SHORT TITLE: California Renters Legal Advocacy and Educational Fund vs. City of Huntington Beach

CLERK'S CERTIFICATE OF MAILING/ELECTRONIC	CASE NUMBER:
SERVICE	30-2020-01140855-CU-WM-CJC

I certify that I am not a party to this cause. I certify that a true copy of the above Minute Order dated 10/04/21 has been placed for collection and mailing so as to cause it to be mailed in a sealed envelope with postage fully prepaid pursuant to standard court practice and addressed as indicated below. This certification occurred at Santa Ana, California on 10/4/21. Following standard court practice the mailing will occur at Santa Ana, California on 10/4/21.

CITY ATTORNEY'S OFFICE CITY OF HUNTINGTON BEACH 2000 MAIN STREET, P.O. BOX 190 HUNTINGTON BEACH, CA 92648

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Clerk of the Court, by: Ochalla Valencia . Deputy

I certify that I am not a party to this cause. I certify that the following document(s), Minute Order dated 10/04/21, have been transmitted electronically by Orange County Superior Court at Santa Ana, CA. The transmission originated from Orange County Superior Court email address on October 4, 2021, at 12:33:11 PM PDT. The electronically transmitted document(s) is in accordance with rule 2.251 of the California Rules of Court, addressed as shown above. The list of electronically served recipients are listed below:

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Clerk of the Court, by: Ochalla Valencia , Deputy

SUPERIOR COURT OF CALIFORNIA, COUNTY OF ORANGE CENTRAL JUSTICE CENTER

MINUTE ORDER

DATE: 10/04/2021

TIME: 10:18:00 AM

DEPT: C21

JUDICIAL OFFICER PRESIDING: Deborah Servino CLERK: Schallie Valencia REPORTER/ERM: None BAILIFF/COURT ATTENDANT: None

CASE NO: **30-2020-01140855-CU-WM-CJC** CASE INIT.DATE: 05/26/2020 CASE TITLE: California Renters Legal Advocacy and Educational Fund vs. City of Huntington Beach CASE CATEGORY: Civil - Unlimited CASE TYPE: Writ of Mandate

EVENT ID/DOCUMENT ID: 73620123 EVENT TYPE: Chambers Work

APPEARANCES

There are no appearances by any party.

Proposed Statement of Decision is attached and incorporated herein.

Court orders Clerk to give notice.

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			SUPERIOR COURT OF CALIFORN	lia
1			OCT 0 4 2021	
2			DAVID H. YAMASAKI, Clerk of the Co	urt
3	COUNTY OF ORANGE		BT. Salanco DEPU	TY
4				
5	California Renters Legal Advocacy and) Case No.: 30-2020-0	1140855	
6	Education Fund, a California nonprofit public) [PROPOSED] STATE	EMENT OF DECISION	
7	benefit corporation, and THDT Investment,)		
8	Inc., a California corporation,)		
9	Petitioners,)		
10	V.)		
11	City of Huntington Beach,) .		
12	Respondent.			
13)	1		
14	Petitioners California Renters Legal Adv	ocacy and Education Fi	und and THDT	
15	Investment, Inc. ("THDT Investment") filed a motion to issue writ of mandate. At the June 4,			
16	2021 hearing on the motion, Petitioners requested a statement of decision. The general rule is			
17	that the trial court is not required to issue a written statement of decision following a motion,			
18	even if the motion involves extensive evidentiary hearings and the resulting order is appealable.			
19	(Gruendl v. Oewel Partnership, Inc. (1997) 55 C	Cal.App.4th 654, 660.) T	here are no material	
20	factual disputes for this Court to decide. (Code Civ. Proc., § 632; Cal. Rules of Court, rule			
21	3.1590.) The Court's review of an administrative adjudicatory decision under Code of Civil			
22	Procedure section 1094.5 is ordinarily confined to the administrative record. (Code Civ. Proc., §			
23	1094.5, subd. (a); see <i>Moore v. City of Los Angeles</i> (2007) 156 Cal.App.4th 373, 382.) The			
24	FAP presents only legal issues. Although exceptions have been judicially-created to this rule,			
25	Petitioners have given no authority requiring a written statement of decision in this situation.			

Out of an abundance of caution, however, this Court provides this Statement of Decision on the ruling.

3 The Court hereby finds the principal controverted issues on this motion to issue writ of 4 mandate are: (1) whether the Housing Accountability Act ("HAA"'; Govt. Code, § 65589,5) is unconstitutional and violates the home rule doctrine; (2) whether Respondent City of Huntington Beach proceeded in a manner required by law in denying approval of the project; (3) whether pursuant to Government Code section 65589.5, subdivision (j)(2)(B), the project was to be deemed consistent, compliant, and in conformity with the applicable plan, program, policy. ordinance, standard, requirement, or other similar provision; (4) whether Respondent required the project to comply with applicable, objective general plan, zoning, and subdivision standards and criteria, including design review standards, in effect at the time that the application was deemed complete; (5) whether there was substantial evidence that would allow a reasonable person to conclude that the project was consistent, compliant, or in conformity with an applicable plan, program, policy, ordinance, standard, requirement or other similar provision; (6) whether Respondent's denial of approval of the project was based upon written findings supported by a preponderance of the evidence on the record that both the project would have a specific, adverse impact upon the public health or safety and there was no feasible method to satisfactorily mitigate or avoid the adverse impact identified other than the disapproval of the project; and (7) whether Respondent acted in bad faith when it disapproved the project.

Requests for Judicial Notice

The Court grants Petitioners' request for judicial notice of: (1) an excerpt of Beach and Edinger Corridors Specific Plan, as amended in June 2105 [cover page through Section 2.1 (Development Standards)]; (2) Assembly Committee on Housing and Community Development Report on AB 1515 for April 26, 2017 meeting; (3) Assembly Committee on Housing and Community Development Report on SB 167 for June 28, 2017 meeting; and (4) Senate

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Committee on Transportation and Housing Committee Report on AB 3194 for June 19, 2018 meeting. (4/5/2021 Request for Judicial Notice, Exhs. A-D; Evid. Code, § 452, subds. (b) & (c).)

The Court grants Respondent's request for judicial notice of: (1) Huntington Beach City Charter; and (2) Huntington Beach Zoning and Subdivision Code sections 241, 248, and 250. The Court denies Respondent's request for judicial notice of the Order filed on November 7, 2019 in San Francisco Bay Area Renters Federal, et al. v. City of San Mateo, et al. (San Mateo Superior Court case no. 18-CIV-02105) as irrelevant. (5/2/2021 Request for Judicial Notice, Exhs. A-C; Evid. Code, §§ 451, 452, subds. (b), (c), & (d); *Mangini v. R.J. Reynolds Tobacco Co.* (1994) 7 Cal.4th 1057, 1063.)

The Court grants Petitioners' request for judicial notice of 2019 California Fire Code, California Code of Regulations, title 24, section 1.11.2.4. (5/14/2021 Request for Judicial Notice, Exh. E; Evid. Code, 452, subd. (b).)

II. <u>Relevant Background</u>

On November 1, 2017, THDT Investment, through its agent MCG Architecture/Jeff Herbst submitted a planning application (no. 17-205). (Administrative Record ["AR"] at 3061-3063 [ROA 69].) Notifications of filing status that indicated that the application was incomplete because information and/or corrections were requested before the application would be deemed complete. (AR at 3069-3160, 3234-3388 [ROA 69].) In a notification of filing status dated April 1, 2019, the application was deemed complete. However, the notification noted that there were still outstanding items. (AR at 343-3462 [ROA 69].) A public hearing before the planning commission on May 28, 2019 was noticed. (AR at 3465-3507 [ROA 69].) The notice of the hearing indicated that the request for the conditional use permit was "[t]o demolish an existing liquor store, residence, and portion of a former car wash to permit a one-lot subdivision and development of a four-story mixed-use building including 48 new condominium residences with 891 square feet of commercial space and three levels of subterranean parking" at the location

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of "8041 Ellis Avenue Beach Boulevard (North side of Ellis Ave., between Beach Blvd. and Patterson Ln.)". (AR 3465-3507 [ROA 69].)

3 The Huntington Beach Planning Commission held a public hearing on the proposed 4 project on May 28, 2019. (AR 3465-3507 [Notice; ROA 69.]; AR 1526-1535 [Minutes; ROA 58]; 5 AR 1536-1653 [Transcript; ROA 58].) The staff report recommended that the Planning 6 Commission find the proposed project exempt from the California Environmental Quality Act and 7 approve Tentative Tract Map No. 18157 and Conditional Use Permit No. 17-042 with suggested 8 findings and conditions of approval. The staff report also provided two alternative actions; (1) 9 continue Tentative Tract Map No. 18157 and Conditional Use Permit No. 17-042 and direct staff 10 to return with findings for denial; or (2) continue Tentative Tract Map No. 18157 and Conditional 11 Use Permit No. 17-04 and direct staff accordingly. (AR 1403 [ROA 58].) The Planning 12 Commission voted to direct staff to return to the June 11, 2019 Planning Commission meeting 13 with findings for denial. (AR 1533, 1633-1635 [ROA 58]; AR 3508 [Notice of Action, ROA 69].) 14At the June 11, 2019 public hearing, the Planning Commission voted to deny the tentative tract map and conditional use permit with modified findings for denial. (AR 1687-1688, 1710-1712 [ROA 58]; AR 1881-1885 [Notice of Action with Findings, ROA 58].)

THDT Investment filed a notice of appeal with the Huntington Beach City Council. (AR 1886-1913 [ROA 58].) The City Council continued hearing the appeal from August 19, 2019 to September 3, 2019. But, on August 19, 2019, the City Council held a public hearing on August 19, 2019 to hear comments. (AR 1968-1994 [ROA 60].) At the September 3, 2019 hearing, the City Council upheld the Planning Commission's denial. (AR 2288-2289, 2346-2347 [ROA 61].)

On October 28, 2019, Californians for Homeownership filed a verified petition for writ of mandate, in the related case (Orange County Superior Court case no. 30-2019-01107760). In a letter dated November 14, 2019, THDT Investment requested the Huntington Beach City Council reconsider its decision. (AR 2403-2404 [ROA 63].) THDT Investment requested a

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rehearing, which was scheduled for February 18, 2020. (See AR 2365-2366, 2368 [ROA 61].) At the February 18, 2020 hearing, the City Council voted to deny the Tentative Tract Map No. 18157 and Conditional Use Permit No. 17-042 with findings. (AR 3016-3017, 3049-3051 [ROA 67].) A notice of action was issued with findings. Respondent found that the project's design was not consistent with the General Plan and the Beach and Edinger Corridors Specific Plan ("BECSP") in that it failed to further a number of land use and circulation goals and policies contained in the General Plan and the BECSP. Respondent also found that the project did not comply with the provisions of the Huntington Beach Zoning and Subdivision Code, in that it did not further the vision of the Town Center Neighborhood Segment of the BECSP. Respondent also found that the project would have a negative impact to health and safety reasons due to unsafe ingress/egress conditions caused by the project, and there was no feasible method to satisfactorily mitigate the adverse impact. (AR 2774-2780 [ROA 64].)

13 On May 26, 2020, Petitioners filed the Verified Petition for Writ of Mandate, pursuant to 14Code of Civil Procedure section 1094.5 and Government Code section 65589.5. (ROA 2; see 15 Govt. Code, § 65589.5, subd. (m) [requires an action to enforce the HAA to be brought as a petition for writ of administrative mandate, pursuant to Code of Civil Procedure section 1094.5].) 16 17 On August 12, 2020, they filed a First Amended Verified Petition for Writ of Mandate ("FAP"). 18 (ROA 21.) Respondent filed an Answer to the FAP. (ROA 31.) Respondent also filed the 19 administrative record. (ROA 52, 53, 55, 56, 58, 60, 61, 63, 64, 66, 67, 69.) After a notice of 20 related case was filed, the Court took notice that the instant matter was related to Californians for Homeownership of City of Huntington Beach (Orange County Superior Court case no. 30-22 2019-01107760). (7/8/2020 Minute Order.) At the February 26, 2021 status conference, the 23 Court instructed the parties to proceed by way of a motion for issuance of writ of mandate and 24 gave a briefing schedule. Because counsel had agreed to avoid duplication, the Court 25 permitted the parties to use the same joint briefs in the related cases. (2/26/2021 Minute Order.)

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On August 4, 2021, the Court denied the motion to issue writ of mandate. Judgment was filed on August 11, 2021. On August 19, 2021, Petitioners filed notice of intention to move to vacate judgment and to move for new trial. On October 4, 2021, the Court granted the motion to vacate judgment.

III. <u>Merits</u>

The FAP alleged that Respondent's findings of denial did not meet its burden of proof under the Housing Accountability Act ("HAA"; Govt. Code, § 65589.5). (FAP, at pp. 12-13.) The FAP seeks a writ of mandate directing the City to approve the 8041 Ellis Avenue project, or in the alternative a writ of mandate voiding the city's decision of February 18, 2020 to reject the project and directing Respondent to reconsider the project in a manner that conforms to the requirements of the HAA. (FAP, at p. 14.)

IV. Applicable Law for Administrative Mandamus

Code of Civil Procedure section 1094.5 makes administrative mandamus available for review of "the validity of any final administrative order or decision made as the result of a proceeding in which by law a hearing is required to be given, evidence is required to be taken, and discretion in the determination of facts is vested in the inferior tribunal, corporation, board, or officer." (Code Civ. Proc., § 1094.5, subd. (a).)

"In reviewing an agency's decision under Code of Civil Procedure section 1094.5, the trial court determines whether (1) the agency proceeded without, or in excess of, jurisdiction; (2) there was a fair hearing; and (3) the agency abused its discretion.' "*(West Chandler Boulevard Neighborhood Assn. v. City of Los Angeles* (2011) 198 Cal.App.4th 1506, 1517-1518 [quoting *McAllister v. California Coastal Com.* (2008) 169 Cal.App.4th 912, 921]; see Code Civ. Proc., § 1094.5, subd. (b).) "Abuse of discretion is established if the respondent has not proceeded in the manner required by law, the order or decision is not supported by the findings, or the findings are not supported by the evidence." (Code Civ. Proc., § 1094.5, subd. (b).) The public

entity that disapproved the project bears the burden of proof that its decision conformed to the HAA. (Govt. Code, § 65589.6.)

V. <u>The HAA</u>

The HAA is one of the measures that the Legislature adopted to address the housing crisis in the state. The Legislature found that the lack of housing "is a critical problem that threatens the economic, environmental, and social quality of life in California." (Govt. Code, § 65589.5, subd. (a)(1)(A).) It is the State's policy that a local government "not reject or make infeasible housing development projects . . . without a thorough analysis of the economic, social, and environmental effects of the action" (Govt. Code, § 65589.5, subd. (b).) By amending and expanding the HAA several times since its enactment in 1982, the Legislature intended "to significantly increase the approval and construction of new housing for all economic segments of California's communities by meaningfully and effectively curbing the capability of local governments to deny, reduce the density for, or render infeasible housing development projects and emergency shelters. That intent has not been fulfilled." (Govt. Code, § 65589.5, subd. (a)(2)(K).)

Generally, statutes operate prospectively only. (*McClung v. Employment Development Dept.* (2004) 34 Cal.4th 467, 475.) Because Respondent's findings were issued in February 2020, all references to the HAA are to the version that was in effect at that time. Amendments to the HAA, have since been enacted and effective as of September 24, 2020. (Stats. 2020, ch. 165, § 5.)

Subdivision (j) of the statute provides in relevant part:

(j)(1) When a proposed housing development project complies with applicable, objective general plan, zoning, and subdivision standards and criteria, including design review standards, in effect at the time that the application was deemed complete, but the local agency proposes to disapprove the project or to impose a condition that the project be

developed at a lower density, the local agency shall base its decision regarding the proposed housing development project upon written findings supported by a preponderance of the evidence on the record that both of the following conditions exist: (A) The housing development project would have a specific, adverse impact upon the public health or safety unless the project is disapproved or approved upon the condition that the project be developed at a lower density. As used in this paragraph, a "specific, adverse impact" means a significant, quantifiable, direct, and unavoidable impact, based on objective, identified written public health or safety standards, policies, or conditions as they existed on the date the application was deemed complete.

(B) There is no feasible method to satisfactorily mitigate or avoid the adverse impact
 identified pursuant to paragraph (1), other than the disapproval of the housing
 development project or the approval of the project upon the condition that it be
 developed at a lower density.

(2)(A) If the local agency considers a proposed housing development project to be inconsistent, not in compliance, or not in conformity with an applicable plan, program, policy, ordinance, standard, requirement, or other similar provision as specified in this subdivision, it shall provide the applicant with written documentation identifying the provision or provisions, and an explanation of the reason or reasons it considers the housing development to be inconsistent, not in compliance, or not in conformity as follows:

 (i) Within 30 days of the date that the application for the housing development project is determined to be complete, if the housing development project contains 150 or fewer housing units.

(ii) Within 60 days of the date that the application for the housing development
 project is determined to be complete, if the housing development project contains more
 than 150 units.

 (B) If the local agency fails to provide the required documentation pursuant to subparagraph (A), the housing development project shall be deemed consistent, compliant, and in conformity with the applicable plan, program, policy, ordinance, standard, requirement, or other similar provision.

(Govt. Code, § 65589.5, subd. (j).)

Subdivision (f)(4) provides: "For purposes of this section, a housing development project . . . shall be deemed consistent, compliant, and in conformity with an applicable plan, program, policy, ordinance, standard, requirement, or other similar provision if there is substantial evidence that would allow a reasonable person to conclude that the housing development project . . . is consistent, compliant, or in conformity." (Govt. Code., § 65589.5, subd. (f)(4).) The HAA defines "objective" as "involving no personal or subjective judgment by a public official and being uniformly verifiable by reference to an external and uniform benchmark or criterion available and knowable by both the development applicant or proponent and the public official." (Govt. Code, § 65589.5, subd. (h)(8).)

VI. <u>Constitutionality of the HAA</u>

The HAA states: "This section shall be applicable to charter cities because the Legislature finds that the lack of housing, including emergency shelter, is a critical statewide problem." (Govt. Code, § 65589.5, subd. (g).) Legislative declarations of intent to preempt local law are not determinative. (*DeVita v. County of Napa* (1995) 9 Cal.4th 763, 783.) Respondent's fifth affirmative defense was the HAA does not apply to charter cities, like Respondent. (Answer, at p. 5.) Respondent contends the HAA is unconstitutional and violates the home rule

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doctrine. (Opp. at pp. 16-25.) Respondent argues that application of Government Code section 65589.5, subdivision (f)(4) violates the California Constitution. (Opp., at pp. 20-26.)

Article XI, section 5, subdivision (a) of the California Constitution provides that a city governed by charter "may make and enforce all ordinances and regulations in respect to municipal affairs, . . . and in respect to other matters they shall be subject to general laws. City charters . . . with respect to municipal affairs shall supersede all laws inconsistent therewith." The home rule doctrine "represents an 'affirmative constitutional grant to charter cities of 'all powers appropriate for a municipality to possess . . ' and [includes] the important corollary that 'so far as "municipal affairs" are concerned,' charter cities are 'supreme and beyond the reach of legislative enactment."" (*State Building & Construction Trades Council of California v. City of Vista* (2012) 54 Cal.4th 547, 556.) "The home rule doctrine enshrines charter cities' sovereignty over 'municipal affairs." (*Anderson v. City of San Jose* (2019) 42 Cal.App.5th 683, 698.) The doctrine "also implicitly recognizes state legislative supremacy over matters not within the ambit of that phrase [municipal affairs]." (*California Fed. Savings & Loan Assn. v. City of Los Angeles* (1991) 54 Cal.3d 1, 13.) Home rule authority "does not mean charter cities can never be subject to state laws that concern or regulate municipal affairs." (*City of Huntington Beach v. Becerra* (2020) 44 Cal.App.5th 243, 254.)

The California Supreme Court has developed a four-part analytical framework to determine whether a state law unconstitutionally infringes the home rule authority of charter cities granted by article XI, section 5 of the California Constitution. First, the court determines whether the local law at issue regulates an activity that can be characterized as a municipal affair. Second, the court determines whether there is an actual conflict between state law and the local law. If no conflict exists, the analysis is complete and there is no need to go to the next step. Third, the court determines whether the state law addresses a matter of statewide concern. Finally, the court determines whether the state law is reasonably related to resolution of the

identified statewide concern and is narrowly tailored to avoid unnecessary interference in local governance. (*Construction Trades Council of California v. City of Vista, supra*, 54 Cal.4th at p. 556.)

In *California Renters Legal Advocacy and Education Fund v. City of San Mateo* (Sept. 10, 2021, A159320 & A159658) ____ Cal.App.5th ____ [2021 D.A.R. 9574], the court held that the HAA in general and subdivision (f)(4) in particular do not violate the home rule doctrine for charter cities and do not violate the prohibition on delegation of municipal functions. (*Id.*, at pp. ____ [2021 D.A.R. at pp. 9582-9586].)

VII. Government Code Section 65589.5, Subdivision (j)(2)(B)

10 Petitioners argue that because Respondent did not timely make written findings under 11 subdivision (j)(2), the project was deemed consistent with all applicable standards on May 2. 12 2019. (Mot. at p. 24.) Petitioners do not provide any authority to support their interpretation of 13 subdivision (j)(2)(B). The Court does not agree with Petitioners' interpretation of subdivision 14(i)(2). Subdivision (i)(2)(B) provides that if the local agency "fails to provide the required 15 documentation pursuant to subparagraph (A), the housing development project shall be deemed 16 consistent, compliant, and in conformity with the applicable plan, program, policy, ordinance. 17 standard, requirement, or other similar provision." (Govt. Code, § 65589.5, subd. (i)(2)(B).) The 18 documentation required in subparagraph (A) is: "written documentation identifying the provision 19 or provisions [to which the project is inconsistent, not in compliance, or not in conformity], and 20 an explanation of the reason or reasons it considers the housing development to be 21 inconsistent, not in compliance, or not in conformity". (Govt. Code, § 65589.5, subd. (j)(2)(A).) 22 Subdivision (j)(2)(B) does not make reference to the timing set forth in subdivisions (j)(2)(A)(i) or 23 (j)(2)(A)(ii). Here, the planning application was deemed complete on April 1, 2019. (AR 3430-24 3462 [ROA 60].) With its denial of the application, Respondent provided its findings. The

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findings identified the applicable provisions and an explanation of the reasons it considered the project to be inconsistent, not in compliance, or no in conformity. (AR 2774-2780 [ROA 64].)

Respondent's Rejection of the Project Violated the HAA

VIII.

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Α. Standard of Review

5 To the extent this decision rests on factual issues, the Court examines the findings of the 6 public entity itself and the relevant materials in the administrative record to determine whether 7 the decision should be upheld, reviewing the City's action. "[I]nstead of asking, as is common in administrative mandamus actions, 'whether the City's findings are supported by substantial 9 evidence'," the Court inquires, "whether there is 'substantial evidence that would allow a reasonable person to conclude that the housing development project' complies with pertinent standards." (California Renters Legal Advocacy and Education Fund v. City of San Mateo, 12 supra, __ Cal.App.5th at p. __ [2021 D.A.R. at p. 9578].) Substantial evidence has been 13 defined as evidence of " 'ponderable legal significance . . . reasonable in nature, credible, and of solid value [, and] . . . relevant evidence that a reasonable mind might accept as adequate to support a conclusion' " (Young v. Gannon (2002) 97 Cal.App.4th 209, 225 [quoting Desmond v. County of Contra Costa (1993) 21 Cal.App.4th 330, 335].) Questions of law, including the proper interpretation of a statute, are reviewed independently. However, the Court may take into account an agency's interpretation of its own rules in appropriate circumstances. (Ibid.)

B. The Standards With Which Respondent Required the Project to Comply, Were not Objective as Defined by Subdivision (h)(8)

In applying the HAA, the Court must determine whether Respondent required the project to comply with applicable, objective general plan, zoning, and subdivision standards and criteria, including design review standards, in effect at the time that the application was deemed complete, which would allow Respondent to disapprove the project if they were not satisfied.

(*California Renters Legal Advocacy and Education Fund v. City of San Mateo, supra,* _____
Cal.App.5th at p. ____ [2021 D.A.R. at p. 9578]; Govt. Code, § 65589.5, subd. (j)(1).) Petitioners
contend that the standards with which Respondent required the project to comply, were not
objective, as defined by subdivision (h)(8). (Mot., at pp. 24-26.) Subdivision (h)(8) defines
"objective" as "involving no personal or subjective judgment by a public official and being
uniformly verifiable by reference to an external and uniform benchmark or criterion available and
knowable by both the development applicant or proponent and the public official." (Govt. Code,
§ 65589.5, subd. (h)(8).) Whether the land use, circulation, and zoning standards are objective
for the purposes of the HAA is a question of law. (*California Renters Legal Advocacy and Education Fund v. City of San Mateo, supra,* ____ Cal.App.5th at p. ____ [2021 D.A.R. at p.
9579].)

In denying approval of the project, Respondent found that the project's design was not consistent with the General Plan and the BECSP in that it failed to further a number of land use and circulation goals and policies contained in the General Plan and the BECSP (Goal LU-1, Policy LU-1D, Goal LU-3, Policy LU-3A, Policy LU-3C, Goal CIRC-1c, Policy CIRC-1F, and Policy CIRC-1G). These standards provided in relevant part:

Land Use Element

<u>Goal LU-1:</u> New commercial, industrial, and residential development is coordinated to ensure that the land use pattern is consistent with the overall goals and needs of the community.

<u>Policy LU-1D:</u> Ensure that new development projects are of compatible proportion, scale and character to complement adjoining uses.

<u>Goal LU-3:</u> Ensure that future development and reuse projects are consistent with the Land Use Map to provide connections between existing neighborhoods and city attractions. <u>Policy LU-3C:</u> Ensure connections are well maintained and safe for users. <u>Circulation Element</u>

<u>Goal CIRC-1c:</u> Through ongoing evaluation of jurisdiction, efficient transportation management provides the highest level of safety, service and resources.

<u>Policy CIRC-1F:</u> Require development projects to provide circulation improvements to achieve stated City goals and to mitigate to the maximum extent feasible traffic impacts to adjacent land uses and neighborhoods as well as vehicular conflicts related to the project.

<u>Policy CIRC-1G</u>: Limit driveway access points, required driveways to be wide enough to accommodate traffic flow from and to arterial roadways, and establish mechanisms to consolidate driveways where feasible and necessary to minimize impacts to the smooth, efficient, and controlled flow of vehicles, bicycles, and pedestrians.

(AR 2778 [ROA 64].)

Respondent also found that the project did not comply with the provisions of the Huntington Beach Zoning and Subdivision Code, in that it did not further the vision of the Town Center Neighborhood Segment of the BECSP (Titles 20 through 25). (AR 2777-2780 [ROA 64].) It appears that Titles 20 through 25 encompass the entire zoning code. (See www.qcode.us/codes/huntingtonbeach/.) Respondent did not specify the particular zoning codes with which the project was not in compliance. The only reason given, on its face, requires interpretation and subjective judgment.

As the court noted in *California Renters Legal Advocacy and Education Fund v. City of San Mateo, supra*, ____ Cal.App.5th at p. ____ [2021 D.A.R. at p. 9582], the HAA does not prevent local agencies from establishing and enforcing appropriate design review standards. Also, even if the standards are not objective, the HAA does not bar local agencies from

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imposing conditions of approval; rather, it prohibits conditions of approval "that the project be
 developed *at a lower density*," unless public health or safety findings are made. (*Ibid.*,
 emphasis in original [citing Govt. Code, § 65589.5, subd. (j)(1)].)

C. <u>There was Substantial Evidence That Would Allow a Reasonable Person to</u> <u>Conclude That the Project was Consistent, Compliant, or in Conformity With Such Standards</u> Whether the project is consistent with those standards is one of fact to be evaluated under the standards of subdivision (f)(4). (*California Renters Legal Advocacy and Education Fund v. City of San Mateo, supra*, <u>Cal.App.5th at p.</u> [2021 D.A.R. at p. 9579].) Subdivision (f)(4) provides: "For purposes of this section, a housing development project . . . shall be deemed consistent, compliant, and in conformity with an applicable plan, program, policy, ordinance, standard, requirement, or other similar provision if there is substantial evidence that would allow a reasonable person to conclude that the housing development project . . . is consistent, compliant, or in conformity." (Govt. Code., § 65589.5, subd. (f)(4).)

For much of the same reasons that the standards were not objective, there was substantial evidence that the project was consistent, compliant, or in conformity with such standards. The Planning Commission Staff Report determined that the project met all applicable land use standards and were consistent with the goals and policies of the General Plan, including land use goals and policies and circulation goals, and the zoning. (AR 1409-1414 [ROA 58].) Specifically, the report stated: "The General Plan Land Use Map designation on the subject property is Mixed Use - Specific Plan Overlay. The proposed project is consistent with this designation and the goals and policies of the City's General Plan . . ." (AR 1409 [ROA 58].) With regards to the goals and policies of land use, the report stated:

The proposed mixed-use development is consistent with the Beach and Edinger Corridors Specific Plan which encourages building to orient towards streets, wider walkways, and larger open space areas to enhance the pedestrian and public

experience. Approximately 2,703 sq. ft. of public open space will be provided in a plaza accessible from Ellis Avenue. This area will be designed with enhanced landscaping, seating areas, and visually appealing amenities. The architecture of the building is contemporary, incorporating notches, major façade composition changes to break up the massing of the building at street frontages. Brick veneer is applied along the base of the building with canopies at entrances to cater to the pedestrian scale. The façade skyline is then capped with parapets and articulating rooflines. Additionally, this mixed=use development will provide an on-site commercial component and is proposed within close proximity of new and existing commercial uses thus reducing the need for automobile use. By permitting a mix of land uses closer together, greater interaction will occur between developments and further the vision and viability of the BECSP.

(AR 1409 [ROA 58].)

With regards to circulation, the report stated:

Although the site is relatively narrow, the proposed streetscape will create continuity with new and existing development along the Beach Boulevard corridor by providing a sidewalk with new landscaping to buffer pedestrians from the vehicular thoroughfare. Pedestrian connectivity is improved with landscaping and architectural elements through the proposed public open space and wider sidewalks. The project is serviced by an existing bus stop at the intersection of Beach Blvd. and Ellis Ave. and also provides bicycle parking in the underground parking structure to accommodate alternative methods of transportation.

(AR 1410 [ROA 58].)

Finally, as to zoning, the report's table showed "an overview of the project's conformance to the significant development standards of the BECSP." (AR 1411; see AR 1411-1414 [ROA 58].) The report again noted: "As discussed under the Zoning Conformance

1 section of this report, the project complies with the BECSP development code and does not 2 include any requests to deviate from the development standards." (AR 1414 [ROA 58].) The 3 plausibility of the views of the Planning Commission Staff and Respondent demonstrates that 4 the standards are not objective and that a reasonable person could conclude the project 5 satisfies them. (California Renters Legal Advocacy and Education Fund v. City of San Mateo, supra, ____ Cal.App.5th at p. ___ [2021 D.A.R. at p. 9582].) Given the detailed explanation 6 7 that was reasonable in nature in the Planning Commission Staff Report, there was substantial 8 evidence that would allow a reasonable person to conclude that the project was consistent, 9 compliant, or in conformity with an applicable plan, program, policy, ordinance, standard, 10 requirement or other similar provision. 11 Respondent argues that staff approval cannot substitute the discretion provided to the 12 Planning Commission and City Council. (Opp. at p. 11.) This argument was rejected in 13 California Renters Legal Advocacy and Education Fund v. City of San Mateo, supra, ____ 14Cal.App.5th at p. ____ [2021 D.A.R. at p. 9585]. That court reasoned that because there must 15 be substantial evidence that would allow a reasonable person to conclude the project was

16 compliant, "[t]here is thus no basis for concern that subdivision (f)(4) would require project approval based solely on the unsupported opinion of a single person, or on evidence that a reasonable person would not find credible and persuasive." (Ibid.)

There was not a Preponderance of the Evidence on the Record That the Project D. Would Have a Specific, Adverse Impact Upon the Public Health or Safety and There was no Feasible Method to Satisfactorily Mitigate or Avoid the Adverse Impact

In the absence of health and safety findings, a local agency may not disapprove a project that complies with applicable, objective general plan, zoning, and subdivision standards and criteria. (Govt. Code, § 65589.5, subd. (j)(1).) Respondent bears the burden to show that its decision to deny of approval of the project was based upon written findings supported by a

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1 preponderance of the evidence on the record that both the project would have a specific. 2 adverse impact upon the public health or safety and there was no feasible method to 3 satisfactorily mitigate or avoid the adverse impact identified other than the disapproval of the project. A "specific, adverse impact" means a significant, guantifiable, direct, and unavoidable impact, based on objective, identified written public health or safety standards, policies, or conditions as they existed on the date the application was deemed complete." (Govt. Code, § 65589.5, subd. (j)(1)(A).)

8 Here. Respondent found that the project had a negative impact to health and safety "due 9 to unsafe ingress/egress conditions caused by the project." Respondent relied upon the reports 10 of Traffic Expert Mark Miller and fire Code/Life Safety Expert James McMullen. (AR 2776 [ROA 11 58].) Both reports referred to issues with the "porkchop" raised island which was not in the 12 original proposed project. Rather, the porkchop design was proposed by THDT Investment in 13 response to concerns raised by the planning commission. (See AR 2304-2306 [ROA 61]; AR 142380 [ROA 61]; AR 2391 [ROA 63].) Miller's report referred to no objective, identified written 15public health or safety standards, policies or conditions. (See AR 2376-2386 [ROA 61].) 16 McMullen's report referred to issues that "should be resolved prior to approval of the project," 17 therefore could be mitigated. (AR 2389 [ROA 63].) The only objective, identified written public 18 health or safety standard was City Specification No. 401, which was only as to the alternative 19 porkchop design. (AR 2391 [ROA 63].) Since this safety standard was as to an alternative 20 design, there was a feasible method to mitigate it. THDT Investment could simply use the original design. Accordingly, Respondent failed to meet its burden that its denial of approval of the project was based upon written findings supported by a preponderance of the evidence on the record that both the project would have a specific, adverse impact upon the public health or safety and there was no feasible method to satisfactorily mitigate or avoid the adverse impact identified other than the disapproval of the project.

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Thus, Respondent did not proceed in the manner required by law in denying approval of
 the project.

IX. Respondent did not act in bad Faith When it Disapproved the Project

Finally, the Court finds that Respondent did not act in bad faith when it disapproved the project. The HAA has been amended multiple times by the Legislature. But Respondent did not have the benefit of any cases interpreting the key provisions of the HAA applicable to this case. Indeed, until *California Renters Legal Advocacy and Education Fund v. City of San Mateo*, which was published after Petitioners filed their memorandum of points and authorities for their motions to vacate the judgment and for new trial, there was no case even deciding the constitutionality of the HAA's application to charter cities.

X. <u>Conclusion</u>

In conclusion, the motion to issue the writ of mandate is granted. The Court will issue a
writ of mandate ordering Respondent to comply with the HAA. This order is not intended to
preclude Respondent from reviewing the project's compliance with objective standards in effect
at the time the application was deemed complete. (See *California Renters Legal Advocacy and Education Fund v. City of San Mateo, supra*, ____ Cal.App.5th at p. ___ [2021 D.A.R. at p.
9586].)

Upon the filing of the statement of decision, the Court will order Petitioners to submit a proposed writ of mandate and a proposed judgment in conformity with the statement of decision. The Court will also order Petitioners to serve the proposed writ of mandate and proposed judgment upon the parties pursuant to the Code of Civil Procedure. Petitioners will also be ordered to pay the fee for issuance of the writ of mandate. (Govt. Code, § 70626, subd. (a)(1).) The writ of mandate will not be issued without the fee being paid.

The Court declines to award any attorney's fees at this time, subject to any timely-filed motion for attorney's fees.

1	The Clerk is ordered to file this this proposed statement of decision and serve it upon all	
2	parties.	
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5	Dated: 10/4/2021 Neborah Clemins	
6	Deborah C. Servino Judge of the Superior Court	
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