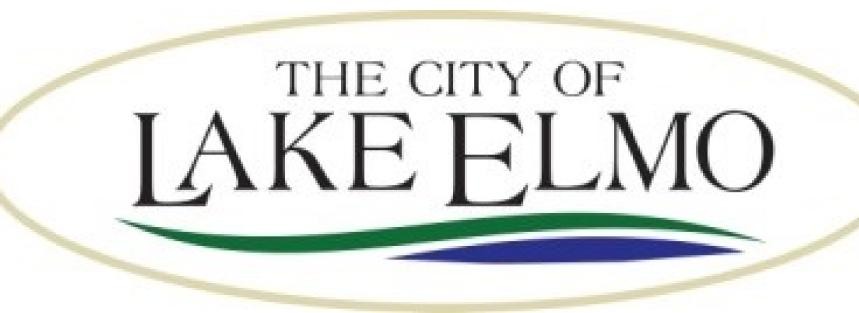
- CSAH 15 Corridor Study. The City of Lake Elmo participated in a project led by Washington County to study potential improvements to CSAH 15 (Manning Avenue). Study includes the realignment of CSAH 14 and CSAH 15 intersection in the Old Village to be constructed in 2018. The city approved the preliminary design for these improvements.
- CSAH 17 Corridor Management and Safety Improvement Project. The City of Lake Elmo participated in a project led by Washington County to study potential streetscape improvements to CSAH 17 (Lake Elmo Avenue). The project included reconstruction of CSAH 17 in 2015 and in 2016 through the Old Village from CSAH 14 to 30th Street.
- The County received funding through MnDOT to install traffic signals at both segments of CSAH 17 that intersection CSAH 14 in the Village. This project was completed in 2014.
- The City updated its transportation plan in 2010 as part of its decennial Comprehensive Plan update. This plan included population projections and transportation improvements anticipated in the AUAR including the Village Parkway minor collector road.
- Lake Elmo Village Parkway will be constructed as development occurs.
- 22) Vehicle-Related Air Emissions. No change.
- 23) Stationary Source Emissions. No change.
- 24) Dust, Air, and Noise Impacts. No change.
- 25) Sensitive Resources. No change.
- 26) Visual Impacts. No change.
- 27) **Compatibility with Plans**. As noted, elements of the Comprehensive Plan that relate to the project area have been updated since the publication of the AUAR. No other changes.
- 28) Impact on Infrastructure and Public Services. No change.
- 29) Cumulative Potential Effects. No change.
- 30) Other Potential Environmental Impacts. No change.
- 31) Summary of Issues. No change.

Mitigation Plan Update

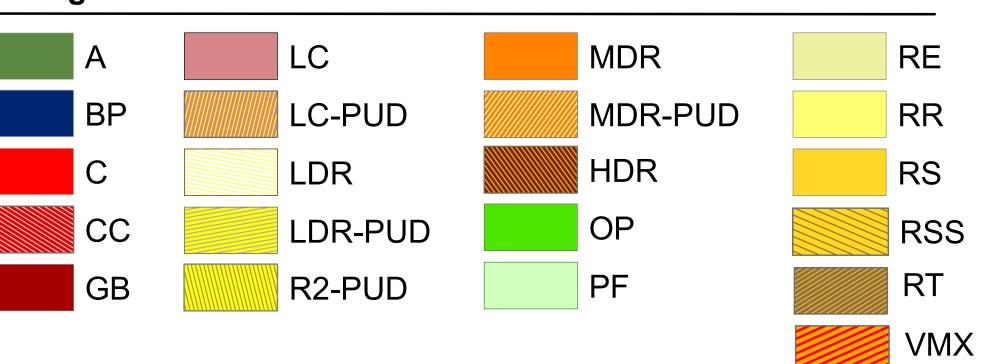
• All elements of the Mitigation Plan continue to remain in effect. Some elements of the Mitigation Plan have been implemented as development has occurred within the AUAR project area. The City will continue to address the Mitigation Plan as it updates its planning documents and zoning regulations and as land use development plans are review by the City.

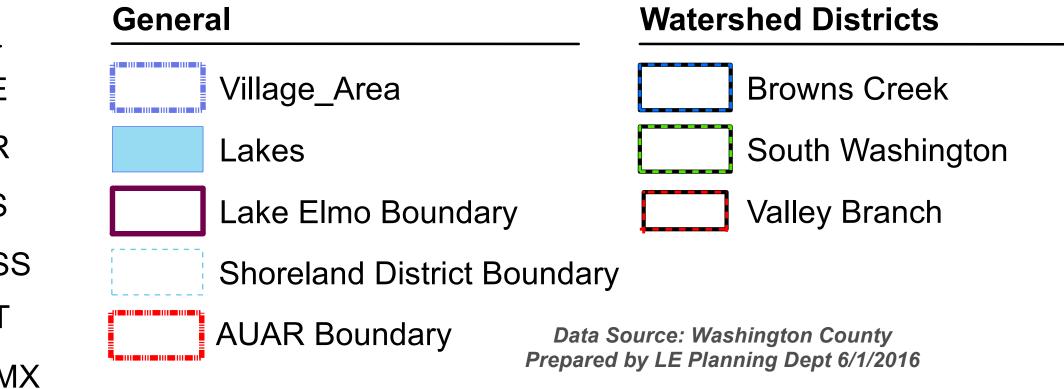
Lake Elmo Zoning Map





Zoning Districts





December 7, 2016

Stephen Wensman, Planning Director City of Lake Elmo 3800 Laverne Avenue North Lake Elmo, MN 55042

RE: City of Lake Elmo Village Area Alternative Urban Areawide Review (AUAR) Update Metropolitan Council Review File No. 20393-4 Metropolitan Council District 12

Dear Mr. Wensman:

Metropolitan Council staff completed its review of the Lake Elmo Village Area Alternative Urban Areawide Review (AUAR) Update to determine its accuracy and completeness in addressing regional concerns. Staff concludes that the AUAR is complete and accurate with respect to regional concerns and raises no major issues of consistency with Council policies. We do not have objections with the Update.

Council staff offers the following comments for your consideration.

6. Development Description

As noted in the AUAR, the City has amended their current comprehensive plan in a manner generally considered consistent with Scenario B. The Metropolitan Council reviewed and authorized this amendment on December 11, 2013 (Business Item 2013-320, Review File No. 20599-5). Should the City choosing a different development scenario in the AUAR, that scenario will need to be reflected in the City's 2040 comprehensive plan update. The City should note that Scenario A appears to have insufficient housing density, and would be inconsistent with regional policy.

9. Land Use – Airport Zoning

A minor correction should be made to the paragraph. The RPZ is the Runway Protection Zone, not the Regulatory Protection Zone.

21. Traffic

A draft set of TAZ forecasts for 2040 has been prepared by Met Council and is available for local governments to review. The Village area is located in TAZs #2354, 2387, and 2388. These TAZs are currently forecasted to gain +836 households during 2010-40. Council staff recommend adding forecasted households and population to the appropriate TAZs. Balancing adjustments can be made to TAZs elsewhere in Lake Elmo. The City can update the TAZs table at the time of its plan update.

Council staff also recommend that the AUAR include an update on Aviation, acknowledging that the Lake Elmo Airport Long Term Comprehensive Plan (LTCP) has been finalized and adopted. A preferred alternative was selected by the Metropolitan Airports Commission (MAC) in August of 2016.



The Council will not take formal action on the AUAR Update. If you have any questions or need further information, please contact me 651-602-1895.

Sincerely LiseBeth Baraias, Manager Local Planning Assistance

CC: Steve O'Brien, MHFA Tod Sherman, Development Reviews Coordinator, MnDOT - Metro Division Harry Melander, Metropolitan Council District 12 Corrin Wendell, Sector Representative Raya Esmaeili, Reviews Coordinator

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