Hutchinson County Rural Development Site Analysis

A Study by Planning & Development District III

Funded by the South Dakota Value Added Agriculture Subfund

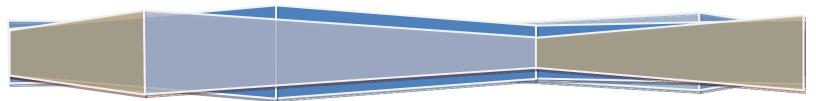




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SUMMARY

As part of the South Dakota Department of Agriculture's (SDDA) efforts to enhance economic development opportunities and better support local control of development, the County Site Analysis Program (Program) was developed in the summer of 2013. The program assists participating counties in identifying potential rural properties with site development opportunities. The analysis and subsequent report will provide local leaders with information and research-based resources to foster well informed decisions regarding the future of their respective regions. It also helps identify and plan for potential challenges that may arise should those opportunities be pursued.

In implementing the Program, SDDA is working closely with South Dakota's Planning and Development Districts. The First District Association of Local Governments (First District) and Planning and Development District III (District III) developed a methodology for a feasibility analysis that focuses on identifying locations for rural economic development. The methodology addresses the feasibility of locations for the development of concentrated animal feeding operations, agricultural processing and storage facilities, and other agriculturally-related commercial/industrial development. The analysis took into consideration local zoning and state permitting requirements and the availability of infrastructure necessary to accommodate certain rural economic development projects.

Hutchinson County utilized a slightly different approach when establishing setback criteria for Concentrated Animal Feeding Operations (CAFO) by basing it upon the waste facility being covered or uncovered. At the time of adopting current zoning regulations, the thought was that odors from uncovered waste facilities have a greater chance of negatively impacting neighboring properties thus mandating a greater setback distance versus covered facilities. The varying setback distances associated with covered and uncovered waste facilities required the District to complete two separate CAFO analyses.

Utilizing Geographic Information System (GIS) technology, District III identified <u>324 covered</u> sites and <u>179 uncovered</u> sites within Hutchinson County that met the minimum standards of the concentrated animal feeding operation (CAFO) analysis and <u>23</u> sites that met the minimum standards of the agriculturally-related industrial development (AID) analysis. These sites complied with local zoning ordinances and were in close proximity to the infrastructure necessary to support the previously identified economic development activities.

Identifying and evaluating potential sites for development is the first step in planning for economic development in rural Hutchinson County. While this report focuses on <u>526</u> specific sites (CAFO: 324 covered and 179 uncovered, and 23 AID) matching the site assessment criteria standards, it became apparent each site also possesses its own unique set of site characteristics which present both advantages and constraints. There were many other sites in the county which complied with the county's zoning regulations but lacked the necessary infrastructure. Upgrading infrastructure identified as necessary to support rural economic development projects may increase the number of sites within the county possessing potential for development.

Infrastructure needs for CAFOs vary dependent upon species as the needs of AID projects also vary. Minimum thresholds for each criterion were utilized to establish the "Best" classification of sites. Those sites designated as "Best" sites were those not limited by any of the criteria considered. Sites not meeting the minimum criteria required of the "Best" sites were subsequently identified as "Good" or "Better". Sites may not be suitable for all CAFO and AID developments but may be limited to specific operations due to conditions limiting the site's development potential. An example of limiting conditions could be the availability of water volume at an identified CAFO site. Water demand for a 3,000 head dairy is approximately five times greater than the needs of a 5,000 head sow operation even though each operation is in excess of 2,000 animal units and will be

subject to the same zoning regulations. Therefore, a 5,000 head sow operation may be located upon a site classified as "Good" or "Better" if the limiting factor was water availability.

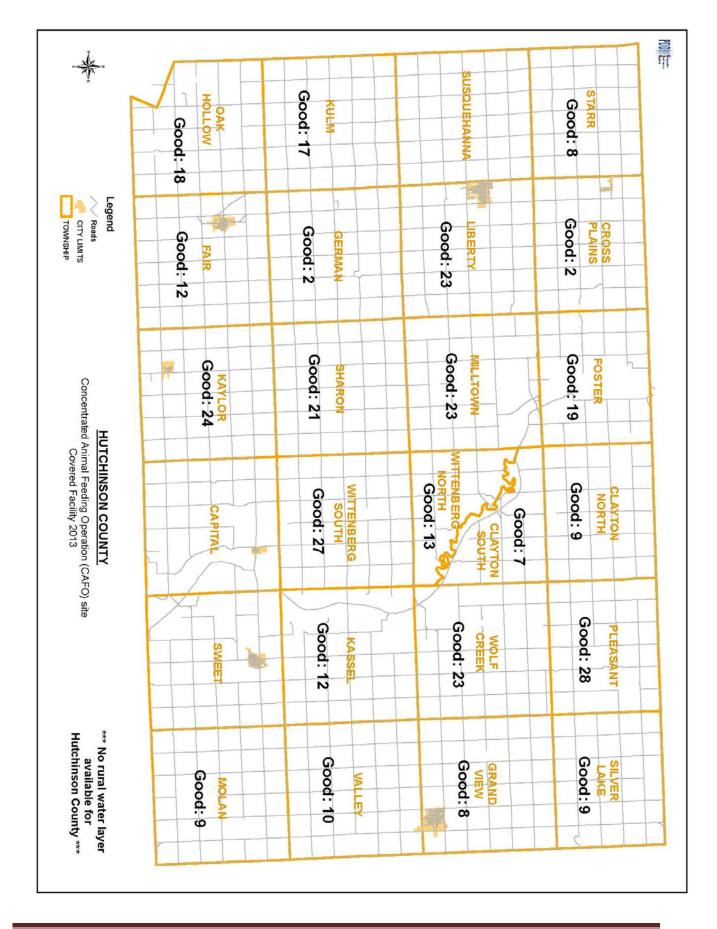
The primary limiting factor in reviewing a property's development potential is the availability of quality potable water. The same is true with agriculturally-related industrial developments which also require a reliable source of high quality water. Access to a centralized water source such as rural water was identified as a key component in the site analysis process. B-Y Water District (B-Y) based in rural Tabor with its treatment plant 12 miles west of Yankton provides rural water to the properties within Hutchinson County. At this time, B-Y is unable to determine the level of service available to the identified sites. It is assumed B-Y may be in position to provide service and all requests will be reviewed at the time of application for service.

The site assessment process was limited in scope to include undeveloped parcels and did not consider expansion of existing CAFOs or commercial/industrial uses. In addition to this limited scope, minimum values were utilized in ranking each site with regards to zoning requirements and infrastructure demands. No attempt was made to rank each site within the three identified classifications. The uniqueness of each criterion identified in Table 1 warrants a comprehensive review of the potential impact each may have upon a subject property. This study is intended as the first step of a multi-faceted development process potentially leading to more specific site evaluations such as Phase 1 Environmental Assessments, soil borings, and business plans.

Identification of each site's relative advantages and constraints provides decision-makers with useful information for assessing the development potential of each site. The information contained herein has the potential to streamline the marketing process thereby reducing timelines, financial expenditures and labor costs. Local governments, economic development groups and state agencies such as the Department of Agriculture or Governor's Office of Economic Development all benefit from the rural site development analysis. These entities now have access to a marketing tool based on proactive planning efforts. In addition, the report may assist local governments in updating their comprehensive plans, zoning ordinances and permitting procedures while also increasing local awareness of potential development opportunities. The findings of this report will assist in determining the potential role each site may play in supporting economic development and should be considered when planning for future projects within Hutchinson County.

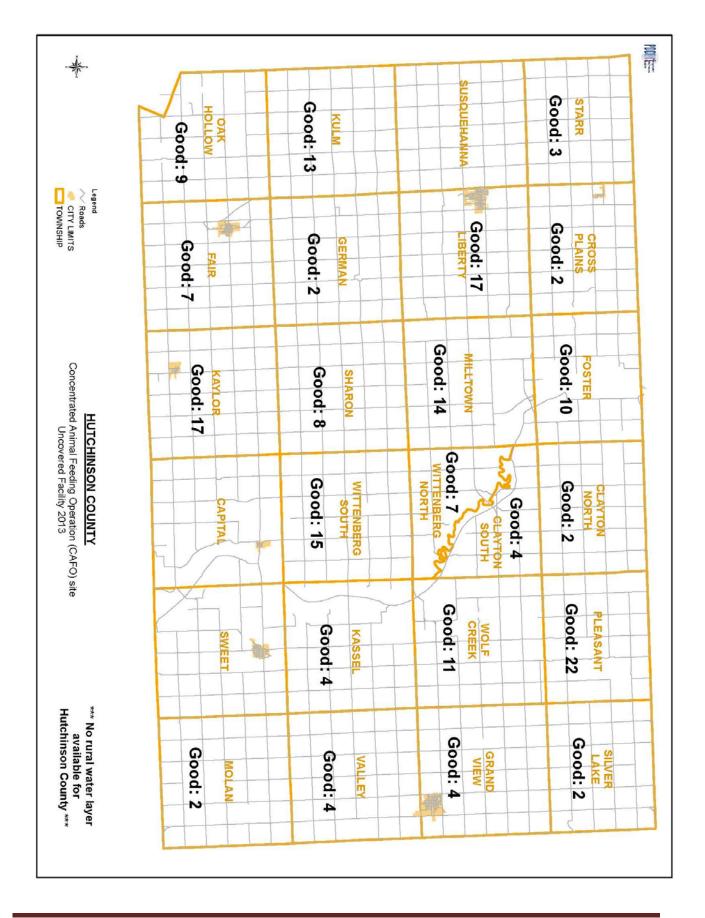
The remainder of the report has been divided into two sections. Section 1 provides an overview of the criteria utilized as part of the Rural Site Development Analysis while Section 2 details the methodology incorporated into the review phase and indentifies the "Good", "Better", and "Best" hierarchy.

As previously mentioned, there were <u>324 covered</u> sites and <u>179 uncovered</u> sites within Hutchinson County which met the minimum standards for inclusion as potential Concentrated Animal Feeding Operation (CAFO) sites and <u>23</u> sites met the minimum standards for agriculturally-related industrial development (AID) site analysis. The following maps are of Hutchinson County and illustrate the 526 identified sites rated as "Good", "Better" and "Best" CAFO and AID sites by township.



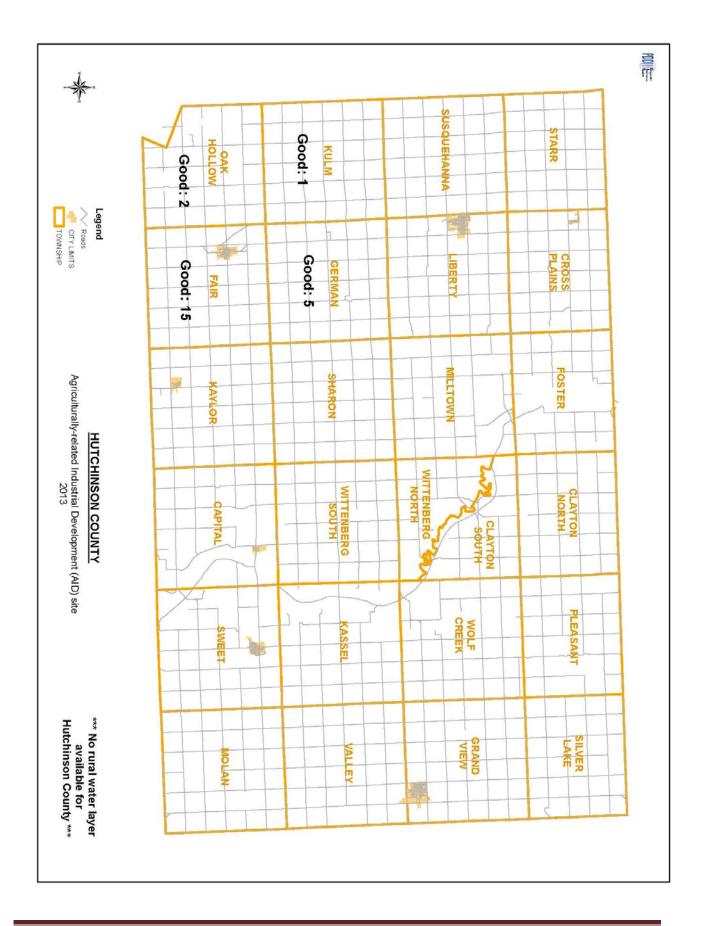
Potential	covered	CAFO Sites	S
TOWNSHIP NAME	BEST	BETTER	GOOD
STARR	0	0	8
SUSQUEHANNA	0	0	0
OAK HOLLOW	0	0	18
CROSS PLAINS	0	0	2
LIBERTY	0	0	23
FOSTER	0	0	19
MILLTOWN	0	0	23
PLEASANT	0	0	28
CLAYTON NORTH	0	0	9
WOLF CREEK	0	0	23
SILVER LAKE	0	0	9
GRAND VIEW	0	0	∞
GERMAN	0	0	2
SHARON	0	0	21
WITTENBERG SOUTH	0	0	27
KASSEL	0	0	12
VALLEY	0	0	10
FAIR	0	0	12
KAYLOR	0	0	24
SWEET	0	0	0
CAPITAL	0	0	0
MOLAN	0	0	6
KULM	0	0	17
CLAYTON SOUTH	0	0	7
WITTENBERG NORTH	0	0	13

Potential Covered CAFO Sites



IOWNSHIP NAME	BESI	BEITER	GOOD
STARR	0	0	3
SUSQUEHANNA	0	0	0
OAK HOLLOW	0	0	6
CROSS PLAINS	0	0	2
LIBERTY	0	0	17
FOSTER	0	0	10
MILLTOWN	0	0	14
PLEASANT	0	0	22
CLAYTON NORTH	0	0	2
WOLF CREEK	0	0	11
SILVER LAKE	0	0	2
GRAND VIEW	0	0	4
GERMAN	0	0	2
SHARON	0	0	8
WITTENBERG SOUTH	0	0	15
KASSEL	0	0	4
VALLEY	0	0	4
FAIR	0	0	7
KAYLOR	0	0	17
SWEET	0	0	0
CAPITAL	0	0	0
MOLAN	0	0	2
KULM	0	0	13
CLAYTON SOUTH	0	0	4
WITTENBERG NORTH	0	0	7

Potential Uncovered CAFO Sites



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Potential AG Inc	Industrial D	Development Sites	nt Sites
TOWNSHIP NAME	BEST	BETTER	GOOD
STARR	0	0	_
SUSQUEHANNA	0	0	0
OAK HOLLOW	0	0	
CROSS PLAINS	0	0	
LIBERTY	0	0	
FOSTER	0	0	0
MILLTOWN	0	0	0
PLEASANT	0	0	-
CLAYTON NORTH	0	0	
WOLF CREEK	0	0	
SILVER LAKE	0	0	-
GRAND VIEW	0	0	
GERMAN	0	0	5
SHARON	0	0	0
WITTENBERG SOUTH	0	0	
KASSEL	0	0	_
VALLEY	0	0	0
FAIR	0	0	15
KAYLOR	0	0	0
SWEET	0	0	
CAPITAL	0	0	0
MOLAN	0	0	0
KULM	0	0	
CLAYTON SOUTH	0	0	
WITTENBERG NORTH	0	0	

Potential AG Industrial Development Sites

SECTION 1: SITE ASSESSMENT CRITERIA



Hutchinson County Location Map

The analysis methodology developed for this study utilized an established set of criteria deemed critical to further development of the subject properties while specifically addressing the suitability of a site for either a CAFO or an AID.

Sites possessing all of the criteria identified as critical within the analysis will be those most sought by potential developers. The occurrence of these sites may be somewhat rare therefore sites under consideration for either a CAFO or AID may meet the majority of criteria, but will be lacking in several specific areas. Any sites not meeting all the criteria may be burdened with a limitation thus requiring more specific analysis. In these cases, the feasibility of developing the site is highly dependent upon the identified limitation(s). Earlier, an example of a potential site limitation was discussed regarding the demand for water. In that situation, the lack of water in the volume necessary for a dairy lent the site to be more likely developed as a swine facility. This example did not explore potential alternatives to the water shortage. The absence of adequate rural water volume at the site may require upsizing of the water infrastructure or securing an alternative water source. All of which hold the potential to mitigate this constraint thereby facilitating the proposed development. In other cases, however, failure to meet certain criteria, such as access to a quality road network, may result in a situation where development of the site becomes economically unfeasible. The site assessment criteria, depending upon whether or not the site is for a CAFO or AID project, have been divided into three major categories to include:

I. LAND USE REGULATIONS

- a) Alignment with Local and Regional Plans
- b) Compliance with Local Zoning Regulations

II. ENVIRONMENTAL

a) Potential Environmental Constraints

III. INFRASTRUCTURE

- a) Transportation Networks Access to Federal/State Roads and Rail
- b) Electrical Supply
- c) Water Supply

I. LAND USE REGULATIONS

Economic development planning in Hutchinson County must be conducted in concert with the county's overall economic development goals. All development activities, including those specifically related to agriculture need to be accomplished within the parameters set forth in local and regional planning documents. Land use or development guidance is traditionally provided via local documents such as Comprehensive Plans, Zoning Ordinances, Policies, Mission Statements and other local economic development plans and initiatives.

Comprehensive Land Use Plan

Chapter II of the Hutchinson County Comprehensive Plan provides background information with the later pages focusing on economic issues within the county. Hutchinson County's leadership recognized the importance of agriculture to the local, regional, and state economies and devoted a seventy-five (75) percent of the economic discussion to agriculture. Chapter III within the 2000 Comprehensive Plan is dedicated to goals and objectives which also includes policies. There were five (5) subsections within the Chapter addressing various subjects of which two, agriculture and economic development are pertinent to this study. Each subsection identifies one overall goal from which objectives and policies are derived. The goals for agriculture and economic development are as follows:

- It is the goal of Hutchinson County to promote agricultural production practices that enhance the economy and protect the environment.
- It is the goal of Hutchinson County to support traditional economic activities, while creating opportunities for business diversification.

These goals address many of the challenges which face a majority of the state's counties. Hutchinson County is attempting to address the challenges by proactive actions such as this study. In reviewing the 2000 Comprehensive Plan, it is clear that Hutchinson County recognizes the importance of large scale animal agricultural development and agriculturally-related commercial and industrial development. The issue of agricultural development is further addressed within the goals, objectives, and policies presented within Chapter III.

Areas of Development Stability (Ag-zoned Property)

Hutchinson County is bisected from north to south by the James River which encompasses vast floodplains while creating scenic vistas thus establishing a potential for residential development

pressure. The riparian areas and bluffs are not conducive to agricultural uses with the exception of grazing thus leaving the remainder of the county open for agricultural pursuits. The majority of the county is zoned AG-Agriculture which discourages small lot development and preservation of large open spaces. These areas should continue to be managed in such a way as to promote agricultural uses and prevent scattered development and expansion of conflicting land uses. Land use controls such as minimum lot sizes and closely defined permitted and conditional uses within zoning districts along with other regulations should be utilized to preserve areas for continued agricultural related development

A failure to preserve agricultural lands through land use controls will diminish their optimum utilization resulting in a shift towards more "urban" uses. Once lands are consumed for uses other than agriculture the remaining agricultural production potential of the land, as well as those in proximity is lost in terms of an being an agriculture based economic generator.

Agricultural Preservation Policies

As noted earlier, Chapter III of the 2000 Hutchinson County Comprehensive Plan addressed goals and objectives to also include policies. There were five (5) objectives and seven (7) policies specifically related to agriculture. The economic development section included two (2) objectives and six (6) policies. The overall tone within the agriculture discussion focuses upon two items:

- > The need to preserve agricultural lands and protect the rural area from uses which pose conflict or interfere with general farming practices.
- Land stewardship with environmental protection concentration

Preservation of agricultural lands is specifically addressed within Objective 2 and its accompanying policy.

- Objective 2 The County will protect production agriculture and prime agricultural land from the encroachment of other land uses, whenever possible.
 - Policy 2(A) County regulations will reflect the importance of existing agricultural practices, when compared to non-compatible land uses.

Hutchinson County has incorporated this objective and policy into its land use regulations by utilizing large lot zoning, limiting rural residential areas, and severely limiting single lot developments.

Miscellaneous Policies

There were a total of five (5) objectives addressing economy. One (1) of these dealt with agricultural land preservation. The remaining four (4) addressed a broader spectrum of agriculture related issues ranging from the need for noxious weed control to environmental protection. These four (4) objectives and their respective policies are as follows:

- Objective 1 The County will consider environmental protection issues and existing land uses in designing development regulations.
 - Policy 1(A) County regulations will seek to minimize the effects of agricultural production practices on neighboring property and the environment.

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- Objective 2 The County will protect production agriculture and prime agricultural land from the encroachment of other land uses, whenever possible.
 - Policy 2(A) County regulations will reflect the importance of existing agricultural practices, when compared to non-compatible land uses.
- Objective 3 The County will assist agricultural producers, within its means, to encourage new investment.
 - Policy 3(A) Extension programs will be supported, if financially feasible.
 - Policy 3(B) Tax abatements will be considered as investment incentives.
- Objective 4 The County will support regulations that enhance land stewardship and environmental protection.
 - Policy 4(A) Noxious weed and other pest related regulations will be enforced.
 - Policy 4(B) Land owners will be encouraged to work with appropriate state and federal agencies as well as university studies in both understanding and following applicable regulations.
- Objective 5 The County will compile information, within its means, to facilitate the public awareness of the importance of agriculture and environmental protection.
 - Policy 5(A) The County will work with local, regional, state and federal entities in exchanging public information.

Concentrated Animal Feeding Operations

The majority of the land mass, over ninety (90) percent, within Hutchinson County is reserved for agricultural uses. That being said, not all agricultural activities are equal with each operation having its own unique qualities. There are those times when the uniqueness of an operation my merit further review and consideration. Historically it is the larger animal feeding operations which have spurred the public interest and scrutiny thus demanding more oversight and control by the local governmental units. CAFO's are identified as a "conditional use" within many zoning ordinances thereby requiring additional documentation, public hearings and approval prior to construction and subsequent operation.

Agriculture is ever changing with the number of farms decreasing and the sizes of operations increasing. According to the USDA Census of Agriculture there were 1,266 farms in the county in 1974, this has decreased each year to 1,064 in 1982, 995 in 1987 and 804 farms in 1997. At the same time the average farm size has increased from 417 acres in 1974 to 597 acres in 1997. Agriculture in South Dakota as in other states is becoming a case study in the "economies of scale" model. Grain farmers are dividing their overhead costs by additional acres thus generating a smaller return per acre though increased total profit. The same model is being applied to the livestock industry where livestock producers are choosing to accept smaller gains over larger numbers of animals in pursuit of stability and greater profits. Hutchinson County recognizes that a diverse agricultural industry, relying on cash crop and animal agriculture, promotes a sustainable and balanced agricultural economy. This crop and livestock balance is supported by the 1997

census data which notes the value of agricultural products in Hutchinson County. In 1997 the value of livestock and poultry was \$54,181,000 and crops were \$48,789,000 which is fairly even when compared to earlier reporting periods where the differences were \$20 to \$30 million in value. Concentrated animal feeding operations create local demand for crops grown in the area, provide fertilizer for surrounding land, and yield a value added product which is, in some cases, directly sold to local residents.

Concentrated Animal Feeding Operation (CAFO) Policies:

In addition to the general agricultural land preservation policies previously discussed, the county drafted two policies dealing directly with the issue of concentrated animal feeding operations. Knowing that there is a need for such operations and there are greater than average size cattle and swine operations located in the county, the following two policies were included within the county's Comprehensive Plan.

- Policy 1(A) County regulations will seek to minimize the effects of agricultural production practices on neighboring property and the environment.
- Policy 4(B) Land owners will be encouraged to work with appropriate state and federal agencies as well as university studies in both understanding and following applicable regulations.

Hutchinson County has incorporated these policies into its land use regulations by utilizing agricultural easements, residential buffers, and CAFO waivers within its zoning ordinance. These policies clearly identify the county's position on CAFO's and its support of the creation and expansion of concentrated animal feeding operations in rural areas.

The Hutchinson County Zoning Ordinance is based upon goals, objectives, and policies noted within the Comprehensive Plan. The policies addressing agriculture preservation and CAFOs are the foundation for the requirements set forth within the zoning ordinance sections addressing animal feeding operations which include:

- > All CAFOs are required to comply with applicable state and federal regulations;
- CAFOs of greater than 1,000 animal units should meet minimum requirements of the South Dakota DENR General Permit;
- CAFOs of greater than 1,000 animal units shall obtain a Storm Water Permit for Construction Activities;
 - CAFOs and their respective waste facilities of greater than 1,000 animal units shall comply with the following setbacks:

•	Public Wells	1,000 feet
•	Private Wells	250 feet
•	Lakes, Rivers, Streams Classified as Fisheries	500 feet
•	Federal and State Road ROW	200 feet
•	County and Township Road ROW	100 feet
•	Designated 100 Year Floodplain	Prohibited

CAFOs and their respective waste facilities of greater than 1,000 but less than 1,999 animal units shall be located no closer than <u>one (1) mile</u> from any incorporated municipality or residentially zoned area;

- CAFOs and their respective waste facilities of greater than 2,,000 animal units shall be located no closer than two (2) miles from any incorporated municipality or residentially zoned area;
- Uncovered CAFO waste facilities of greater than 1,000 animal units shall be located no closer than <u>one-half (1/2) mile</u> from any church, school, commercially zoned area, or residential dwelling;
- Covered CAFO waste facilities of greater than 1,000 animal units shall be located no closer than <u>one-quarter (1/4) mile</u> from any church, school, commercially zoned area, or residential dwelling;
- CAFOs of greater than 1,000 animal units shall not transport animal waste further than ten (10) miles from the point of origination for land application.
- CAFO Animal Waste Facilities will be reviewed by the Board of Adjustment. Upon review additional design and site development specifications may be required.
- > CAFOs of greater than 1,000 animal units shall prepare a facility management plan;
- All manure application within Hutchinson County requires appropriate separation from property lines, rights-of-way, specific water features, and various different land uses depending upon the method of application;
- CAFOs should be situated with access to roads capable of handling potential traffic volumes associated with the use without increasing the cost of maintaining those roads; and
- Protect existing CAFOs from encroachment of residential uses by requiring any new construction within one-half (1/2) to one quarter (1/4) mile for an existing CAFO to waive the right to protest any future expansion of the specified CAFO at the existing location.

Commercial/Industrial Land Use

Due to the current property tax schedule, land values and limited access to large open lots many rural areas experience pressure to provide locations for both commercial and industrial development. With the exception of the areas immediately abutting municipalities it is the intent of Hutchinson County to encourage commercial and industrial development to occur within municipalities, thereby preserving agricultural lands for agriculture production. Those areas lying outside municipalities to include the area south and west of Parkston and the area immediately east of Freeman and abutting Highway 81 are best described as "Agriculture - Commercial". These areas primarily host commercial and industrial ventures which directly support agricultural production.

Commercial and Industrial Development Goal

There were numerous goals, objectives and policies relating to economic issues within the Hutchinson County Comprehensive Plan. All of which have been reiterated in earlier sections of this report. A summation of several statements would be to encourage the continuation of agricultural production, while promoting cost effective, value added agricultural processing efforts.

Commercial and Industrial Development Policies

The Hutchinson County Comprehensive Plan clearly notes the importance of agriculture to the regional economy. The impact of agriculture is not lost upon the county's leadership who has drafted zoning regulations which implement the following two statements.

- Preferences should be given to agricultural production and processing activities that benefit the agriculture industry; and
- County regulations should protect the property rights and promote the economic opportunities of farm operators.

Zoning

Ideally, economic developers seek sites that are zoned and eligible for specific uses. The need to pursue a zoning change or conditional use permit introduces an additional step in the development process that may increase development timeframes and costs. It also increases the uncertainty that the project can proceed given that zoning changes are referable and that a super majority vote of the County's Board of Adjustment is required for a conditional use permit.

Concentrated Animal Feeding Operation Development

For the purpose of this analysis, setbacks were applied to all of the above noted items. All 324 covered and 179 uncovered CAFO sites under analysis in Hutchinson County are currently zoned as agricultural and all or a portion of the legally described parcels, according to the best available data, further meet the required setback and lot area requirements.

Commercial/Industrial Development

As stated earlier, almost all commercial and industrial activity outside municipalities and within Hutchinson County is dedicated to the support of agriculture activities. The most recent and majority of commercial and industrial activities are occurring south and west of the Highways 44 and 37 intersection near Parkston. All current and future commercial and industrial development will be regulated to areas adjacent to county and state hard surface roads. At this time, all commercial or industrial development outside of municipal jurisdiction is limited to the previously indentified areas to include immediately south of Parkston and east of Freeman.

Buildable Parcel

One criterion deemed necessary to facilitate development of either a CAFO or an AID was land area. A parcel of 40 buildable acres was set as the minimum for consideration within the analysis. In order to be considered, the property must have consisted of 40 contiguous acres and able to support development upon all 40 acres. Parcels without 40 buildable acres were not considered in the final analysis.

II. ENVIRONMENTAL

The location of shallow aquifers in relation to potential development sites was included in the analysis. In reviewing shallow aquifers it is critical to note that they are included in the analysis for two distinct and very different reasons. Shallow aquifers may be utilized as a potential water source to support development. These same aquifers are vulnerable to pollution due to their proximity to the surface and must be protected via setbacks and development limitations.

Prior to or contingent upon acquiring a parcel it is assumed other environmental factors potentially affecting the property would be addressed via a Phase I Environmental Assessment or similar process. It is recommended that developers consider undertaking such an inquiry prior to executing a major commitment to a particular location.

III. INFRASTRUCTURE

The term infrastructure is broad though in the context of property development the term includes essential services such as water, sewer, electrical, telecommunications, and roads. With regards to the rural site analysis process; access to quality roads, electrical capacity and water supply were deemed essential and indentified as site selection criteria.

Transportation

Access to quality roads was identified as critical to determining the development potential of a parcel. The proximity of a potential development site to either a state or county road was established as one of the parameters in conducting the rural site analysis. In addition to utilizing the South Dakota Department of Transportation's road layer to identify roads and surface types, local experts were consulted to assist in identifying the road network. District III requested the Hutchinson County Highway Superintendent (Joel Baumiller) to identify segments of the county road system inadequate to support a CAFO or AID. Sites accessed only by township roads were eliminated from the CAFO analysis and all potential AID sites abutting non hard surfaced roads and located greater than one-half mile from a hard surface road were also eliminated from the analysis.

A potential development site's proximity to certain road types impacted its designation. Those parcels abutting hard surface roads were consistently ranked higher than those served by gravel roads. In reviewing CAFO sites, parcels adjacent to a county or state hard surface road were designated "Better" or "Best" for transportation resources. Parcels adjacent to county gravel roads were designated "Good". Regarding AID sites, parcels adjacent to a county or state hard surface road were designated "Best" and those parcels within one-half mile of a county or state hard surface surface road were designated "Good" or "Better".

Electric Supply

Access to 3-phase power was designated as a site characteristics criterion for both CAFO and AID development. District III contacted Southeastern Electric Cooperative and Northwestern Energy, the primary providers of electricity to the rural areas of Hutchinson County, to obtain the location and capacity of the 3-Phase infrastructure within the county. All parcels whether for CAFO or AID development adjacent to a 3-phase power line were designated "Best" for electricity resources. Whereas, parcels within one-half mile of a 3-phase power line were designated "Best" and those within 1 mile of a 3-phase power line were designated "Good".

Water Supply

The ability to secure information regarding rural water distribution networks and capacity proved to be the most complex and difficult component of the infrastructure analysis. Due to this complexity, water resources were evaluated differently than transportation and electric infrastructure. While transportation and electric infrastructure were classified based solely upon proximity to roads and 3-phase power; the analysis of rural water systems first required the evaluation of each system's supply and distribution capacities. Development sites were then selected based upon the proximity to water service. The classifications with regards to water supply and their respective criteria are as follows:

- 1. "Best"
 - a. CAFO If the rural water system had sufficient supply and distribution (104 gallons per minute for a CAFO see below) in a specific geographic area, that area was designated as "Best" for water resources.
 - b. AID If the rural water system had sufficient supply and distribution (285 gallons per minute for an AID site see below) in a specific geographic area, that area was designated as "Best" for water resources.
- 2. "Better" In those geographic areas of the county where the rural water system had a sufficient supply of water but inadequate distribution lines, or vice versa.
- 3. "Good" In the event, the rural water system had neither supply or distribution within a geographic area a "Good" designation was applied to those areas that were within 2 miles but not closer than ½ mile from a shallow aquifer.

Upon defining the ranking criteria these parameters were utilized to evaluate potential CAFO and AID sites within Hutchinson County. Potential CAFO development sites adjacent to a rural water system with the supply and distribution capacity of 104 gallons per minute were classified as "Best" for water resources. Parcels adjacent to a rural water system with the supply but not distribution capacity of 104 gallons per minute, or vice versa were classified as "Better". Any sites identified as "Good" for water resources required those parcels to lack a central water source and be within 2 miles but not closer than ½ mile from a shallow aquifer.

Due to the varying demands of potential uses a separate set of criteria was utilized to rank potential AID sites. Parcels adjacent to a rural water system with the supply and distribution capacity of 285 gallons per minute were classified as "Best" for water resources. Any parcels adjacent to a rural water system with either the supply or distribution capacity of 285 gallons per minute were classified as "Good" included parcels which lacked a central water source and were within 2 miles but not closer than ½ mile from a shallow aquifer.

The site analysis sought to address whether or not the rural water system serving the region had excess water treatment capacity (supply) and their ability to serve potential properties (distribution). In order to address the issue of supply, each rural water system was requested to identify their surplus treatment capacity. In addition, each system was requested to notate on a map those geographic areas to which 104 gallons per minute could be accommodated as well as those areas where 20.8 gallons per minute could be supplied. These capacities are necessary to accommodate a 3,000 head dairy or 5,000 head sow operation, respectively. Food and animal processing facilities require an average of 285 gallons per minute therefore rural water providers were asked to note those areas where this volume is available.

As noted earlier, B-Y Water District is the primary water supplier to rural properties within Hutchinson, Yankton and Bon Homme Counties. In an effort to conduct the most accurate analysis B-Y was contacted and requested to provide distribution system and capacity information to Planning District III for inclusion in the analysis. At this time the data has not been made available therefore the water supply analysis for both CAFO and AID sites is incomplete; although, it is assumed water service to a specific project would be considered on a case by case basis.

SECTION 2: RESEARCH AND METHODOLOGY

This section describes the methodology utilized to evaluate the suitability of potential sites for either CAFO development or agriculturally-related commercial/industrial economic development.

Step 1: Research on Site Characteristics

Based on the general site assessment criteria established in Section 1 of this report, specific site characteristics necessary for determining the suitability of a potential site were developed. Table 1 lists the criteria identified as being necessary in order to conduct analysis of the potential sites. Utilizing these criteria as a guide, a variety of research methods were employed to compile the GIS data sets used in the analysis. This included the examination of local, regional, and state planning documents and existing GIS data layers.

CAFO Criteria	Ag-related Commercial/Industrial Criteria
County Zoning Setback Requirements	Location of Communities
Location of Rural Residences & Communities	Existing Zoning Districts
Existing Zoning Districts	Location of Shallow Aquifer
Location of Shallow Aquifer	Access to County and State Road Network
Access to County and State Road Network	Proximity to three-phase Electrical Supply
Proximity to three-phase Electrical Supply	Proximity to Water Supply
Proximity to Water Supply	Capacity of Water Supply
Capacity of Water Supply	Proximity to Rail
	Proximity to Municipality

Table 1: Site Characteristics Criteria

Step 2: Evaluation of Site Characteristics Criteria

After developing the data sets in Table 1, the analysis identified those site locations that:

- 1. Complied with zoning and aquifer protection guidelines; and
- 2. Are in close proximity to infrastructure necessary to support either CAFO or AID development.

Concentrated Animal Feeding Operation (CAFO)

The GIS analysis removed all parcels within the county from consideration that:

- 1. Did not have direct access to either a county or state road network;
- 2. Were not within one mile of three phase electric power;
- 3. Were completely located over a shallow aquifer;
- 4. Did not meet the one mile setback from existing residences;
- 5. Did not meet the two mile setback from municipalities; and
- 6. Did not contain a buildable footprint of at least forty (40) acres.

After applying the local zoning and buildable footprint requirements to each site, the availability of necessary infrastructure was incorporated into the analysis. The general location of available water, electric and road infrastructure was applied to the remaining sites to establish a Good, Better, and Best hierarchy of potential development sites. The result was the identification of **324 covered and 179 uncovered** CAFO sites that fell into the design standards of one of the following three development standards:

Good Sites (324 covered, 179 uncovered sites) – Sites that were determined to be "Good" sites met the following minimum criteria:

- Site is adjacent to any state or county hard surfaced road or county gravel road
- Site is within one mile of three phase power
- Site meets Hutchinson County concentrated animal feeding operation setback requirements and aquifer protection guidelines
- Site is adjacent to rural water area designated BEST or BETTER, or within 2 miles but not closer than ½ mile from shallow aquifer (GOOD)
- Site contains 40 acres of developable ground
- Site not closer than ¹/₂ mile from shallow aquifer

Better Sites (0 covered, 0 uncovered sites) – Sites that were determined to be "Better" sites met the following minimum criteria:

- Site is adjacent to any state or county hard surfaced road
- Site is within one-half mile of three phase power
- Site meets Hutchinson County concentrated animal feeding operation setback requirements and aquifer protection guidelines
- Site is adjacent to rural water area designated BEST or BETTER
- Site contains 40 acres of developable ground
- Site not closer than 1/2 mile from shallow aquifer

Best Sites (0 covered, 0 uncovered sites) – Sites that were determined to be "Best" sites met the following minimum criteria:

- Site is adjacent to any state or county hard surfaced road
- Site is adjacent to three phase power
- Site meets Hutchinson County concentrated animal feeding operation setback requirements and aquifer protection guidelines
- Site is adjacent to rural water area designated BEST
- Site contains 40 acres of developable ground
- Site not closer than 1/2 mile from shallow aquifer

Agriculturally-related Commercial/Industrial Development (AID)

The GIS analysis removed all parcels within the county from consideration that:

- 1. Were not within one half mile of a county or state road network;
- 2. Were not within one mile of three phase electric power;
- 3. Were not within one mile of rail;
- 4. Were completely located over a shallow aquifer;
- 5. Were within 1/4 mile of a community of less than 1,000 people;
- 6. Were within $\frac{1}{2}$ mile of community with more than 1,000 people;
- 7. Did not contain a buildable footprint of at least forty (40) acres.

After applying the location criteria and buildable footprint requirements to each site, the availability of necessary infrastructure was incorporated into the analysis. The general location of available water, electricity, road, and rail infrastructure and the proximity to a municipality was applied to the remaining sites to establish a good, better, and best hierarchy of potential development sites. The result was the identification of **23** sites that fell into the design standards of one of the following three development standards:

Good Sites (23 sites) – Sites that were determined to be "Good" sites met the following minimum criteria:

- Site is within one-half mile of a state or county hard surfaced road
- Site is within one mile of three phase power
- Site adjacent to rural water area designated BEST or BETTER, or within 2 miles but not closer than ¹/₂ mile from shallow aquifer (GOOD)
- Site contains 40 acres of developable ground
- Within one mile of rail
- Site not closer than 1/2 mile from shallow aquifer

Better Sites (0 sites) – Sites that were determined to be "Better" sites met the following minimum criteria:

- Site is within one-half mile of a state or county hard surfaced road
- Site is within one-half mile of three phase power
- Site is adjacent to rural water area designated BEST or BETTER
- Site contains 40 acres of developable ground
- Site is within one-half mile of rail
- Site is in the comprehensive land use plan identified for future commercial/industrial development but not yet appropriately zoned
- Site not closer than ¹/₂ mile from shallow aquifer

Best Sites (0 sites) – Sites that were determined to be "Best" sites met the following minimum criteria:

- Site is adjacent to a state or county hard surfaced road
- Site is adjacent to three phase power
- Site is adjacent to rural water area designated BEST
- Site contains 40 acres of developable ground
- Site is adjacent to rail
- Site is zoned for commercial/industrial development
- Site not closer than 1/2 mile from shallow aquifer

Step 3: Site Development Recommendations

Based on the analysis, **324 covered and 179 uncovered** sites were classified as Good, Better, or Best for CAFO development and **23** sites were classified as Good, Better, or Best for AID development (see Hutchinson County CAFO Development Site Map and Hutchinson County Potential AID Development Sites Map).

Since there was insufficient rural water information, the analysis was unable to identify any CAFO or AID site as "Good", "Better" or "Best" based upon the required water characteristics criteria. However, the analysis and maps contained herein do identify sites as being potentially "Good", "Better" or "Best" based on meeting the necessary characteristics criteria of each hierarchical category with the exclusion of water. These "potential sites" could possibly meet the hierarchical category standards if and when additional information regarding rural water capacity becomes available.

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