7647 North Fresno Street	n
Fresno, California 93720 Telephone: (559) 433-1300 Facsimile: (559) 433-2300	E Ell ED
	e-FILED 10/2/2024 11:32 AM Superior Court of California
liability company, and	County of Fresno
LandValue Management, LLC, a Californi limited liability company	a By: S. Garcia, Deputy
SUPERIOR COURT OF THE STATE OF CALIFORNIA	
COU	NTY OF FRESNO
Park 7, LLC, a California limited liability	Case No. 24CECG04298
• • •	VEDIETED DETITION FOR WRITE OF
limited liability company	a VERIFIED PETITION FOR WRIT OF ADMINISTRATIVE MANDATE (Code of Civil Procedure Section 1094.5;
Petitioners	Violation of Housing Accountability Act, Government Code Section 65589.5)
V.	Government Code Section 0550515)
City of Fresno; and City of Fresno City Council.	
•	
And Does 1-20, inclusive.	
I. <u>INTRODUCTION</u>	
Park 7, LLC, a California limited liability company ("Park 7), and LandValue	
25 Management, LLC, a California limited liability company ("LandValue") (collectively, the "Petitioners") allege as follows:	
,	
1. Petitioner Park 7 is the owner of real property located in the City of Fresno (the "City") commonly referred to as 3311 West Fir Avenue, Fresno, California, Assessor Parcel	
"City") commonly referred to as 3311 We	st Fir Avenue, Fresno, California, Assessor Parcel
	Wayte & Carruth LLP Jeffrey M. Reid, #116354 jeff.reid@mccormickbarstow.com Christopher S. Hall, #203901 christopher.hall@mccormickbarstow.com 7647 North Fresno Street Fresno, California 93720 Telephone: (559) 433-1300 Facsimile: (559) 433-2300 Attorneys for Park 7, LLC, a California lin liability company, and LandValue Management, LLC, a Californi limited liability company SUPERIOR COURT COURT COURT Park 7, LLC, a California limited liability company, and, LandValue Management, LLC, a Californi limited liability company Petitioners V. City of Fresno; and City of Fresno City Council, Respondents And Does 1-20, inclusive. I. In Park 7, LLC, a California limited liability limited liability limited liability. Park 7, LLC, a California limited liability. Petitioners") allege as follows: 1. Petitioner Park 7 is the owners.

Numbers 500-200-26S, -27, and -28S (the "Real Property"). The Real Property is designated in the City's General Plan for Urban Neighborhood Residential land uses and is zoned in the City's Development Code for RM-2/EA, Multi-Family Residential, Urban Neighborhood/ Expressway Area Overlay residential land use. The RM-2 zoning district imposes both a minimum and maximum density standard of 16 to 30 dwelling units per acre. The Project described below proposes to develop the Real Property with 22.16 dwelling units per acre, in the lower half of the range of permissible minimum and maximum density standards.

- 2. Petitioner Park 7 acquired ownership of the Real Property by a conveyance that constituted a capital contribution by the prior owners of the Real Property to Park 7.
- 3. Petitioner LandValue initially served as an agent for the prior owners of the Real Property in submitting and pursuing applications with the City of Fresno for the entitlements described below. After the Real Property was conveyed to Park 7, LandValue continued such efforts and agency on behalf of Park 7.
- 4. Respondent City of Fresno (the "City") is a California municipal corporation located within the County of Fresno. Through its governing body, the Fresno City Council (the "City Council"), the City wrongfully denied Petitioners' application for entitlements for a housing development project (the "Project") proposed for development on the Real Property. The City Council's denial violated California's Housing Accountability Act, Government Code Section 65589.5 et seq. (the "Housing Accountability Act", or the "Act"). The record that details such violation is further described below.¹
- 5. The City bears the burden of proof that its decision in denying the Project complied with the requirements of the Act. (Government Section 65589.6.)

II. CALIFORNIA'S HOUSING ACCOUNTABILITY ACT

¹ Petitioner is concurrently herewith submitting a preliminary record of the proceedings pursuant to Government Code Section 65589.5(n), which will be supplemented when Petitioners file their points and authorities.

- 6. "The Legislature's intent in enacting [the Housing Accountability Act] in 1982 and in expanding its provisions since then was 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." (Government Code Section 65589.5(a)(2)(K).)
 - 7. The Housing Accountability Act requires, inter alia:

When a proposed housing development project complies with applicable, objective general plan and zoning standards and criteria, including design review standards, in effect at the time that the housing development project's application is determined to be complete, but the local agency proposes to disapprove the project or to approve it upon the 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 substantial evidence on the record that both of the following conditions exist:

- (1) 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.
- (2) 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. (Government Code Section 65589.5(j).)
- 8. The Housing Accountability Act provides that 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."

(Government Code Section 65889.5(f)(4).)

- 9. Further, the Housing Accountability Act must be construed broadly and "consistent with, and in promotion of, the statewide goal of a sufficient supply of decent housing to meet the needs of all Californians." (Government Code Section 65589(d).)
- 10. In order to deny a housing development project, the City has the burden of either proving that the "proposed project in some manner fails to comply with applicable, objective general plan and zoning standards and criteria, including design review standards. . .'", or making the findings required by the Housing Accountability Act. (Honchariw v. County of Stanislaus (2011) 200 Cal.App.4th 1066, 1081.)

III. THE SUBJECT HOUSING DEVELOPMENT PROJECT AND DEVELOPMENT DIRECTOR'S APPROVAL

- 11. The housing project the City improperly denied sought to construct a new 82-unit private gated multi-family development, with three (3) three-story multifamily residential buildings, one four-story multifamily residential building, one approximately 1,907 square-foot community center building, one swimming pool area and one dog park area. This Project constitutes a "housing development project" under the Housing Accountability Act. (Government Code Section 65589.5.)
- 12. The Real Property holds both zoning and general plan land use designations that allow for the development of the Project. Therefore, the initial application submitted on February 20, 2021, was originally limited to a request for an entitlement described in the City's Development Code as a "Development Permit". A Development Permit is the entitlement by which the City evaluates the site layout of intended improvements for a proposed project. This type of an entitlement is commonly referred to in other jurisdictions as a Site Plan.
- 13. The application initially proposed to develop a 88 unit multi-family housing project. The City determined, pursuant to Government Code Section 65943, that this application was substantially complete on May 4, 2021.
- 14. On May 26, 2021, Petitioner LandValue submitted an updated design to reduce the density to an 82-unit multi-family development. Pursuant to Government Code Section 65943(b)

RESNO CA 93720-1501

that updated application was deemed to be complete on June 3, 2021, thirty days after the City's receipt of the updated application materials.

- 15. Pursuant to Government Code Section 65589.5(j)(2)(A)(i), the City was required to provide the applicant a written notice within thirty days after the application was deemed complete, if the City determined that the intended Project was not in compliance with, or not in conformity with, an applicable plan, program, policy, ordinance, standard, requirement or other similar provision. That notice was required to provide the applicant with written documentation identifying those provisions and an explanation of the reason it considered the housing development to be inconsistent, not in compliance or not in conformity.
- 16. Where, as here, the City failed to timely provide the notice required by Government Code Section 65589.5(j)(2)(A)(i), the housing project is deemed consistent, compliant, and in conformity, with the applicable plan, program, policy, ordinance, standard, requirement, or other similar provision. (Government Code Section 65589.5(j)(2)(B).)
- 17. On December 8, 2022, substantially after the deadline specified in Government Code Section 65589.5(j)(2)(A)(i), the City provided Petitioner LandValue an initial set of Conditions of Approval. Those were detailed in a draft document that was predated as of April 15, 2022. This December 8. 2022 submittal of the predated draft Conditions of Approval was the first instance where the City indicated that the Project did not comply with setback requirements that are applicable to projects located within a unique Expressway Overlay zoning standard.
- 18. The Expressway Overlay zoning designation is unique because it only burdens streets adjacent to either expressways or super arterials in the City. (Fresno Municipal Code Section 15-1604-A.) Herndon Avenue is the sole street within the City that has any segment allocated with an expressway designation. Eight streets, including Herndon, have segments allocated with a super arterial designation.
- 19. The Expressway Overlay zoning standard is also unique because it establishes setback standards for housing development projects that are either 200 feet from the right of way, or 75 feet from the from the center line of the nearest moving traffic lane of the abutting roadway.

Other land uses within the Expressway Overlay are only required to comply with a 30-foot setback standard. (Fresno Municipal Code Section 15-1604-C.)

- 20. The Express Overlay setback standard identified in the Conditions of Approval required that the Project satisfy a 75-foot set-back from the center line of the nearest moving traffic lane of the abutting roadway. The 75-foot set-back standard is applicable where, as here, an acoustical study is conducted to ensure that the Project would comply with the City's applicable interior noise standards. An acoustical study confirming compliance with those standards was obtained by the Petitioners and submitted in conjunction with the Project's application materials.
- 21. However, based on the constraints of the site, one of the proposed multi-family housing buildings is intended to be only 68 feet from the center line of the nearest moving traffic lane, which was seven feet less than the 75-foot set-back standard. The requirement to address this seven foot deviation from the 75-foot set-back standard was first identified by the draft Conditions of Approval for the Project delivered to Petitioner LandValue on December 8, 2022 (which the City had predated as of April 15, 2022).
- 22. The proposed Conditions of Approval was updated on December 23, 2022, which among other things added additional details about the requirement to satisfy the relevant 75-foot setback standard.
- 23. The City's late notification of the applicable standard violation resulted in the Project being deemed compliant with that standard pursuant to Government Code Section 65589.5(j)(2)(B). Petitioners nevertheless pursued entitlement applications to address the City's intended requirement. Specifically, the Petitioners submitted a Minor Deviation application. A Minor Deviation is a provision of the City's development code that allows the City to reduce an applicable development standard by up to 10%. The Minor Deviation proposed to reduce the 75-foot set-back requirement imposed by the Expressway Area Overlay District standards to 68 feet (a seven foot reduction in the standard).
- 24. On March 8, 2024, Petitioners filed the Minor Deviation application. On that same date it also obtained confirmation from the staff that such submittal would result in the

satisfaction of all requirements relating to the Herndon Avenue Expressway Overlay detailed in the Conditions of Approval. The Staff's assurance that attainment of the Minor Deviation would satisfy the requirements of setback standards of the Express Overlay, and the Staff's assurance that the Project satisfied the requirements for issuance of a Minor Deviation, confirmed that the Project conformed to all applicable plans, programs, policies, ordinances, standards, requirements, or other similar provisions pursuant to Government Code Section 65589.5(j)(2)(A). This circumstance, provides a separate and independent basis for this Court's determination that the Project satisfied all applicable standards.

- 25. On May 15, 2024, the Director approved the Development Permit (Site Plan) Application, based on the Projects' compliance with the required findings for Development Permits pursuant to Fresno Municipal Code Section 15-5206. The Director also approved the issuance of the Minor Deviation pursuant to Fresno Municipal Code Section 15-5607-B. In so doing, the Director expressly confirmed that the Project complied with all applicable objective general plan and zoning standards and criteria, including design review standards and the applicable Expressway Area Overlay setback requirements.
- 26. The Director also confirmed that the Project qualified as an infill project because it satisfied all standards of a Class 32 Categorical Exemption under the California Environmental Quality Act ("CEQA").

IV. <u>APPEAL TO PLANNING COMMISSION AND PLANNING COMMISSION DELIBERATIONS AND ACTIONS</u>

- 27. City of Fresno Municipal Code Section 15-5017-A-1 provides that decisions by the Development Director may be appealed by "aggrieved parties" for a hearing before the Planning Commission. Such appeals are required to identify the decision being appealed and shall clearly and concisely state the reasons for the appeal.
- 28. Eight individuals filed such appeals. Some appellants referred to the fact that the development would negatively affect the neighborhood, would have the potential to result in the increase in crime, including vehicle break-ins and property crime, on the basis that "a larger residential complex may attract unwanted attention from individuals with malicious intent,

putting our community's safety and security at risk". Complaints were also grounded on the claim that the "4-story building next to a school is dangerous. Also, it could make the children subjects of voyeurism." Another appellant argued that "there will be lots of windows from which people can look out and watch students when they are arriving, on recess, at lunch, or when they were leaving from the school grounds". They further argued "[T]his does not even account for the park next door where kids play soccer on weekends." That same appellant noted that "With 82 new families moving in, I am sure that a portion of this will need to be section & (sic) housing. While I am not opposed to giving those people who need low income housing a break, it should be done in the correct neighborhoods." Other appellants argued that, while not against apartment complexes, they are simply against high-density apartments.

- 29. Other appellants raised issues related to traffic, parking, building heights, aesthetics, and not aligning "with the character" of the neighborhood. None of the appellants who sought the appeal to the Planning Commission stated that their appeal included any appeal of the issuance of the Minor Deviation.
- 30. Based on these appellant letters, the Planning Commission heard an appeal of the Project's Development Permit Application on May 15, 2024. At the hearing, the City Staff presented its report that recommended the Commission uphold the Director's approval based on substantial evidence in the record that the multi-family development was a permitted use subject to approval of a Development permit in the relevant zone district.
- 31. The Staff report, the Staff presentation, and other evidence presented at the hearing, confirmed that the Project complied with all objective standards regarding all matters that were raised in the appeal, and by other commenters, and by the Planning Commissioners. The Staff Report also advised the Planning Commissioners of operative provisions of the Housing Accountability Act.
- 32. Nevertheless, during their deliberations several Planning Commissioners stated that sometimes, even where all of the rules were followed, certain actions should not be approved regardless of what the applicable code allows.

MCCORMICK, BARSTOW,

- 33. At the conclusion of its hearing, the Planning Commission contrived subjective concerns regarding the Project, and its scale and character when compared to the existing neighborhood, even though there are no objective standards that permitted denial on these grounds.
- 34. More specifically, Chair Vang moved to deny the Environmental Assessment and uphold the appeal on the basis of that the Project did not meet the General Plan in regards to Urban Neighborhood Residential Planned Land Use. After a unanimous vote was conducted to deny the Project, the Planning Director asked the Chair to cite the relevant evidence for the record that supported the finding that the Project did not meet the General Plan. Chair Vang responded that it does not meet the General Plan due to the General Plan having been completed in 2015 and that such Plan does not take into account the significant growth within the City of Fresno, especially the traffic that will be detrimental to the public if the Project was approved. Such findings were adopted despite the Project's compliance with all objective standards applicable to the Project, including all relevant traffic impact analysis.

V. APPEAL TO CITY COUNCIL AND CITY COUNCIL DELIBERATIONS AND ACTIONS

- 35. Fresno Municipal Code Section 15-4017-A-2 provides that Planning Commission Decisions may be appealed to the City Council by the Councilmember of the Council District in which the project is located, or by the Mayor, either on their own initiative or upon receiving a petition from any person. Such appeal must be made within 15 days of the Planning Commission decision.
- 36. In accordance with such requirements, on May 22, 2024, Petitioners petitioned the Mayor and the relevant Council Member by a written request that they make such an appeal. On May 29, 2024, those officials issued a joint letter to the Development Director initiating the appeal of the denial to the City Council. That appeal letter included an admission that the City Attorney had advised the officials that the Planning Commission's findings to deny the project "fall short of the required criteria...". The appeal letter from the Mayor and Council Member also

8

11 12

13

14

15 16

17

18 19

20

21 22

23

24

25

26

27 28 cited applicable remedies that would be imposed under the Housing Accountability Act for its violation.

- 37. The City Council heard the appeal of the Project's Development Permit Application on July 25, 2024. At the hearing City Staff presented its report that recommended the Council grant the appeal, and uphold the Director's approval of the Development Permit Application and related findings confirming the applicable CEQA categorical exemption. The testimony and information provided at the hearing established substantial evidence in the record that the multifamily development was a permitted use subject to approval of a Development permit in the relevant zone district. That record further confirmed that the Project complies with all applicable objective general plan and zoning standards and criteria. This includes all design review standards, including the applicable Expressway Area Overlay setback requirements, which would be satisfied by the issuance of the Minor Deviation. The record further confirmed that the Project satisfies all applicable objective general plan and zoning standards and criteria applicable to the issuance of the Minor Deviation.
- 38. The Staff presentation included a detailed discussion regarding how the three findings required by Fresno Municipal Code Section 15-5607-B for the issuance of the Minor Deviation were satisfied. Fresno Municipal Code Section 15-5607-B-1 requires a finding that the deviation is necessary due to the physical characteristics of the property and the proposed use or structure or other circumstances, including, but not limited to, topography, noise exposure, irregular property boundaries, or other unusual circumstance. The Director confirmed that finding and the Staff supported it by testimony that the Expressway Area Overlay District is a "unique" overlay district in the City of Fresno, and that most housing development projects along major streets do not have a 75-foot set-back requirement. Other testimony during the hearing confirmed that other similarly situated residential projects in the vicinity and within this unique overlay district had been provided the benefit of the same Minor Deviation.
- 39. Fresno Municipal Code Section 15-5607-B-2 requires a finding that there are no alternatives to the requested deviation that could provide an equivalent level of benefit to the applicant with less potential detriment to surrounding owners and occupants or to the general

public. The Staff's testimony confirmed that finding was supported and the detailed that a

- 40. Fresno Municipal Code Section 15-5607-B-3 requires a finding that the requested deviation would not be detrimental to the health or safety of the public or the occupants of the property or result in a change in land use or density that would be inconsistent with the requirements of this Code. Staff testified that the development code requires an eight foot block wall along Herndon Avenue to mitigate noise, and that this mitigation avoided any detrimental effects. This is supported by the fact that a primary purpose of the Expressway Overlay standard is to mitigate interior noise impacts. In addition, the grant of the Minor Deviation would not affect the Project's consistency with the land use or density standards because, as noted above, the Project falls within the lower half of the relevant density standards applicable to the RM-2 zone district.
- 41. During the hearing, Council Members were critical of the extent of notice given to residents about a rezoning of the subject Real Property that was conducted over a decade prior. That rezoning occurred as part of a city-wide rezoning that was conducted to conform all City zoning to the City's General Plan land use designations. Council Members also criticized Petitioners for not organizing neighborhood meetings regarding the Project. However, the Council was advised by City staff that no objective policy of the City required an applicant to conduct any neighborhood meetings in support of Development (Site Plan) Permits.
- 42. Prior to the Council's actions to deny the Project, the City Attorney advised the Council on the record that his staff had not finally confirmed whether the Housing Accountability

Act applied to the Project. He stated that his office had made inquiry about such matters to the State of California's Housing and Community Development Department, but had not yet received a reply to that inquiry. Despite those circumstances, the City Council moved forward with its intended action to deny the Project, without the benefit of having confirmed the applicable legal standards that applied to its action. That circumstance, and others detailed herein, reflect a failure of the City to act in good faith

- 43. At the conclusion of the Council Hearing, and nearly three years after the Project's application for a Development Permit (Site Plan) was deemed to be complete, the City Council voted to deny the Project. The denial was based on the contrived assertion that a finding required by Fresno Municipal Code Section 15-5206 for the issuance of a Development (Site Plan) Permit application could not be satisfied.
- 44. Specifically, the Council asserted that the finding required by Fresno Municipal Code Section 15-5206-C for issuance of a Development (Site Plan) Permit could not be made. The Council asserted that the finding could not be made because the Project did not comply with the applicable design guidelines, specifically the 75-foot setback standard imposed by the Expressway Overlay.
- 45. The Council found that design guideline was violated because it refused to approve the Minor Deviation. It based that refusal on the assertion that the finding required by Fresno Municipal Code Section 15-5607-B-1 could not be supported because "the sites (sic) physical characteristics were not unusual".

VI. CITY COUNCIL'S AND THE CITY'S VIOLATIONS OF THE HOUSING ACCOUNTABILITY ACT

- A. The City Violated Government Code Sections 65589.5(j) and (o) by Adopting an Unreasonable Interpretation in Violation of Section Government Code Section 65589.5(f)(4).
- 46. The Housing Accountability Act imposes several important limitations on the discretion that a City Council may exercise when evaluating the issuance of entitlements for housing development projects. These limitations apply to a Council's consideration of any

required land use approvals or entitlements necessary for the issuance of a building permit (Government Code Section 65589.5(g)(6)(A).)

- 47. Because the Minor Deviation is a land use approval required for the Project to ultimately be entitled to issuance of a building permit, the standards that govern approval of a housing development project under the Housing Accountability Act apply in full force to the Council's deliberations and denial of the Minor Deviation.
- 48. The City Council's subterfuge to illegally deny the subject housing development project is based on its wrongful interpretation and application of the findings requirement in Fresno Municipal Code Section 15-5607-B-1 for approval of the Minor Deviation. The Council then used this wrongful interpretation and application of the Minor Deviation standards as an artifice to assert that the findings required under Fresno Municipal Code Section 15-5206 for issuance of the Development Permit (Site Plan) could not be established. That unreasonable interpretation of applicable objective standards for issuance of the Minor Deviation resulted in the City's impermissible denial of this Project in violation of the Housing Accountability Act.
- 49. The Housing Accountability Act imposes a "reasonable person" standard of interpretation in evaluating compliance with applicable standards. Specifically, it requires that the Council issue a relevant permit (including a Minor Deviation) as consistent with a relevant ordinance, if there was substantial evidence that would allow a reasonable person to conclude that the housing development project complied with requisite standard. (Government Code Section 65889.5(f)(4).) The City Council violated this standard in its evaluation of the Project's compliance with the Minor Deviation requirements.
- 50. This is evidenced, in part, by testimony provided by the City's Development Director, the City Attorney, and the City Manager, who all testified that the Project satisfied all State and City requirements (which necessarily encompasses satisfaction of the Minor Deviation requirements). These officials of the City are all ostensibly reasonable persons, who in various roles hold ostensible authority to bind the City. Their testimony thereby confirms that a reasonable person could conclude that the Project satisfies all relevant standards.

SHEPPARD, WAYTE &

- 51. The Housing Accountability Act also confirms that the City, in considering a housing development project, can only apply objective standards that were in effect at the time the application was deemed complete. The only exception to this standard is where the decision to impose a new objective standard is supported by findings supported by a preponderance of the evidence on the record, that a specific, adverse impact on public health or safety would be created and there is no feasible means the avoid the impact. (Government Code Section 65589.5(j).) The Council made no such findings.
- 52. The City attempts to avoid these substantial finding requirements for imposing a new objective standard, by misinterpreting and misapplying existing standards set forth in Fresno Municipal Code Section 15-5607-B-1. The City's misinterpretation and misapplication violates the reasonable person standard that the Housing Accountability Act imposes on such actions.
- 53. Additional evidence that the City misinterpreted the requirements of Section 15-5607-B-1 is found in the language it adopted in its motion. The motion stated that Fresno Municipal Code Section 15-5607-B-1 could not be satisfied because "the subject site's physical characteristics are not unusual". In focusing solely on the subject site's physical characteristics, the City substantially limited the standards applicable to the issuance of a Minor Deviation.
- 54. Fresno Municipal Section 15-5607-B-1 allows the grant of relief from relevant standards where that relief is necessary "due to the physical characteristics of the property and the proposed use or structure or other circumstances, including, but not limited to, topography, noise exposure, irregular property boundaries, or other unusual circumstance" (emphasis added). The Development Director found that the requirements of Fresno Municipal Code Section 15-5607-B-1 were satisfied, based on the existence of the unusual existence and nature of the Expressway Area Overlay. A reasonable person reasonably determined that the Project's adjacency to the Expressway Area Overlay resulted in an extraordinary 75-foot setback requirement, and that the grant of a seven foot relief to that standard was necessary based on the proposed use and structures, and was in furtherance of the purposes of the Code.
- 55. The Development Director's interpretation of that provision was also consistent with the requirements of the Housing Accountability Act that relevant development standards "shall be

applied to facilitate and accommodate development at the density permitted on the site proposed by the development". (Government Code Section 65589.5(f)(1).) The City Council's alternative interpretation violates this statutory standard of interpretation.

- B. The City Violated Government Code Sections 65589.5(j) and (o) by Applying a Nonobjective Policy in Violation of Section Government Code Section 65589.5 (f) (4).
- 56. The Housing Accountability Act's requirement that only preexisting objective standards can be reasonably interpreted and applied is bolstered by an important and limiting definition of what constitutes a relevant objective standard. Specifically, Government Code Section 65589.5(h)(9) 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."
- 57. Fresno Municipal Code Section 15-5607-B-1 allows its required findings to be satisfied where "other unusual circumstances" exist. The City's varied application of that standard demonstrates that it is not a standard that meets the Acts definition of an "objective standard". This is evidenced by the fact that the Development Director previously determined that an appropriate "other unusual circumstance" included the Project's adjacency to the Expressly Area Overlay. That determination was not challenged by any of the appeals filed by appellants to the Planning Commission, nor was it questioned or criticized by the Planning Commission.
- 58. Instead, the matter was raised at the end of the City Council hearing. The Council then found, without any evidentiary support or other deliberation as to the meaning and application of Fresno Municipal Code Section 15-5607-B-1, that the standard could not be satisfied because "the sites (sic) physical characteristics were not unusual". If the Council's interpretation of that standard is accurate then the Planning Director and City Attorney misinterpreted the relevant standards. This demonstrates that Fresno Municipal Code Section 15-5607-B-1 does not set forth an objective standard. That is because an objective standard must involve no personal or subjective judgment by a public official. It is a standard that must be 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. Clearly, the requirements of the standard, as applied by the City Council, substantially varied from those applied by the City's relevant land use professionals and legal advisors. This is not the kind of circumstance that exists where an objective standard is being reasonably applied.

- 59. Under these circumstances Fresno Municipal Code Section 15-5607-B-1 is therefore not an objective standard. As a result, the City Council's denial of the housing development project for failing to satisfy the nonobjective standard violated the Housing Accountability Act.
 - C. The City Violated Government Code Sections 65589.5(j) and (o) by Failing to Confirm Application of a CEAQ Exemption in Violation of Section Government Code Section 65589.5(h)(6)(D).
- 60. The Act limits the authority of a City Council to deny a housing development project by failing to property confirm that the project satisfied an applicable CEQA exemption.

 (Government Code Section 66589.5(h)(6)(D).) Such a failure constitutes an abuse of discretion where, as here, there is substantial evidence in the record that all requirements of Government Code Section 65589.5(6)(D)(i), subclauses (I) to (IV), have been satisfied. Evidence that those requirements were satisfied is confirmed by the information detailed in the City of Fresno Categorical Exemption Environmental Assessment included in the Staff reports. It was also confirmed by testimony of the City Attorney, who confirmed that the applicable exemption was satisfied, and that any relevant exceptions to such exemptions were not applicable.
 - D. The City Violated Government Code Sections 65589.5(j) and (o) by Applying a Standard Deemed Satisfied by Virtue of the City's Violations of the Notification Requirements in Government Code Section 65589.5(j)(2)(A)(I).
- 61. As detailed in Paragraphs 13 through 23 above, the City failed to provide written notice to the Petitioners that the proposed Project violated applicable land use standards within thirty (30) days after the revised Project application was determined to be complete under Government Code Section 65943. Therefore, the Project was deemed to satisfy the setback standards applicable to the Expressway Overlay District pursuant to Government Code Section Government Code Section 65589.5(j)(2)(A)(I). The City thereby violated Government Code

VERIFICATION

2

1

3 4

5

6 7

8

9

10

11

12

13 14

15

16

17

18 19

20

21

22

23

24

25

26 27

28

The undersigned, is the Manager of LandValue Management, LLC, a California limited liability company, a Petitioner in this matter, and I am authorized to execute this verification on behalf of Petitioner LandValue Management, LLC. I verify I have read the foregoing Petition and am familiar with its contents. The facts recited in the Petition are true of my personal knowledge.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Dated: September 30, 2024

VERIFICATION

The undersigned is a Manager of Park 7, LLC, a California limited liability company, a Petitioner in this matter, and I am authorized to execute this verification on behalf of Petitioner Park 7. I verify I have read the foregoing Pctition and am familiar with its contents. The facts recited in the Petition are true of my personal knowledge.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.

ames H. Huelskamp

Dated: September 30, 2024

MCCORMICK BARSTOW, SHEPPARD, WAYTE & CARRUTH LLP RIVER PARK PLACE EAST RESNO, CA 93720-1501