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ELECTRONICALLY FILED Superior Count of California, County of San Diego O2/27/2018 at 04:40:00 PM Clerk of the Superior Count Dy Ines Quirante, Deputy Clerk

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Attorneys for Plaintiff/Cross-Defendant LARRY GERACI and Cross-Defendant REBECCA BERRY

SUPERIOR COURT OF CALIFORNIA

COUNTY OF SAN DIEGO, CENTRAL DIVISION

LARRY GERACI, an individual,

Plaintiff.

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DARRYL COTTON, an individual: and DOES I through 10, inclusive,

Defendants.

DARRYL COTTON, an individual.

Cross-Complainant,

V.

LARRY GERACI, an individual, REBECCA BERRY, an individual, and DOES I THROUGH 10, INCLUSIVE,

Cross-Defendants.

Case No. 37-2017-00010073-CU-BC-CTL

Judge:

Hon. Joel R. Wohlfeil

Dept.: C-73

DECLARATION OF ABHAY SCHWEITZER IN SUPPORT OF MOTION BY PLAINTIFF/CROSS-DEFENDANT LARRY GERACI FOR A PRELIMINARY INJUNCTION OR OTHER ORDER TO COMPEL ACCESS TO THE SUBJECT PROPERTY FOR SOILS TESTING

[IMAGED FILE]

DATE:

March 23, 2017

TIME: DEPT:

9:00 a.m. C-73

Complaint Filed:

Trial Date:

March 21, 2017 May 11, 2018

I, Abhay Schweitzer, declare:

- I am over the age of 18 and am not a party to this action. I have personal knowledge of the facts stated in this declaration. If called as a witness, I would testify competently thereto. I provide this declaration in support of the motion by Plaintiff and Cross-Defendant, Larry Geraci, motion for a preliminary injunction or other order requiring Defendant and Cross-Complainant, Darryl Cotton, to allow access to the property located at 6176 Federal Blvd., San Diego, CA 92105 (the "Subject Property") to conduct soils testing, including the signing of a related Property Owner Consent form and to otherwise allow unhindered access to the Subject Property to conduct said soils testing.
- 2. I am a building designer in the state of California and a Principal with Techne, a design firm I founded in approximately December 2010. Techne provides design services to clients throughout California. Our offices are located at 3956 30th Street, San Diego, CA 92104. Our firm has worked on approximately 30 medical marijuana projects over the past 5 years, including a number of Conditional Use Permits for Medical Marijuana Consumer Cooperatives (MMCC) in the City of San Diego ("City"). One of these projects was and is an application for a MMCC to be located at 6176 Federal Ave., San

Diego, CA 92105 (the "Property").

- 3. On or about October 4, 2016, Rebecca Berry, whom I was and am informed was acting as the agent of Larry Geraci, hired my firm to provide design services in connection with the application for a MMCC to be developed and built at the Property (the "Project"). Those services included, but are not limited to, services in connection with the design of the Project and application for a Conditional Use Permit (the "CUP").]
- 4. The first step in obtaining a CUP is to submit an application to the City of San Diego. My firm along with other consultants (a Surveyor, a Landscape Architect, and a consultant responsible for preparing the noticing package and radius maps) prepared the CUP application for the client as well as prepared the supporting plans and documentation. My firm coordinated their work and incorporated it into the submittal.
- 5. On or after October 31, 2016, I submitted the application to the City for a CUP for a medical marijuana consumer cooperative to be located on the Property. The CUP application for the Project was submitted under the name of applicant, Rebecca Berry. The submittal of the CUP application required the submission of several forms to the City, including Form DS-318 signed by the property owner. Darryl Cotton, authorizing/consenting to the application. A true and correct copy of Form DS-318 that I submitted to the City is attached as Exhibit 1 to the Notice of Lodgment by Plaintiff/Cross-Defendant, Larry Geraci, in Support of Motion for a Preliminary Injunction or Other Order to Compel Access to the Subject Property for Soils Testing (hereinafter the "Geraci NOL"). Mr. Cotton's signed consent can be found on Form DS-318.
- 6. On the Ownership Disclosure Statement. I am informed and believe Cotton signed the form as "Owner" and Berry signed the form as "Tenant/Lessee." The form only has three boxes from which to choose when checking "Owner", "Tenant/Lessee" and "Redevelopment Agency". The purpose of that signed section, Part 1, is to identify all persons with an interest in the property and must be signed by all persons with an interest in the property.
- 7. The CUP application process generally involves several rounds of comments from the City in which the applicant is required to respond in order to "clear" the comment. This processing involved substantial communication back and forth with the City, with the City asking for additional information, or asking for changes, and our responding to those requests for additional information and making any necessary changes to the plans. I have been the principal person involved in dealings with the City of San Diego regarding the CUP application. My primary contact during the process had been Firouzeh Tirandazi, Development Project Manager, City of San Diego Development Services Department, tele (619) 446-5325, whom the City initially assigned to be the project manager for the CUP application. Recently the Project Manager has changed from Firouzeh Tirandazi to Cherlyn Cac.
- 8. We have been engaged in the application process for this CUP application for approximately sixteen (16) months so far.
- 9. At the outset of the review process a difficulty was encountered that delayed the processing of the application. The Project was located in an area zoned "CO" which supposedly included medical marijuana dispensary as a permitted use, but the City's zoning ordinance did not specifically state that was a permitted use. I am informed and believe that on

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February 22, 2017, the City passed a new regulation that amended the zoning ordinance to clarify that operating a medical marijuana dispensary was a permitted use in areas zoned "CO." I am informed and believe this

regulation took effect on April 12, 2017, so by that date the zoning ordinance issue was cleared up and the City resumed its processing of the CUP application.

- The CUP application for this Project has completed the initial phase of the process. This initial phase was completed when the City deemed the CUP application complete (although not yet approved) and determined the Project was located in an area with proper zoning. When this occurred, as required, notice of the proposed project was given to the public as follows: First, on March 27, 2017, the City posted a Notice of Application (or "NOA") for the Project on its website for 30 days and provided the NOA to me, on behalf of the applicant, for posting at the property; Second, the City mailed the Notice of Application to all properties within 300 feet of the subject property. Third, as applicant we posted the Notice of Application at the property line as was required.
- 11. Since the completion of the initial phase of the process we have been engaged in successive submissions and reviews and are presently engaged still in that submission and review process. The most recent comments from the City were received on October 20, 2017. There is one major issue left to resolve regarding a street dedication.
- 12. In my previous declaration submitted October 30, 2017, I stated that at that time I expected this issue to be resolved within the next six (6) weeks. The issue has not yet been resolved. A medical marijuana dispensary cannot be located within 100 feet of a residential zoned lot and the Property is located within 100 feet of a residential zoned lot. To overcome this barrier, we previously suggested to the City the following solution: that we make an irrevocable offer of dedication of 7-feet of the Property to the City of San Diego which, when accepted, would mean the Property would be more than 100 feet from a residential neighborhood and thereby satisfy the requirement. Previously Jim Bartell met with the City's reviewer responsible for this issue, who indicated a tentative agreement with our proposed solution. However, the most recent comments issued by the City regarding the project still listed as "not cleared" the issue of the Property location being within 100 feet of a residential zoned lot. Thus, the City's reviewer has still not formally recommended approval of our proposed solution of an offer of dedication and that issue still needs to be "cleared". Nevertheless, I still expect the City's reviewer to ultimately "clear" the issue based on our suggested solution of an offer of dedication as there is no basis in the San Diego Municipal Code to deny our proposed offer of dedication. Currently, my best estimate of when I expect this issue to be "cleared" or resolved is on or about April 16, 2018. What I mean by resolved is that point in time when the City staff responsible for this correction formally accepts our proposed solution and "clears" the comments from their review. However, the irrevocable offer of dedication is not effective until the proposed Conditional Use Permit is approved at the final instance and the irrevocable offer of dedication is properly recorded.
- 13. Another issue has arisen. In order to continue the CUP process, we have been required by the City to provide a geotechnical investigation for the Subject Property. To conduct the necessary soils testing we are required to file a permit with the San Diego County Department of Environmental Health because the exploratory borings exceed 20 feet below ground surface. To obtain the permit we must include a signed Property Owner Consent form

evidencing consent by the property owner, Darryl Cotton. In late January I was advised by counsel for Ms. Berry and Mr. Geraci, Michael Weinstein, that Darryl Cotton had agreed to allow access to the property to conduct the soils testing analysis.

- 14. The required geotechnical investigation will need to be performed by an engineering company. On behalf of Mr. Geraci and Ms. Berry, I have contracted with SCST, Inc. a professional engineering firm headquartered in San Diego to conduct the soils testing analysis. SCST is comprised of over 130 professionals who provide geotechnical engineering, environmental science & Engineering, special inspection & materials testing, and facilities consulting service. SCST is comprised of skilled geotechnical engineers, civil and environmental engineers, environmental scientists, engineering geologists, multi-credential inspectors and technicians.
- 15. The soils testing analysis to be performed by SCST necessitates drilling down more than 20 feet below the surface. As previously noted, whenever exploratory borings exceed 20 feet below ground surface a permit is required to be filed with the San Diego County Department of Environmental Health which in turn requires the property owner to sign a Property Owner Consent form. I am informed by Mr. Weinstein, counsel for Mr. Geraci and Ms. Berry, that Mr. Weinstein provided the Property Owner Consent form to Mr. Cotton to sign but Mr. Cotton has not signed and returned the form. This action by the property owner, Mr. Cotton, is directly interfering with the attempts to obtain the necessary Conditional Use Permit by preventing the completion of the soils testing which is necessary to satisfy this requirement being imposed by the City to obtain the Conditional Use Permit.
- 16. SCST cannot conduct the required soils testing analysis without the consent of Darryl Cotton, the property owner, on the Property Owner Consent form, and without access to the Property to conduct the soils testing. Once Mr. Cotton has signed that form and SCST is allowed access to the Property, SCST will conduct the required soils testing and submit the results to the City.
- 17. Once the City has cleared all the outstanding issues it will issue an environmental determination and the City Clerk will issue a Notice of Right to Appeal Environmental Determination ("NORA").
- 18. In my previous declaration submitted October 30, 2017, I stated that at that time I expected the NORA to be issued sometime in late December 2017 or January 2018. The NORA has not yet been issued. Currently, my best estimate is that the NORA will be issued sometime on or about May 31, 2018.
- 19. The NORA must be published for 10 business days. If no interested party appeals the NORA, City staff will present the CUP for a determination on the merits by a Hearing Officer. The hearing is usually set on at least 30 days' notice so the City's Staff has time to prepare a report with its recommendations regarding the issues on which the hearing officer must make findings. If there is no appeal of the NORA, I expect the hearing before the hearing officer to be held on or about June 29, 2018.
- 20. If the NORA is appealed it will be set for hearing before the City Council. Currently, it is my opinion that the earliest an appeal of the NORA could be heard before the City Council would be on or about June 29, 2018. In all but one instance, the City Council has denied a NORA appeal related to a medical marijuana CUP application. The one NORA

appeal that was upheld is a project located in a flood zone.

- 21. If there is a NORA appeal and such appeal is denied by the City Council, then the earliest I would expect the CUP application to be heard by a hearing officer would be on or about July 30, 2018.
- 22. If there is a NORA appeal and it is upheld by the City Council, the City Council would retain jurisdiction and the CUP application would be heard by the City Council for a final determination at some point after the NORA appeal. In that case the earliest I would expect this to occur would also be on or about July 30, 2018.
- 23. To date we have not yet reached the stage of a City Council hearing and there has been no final determination to approve the CUP.

I declare under penalty of perjury under the laws of the State of California, that the foregoing is true and correct. Executed this 27th day of February, 2018.

Dated: 02/27/18

ABHAY SCHWEITZER