Court of Appeal, Fourth Appellate District, Division One Kevin J. Lane, Clerk/Executive Officer

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COURT OF APPEAL,FOURTH_APPELLATE DISTRICT, DIVISION ONE	COURT OF APPEAL CASE NUMBER (if known): D079215
ATTORNEY OR PARTY WITHOUT ATTORNEY:  NAME: Lann G. McIntyre (SBN 106067); Gary K. Brucker, Jr. (SBN 238644)  FIRM NAME: Lewis Brisbois Bisgaard & Smith LLP  STREET ADDRESS: 550 West C Street, Suite 1700  CITY: San Diego  STATE: CA ZIP CODE: 92101  TELEPHONE NO.: (619) 233-1006  FAX NO.: (619) 233-8627  E-MAIL ADDRESS: Iann.mcintyre@lewisbrisbois.com; gary.brucker@lewisbrisbois.com  ATTORNEY FOR (name): Petitioner and Plaintiff UL Chula Two LLC  APPELLANT: UL CHULA TWO LLC	FOR COURT USE ONLY
RESPONDENT: CITY OF CHULA VISTA, ET AL.	
SUPERIOR COURT OF CALIFORNIA, COUNTY OF SAN DIEGO  STREET ADDRESS: 330 West Broadway  MAILING ADDRESS: 330 West Broadway  CITY AND ZIP CODE: San Diego 92101  BRANCH NAME: CENTRAL DIVISION  JUDGES (all who participated in case): Richard E. L. Strauss (Dept. C-75)	
	SUPERIOR COURT CASE NUMBER: 37-2020-00041554-CU-MC-CTL
CIVIL CASE INFORMATION STATEMENT  NOTE TO APPELLANT: You must file this form with the clerk of the Court of Appea	
the notification of the filing of the notice of appeal required under rule 8.100(e)(1). 'judgment or order being appealed that shows the date it was entered (see Cal. Rule "entered"). A copy of this form must also be served on the other party or parties to limited civil case (Code Civ. Proc., § 85) may be taken ONLY to the appellate division § 904.2) or to the superior court (Code Civ. Proc., § 116.710 [small claims cases]).	You must attach to this form a copy of the es of Court, rule 8.104 for definition of this appeal. (CAUTION: An appeal in a
PART I – APPEAL INFORMATION	
APPEALABILITY     a. Appeal is from:	
a. Appears from: ☐ judgment after jury trial.	
default judgment.	
☐ judgment after an order granting a summary judgment motion.	
judgment of dismissal under Code Civ. Proc., § 581d, 583.250, 583.360, or 5	83.430.
☐ judgment of dismissal after an order sustaining a demurrer.	
an order after judgment under Code Civ. Proc., § 904.1(a)(2).	
an order or judgment under Code Civ. Proc., § 904.1(a)(3)–(13).	
Other (describe and specify code section that authorizes this appeal):	
b. Does the judgment appealed from dispose of all causes of action, including all cross	ss-actions between the parties?
Yes	
2. TIMELINESS OF APPEAL (Provide all applicable dates.)	
a. Date of entry of judgment or order appealed from: June 17, 2021	
<ul> <li>Date that notice of entry of judgment or a copy of the judgment was served by the c</li> <li>Court, rule 8.104: July 1, 2021</li> </ul>	
<ul> <li>c. Was a motion for new trial, for judgment notwithstanding the verdict, for reconsider denied?</li> <li>Yes No (If yes, please specify the type of motion):</li> </ul>	ration, or to vacate the judgment made and
Date notice of intention to move for new trial (if any) filed:	
•	e denial served:
d. Date notice of ⊠ appeal or □ cross-appeal filed: July 6, 2021	
3. BANKRUPTCY OR OTHER STAY	
Is there a related bankruptcy case or a court-ordered stay that affects this appeal?  (If yes, please attach a copy of the bankruptcy petition [without attachments] and	☐ Yes ☐ No

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any stay order.)

	APPELLATE CASE TITLE: UL CHULA TWO LLC v. CITY OF CHULA VISTA, ET AL.		APPELLATE COURT CASE NUMBER: D079215
4.	APPELLATE CASE HISTORY (Provide additional information, if ne been, any appeal, writ, or other proceeding related to this case pend Yes No (If yes, insert name of appellate court):		
	Appellate court case no.: Title of case:	:	
	Name of trial court: Trial court ca	ase no.	:
5.	SERVICE REQUIREMENTS		
	Is service of documents in this matter, including a notice of appeal, property public officer or agency under California Rules of Court, rules Yes No (If yes, please indicate the rule or statute that	le 8.29	or a statute?
	Rule 8.29 (e.g., constitutional challenge; state or county party)		Code Civ. Proc., § 1355 (Escheat)
	Bus. & Prof. Code, §16750.2 (Antitrust)		Gov. Code, § 946.6(d) (Actions against public entities)
	☐ Bus. & Prof. Code, § 17209 (Unfair Competition Act)		Gov. Code, § 4461 (Disabled access to public buildings)
	☐ Bus. & Prof. Code, § 17536.5 (False advertising)		Gov. Code, § 12656(a) (False Claims Act)
			Health & Saf. Code, § 19954.5 (Accessible seating and
	☐ Civ. Code, § 51.1 (Unruh, Ralph, or Bane Civil Rights Acts; antiboycott cause of action; sexual harassment in	Ш	accommodations)
	business or professional relations; civil rights action by district attorney)		Health & Saf. Code, § 19959.5 (Disabled access to privately funded public accommodations)
	Civ. Code, § 55.2 (Disabled access to public		Pub. Resources Code, § 21167.7 (CEQA)
	conveyances, accommodations, and housing)		Other (specify statute):
(	NOTE: The rule and statutory provisions listed above require servent the Attorney General or other public officer or agency. Other soublic officers or agencies may also apply.  PART II – NATURE	tatute	s requiring service on the Attorney General or other
		. 0. 7	STICK
1.			
	a. Conservatorship		
	b. Contract c. Eminent domain		
	d. Equitable action (1) Declaratory relief (2)	] Othe	r (describe):
	e. Family law	_ Out	(describe).
	f. Guardianship		
	g. Probate		
	h. Real property rights (1) Title of real property (2) i. Tort		Other (describe):
		ıct liab onal pro	-
		ninistra er <i>(des</i> e	ntive mandate (Code Civ. Proc., § 1094.5)
	/. Other action (describe):		
2.		al <i>(cite</i>	authority):
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APPELLATE CASE TITLE:	APPELLATE COURT CASE NUMBER:
UL CHULA TWO LLC v. CITY OF CHULA VISTA, ET AL.	D079215

#### **PART III - PARTY AND ATTORNEY INFORMATION**

In the spaces below or on a separate page or pages, list all the parties and all their attorneys of record who will participate in the appeal. For each party, provide all of the information requested on the left side of the page. On the right side of the page, if a party is self-represented please check the appropriate box and provide the party's mailing address, telephone number, fax number, and e-mail address. If a party is represented by an attorney, on the right side of the page, check the appropriate box and provide all of the requested information about that party's attorney.

the requested information about that party's attorney.  Responses to Part III are attached instead of below	ow
Name of Party: UL Chula Two LLC	Represented by attorney Self-represented Name of attorney: Lann G. McIntyre / Gary K. Brucker, Jr. State Bar no: 106067 / 238644
Appellate court designation:	Firm name: Lewis Brisbois Bisgaard & Smith LLP
	Mailing address:
Trial court designation:	550 West C Street, Suite 1700, San Diego, CA 92101
	Telephone no.: (619) 233-1006 Fax no: (619) 233-8627
Other (specify):	Email address: lann.mcintyre@lewisbrisbois.com
Name of Party:	Represented by attorney Self-represented
City of Chula Vista	Name of attorney: Alena Shamos / Matthew C. Slentz State Bar no: 216548 / 285143
Appellate court designation:	Firm name: Colantuono, Highsmith & Whatley, PC
Appellant Respondent	Mailing address:
Trial court designation:	440 Stevens Avenue, Suite 200, Solana Beach, CA 92075
☐ Plaintiff ☑ Defendant	Telephone no.: (858) 682-3665 Fax no:
Other (specify):	Email address: ashamos@chwlaw.us / mslentz@chwlaw.us
Name of Party:	Represented by attorney Self-represented
Chula Vista City Manager	Name of attorney: Alena Shamos / Matthew C. Slentz
Appellate court designation:	State Bar no: 216548 / 285143 Firm name: Colantuono, Highsmith & Whatley, PC
Appellate court designation:  ☐ Appellant ☒ Respondent	Mailing address:
Trial court designation:	440 Stevens Avenue, Suite 200, Solana Beach, CA 92075
☐ Plaintiff ☒ Defendant	Telephone no.: (858) 682-3665 Fax no:
Other (specify):	Email address: ashamos@chwlaw.us / mslentz@chwlaw.us
Name of Party:	☐ Represented by attorney ☐ Self-represented
March and Ash Chula Vista, Inc.	Name of attorney: Heather S. Riley / Rebecca H. Williams
Appellate court designation:	State Bar no: 214482 / 328320 Firm name: Allen Matkins Leck Gamble Mallory & Natsis LLP
Appellant Respondent	Mailing address:
Trial court designation:	600 West Broadway, Suite 2700, San Diego, CA 92101
☐ Plaintiff ☐ Defendant	Telephone no.: (619) 233-1155 Fax no: (619) 233-1158
Other (specify): Real Party in Interest	Email address: hriley@allenmatkins.com / bwilliams@allenmatkins.com
Additional pages attached	
Date: August 3, 2021	
This statement is prepared and submitted by:	/s/ Lann G. McIntyre
	(SIGNATURE OF ATTORNEY OR SELF-REPRESENTED PARTY)

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	APPELLATE COURT CASE NUMBER: D079215
of other two fields. Other of other thank, finds.	2010210
NOTICE TO PARTIES: A copy of this form must be served on the other party or parties to delivery, THE MAILING OR DELIVERY MUST BE PERFORMED BY SOMEONE WHO IS Electronic service is authorized only if ordered by the court or if the party served has agre who is at least 18 years old must complete the information below and serve all pages of the document have been completed and a copy served, the original may then be filed with the	S NOT A PARTY TO THE APPEAL.  ed to accept electronic service. A person his document. When all pages of this
PROOF OF SERVICE	
	ctronic Service
At the time of service I was at least 18 years of age.	
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PLEASE SEE ATTACHED PROOF OF SERVICE	
I mailed, personally delivered, or electronically served a copy of the Civil Case Information	ion Statement (Appellate) as follows
(complete a, b, or c):	and am not a party to this local action
<ul> <li>a.  Mail. I am a resident of or employed in the county where the mailing occurred a</li> <li>(1) I enclosed a copy in an envelope and</li> </ul>	and am not a party to this legal action.
(a) deposited the sealed envelope with the United States Postal Service,	with the postage fully prepaid.
(b) placed the envelope for collection and mailing on the date and at the pordinary business practices. I am readily familiar with this business's postage fully prepaid. placed the envelope for collection and mailing on the date and at the pordinary business practices. I am readily familiar with this business's postage for mailing. On the same day that correspondence is deposited in the ordinary course of business with the United States Popostage fully prepaid.	practice for collecting and processing placed for collection and mailing, it is
(2) The envelope was addressed and mailed as follows:	
<ul><li>(a) Name of person served:</li><li>(b) Address on envelope:</li></ul>	
<ul> <li>(c) Date of mailing:</li> <li>(d) Place of mailing (city and state):</li> <li>b. Personal delivery. I am not a party to this legal action. I personally delivered at (1) Name of person served:</li> <li>(2) Address where delivered:</li> </ul>	a copy as follows:
<ul> <li>(3) Date delivered:</li> <li>(4) Time delivered:</li> <li>c.  Electronic service. My electronic service address is (specify): <ul> <li>I electronically served a copy as follows:</li> <li>(1) Name of person served:</li> <li>(2) Electronic service address of person served:</li> <li>(3) On (date):</li> </ul> </li> </ul>	
I declare under penalty of perjury under the laws of the State of California that the foregoing	is true and correct.
Date:	
(TYPE OR PRINT NAME)	(SIGNATURE OF DECLARANT)

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SHORT TITLE:

UL CHULA TWO LLC v. CITY OF CHULA VISTA, ET AL.

CASE NUMBER: **D079215** 

Additional Page to Part III of Civil Case

ATTACHMENT (Number): Info. Statement

(This Attachment may be used with any Judicial Council form.)

Name of Party: TD Enterprise LLC

Appellate Court Designation: Respondent; Trial Court Designation: Real Party in Interest

Represented by Attorney - Name of Attorney: Philip C. Tencer (SBN 173818)

Firm Name: TencerSherman LLP

Mailing Address: 12520 High Bluff Drive, Suite 240, San Diego, CA 92130

Telephone No.: (858) 408-6901; Fax No.: (858) 754-1260

E-Mail Address: Phil@TencerSherman.com

Name of Party: TD Enterprise LLC

Appellate Court Designation: Respondent; Trial Court Designation: Real Party in Interest

Represented by Attorney - Name of Attorney: David C. Kramer (SBN 298672)

Firm Name: Vicente Sederberg LLP

Mailing Address: 633 West 5th Street, 26th Floor, Los Angeles, CA 90071

Telephone No.: (917) 929-0248; Fax No.: (303) 860-4505

E-Mail Address: davidckramer@gmail.com

(If the item that this Attachment concerns is made under penalty of perjury, all statements in this Attachment are made under penalty of perjury.)

Page 5 of 5

(Add pages as required)

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1			ELECTRONICALLY FILED Superior Court of California,
2			County of San Diego 06/17/2021 at 05:18:00 PM
3		I	Clerk of the Superior Court By Melissa Reyes,Deputy Clerk
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8	SUPERIOR COURT OF TH	IE STATE OF CA	ALIFORNIA
9	COUNTY OF SAN DIEG	O – CENTRAL I	DIVISION
10			
11	UL CHULA TWO LLC,		20-00041554-CU-WM-CTL se Nos. 2020-00041802-CU-
12	Petitioner/Plaintiff,		020-00033446-CU-MC-CTL]
13	vs.	[PROPOSED]	JUDGMENT
14	CITY OF CHULA VISTA, a California public entity; CHULA VISTA CITY MANAGER,	Petition for Way	rit of Mandate Filed: 2021
15	and DOES 1-20,	Judge:	Hon. Richard E. L. Strauss
16	Respondents/Defendants,	Dept.: Action Filed:	C-75 November 13, 2021
17	MARCH AND ASH CHULA VISTA, INC.;	Hearing Date:	May 21, 2021
18	TD ENTERPRISE LLC; and DOES 23		
19	through 50,		
20	Real Parties In Interest.		
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The above-entitled action came on regularly for hearing in Department 75 of the above-entitled court on May 21, 2021, the Honorable Richard E. L Strauss, Judge, presiding. Gary K. Brucker, Jr. of Lewis Brisbois Bisgaard & Smith LLP appeared for petitioner UL Chula Two LLC ("Petitioner"). Alena Shamos of Colantuono, Highsmith & Whatley, PC appeared for the respondents City of Chula Vista and Chula Vista City Manager (collectively, "Respondents"). Heather Riley of Allen Matkins Leck Gamble Mallory & Natsis, LLP appeared for Real Party in Interest March and Ash Chula Vista, Inc. ("March and Ash"). Philip Tencer of TencerSherman LLP appeared for Real Party in Interest TD Enterprise LLC ("TD", or along with March and Ash, "Real Parties in Interest").

After consideration of the Administrative Record, the briefs filed by the parties, and the oral arguments of counsel:

#### THE COURT FINDS AS FOLLOWS:

- 1. Petitioner's motion for writ of administrative mandamus is denied for the reasons stated in the Court's May 21, 2021 Minute Order, which ruling constitutes the Court's Statement of Decision as set forth therein. A true and correct copy of the minute order is attached hereto as Exhibit A.
- 2. Pursuant to the Parties' stipulation and by operation of law, Petitioner's first cause of action for traditional mandamus and Petitioner's third cause of action for declaratory and injunctive relief are subsumed within Petitioner's second cause of action for administrative mandamus. As a result, and as is reflected in the Court's May 21, 2021 Minute Order, Petitioner dismissed the first and third causes of action upon the Court's inquiry, thereby disposing of all causes of action.

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that judgment shall be for and in favor of Respondents and Real Parties In Interest.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that:

1. The relief prayed for by Petitioner is DENIED.

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4820-8750-2827.1

1	2. Respondents and Real Parties in Interest shall recover their costs in this action in
2	the amount of \$, as allowed by law.
3	
4	DATED: <b>June 17</b> _, 2021
5	RSt
6	
7	Honorable Richard E. L. Strauss Judge of the Superior Court
8	
9	Respectfully submitted and so stipulated,
10	
11	keepff
12	By: Gary K. Brucker, Jr., Esq.
13	Attorneys for Petitioner UL Chula Two LLC
14	
15	
16	By:Alena Shamos, Esq.
17	Attorneys for Respondents City Of Chula Vista And Chula Vista City Manager
18	Time chara vibra city manager
19	
20	By:
21	Philip Tencer, Esq. Attorneys for Real Party in Interest TD Enterprise
22	LLC
23	$\sim$ 100
24	By: Ashuuy
25	Heather Riley, Esq. Attorneys for Real Party in Interest March And
26	Ash Chula Vista, Inc.
27	

4820-8750-2827.1

# EXHIBIT A

# SUPERIOR COURT OF CALIFORNIA, **COUNTY OF SAN DIEGO** CENTRAL

#### MINUTE ORDER

DATE: 05/21/2021 DEPT: C-75 TIME: 09:00:00 AM

JUDICIAL OFFICER PRESIDING: Richard E. L. Strauss

CLERK: Blanca Delgado

REPORTER/ERM: Stephanie Bryant CSR# 13160

BAILIFF/COURT ATTENDANT:

CASE NO: 37-2020-00041554-CU-MC-CTL CASE INIT.DATE: 11/13/2020 CASE TITLE: UL CHULA TWO LLC vs CITY OF CHULA VISTA IIMAGEDI CASE TYPE: Misc Complaints - Other CASE CATEGORY: Civil - Unlimited

**EVENT TYPE**: Motion Hearing (Civil) MOVING PARTY: UL CHULA TWO LLC

CAUSAL DOCUMENT/DATE FILED: Motion for Preliminary Injunction, 01/19/2021

**EVENT TYPE**: Hearing on Petition MOVING PARTY: UL CHULA TWO LLC

CAUSAL DOCUMENT/DATE FILED: Motion - Other MOTION FOR WRIT OF MANDATE, 04/02/2021

#### **APPEARANCES**

Gary K Brucker, Jr, counsel, present for Petitioner, Plaintiff(s) via remote video conference. Alena Shamos, counsel, present for Defendant, Respondent(s) via remote video conference. HEATHER S RILEY, counsel, present for Defendant, Interested Party(s) via remote video conference. Phillip Tencer, counsel, present for Real Party in Interest, via Remote Audio Appearance.

This being the time set for oral argument on the above entitled motion(s), the Court issued its tentative ruling on May 20, 2021,

The Court hears oral argument and CONFIRMS as **MODIFIED** the tentative ruling as follows:

Petitioner UL Chula Two LLC's Motion for Writ of Mandate is denied.

Petitioner has pled two claims for writ of mandate, one for administrative mandate and one for traditional mandate. This petition focuses on the claim for administrative mandate. Petitioner contends that Respondent City of Chula Vista abused its discretion in denying the application for a cannabis license. The claim for traditional mandate does not appear applicable since Petitioner is not seeking to require Respondent to undertake a ministerial duty. There is no analysis on this claim in the moving papers.

Abuse of discretion is established if the court determines that the agency's decision is not supported by the findings or the findings are not supported by the evidence. (CCP § 1094.5(b).) The court must exercise its independent judgment where an administrative decision substantially affects a fundamental vested right (Strumsky v. San Diego County Employees Retirement Assn. (1974) 11 Cal.3d 28, 32; CCP

DATE: 05/21/2021 Page 1 MINUTE ORDER DEPT: C-75

Calendar No. 26

## CASE TITLE: UL CHULA TWO LLC vs CITY OF CHULA CASE NO: 37-2020-00041554-CU-MC-CTL VISTA [IMAGED]

§ 1094.5(c).) In all other cases, abuse of discretion is established if the court determines that the findings are not supported by substantial evidence in the light of the whole record. (Topanga Association for a Scenic Community v. County of Los Angeles (1974) 11 Cal.3d 506, 515; CCP § 1094.5(c).)

Petitioner's first argument is that the civil zoning violations at issue in the *Holistic Caf&#233*; matter do not constitute unlawful Commercial Cannabis Activity. The Notice of Decision rejecting Petitioner's application states that William Senn, Petitioner's principal, had been adversely sanctioned or panelized for a material violation of state or local laws or regulations related to Commerical Cannabis Activity. (CVMC § 5.19.050(A)(5)(f).) The second reason stated was that Mr. Senn "conducted, facilitated, caused, aided, abetted, suffered, or concealed unlawful Commercial Cannabis Activity..." when he was involved in unlawful Commercial Cannabis Activity in the City of San Diego from 2010-2012. (CVMC § 5.19.050(A)(5)(g); AR 119-122.) Petitioner concedes he was operating a medicinal cannabis storefront (Holistic Café) and agreed to resolve the matter by entering into a stipulated judgment with the City of San Diego. (AR 196.) However, Petitioner challenges the finding that a medicinal cannabis storefront falls within the definition of "Commerical Cannabis Activity" as set forth by the Chula Vista Municipal Code.

Here, Petitioner has not met its burden to establish that operation of a medicinal marijuana storefront does not fall under the definition of "Commercial Cannabis Activity." Pursuant to the CVMC, this is defined as "the commercial Cultivation, possession, furnishing, manufacture, distribution, processing, storing, laboratory testing, packaging, labeling, transportation, delivery or sale of Cannabis or Cannabis Products." (CVMC § 5.19.020.) Petitioner does not identify any language which would exclude the sale medicinal cannabis from being subsumed into the definition of Commercial Cannabis Activity. The fact that other sections are specific to medicinal marijuana does not exclude it from rules which have broader application.

Petitioner's contention that CVMC § 5.19.050 (A)(5)(f) is not disqualifying because Respondent applied an overbroad interpretation unconvincing. Holistic Café was cited for zoning violations related to the Commercial Cannabis Activity, which is specific ineligibility under the Municipal Code. The record reflects that Mr. Senn was operating the marijuana business illegally. (AR 158-164, 186-203.) Thus, Petitioner's argument that the statute might exclude applicants who were cited for mundane violations unrelated to the cannabis business is irrelevant.

The argument that Mr. Senn was not engaged in "unlawful Commercial Cannabis Activity" is unpersuasive. Petitioner argues that it is irrational to interpret all commercial cannabis activity as being illegal because no commercial cannabis activity is permitted under Federal law. Petitioner asserts that the plain language must mean that commercial activity that would be unlawful after the enactment of Prop 64 in 2016. Thus, Petitioner would like to apply a future standard to past conduct. There is no authority for this argument nor would it reasonable to apply such a standard. Doing so would lead to absurd results. In addition, this argument ignores the definition of "jurisdiction" within the CVMC which limits it to areas where commercial cannabis takes place. (CVMC §§ 5.19.040(A)(1)(e)(i) and (B)(5).)

The second argument is that the City's findings were not supported by the evidence. As a preliminary issue, Petitioner does not cite to any authority that the evidence presented was insufficient in the proceedings before the City. Specifically, there is no authority that the City improperly relied upon hearsay evidence in the appeal. The fact that Petitioner did not approve of the evidence relied upon by the City in the appeal does not mean the decision was not supported by the evidence. The little authority that was provided is inapplicable. Govt. Code § 11513(d) precluding hearsay applies only to state agencies. In Layton v. Merit System Commission (1976) 60 Cal.App. 3d. 58, the analysis involved an

DATE: 05/21/2021 Page 2 MINUTE ORDER DEPT: C-75

### CASE TITLE: UL CHULA TWO LLC vs CITY OF CHULA CASE NO: 37-2020-00041554-CU-MC-CTL VISTA [IMAGED]

agency's internal procedural. Neither arise from fact comparable to the instant situation. Without applicable authority, this argument is not a sufficient basis to grant the writ of mandate.

Finally, the third argument is that the City refused to exercise its discretion in not rejecting Petitioner. CVMC § 5.19.050(A)(5) states "Phase One Applications may be rejected by the Police Chief for any of the following reasons in his/her discretion." The analysis here is a regurgitation of the arguments made previously. There is no new argument that it was an abuse of discretion for the Police Chief to exercise the discretion specifically granted by the Municipal Code.

#### Due Process Violations

Petitioner argues that its due process rights were violated because Deputy City Attorney Simon Silva served as the advisor to the hearing officer and Deputy City Attorney Megan McClurg served as counsel for Respondent. In Morongo Band of Mission Indians v. State Water Resources Control Board (2009) 45 Cal.4th 731, 737 the Supreme Court discussed the standard for due process before a fair tribunal as follows:

When, as here, an administrative agency conducts adjudicative proceedings, the constitutional guarantee of due process of law requires a fair tribunal. (Withrow v. Larkin (1975) 421 U.S. 35, 46,.) A fair tribunal is one in which the judge or other decision maker is free of bias for or against a party. (People v. Harris (2005) 37 Cal.4th 310, 346,; see Haas v. County of San Bernardino (2002) 27 Cal.4th 1017, 1025 ["When due process requires a hearing, the adjudicator must be impartial."].) Violation of this due process guarantee can be demonstrated not only by proof of actual bias, but also by showing a situation "in which experience teaches that the probability of actual bias on the part of the judge or decisionmaker is too high to be constitutionally tolerable." (Withrow v. Larkin, supra, at p. 47, 95 S.Ct. 1456.)

Petitioner contends that the City Attorney's office had a conflict by both providing services as a legal advisor and an advocate in the same proceeding. In support of this argument, Petitioner cites to Quintero v. City of Santa Ana (2003) 114 Cal.App.4<sup>th</sup> 810, 813. In Quintero, the Court of Appeal relied on the fact that the specific Deputy City Attorney at issue had acted as both a prosecutor and advisory in the same proceeding. In addition, the same Deputy City Attorney had become the primary legal advisor to the personnel board. (Morongo Band, supra at 740.) There is no evidence here that Deputy City Attorneys' roles were comparable to those cited in the case. Further, Petitioner's argument relies on the court accepting its interpretation of the law in finding there was a conflict because it presumes a finding that Ms. McClurg was providing erroneous advice on the law. As discussed above, the court is not adopting this finding.

The court does not find that the City provided insufficient time and notice in violation of Petitioner's due process rights. Petitioner claims its due process rights were violated because sufficient notice of the hearing was not provided and that the initial basis for rejection of the application lacked substantive information.

The Notice of Decision states the basis for the denial. It identifies that an applicant or owners was adversely sanctioned or penalized for a material violation of state or local laws or regulations and identified the party and the time frame of the violations. (AR 119-120) The fact that Petitioner was surprised that Respondent viewed the operation of the Holistic Café as disqualifying does not mean the notice was insufficient. Petitioner essentially argues that it was lulled into a false sense of security since it had disclosed the stipulated judgment in the Holistic Café case. However, this was information for evaluation and investigation by Respondent. There is also no indication that

DATE: 05/21/2021 Page 3 MINUTE ORDER DEPT: C-75

# CASE TITLE: UL CHULA TWO LLC vs CITY OF CHULA CASE NO: **37-2020-00041554-CU-MC-CTL** VISTA [IMAGED]

Respondent's process did not comply with the CVMC. There is no indication in the rules that disclosure in and of itself precluded further inquiry such that Petitioner was somehow reasonable in its position.

With regard to the timing of the hearing, Petitioner waived its right to object by not raising this issue previously. "It is well settled that the appearance of a party at the hearing of a motion and his or her opposition to the motion on its merits is a waiver of any defects or irregularities in the notice of motion." (*Tate v. Superior Court* (1975) 45 Cal.App.3d 925, 930.) Petitioner was aware the notice was shorter than required and took no action. The Cannabis Regulations include a provision for continuances. (Chula Vista Cannabis Regulations § 0501(P)(2)(a).) Although the notice cited to the incorrect section, the Notice of Appeal identified the applicable basis for seeking a continuance. (AR 131.) Thus, Petitioner has no reasonable basis to argue it was prejudiced by the lack of notice in this proceeding.

Petitioner/Plaintiff UL Chula Two, LLC's Motion for Preliminary Injunction and Stay of Decision is denied. UL Chula Two has not met its burden that it is likely to prevail on the merits.

The court declines to consider evidence outside the administrative record.

The court will hear from the parties as to whether there are any outstanding claims if the tentative rulings are confirmed and, if so, how to proceed.

Upon inquiry of the Court, Attorney Brucker dismisses the remaining claims not addressed in the Court's Tentative Ruling.

Following further discussion, by agreement of parties and approval of the Court, the Court's Tentative Ruling is deemed the Statement of Decision.

The Court denies the request to extend the stay in this matter.

IT IS SO ORDERED:

Judge Richard E. L. Strauss

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DATE: 05/21/2021 MINUTE ORDER Page 4
DEPT: C-75 Calendar No. 26

1 2	CALIFORNIA STATE COURT UL CHULA TWO v. CITY OF CHULA VISTA, a C OF CHULA VIST Case No. 37-2020-000338	California public entity, CITY MANAGER [A, et al.
3	STATE OF CALIFORNIA, COUNTY OF SAN DIEC	GO
5	At the time of service, I was over 18 years of a business address is 550 West C Street, Suite 1700, Sar	
6	On May 28, 2021, I served true copies of the fo	ollowing document(s):
7	(1) [PROPOSED] JUDGMENT	
8	I served the documents on the following person numbers and e-mail addresses, if applicable):	ns at the following addresses (including fax
9 10 11 12 13 14	Alena Shamos, Esq. Matthew Slentz, Esq. Colantuono, Highsmith & Whatley, PC 440 Stevens Avenue, Suite 200 Solana Beach, CA 92075 Direct Tel: 858-682-3665 Tel: 213-542-5700 Fax: 213-542-5710 E-Mail: ashamos@chwlaw.us E-Mail: mslentz@chwlaw.us	David Kramer, Esq. Josh Kappel, Esq. Vicente Sederberg LLP 633 West 5th Street, 26th Floor Los Angeles, California 90071 Tel: 310-695-1836 Mobile: 917-929-0248 Fax: (303) 860-4505 E-Mail: d.kramer@vicentesederberg.com E-Mail: josh@vicentesederberg.com
15 16	Attorneys for Defendants City of Chula Vista and City Manager of Chula Vista	Attorneys for TD Enterprise LLC
17 18 19 20 21	Heather Riley, Esq. Rebecca Williams, Esq. Allen Matkins Leck Gamble Mallory & Natsis LLP One America Plaza 600 West Broadway, Suite 2700 San Diego, CA 92101-0903 Tel: (619) 233-1155 Fax: (619) 233-1158 E-Mail: hriley@allenmatkins.com E-Mail: bwilliams@allenmatkins.com	Philip Tencer, Esq. TencerSherman LLP 12520 High Bluff Drive, Suite 240 San Diego, CA 92130 Tel: (858) 408-6901 Fax: (858) 754-1260 E-Mail: Phil@tencersherman.com  Attorneys for TD Enterprise LLC
22	Attorneys for March and Ash Chula Vista, Inc.	
23		
24	The documents were served by the following n	neans:
25	(BY E-MAIL OR ELECTRONIC TRANSMIS	SSION) Based on a court order or an
26	agreement of the parties to accept service by e- documents to be sent from e-mail address Jeff.	deGruchy@lewisbrisbois to the persons at
27 28	the e-mail addresses listed above. I did not rec transmission, any electronic message or other i unsuccessful.	

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

Executed on May 28, 2021, at San Diego, California.

Jeff de Dreechy

Jeff de Gruchy

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#### PROOF OF SERVICE

UL Chula Two LLC vs. City of Chula Vista, a California public entity; Chula Vista City Manager; and DOES 1-20; March and Ash Chula Vista, Inc., TD Enterprise LLC, and DOES 23 through 50 (Real Parties in Interest) Fourth Civil Number D079215

I, Janis Kent, state:

I am employed in the County of San Diego, State of California. I am over the age of 18 and not a party to the within action. My business address is 550 West C Street, Suite 1700, San Diego, California 92101.

On August 3, 2021, I served the following document described as CIVIL CASE INFORMATION STATEMENT on all interested parties in this action through TrueFiling, addressed to all parties appearing on the attached service list for the above-titled case. The service transmission was reported as complete and a copy of the TrueFiling Receipt/Confirmation will be filed, deposited or maintained with the original document in this office.

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

Executed on August 3, 2021, at San Diego, California.

/s/ Janis Kent Janis Kent

#### SERVICE LIST

UL Chula Two LLC vs. City of Chula Vista, a California public entity; Chula Vista City Manager; and DOES 1-20; March and Ash Chula Vista, Inc., TD Enterprise LLC, and DOES 23 through 50 (Real Parties in Interest)

Fourth Civil Number D079215

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4835-0215-8323.1

#### STATE OF CALIFORNIA

California Court of Appeal, Fourth Appellate District Division 1

# PROOF OF SERVICE

#### STATE OF CALIFORNIA

California Court of Appeal, Fourth Appellate District Division 1

Case Name: UL Chula Two LLC v. City of Chula Vista et

al.

Case Number: **D079215** 

Lower Court Case Number: 37-2020-00041554-CU-WM-CTL

- 1. At the time of service I was at least 18 years of age and not a party to this legal action.
- 2. My email address used to e-serve: lann.mcintyre@lewisbrisbois.com
- 3. I served by email a copy of the following document(s) indicated below:

Title(s) of papers e-served:

Filing Type	Document Title
STATEMENT - CIVIL CASE	UL Chula Two - Civil Case Information
INFORMATION STATEMENT	Statement - FINAL 8.3.2021

Service Recipients:

Person Served	Email Address	Type	Date / Time
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This proof of service was automatically created, submitted and signed on my behalf through my agreements with TrueFiling and its contents are true to the best of my information, knowledge, and belief.

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

8/3/2021
Date
/s/Janis Kent
Signature
McIntyre, Lann (106067)
Last Name, First Name (PNum)

Lewis Brisbois Bisgaard & Smith, LLP

Law Firm