CITY OF ALBANY WATERFRONT COMMITTEE STAFF REPORT

Meeting date: February 1, 2012

Prepared by: JB

ITEM/ 5-7

SUBJECT: Report from staff on East Bay Regional Park District Acquisition of Land for

the Bay Trail.

STAFF RECOMMENDATION

No action required. For information only.

BACKGROUND

The East Bay Regional Park District is in the process of acquiring through eminent domain approximately 8 acres of property at Golden Gate Fields for use as a link in the Bay Trail. Eminent domain is the process by which a public agency can acquire property when the property owner and the public agency cannot come to terms through negotiation in a conventional real estate transaction.

Acquiring property through eminent domain is a complex process that ultimately involves filing a complaint in Superior Court. In this situation, the EBRPD's eminent domain action is being challenged by Golden Gate Fields on the basis of a violation of the California Environmental Quality Act (CEQA). Attached is a copy of several of the most pertinent court filings.

Attachment

Court Filings related to Golden Gate Land Holdings vs. East Bay Regional Park District



John Briscoe (053223) 1 David Ivester (076863) Melanie Tang (221264) 2 BRISCOE IVESTER & BAZEL LLP FILED 155 Sansome Street, Seventh Floor 3 San Francisco, California 94104 ALAMEDA COUNTY Telephone: (415) 402-2700 Facsimile: (415) 398-5630 4 MAY 1 2 2011 5 Email: jbriscoe@briscoelaw.net Email: divester@briscoelaw.net CLERK OF THE SUPERIOR COURT 6 Email: mtang@briscoelaw.net 7 Attorneys for Petitioner GOLDÉN GATE LAND HOLDINGS LLC 8 9 SUPERIOR COURT OF THE STATE OF CALIFORNIA 10 COUNTY OF ALAMEDA 11 GOLDEN GATE LAND HOLDINGS LLC, a CASE NO. Delaware limited liability company, 12 13 Petitioner and Plaintiff, **VERIFIED PETITION FOR WRIT OF** MANDATE AND COMPLAINT FOR INJUNCTIVE RELIEF 14 ٧. (Pub. Res. Code §§ 21167, 21168, 21168.5, Code Civ. Proc. §§ 1085, 1094.5, 1245.255) EAST BAY REGIONAL PARK DISTRICT, a 15 special district of the State of California, 16 Respondent and Defendant. 17 18 19 20 21 22 23 24 25 26 27 28

PETITION AND COMPLAINT

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INTRODUCTION

- The East Bay Regional Park District ("District") intends to condemn, through 1. eminent domain, nearly eight acres of privately owned property along San Francisco Bay (approximately 2.88 acres in fee and 4.88 acres in easement) in the cities of Berkeley and Albany and undertake an extensive construction project on the condemned property consisting of alignment and construction of a cliffside trail, installation of associated trail improvements, expansion of dunes and wetlands, and demolition and construction of numerous parking spaces ("the Condemnation and Construction Project"). The District has already prepared and publicly displayed and described construction plans showing many of these planned improvements. The District approved the Condemnation and Construction Project, though, simply by adopting a Resolution of Necessity and without so much as an Initial Study, let alone an Environmental Impact Report, analyzing the environmental impacts of the planned construction activities, as required under the California Environmental Quality Act ("CEQA"), Public Resources Code sections 21000 et seq.. It summarily "resolved" that the Condemnation and Construction Project was exempt from CEQA. Moreover, the required findings it purported to make under California's Eminent Domain Law, Code of Civil Procedure sections 1230.010 et seq., were not supported by substantial evidence, as they are required to be.
- 2. Golden Gate Land Holdings LLC, the owner of the property proposed to be condemned, seeks a writ of mandate vacating the District's approval of the Condemnation and Construction Project and a preliminary and permanent injunction prohibiting the District from proceeding with any further approvals or court actions to implement the Condemnation and Construction Project until the District complies with CEQA and the Eminent Domain Law.

PARTIES

- 3. Petitioner and plaintiff Golden Gate Land Holdings LLC ("Golden Gate"), is a limited liability company organized under the laws of the State of Delaware, and is and was at all times mentioned herein qualified to do business in California. Golden Gate owns Golden Gate Fields, a horse racing track located in the cities of Albany and Berkeley, California.
 - 4. Respondent and defendant East Bay Regional Park District is a "district", as defined

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in Public Resources Code sections 5500-5595. The District, which is governed by a board of seven directors, has authority to condemn property through the eminent domain process under Public Resources Code section 5542.

FACTUAL AND PROCEDURAL HISTORY

- 5. The District proposes to condemn portions of several parcels of real property (comprising APN 066-2680-003-05 and 060-2535-001) along the shore of San Francisco Bay in the cities of Albany and Berkeley, California. The District proposes to condemn 2.88 acres in fee and 4.88 acres in trail easement (together the "Property") stretching along roughly 1.5 miles of the Bay shore. The District plans, once having acquired the Property, to undertake a series of significant improvements and alterations including cliffside trail realignment, construction, and improvement, expansion and restoration of dunes and wetlands, and demolition and installation of numerous parking spaces. The District has already prepared construction plans illustrating some of this planned construction. The purpose of the Condemnation and Construction Project is to build and operate a new segment of the San Francisco Bay Trail, which is an envisioned recreational corridor encircling the San Francisco and San Pablo bays, and the creation of a park.
- 6. At the current time, the Property is part of the roughly 140-acre grounds of a horse racing track, Golden Gate Fields, which is owned by Golden Gate. The Property is currently used to provide parking and vehicular access to the horse racing track. It is also serves Golden Gate's patrons and the general public as open space along San Francisco Bay, and is used by many pedestrians and bicyclists by permission of Golden Gate, without charge.
- 7. An eminent domain action is an *in rem* proceeding initiated by a public agency filing a complaint in superior court. (Code Civ. Proc. § 1250.110.) Before a public agency may bring an eminent domain action, it must adopt a Resolution of Necessity authorizing the initiation of the action. (Code Civ. Proc. §§ 1240.040, 1240.220.) Before such a resolution is adopted, the public agency must make the property owner a precondemnation offer of compensation. (Code Civ. Proc. § 1245.230; Gov. Code § 7267.2.)
- 8. On August 27, 2010, the District sent Golden Gate a letter offering to purchase the Property. The District identified "4.88 acres of land stretching from Buchanan Street south to

Gilman Street along the westerly boundary of the property adjacent to the San Francisco Bay" to be acquired for a "trail easement" for "a critical 1.5-mile segment of the San Francisco Bay Trail, a 500-mile recreational corridor which will ultimately encircle San Francisco and San Pablo Bays and provide a continuous network of bicycling and hiking trails along the shoreline." The District also identified 2.88 acres located east of Buchanan Street and stated:

The Park District is planning a beach and dune restoration and expansion in this area, to include parking and restrooms for ADA-compliant access to the Albany Beach and Albany Peninsula. When completed, these improvements will be part of the Eastshore State Park.

- On August 30, 2010, the District sent Golden Gate a follow-up letter reiterating its 9. offer to purchase the Property, which, the District stated, "is necessary for the construction and operation of a segment of the San Francisco Bay Trail and the restoration and expansion of the Albany Beach."
- 10. On March 8, 2011, the District sent Golden Gate a letter in which it notified Golden Gate that the District's Board of Directors intended to consider adopting a Resolution of Necessity at a meeting on April 5, 2010, to acquire the Property by eminent domain. The District further stated:

The District requires the easement which will provide a critical 1.5-mile segment in the San Francisco Bay Trail, a 500-mile planned recreational corridor which will ultimately encircle San Francisco and San Pablo bays and provide a continuous network of bicycling and hiking trails along the shoreline. The 2.8± acre fee parcel is required for a planned beach and dune restoration and improved public access to the Albany Beach as part of the Eastshore State Park.

The District enclosed with its letter a drawing entitled *Preliminary Public Easement and Parcel* Acquisition Layout showing some of the improvements the District planned for the Property. The Preliminary Public Easement and Parcel Acquisition Layout depicts the "proposed cliffside trail realignment" and sets forth notes pointing out various associated construction activities and improvements in indicated locations, including "permanent removal of (45) marked parking spaces @ north lot," "permanent removal of (42) non-marked parking spaces @ edge of road," "temporary removal of (48) parking spaces @ edge of road during construction," "temporary removal of (12) parking spaces during construction," "permanent removal of (46) marked parking spaces @ edge of payement in jockey lot," and "jockey lot entrance to be widened [and] street light relocated." (Capitalization omitted.) 0219\001\59413 v2

11. In its agenda materials for the April 5, 2011, Board meeting, the District described the Condemnation and Construction Project as follows:

The District's proposed project consists of construction of 1.5 miles of the San Francisco Bay Trail and the enhancement of the Albany Beach area to implement improvements identified by the Eastshore State Park General Plan ("General Plan"). The trail is planned to be built on the shoreline along the westerly boundary of the subject property, connecting two completed segments at Gilman Street in Berkeley and Buchanan Street in Albany. The Albany Beach enhancement will expand dunes and wetlands, stabilize eroding shoreline and improve public access to San Francisco Bay. The proposed acquisitions will provide safe and unimpeded access for Bay Trail users and provide additional recreational opportunities and wildlife viewing for park visitors.

- 12. The District further stated in its agenda materials that "[t]he proposed project is exempt from the California Environmental Quality Act pursuant to CEQA Guidelines, Section 15325." The CEQA Guidelines are regulations of the Resources Agency found at title 14 of the California Code of Regulations, sections 15000-15387.
- 13. CEQA authorizes the Secretary of the Resources Agency to list in the CEQA Guidelines classes of projects that have been found not to have a significant effect on the environment and are thus deemed categorically exempt from CEQA. (Pub. Resources Code § 21084.) Section 15325 provides a categorical exemption for "the transfers of ownership of interests in land in order to preserve open space, habitat, or historical resources" and lists six examples:
 - (a) Acquisition, sale, or other transfer of areas to preserve the existing natural conditions, including plant or animal habitats.
 - (b) Acquisition, sale, or other transfer of areas to allow continued agricultural use of the areas.
 - (c) Acquisition, sale, or other transfer to allow restoration of natural conditions, including plant or animal habitats.
 - (d) Acquisition, sale, or other transfer to prevent encroachment of development into flood plains.
 - (e) Acquisition, sale, or other transfer to preserve historical resources.
 - (f) Acquisition, sale, or other transfer to preserve open space or lands for park purposes.
- 14. On April 5, 2011, the District held a public hearing to consider adoption of a Resolution of Necessity to acquire by eminent domain the Property. Golden Gate, by its counsel, submitted a letter to the Board and appeared at the hearing and urged the District not to adopt the Resolution of Necessity. Golden Gate argued that none of the Eminent Domain Law's three prerequisites for a condemnation are present here. Golden Gate further argued that the District could 0219/001/59413 v2

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not adopt the Resolution of Necessity because it had not complied with CEQA and observed that the District "incorrectly contends that the 'proposed project' is exempt from CEQA pursuant to CEQA Guidelines Section 15325 because 'the project consists of acquisition of land.'" It noted that of the six examples of exempt transfers identified in the section, "only one . . . is conceivably applicable here: 'Acquisition, sale, or other transfer to preserve open space or lands for park purposes." Golden Gate explained:

Here, however, land is not being acquired for the mere "preservation" of open space or park purposes. Rather, the purpose of the acquisition is to facilitate a major waterfront construction project – in the words of your draft Resolution of Necessity, to "complete Eastshore State Park and provide the opportunity to construct an important segment of the San Francisco Bay Trail."... The Court of Appeal has held that Exemption 25 does not apply where an acquisition is accompanied by "significant construction." (California Farm Bureau v. California Wildlife Conservation Board (2006) 143 Cal. App. 4th 173, 184 (Exemption 25 inapplicable to the acquisition of a conservation easement where the accompanying management plan required "significant construction.").) Here, the Board's plans for the proposed project also require "significant construction"; thus Exemption 25 is inapplicable.

Mindful that several exceptions to the categorical exemptions render some listed classes of projects nonetheless subject to CEQA, Golden Gate further argued:

Even if the Board were to find that Exemption 25 somehow applies here, the Board still may not find that the project is categorically exempt from CEQA. Under CEQA Guidelines Section 15300.2(c), where there is a "reasonable possibility" that an activity will have a significant effect on the environment due to "unusual circumstances," the activity is not categorically exempt from CEQA. Although the mere acquisition of land would not normally have a significant effect on the environment, the unusual circumstances here – the ecologically sensitive bayside location of the proposed project, the Board's intention to construct extensive waterfront improvements, and the already-prepared construction plans – create a reasonable probability that there will be a significant effect on the environment, and preclude the application of a categorical exemption.

The District nevertheless approved the Condemnation and Construction Project by adopting the Resolution of Necessity. Upon adopting the Resolution of Necessity, the District enabled itself to bring an eminent domain action against the Property at any time. A copy of the Resolution of Necessity adopted for the Condemnation and Construction Project ("the Resolution of Necessity") is attached hereto as Exhibit A.

On April 7, 2011, the District filed a Notice of Exemption for the Condemnation and 15. Construction Project in the Alameda County Recorder's office. The Notice of Exemption stated that 0219\001\59413 v2

"[t]his project consists of the acquisition of land in order to protect open space and to secure future public access to Eastshore State Park and the San Francisco Bay Trail." Although the Notice of Exemption cited five categorical exemptions provided in the CEQA Guidelines, none of them were applicable to the Condemnation and Construction Project. Consequently, the Condemnation and Construction Project was not exempt from CEQA analysis.

- 16. The District's actions in approving the Condemnation and Construction Project by adopting the Resolution of Necessity and filing the Notice of Exemption were illegal in that those actions violated CEQA and the CEQA Guidelines.
- 17. Golden Gate has brought this action in the public interest, and is not seeking relief greater than or different from the relief sought for the general public. If successful, this action would enforce the mandates of CEQA and thus enforce the public's right to adequate environmental review under that statute. Because the State has insufficient resources to enforce CEQA with respect to each and every project approval in the state, private enforcement is necessary and places a disproportionate financial burden on Golden Gate in relation to Golden Gate's stake in the matter.

JURISDICTION AND VENUE

- 18. Golden Gate realleges and incorporates by reference paragraphs 1 through 17 of this petition and complaint.
- This Court has jurisdiction to issue a writ of mandate to set aside the District's Resolution of Necessity under California Code of Civil Procedure sections 1085, 1094.5, 1245.255 and Public Resources Code sections 21168, 21168.5, and 21168.9.
- 20. This Court also has jurisdiction to enjoin the District from proceeding with any further approvals or commencing an eminent domain action under California Code of Civil Procedure sections 526 and 527.
- 21. Venue is proper in Alameda County Superior Court because each of the causes of action arose in Alameda County.
- 22. Golden Gate has complied with the requirements of Public Resources Code section 21167.5 by serving a written notice of Petitioner's intention to commence this action on the District prior to filing this action. A copy of the written notice and proof of service is attached hereto as

26.27.

- 23. Golden Gate has complied with the requirements of Public Resources Code section 21167.7 by concurrently sending a copy of this petition to the California Attorney General. A copy of the cover letter and proof of service on the attorney general is attached hereto as **Exhibit C**.
- 24. Golden Gate has complied with the requirements of Public Resources Code section 21167.6(a) by concurrently filing a request that the District prepare the record of proceedings relating to this action.
- 25. Golden Gate has standing to assert the CEQA claims in this petition because it holds a beneficial interest in the action. Golden Gate is a land owner whose land will be adversely affected by Condemnation and Construction Project. Golden Gate's interests are uniquely, directly, and adversely affected by the District's approval of the Condemnation and Construction Project because the Condemnation and Construction Project will condemn land belonging to Golden Gate, and the proposed improvements will be constructed on property owned by Golden Gate and adjacent to property owned by Golden Gate. Further, Golden Gate has standing in the public interest because this case involves public rights and the enforcement of public duties. Specifically, the District owed the public a mandatory duty to comply with the procedural and substantive requirements of CEQA. Golden Gate has standing to assert the Eminent Domain Law claims in this petition because it is the owner of the Property.
- 26. This action is timely under Public Resources Code section 21167(d), as the petition was brought within 35 days of the filing of the County's Notice of Exemption ("NOE"). (CEQA Guidelines § 15112(c)(5).)
- 27. Golden Gate has performed all conditions precedent to filing this instant action and has exhausted the available administrative remedies to the extent required by law.
- 28. Irreparable harm to Golden Gate and the surrounding environment will occur if the Condemnation and Construction Project is allowed to proceed, because the Property will be taken from Golden Gate and be permanently physically altered. Further, Golden Gate's interests are uniquely, directly, and adversely affected by the District's approval of the Condemnation and Construction Project without first conducting an adequate environmental review under CEQA, due

to the potential impacts to biological resources, hazards, noise pollution, and dust pollution, and other environmental impacts resulting from a major construction project being undertaken in an ecologically sensitive bayside location. Golden Gate has no plain, speedy, or adequate remedy in the course of ordinary law unless this Court grants the requested writ of mandate to require the District to set aside its approval of the Condemnation and Construction Project.

FIRST COUNT (Violation of CEQA)

- 29. Golden Gate realleges and incorporates by reference paragraphs 1 through 28 of this petition and complaint.
- 30. CEQA, Pub. Res. Code §§ 21000, et seq., prohibits state and local agencies from approving public or private projects that may have adverse environmental effects without first undergoing environmental review and avoiding or reducing the significant environmental effects of those projects whenever feasible to do so.
- 31. CEQA applies to "discretionary projects proposed to be carried out or approved by public agencies." (Pub. Resources Code §21080(a).) A project is discretionary if it requires judgment or deliberation by the public agency or body in approving or disapproving it. (CEQA Guidelines, § 15357.) Under CEQA, a special district is a public agency. (CEQA Guidelines, § 15368.)
- 32. A "project" under CEQA is an activity that will result in a direct or reasonably foreseeable indirect change to the physical environment. (Pub. Resources Code § 21065.) The term "project" applies to "the whole of the action which may result in a direct or reasonably foreseeable indirect impact." (CEQA Guidelines, § 15378(a).)
- 33. CEQA requires public agencies to determine whether a project will have a significant effect on the environment. (Pub. Resources Code § 21167(a).)
- 34. Where no exemption applies to the project, the public agency is required to prepare and complete an initial study within 30 days after the project application is complete to ascertain whether the project may have a significant effect on the environment. (CEQA Guidelines, § 15063.)

- 35. If the public agency finds no substantial evidence in the initial study or elsewhere in the record that the project may significantly affect the environment, the agency may, at that time, adopt a negative declaration. (Pub. Resources Code § 21080(c)(1); CEQA Guidelines, §§ 15063(b)(2), 15064(f)(3).)
- 36. Where a project is revised to avoid or mitigate environmental impacts, the public agency may adopt a mitigated negative declaration. (Pub. Resources Code § 2164.5; CEQA Guidelines, § 15369.5.)
- 37. When a fair argument is made on the basis of substantial evidence that a project may have a significant effect on the environment, CEQA requires that an agency prepare an environmental impact report ("EIR"). (Pub. Resources Code §§ 21100, 21151.)
- 38. Noncompliance with the requirements outlined above constitutes a prejudicial abuse of discretion under sections 21168 and 21168.5 of the Public Resources Code, regardless of whether a different outcome would have resulted if the District had complied with those requirements in the first place. (Pub. Resources Code, § 21005.) Abuse of discretion is established if the agency has not proceeded in a manner required by law or if the agency's determination or decision is not supported by substantial evidence. (Pub. Resources Code, §§ 21168, 21168.5.)
- 39. The Condemnation and Construction Project is a discretionary action proposed to be carried out by the District that will result in a direct or reasonably foreseeable indirect change to the physical environment. It is therefore a "project" under Public Resources Code section 21065.

 Acquisition of the Property and implementation of the construction comprising the Condemnation and Construction Project will prompt, cause, and otherwise result in direct and indirect changes in the physical environment. Because the District has already planned certain aspects of the construction, as demonstrated in the District's correspondence and in the *Preliminary Public Easement and Parcel Acquisition Layout*, these direct and indirect changes in the physical environment are "reasonably foreseeable."
- 40. The Notice of Exemption filed by the District on April 7, 2011 cites five categorical exemptions provided in the CEQA Guidelines, each of which is discussed below.
 - 41. The Notice of Exemption cited CEQA Guidelines section 15061(b)(3), but offered no

explanation of its applicability to the Condemnation and Construction Project. This section states that "[w]here it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA." Because the Condemnation and Construction Project involves extensive construction that will alter the physical environment along 1.5 miles of shoreline, including cliff and wetland and dune areas, and remove some existing improvements and install new improvements in these areas, it cannot be seen with certainty that there is no possibility that the Condemnation and Construction Project may have a significant effect on the environment. This section does not exempt the Condemnation and Construction Project from CEQA.

- 42. The Notice of Exemption cited CEQA Guidelines section 15301, but offered no explanation of its applicability to the Condemnation and Construction Project. This section provides a categorical exemption for the "operation, repair, maintenance, permitting, leasing, licensing or minor alteration of existing public or private structures, facilities, mechanical equipment, or topographical features, involving negligible or no expansion of use beyond that existing at the time of the lead agency's determination." Because the Condemnation and Construction Project involves extensive construction that will alter the physical environment along 1.5 miles of shoreline, including cliff and wetland and dune areas, and remove some existing improvements and install new improvements in these areas, it is not limited to the minor activities described in section 15301. The District's purpose in proposing the Condemnation and Construction Project, moreover, is to facilitate increased use of the shoreline. This section does not exempt the Condemnation and Construction Project from CEQA.
- 43. The Notice of Exemption cited CEQA Guidelines section 15304, but offered no explanation of its applicability to the Condemnation and Construction Project. This section provides a categorical exemption for "minor public or private alterations in the condition of land, water, and/or vegetation which do not involve removal of healthy, mature, scenic trees except for forestry or agricultural purposes." Because the Condemnation and Construction Project involves extensive construction that will alter the physical environment along 1.5 miles of shoreline, including cliff and wetland and dune areas, and remove some existing improvements and install new improvements in

these areas, it is not limited to minor alterations in the condition of land, water, and vegetation described in section 15304. This section does not exempt the Condemnation and Construction Project from CEQA.

- 44. The Notice of Exemption cited CEQA Guidelines section 15316, but offered no explanation of its applicability to the Condemnation and Construction Project. This section provides a categorical exemption is for "the acquisition, sale, or other transfer of land in order to establish a park where the land is in a natural condition or contains historical or archaeological resources and either: (a) [t]he management plan for the park has not been prepared, or (b) [t]he management plan proposes to keep the area in a natural condition or preserve the historic or archaeological resources." Because much of the Property is not in a natural condition and the Condemnation and Construction Project is not intended to keep the Property in a natural condition, but rather to build numerous improvements and install new trails, neither the Property nor the Condemnation and Construction Project conform to the terms of section 15316. This section does not exempt the Condemnation and Construction Project from CEQA.
- 45. The Notice of Exemption cited CEQA Guidelines section 15325, but offered no explanation of its applicability to the Condemnation and Construction Project. This section provides a categorical exemption for "the transfers of ownership of interests in land in order to preserve open space, habitat, or historical resources". Because the Condemnation and Construction Project involves extensive construction that will alter the physical environment along 1.5 miles of shoreline, including cliff and wetland and dune areas, and remove some existing improvements and install new improvements in these areas, it is not limited to a transfer of ownership of land described in section 15325. This section does not exempt the Condemnation and Construction Project from CEQA.
- 46. Even if one or another of the exemptions cited by the District arguably applied, the "exception to the exceptions" provision of the CEQA Guidelines would take the Condemnation and Construction Project out of exempt status. Under CEQA Guidelines section 15300.2, where there is a "reasonable possibility" that an activity will have a significant effect on the environment due to "unusual circumstances", the activity is not categorically exempt from CEQA. Here, the ecologically sensitive bayside location, the existing construction plans, and the District's stated

intent to construct extensive improvements create a reasonable possibility that there will be a significant effect on the environment, so no exemption applies.

- 47. Because no exemption applies to the Condemnation and Construction Project, the District was required to prepare an Initial Study. (CEQA Guidelines § 15063.)
- 48. Because there is a fair argument on the basis of substantial evidence that the Condemnation and Construction Project will have a significant effect on the environment, the District was required to prepare an EIR. (Pub. Resources Code §§ 21100, 21151.)
- 49. By relying upon inapplicable exemptions to avoid undertaking a CEQA analysis of the Condemnation and Construction Project before adopting the Resolution of Necessity on April 5, 2011, the District prejudicially abused its discretion and failed to proceed in a manner required by CEQA. Consequently, the District's adoption of the Resolution of Necessity is invalid and must be set aside.
- 50. Golden Gate reserves the right to modify, delete from, or add to this list of CEQA violations after the administrative record of proceedings for the Condemnation and Construction Project have been fully and adequately prepared, certified, and analyzed.

SECOND COUNT (Violation of California's Eminent Domain Law)

- 51. Golden Gate realleges and incorporates by reference paragraphs 1 through 50 of this petition and complaint.
- 52. Under Code of Civil Procedure 1240.030, the power of eminent domain may only be exercised if the following three criteria are established:
 - (A) The public interest and necessity require the proposed use.
 - (B) The proposed use is planned and located in the manner that will be most compatible with the greatest public good and least private injury.
 - (C) The property sought to be acquired is necessary for the project.
- 53. A public entity may not commence an eminent domain proceeding until its governing body has adopted a resolution of necessity. A resolution of necessity shall contain a declaration that the governing body has found and determined that the three criteria identified in Section 1240.030 are satisfied. (Code Civ. Proc. § 1245.245(a)(3).)
- 54. A resolution of necessity is ineffective "to the extent that its adoption or contents 0219\001\59413 v2

were influenced or affected by gross abuse of discretion by the governing body." (Code Civ. Proc. § 1245.255(b).) As the Court of Appeal has written, "an agency that would take private property for an alleged public purpose, must, as a prelude to determining that there exists the necessary requisites for taking under Code of Civil Procedure section 1240.030, conduct a fair hearing and make its determination on the basis of evidence presented in a judicious and nonarbitrary fashion. If it fails to so conduct itself, it will find itself . . . having the burden of proving its case in court with the court being the final determiner of whether the taking satisfies Code of Civil Procedure section 1240.030. The governmental agency in such a situation cannot act arbitrarily and then seek the benefit of having its decision afforded the deference to which it might otherwise be entitled." (*Redevelopment Agency v. Norm's Slauson* (1985) 173 Cal.App.3d 1121, 1130.)

- 55. In addition, a public agency commits a gross abuse of discretion if it was irrevocably committed to the condemnation of the property regardless of the evidence presented at the hearing on the resolution of necessity. (*Santa Cruz County Redevelopment Agency v. Izant* (1995) 37 Cal.App.4th 141, 149.)
- 56. Before the public entity commences eminent domain proceedings, judicial review of a Resolution of Necessity may be obtained by the filing of a petition for writ of mandate under Code of Civil Procedure 1085. (Code Civ. Proc. § 1245.255.)
- 57. Here, the District adopted a Resolution of Necessity for the Condemnation and Construction Project, Resolution No. 2011-4-079. That Resolution concludes:
 - 5. The public interest and necessity require the real property rights to be acquired;
 - 6. The project is planned and located in the manner which will be the most compatible with the greatest public good and the least private injury;
 - 7. The real property rights described herein are necessary for the project.
- 58. No evidence supported any of the three findings under Section 1240.030, much less "substantial evidence," and, moreover, uncontroverted evidence contradicted those findings.

 Because there is no substantial evidence that the requirements of Section 1240.030 are satisfied here, the District committed a gross abuse of discretion.
- 59. Further, the District had irrevocably committed to the Condemnation and Construction Project before the hearing. By irrevocably committing to the Condemnation and 0219/001/59413 v2

Construction Project in advance, the District committed a gross abuse of discretion.

THIRD COUNT (Preliminary and Permanent Injunction)

- 60. Golden Gate realleges and incorporates by reference Paragraphs 1 through 59 of this petition.
- 61. Golden Gate has no plain, speedy, or adequate remedy in the ordinary course of law unless the Court grants this writ. Since the Resolution of Necessity has been adopted, the District could commence eminent domain proceedings at any time. The Condemnation and Construction Project will have significant environmental effects, due to the potential impacts to biological resources, noise pollution, and dust pollution, and other environmental impacts resulting from a major construction project being undertaken in an ecologically sensitive bayside location. These environmental effects, among others, have not been evaluated, much less mitigated as required under CEQA. The Condemnation and Construction Project will also result in the permanent alternation of property owned by Golden Gate.
- 62. Unless the District is enjoined and restrained from approving and proceeding with the Condemnation and Construction Project, the environment surrounding the Property will be irreparably damaged, and damaged in a manner contrary to California law.

PRAYER FOR RELIEF

WHEREFORE, Petitioner prays for judgment as follows:

- 1. For an alternative and peremptory writ of mandate directing the District to vacate and set aside its adoption of the April 5, 2011, Resolution of Necessity;
- 2. For an alternative and peremptory writ of mandate preventing the District from taking the Property through eminent domain;
- 3. For an alternative and peremptory writ of mandate directing the District to comply with CEQA and the CEQA Guidelines and to take any other action as required by Public Resources Code section 21168.9;
- 4. For an alternative and peremptory writ of mandate directing the District to comply with the Eminent Domain Law;

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1	5.	For a temporary stay, temporary restraining order, and preliminary and permanent	
2	injunctions restraining the District and its agents, servants, and employees, and all others acting in		
3	concert with the District or on its behalf, from filing an eminent domain complaint, or taking any		
4	other action that may result in a change or alteration in the physical environment until the District is		
5	in full compliance with the requirements of CEQA and the CEQA Guidelines;		
6	6.	For Golden Gate's costs of suit;	
7	7.	For Golden Gate's attorneys' fees as authorized by Code of Civil Procedure section	
8	1021.5 and other provisions of law; and		
9	8.	For such other relief as the Court may deem just and proper.	
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11	DATED: Ma	BRISCOE IVESTER & BAZEL LLP	
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13		John Briscoe	
14		Attorneys for Petitioner GOLDEN GATE LAND HOLDINGS	
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VERIFICATION

I, John Briscoe, declare as follows:

I am a partner with the law firm of Briscoe Ivester & Bazel LLP, counsel to MI Developments Inc. and Golden Gate Land Holdings LLC, petitioners and plaintiffs in this action. I am authorized to execute this verification on petitioner's behalf, and am doing so as authorized under Section 446 of the Code of Civil Procedure because petitioner's representative is absent from the county where my office is located.

I have read the foregoing Verified Petition for Writ of Mandate and Complaint for Injunctive Relief and know the contents thereof. All facts alleged in the above Petition are true to my own knowledge, except as to matters stated on information and belief, and as to those matters I believe them to be true.

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

Executed this _____day of May, 2011, in San Francisco, California.

John Briscoe

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EAST BAY REGIONAL PARK DISTRICT

RESOLUTION NO.: 2011 - 4 -

April 5, 2011

RESOLUTION OF THE BOARD OF DIRECTORS OF THE EAST BAY REGIONAL PARK DISTRICT DECLARING THE ACQUISITION OF CERTAIN REAL PROPERTY RIGHTS NECESSARY FOR THE SAN FRANCISCO BAY TRAIL AT EASTSHORE STATE PARK, AND AUTHORIZING THE ACQUISITION THEREOF AND THE TRANSFER OF FUNDS THEREFOR (PORTIONS OF APNS 060-2535-001 AND 066-2680-003-05):

EASTSHORE STATE PARK

RECITALS

East Bay Regional Park District (the "District") wishes to acquire certain real property rights described herein below for District use by the exercise of the power of eminent domain.

- 1. The acquisition of such rights is required to help to complete Eastshore State Park and provide the opportunity to construct an important segment of the San Francisco Bay Trail. In addition, the acquisition will protect important natural resources and the visual integrity of the existing park. The proposed project is to acquire the real property described herein below for the above-mentioned purposes;
- 2. Pursuant to Chapter 4, Title 7, Part 3 of the Code of Civil Procedure, written notice of the intent to consider the adoption of this resolution of necessity was sent to record owners of subject properties.
- 3. Due consideration of all oral and documentary evidence introduced has been given.

Now, therefore, by vote of 2/3 or more of its members, the Board of Directors of the District does find and resolve as follows:

- 1. The findings and declarations contained in this resolution are based upon the record with respect to the real property rights to be acquired before the Board of Directors of the District at its hearing of April 5, 2011, and the testimony, records and documents produced at the hearing, all of which are incorporated by this reference;
- 2. This project is exempt from the California Environmental Quality Act pursuant to CEQA guidelines, Section 15325. The Board of Directors has directed staff to file a Notice of Exemption for this project;
- 3. The real property rights to be acquired are described as portions of APNs 060-2535-001 and 066-2680-003-05, more specifically described in Exhibits A-F attached hereto

and made a part hereof. In particular, the property to be acquired consists of fee title to land described in Exhibits A, B and F, and a permanent trail easement as described in Exhibits C, D, E and F;

- 4. The said real property rights are to be acquired for purposes of preservation of open space, habitat and natural conditions, pursuant to the authority granted in California Constitution, Article 1, Section 19; California Public Resources Code Sections 5540, 5541, 5541.1 and 5542; Title 7, Part 3 of the Code of Civil Procedure; and other provisions of law;
- 5. The public interest and necessity require the real property rights sought to be acquired;
- 6. The project is planned and located in the manner which will be the most compatible with the greatest public good and the least private injury;
- 7. The real property rights described herein are necessary for the project; and
- 8. The offer required by Section 7267.2 of the Government Code has been made to the owner or owners of record;
- 9. Special counsel, Price Postel & Parma LLP are hereby AUTHORIZED AND EMPOWERED:

To acquire in the District's name, by condemnation, the said real property rights in accordance with the provisions of the eminent domain law, the Code of Civil Procedure and the Constitution of California; and

To prepare and prosecute in the District's name such proceedings in the proper court as are necessary for such acquisition; and

To deposit the probable amount of compensation, based on an appraisal, and to apply to said court for an order permitting the District to take immediate possession of said property and to use said property for said District uses and purposes.

This Resolution supersedes any prior Board resolutions, if any, concerning the subject property.

BE IT FURTHER RESOLVED that the Board hereby transfers \$193,841 from Designated for Land Acquisition/Measure AA-Eastshore project area, \$566,428 from Pt. Isabel to Emeryville project area (229900BAAA), \$800,000 from Measure AA Interest-West Metro (229900BAAI) and \$212,767 from Measure WW-Eastshore project area (229900WP00) to Bay Trail/Golden Gate Land Holdings LLC (CIP No. 218800), along with previously appropriated funds as shown on the attached Budget Change form, as consideration for the purchase of the property and to fund the following costs:

Purchase Price	\$1,686,036
Legal Costs	50,000
Staff Time	25,000
Title Fees and Closing Costs	<u>12,000</u>
Total	\$1,773,036
Previously appropriated	<u>55,000</u>
Total Project Cost	\$1,828,036

BE IT FURTHER RESOLVED that the General Manager is hereby authorized and directed, on behalf of the District and in its name, to execute and deliver such documents and to do such acts as may be deemed necessary or appropriate to accomplish the intentions of this resolution.

Moved by Director , seconded by Director and adopted this 5^{th} day of April, 2011, by the following vote:

FOR:

AGAINST: ABSTAIN: ABSENT:

EXHIBIT B



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Briscoe Ivester & Bazel LLP

155 Sansome Street Seventh floor San Francisco, California 94104 (415) 402-2700 fax (415) 398-5630

> John Briscoe (415) 402-2701 jbriscoe@briscoelaw.net

May 10, 2011

Ms. Beverly Lane, President and Members Board of Directors East Bay Regional Park District 2950 Peralta Oaks Court Oakland, CA 94605 Ted C. Radosevich, District Counsel East Bay Regional Park District 2950 Peralta Oaks Court Oakland, CA 94605

Re: Notice of Commencement of Action Challenging East Bay Regional Park District's Adoption of Resolution No. 2011-4-079, Resolution of the Board of Directors of the East Bay Regional Park District Declaring the Acquisition of Certain Real Property Rights Necessary for the San Francisco Bay Trail at Eastshore State Park, and Authorizing the Acquisition Thereof and the Transfer of Funds Therefor (Portions of APNs 060-2535-001 and 066-2680-003-05): Eastshore State Park

Dear President Lane, Board Members, and District Counsel:

Pursuant to California Public Resources Code sections 21167 and 21167.5, please take notice that the Golden Gate Land Holdings, LLC intends to file a Petition for Writ of Mandate and Complaint for Injunctive Relief challenging the East Bay Regional Park District's ("District") adoption of Resolution No. 2011-4-079, Resolution of the Board of Directors of the East Bay Regional Park District Declaring the Acquisition of Certain Real Property Rights Necessary for the San Francisco Bay Trail at Eastshore State Park, and Authorizing the Acquisition Thereof and the Transfer of Funds Therefor (Portions of APNs 060-2535-001 and 066-2680-003-05): Eastshore State Park.

This legal challenge will include claims that the District violated the California Environmental Quality Act, Pub. Res. Code §§ 21000 et seq., and the Eminent Domain Law, Cal Code Civ. Proc. §§ 1230.010 et seq., by its adoption of the Resolution of Necessity.

Sincerely,

Briscoe Ivester & Bazel LLP

John Briscoe

cc: Todd Amspoker

PROOF OF SERVICE

1 2 I declare that I am over the age of eighteen years and not a party to this action. I am employed in the City and County of San Francisco, and my business address is 155 Sansome 3 Street, Suite 700, San Francisco, California 94104. 4 On May 10, 2011, at San Francisco, California, I served the attached document(s): 5 Notice of Commencement of Action Challenging East Bay Regional Park District's Adoption of Resolution No. 2011-4-079, Resolution of the Board of Directors of the East Bay 6 Regional Park District Declaring the Acquisition of Certain Real Property Rights Necessary for the San Francisco Bay Trail at Eastshore State Park, and Authorizing the Acquisition 7 Thereof and the Transfer of Funds Therefor (Portions of APNs 060-2535-001 and 066-2680-8 003-05): Eastshore State Park 9 on the following parties: 10 Ms. Beverly Lane, President Ted C. Radosevich, District Counsel and Members East Bay Regional Park District 11 Board of Directors 2950 Peralta Oaks Court Oakland, CA 94605 East Bay Regional Park District 12 2950 Peralta Oaks Court Oakland, CA 94605 13 14 BY FIRST CLASS MAIL: On the date written above, I deposited with the United States Postal Service a 15 true copy of the attached document in a sealed envelope, with postage fully prepaid, addressed as shown above. I am aware that on motion of the party served, service is presumed invalid if the postal cancellation date or postage meter date is more than one day after the date of deposit for mailing contained in this 16 declaration. 17 18 I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct and that this document was executed on May 10, 2011, at 19 San Francisco, California. 20 21 Caroline Tofanel 22 23 24

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PROOF OF SERVICE

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CASE NO

EXHIBIT C

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Briscoe Ivester & Bazel LLP

155 Sansome Street Seventh floor San Francisco, California 94104 (415) 402-2700 fax (415) 398-5630

> John Briscoe 415-402-2701 jbriscoe@briscoelaw.net

May 12, 2011

California Attorney General's Office 1300 "I" Street Sacramento, California 95814-2919

Re: Golden Gate Land Holdings LLC v. East Bay Regional Park District; Verified Petition for Writ of Mandate and Complaint for Injunctive Relief

To Whom It May Concern:

I have enclosed a copy of the Golden Gate Land Holdings LLC's Verified Petition for Writ of Mandate and Complaint for Injunctive Relief in the above-entitled action. This notice is provided in accordance with Public Resources Code section 21167.7 and Code of Civil Procedure section 388.

Please feel free to contact me if you have any questions about this action.

Sincerely,

Briscoe Ivester & Bazel LLP

John Brische

JB/cdt Enclosure

PROOF OF SERVICE

I declare that I am over the age of eighteen years and not a party to this action. I am employed in the City and County of San Francisco, and my business address is 155 Sansome Street, Suite 700, San Francisco, California 94104.

On May 12, 2011, at San Francisco, California, I served the attached document(s):

LETTER TO CALIFORNIA ATTORNEY GENERAL'S OFFICE ENCLOSING GOLDEN GATE LAND HOLDINGS LLC'S PETITION FOR WRIT OF MANDATE AND COMPLAINT FOR INJUNCTIVE RELIEF

on the following parties:

California Attorney General's Office 1300 "I" Street Sacramento, CA 95814-2919

BY FIRST CLASS MAIL: On the date written above, I deposited with the United States Postal Service a true copy of the attached document in a sealed envelope, with postage fully prepaid, addressed as shown above. I am aware that on motion of the party served, service is presumed invalid if the postal cancellation date or postage meter date is more than one day after the date of deposit for mailing contained in this declaration.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct and that this document was executed on May 12, 2011, at San Francisco, California.

Caroline Tofanelli

.

PROOF OF SERVICE

CASE NO

1 2	Todd A. Amspoker, State Bar No. 111245 PRICE, POSTEL & PARMA LLP 200 East Carrillo Street, Fourth Floor	FILED BY FAX ALAMEDA COUNTY June 24, 2011		
3	Santa Barbara, California 93101 Telephone: (805) 962-0011	CLERK OF THE SUPERIOR COURT		
4	Facsimile: (805) 965-3978	By Denise Dalton, Deputy CASE NUMBER:		
5	Attorneys for Respondent and Defendant, East Bay Regional Park District	RG11575462		
6				
7				
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA			
9	FOR THE COUNTY OF ALAMEDA			
10				
11	GOLDEN GATE LAND HOLDINGS LLC, a) Case No. RG11575462		
12	Delaware limited liability company, Petitioner and Plaintiff,) [Assigned to the Honorable Frank) Roesch]		
13) EAST BAY REGIONAL PARK		
14	vs. EAST BAY REGIONAL PARK DISTRICT, a) DISTRICT'S ANSWER TO VERIFIED PETITION FOR WRIT		
15	special district of the State of California,	OF MANDATE AND COMPLAINT FOR INJUNCTIVE		
16	Respondent and Defendant.) RELIEF		
17		Dept: 31		
18				
19		<i>_</i> /		
20	Respondent East Bay Regional Park District ("District") hereby responds to the Petition			
21	and Complaint of Golden Gate land Holdings LLC ("GGF"), as follows:			
22	<u>INTRODUCTION</u>			
23	1. Responding to the allegations contained in Paragraph 1, the District admits the			
24	allegations beginning with the word "The" on page 2, line 2 and concluding with the word			
25	"Albany" on page 2, line 4. Further, the District admits the allegations beginning with the word			
26	"Moreover" on page 2, line 14 and concluding with the word "be" on page 2, line 17. Except as			
27	expressly herein admitted, the District denies the remaining allegations of said paragraph.			
28	2. Responding to the allegations contained in Paragraph 2, the District admits that			

GGF is seeking a writ of mandate. The District denies any remaining suggestion in said paragraph that the District has not complied with CEQA and/or the Eminent Domain Law.

PARTIES

- 3. Responding to the allegations contained in Paragraph 3, District has insufficient information and belief upon the subject to enable it to answer said paragraph, and basing its denial upon that ground, denies each and every allegation contained therein, and each and every part thereof.
- 4. Responding to the allegations contained in Paragraph 4, District admits the allegations thereof.

FACTUAL AND PROCEDURAL HISTORY

- 5. Responding to the allegations contained in Paragraph 5, the District admits the allegations beginning with the word "The" on page 3, line 5 and ending with the word "shore." Further responding to the allegations of said paragraph, the District alleges that the purpose of the proposed condemnation is to acquire property for the purpose of a new segment of the San Francisco Bay Trail, and for other public park and recreation purposes, and that preliminary schematic plans have been prepared for a future trail project. Except as expressly herein admitted and alleged, the District denies the remaining allegations of said paragraph.
- 6. Responding to the allegations contained in Paragraph 6, the District alleges that portions of the property proposed to be condemned are used by members of the public for recreation purposes. Except as expressly herein alleged, the District has insufficient information and belief upon the subject to enable it to answer the remaining allegations of said paragraph, and basing its denial upon that ground, denies each and every other allegation contained therein, and each and every part thereof.
- 7. Responding to the allegations contained in Paragraph 7, the District admits the allegations thereof.
- 8. Responding to the allegations contained in Paragraphs 8, 9 and 10, the District alleges that the contents of its letters of August 27, 2010, August 30, 2010, and March 8, 2011 speak for themselves. Except as expressly herein alleged, the District denies the allegations

thereof.

- 9. Responding to the allegations contained in Paragraphs 11 and 12, the District alleges that the contents of its agenda materials for the April 5, 2011 Board meeting speak for themselves. Except as expressly herein alleged, the District denies the allegations thereof.
 - 10. District admits the allegations of Paragraph 13.
- Responding to the allegations contained in Paragraph 14, the District admits that it held a public hearing to consider adoption of a Resolution of Necessity to acquire the subject property on April 5, 2011, that GGF's counsel submitted a letter objecting to the proposed action, and that the District adopted a Resolution of Necessity which enabled itself to bring an eminent domain action against the subject property. Further, District alleges that the contents of GGF's counsel's letter speak for themselves. Except as expressly herein admitted and alleged, the District denies the remaining allegations of said paragraph.
- 12. Responding to the allegations contained in Paragraph 15, the District admits that it filed a Notice of Exemption relating to its adoption of the subject Resolution of Necessity on April 7, 2011. Further, the District alleges that the contents of the Notice of Exemption speak for themselves. Except as expressly herein admitted and alleged, the District denies the remaining allegations of said paragraph.
 - 13. District denies each and every allegation contained in Paragraphs 16 and 17.

JURISDICTION AND VENUE

- 14. District realleges and incorporates the allegations of paragraphs 1 through 13 of this Answer as if fully set forth.
- 15. Answering Paragraphs 19 and 20, the District alleges that the contents and requirements of the laws providing jurisdiction for this court speak for themselves. The District denies that the facts of this matter provide any basis for this court issuing the remedies requested by GGF.
- 16. Responding to the allegations contained in paragraphs 21 through 28, the District admits that GGF has complied with certain procedural requirements for filing this action. Except as expressly herein alleged, the District denies all remaining allegations of said paragraphs.

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FIRST COUNT

- 17. District realleges and incorporates by reference the allegations of paragraphs 1 through 16 of this Answer as if fully set forth.
- 18. Responding to the allegations of Paragraphs 30 through 38, the District alleges that the contents and requirements of CEQA speak for themselves. Except as expressly herein alleged, District denies the allegations of said paragraphs.
 - 19. District denies the allegations of Paragraph 39.
- 20. Responding to the allegations of Paragraph 40, the District alleges that the contents of the Notice of Exemption speak for themselves. Except as expressly herein admitted, the District denies the allegations of said paragraph.
- 21. Responding to the allegations of Paragraphs 41 through 50, District denies each and every allegation thereof.

SECOND COUNT

- 22. District realleges and incorporates by reference the allegations of paragraphs 1 through 20 of this Answer as if fully set forth.
- 23. Responding to the allegations of Paragraphs 52 through 56, District alleges that the contents of the various statutes, case law, and other laws cited therein speak for themselves. Except as expressly herein alleged, the District denies the allegations thereof, and further denies that it has violated the Eminent Domain Law in any manner.
- 24. Responding to the allegations of Paragraph 57, District alleges that it adopted a Resolution of Necessity, and that the contents of the Resolution of Necessity speak for themselves. Except as expressly herein alleged, the District denies the allegations of said paragraph.
- 25. Responding to the allegations of Paragraphs 58 and 59, the District denies each and every allegation contained therein.

THIRD COUNT

26. District realleges and incorporates by reference the allegations of paragraphs 1 through 25 of this Answer as if fully set forth.

27. Responding to the allegations of paragraphs 61 and 62, District denies each and every allegation contained therein.

AFFIRMATIVE DEFENSES

AS AND FOR A FIRST, SEPARATE AND DISTINCT AFFIRMATIVE DEFENSE to the Petition and Complaint, and each cause of action thereof, District alleges that the Petition and Complaint fail to state a cause of action against Respondent.

AS AND FOR A SECOND, SEPARATE AND DISTINCT AFFIRMATIVE DEFENSE to the Petition and Complaint, and each cause of action thereof, District alleges that the issues presented in the Petition and Complaint are not ripe for consideration by this court.

AS AND FOR A THIRD, SEPARATE AND DISTINCT AFFIRMATIVE DEFENSE to the Petition and Complaint, and each cause of action thereof, Respondent alleges that Plaintiff/Petitioner has waived and is estopped and barred from alleging the matters set forth in said Petition and Complaint.

AS AND FOR A FOURTH, SEPARATE AND DISTINCT AFFIRMATIVE DEFENSE to the Petition and Complaint, and each cause of action thereof, District alleges that Plaintiff/Petitioner has failed to exhaust its administrative remedies.

AS AND FOR A FIFTH, SEPARATE AND DISTINCT AFFIRMATIVE DEFENSE to the Petition and Complaint, and each cause of action thereof, District alleges that it performed all duties in accordance with California law.

WHEREFORE, District prays for relief as follows:

- 1. For judgment for District.
- 2. For costs of suit.
- 3. For all other relief as the court deems proper.

Dated: June 24, 2011 PRICE, POSTEL & PARMA LLP

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T6dd A. Amspoker Attorneys for Respondent East Bay Regional Park District

By:

PROOF OF SERVICE

STATE OF CALIFORNIA; COUNTY OF SANTA BARBARA

I am employed in the county of Santa Barbara, State of California. I am over the age of 18, and not a party to the within action. My business address is 200 East Carrillo Street, Santa Barbara, California 93101.

On June 24, 2011, I served the foregoing document described as EAST BAY REGIONAL PARK DISTRICT'S ANSWER TO VERIFIED PETITION FOR WRIT OF MANDATE AND COMPLAINT FOR INJUNCTIVE RELIEF on the interested parties in this action by placing true copies thereof enclosed in sealed envelopes, addressed as follows:

	John Briscoe David M. Ivester Melanie Tang Briscoe Ivester & Bazel LLP	Attorneys for Petitioner and Plaintiff Golden Gate Land Holdings LLC		
	155 Sansome Street, 7th Floor			
	San Francisco, CA 94104			

- [X] BY MAIL: I placed a true copy in a sealed envelope addressed as indicated above. I am readily familiar with the firm's practice of collection and processing documents for mailing. It is deposited with the U.S. postal service on that same day in the ordinary course of business. I am aware that on motion of the party served, service is presumed invalid if the postal cancellation date or postage meter date is more than one day after the date of deposit for mailing in affidavit.
- BY PERSONAL DELIVERY: I personally delivered a true copy in a sealed envelope addressed as indicated above.
- BY OVERNIGHT DELIVERY: I placed a true copy in a sealed, fully prepaid Federal Express, Next Day Air envelope addressed as indicated above, which is picked up by Federal Express on that same day in the ordinary course of business.
- [X] BY FACSIMILE: I personally sent a true copy to the parties authorized to accept service as set forth above at the fax numbers indicated above. The facsimile machine I used complied with CRC Rule 2003(3) and the transmission was reported as complete and without error. Pursuant to CRC Rule 2005(i), a transmission verification report was properly issued by the transmitting facsimile machine, stating the time and date of such transmission.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. Executed June 24, 2011, at Santa Barbara, California.

PROOF OF SERVICE





JOHN BRISCOE (053223) David Ivester (076863) FILED WILLIAM MOST (279100) **ALAMEDA COUNTY** BRISCOE IVESTER & BAZEL LLP 3 155 Sansome Street, Seventh Floor San Francisco, CA 94104 DEC 1 9 2011 Telephone: (415) 402-2700 Facsimile: (415) 398-5630 4 CLERK OF THE SUPERIOR COURT 5 Email: jbriscoe@briscoelaw.net Email: divester@briscoelaw.net Email: wmost@briscoelaw.net Attorneys for Petitioner and Plaintiff 7 GOLDÉN GATE LAND HOLDINGS LLC SUPERIOR COURT OF THE STATE OF CALIFORNIA 8 9 CITY AND COUNTY OF ALAMEDA 10 11 GOLDEN GATE LAND HOLDINGS LLC, a No. RG11575462 Delaware limited liability company, 12 ASSIGNED FOR ALL PURPOSES TO Petitioner and Plaintiff. JUDGE Evelio Grillo 13 **DEPARTMENT 31** 14 EAST BAY REGIONAL PARK DISTRICT, a GOLDEN GATE'S MEMORANDUM IN 15 special district of the State of California, SUPPORT OF PETITION FOR WRIT OF **MANDATE** 16 Respondent and Defendant. 17 Hearing Date: March 12, 2012 **Time**: 10:30 a.m. Date Action Filed: May 12, 2011 18 Department: 31 19 Judge: Hon. Evelio Grillo 20 BY FAX 21 22 23 24 25 26

BRISCOE IVESTER & BAZEL LLP
155 SANSOME STREET
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GOLDEN GATE'S MEMO IN SUPPORT OF PETITION

No. RG11575462

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BRISCOE IVESTER & BAZEL LLP
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GOLDEN GATE'S MEMO IN SUPPORT OF PETITION

No. RG11575462

TABLE OF AUTHORITIES

2	Cases	
3	Association for Protection of Envt'l Values v. City of Ukiah (1991) 2 Cal.App.4th 720	Q
4	Azusa Land Reclamation Co. v. Main San Gabriel Basin Watermaster	о
5	(1997) 52 Cal.App.4th 1165	7, 8, 14, 15
6	Banker's Hill, Hillcrest, Park West Community Group v. City of San Diego (2006) 139 Cal.App.4th 249	8, 14
7	California Farm Bureau v. California Wildlife Conservation Board (2006) 143 Cal.App.4th 173	6, 10, 11, 12
8	California Unions for Reliable Energy v. Mojave Desert Air Quality Mgmt. Dist. (2009) 178 Cal.App.4th 1225	8
9	Centinela Hosp. Ass'n v. City of Inglewood (1990) 225 Cal.App.3d 1586	
11	City of Stockton v. Marina Towers LLC (2009) 171 Cal.App.3d 93	
12	Committee to Save the Hollywood Specific Plan v. City of Los Angeles (2008) 161 Cal.App.4th 1168	•
13	Communities for a Better Environment v. Cal. Resources Agency (2002) 103 Cal.App.4th 98	•
14	County of Amador v. El Dorado County Water Agency (1999) 76 Cal.App.4th 931	
16	Dehne v. County of Santa Clara (1981) 115 Cal.App.3d 827	
17	Dunn-Edwards Corp. v. Bay Area Air Quality Mgmt. Dist. (1992) 9 Cal.App.4th 644	
18	McQueen v. Board of Directors (1988) 202 Cal.App.3d 1136	
19	Muzzy Ranch Co. v. Solano County Airport Land Use Comm'n (2007) 41 Cal.4th 372	, ,
21	Myers v. Board of Supervisors (1976) 58 Cal.App.3d 413	15
22	Redevelopment Agency v. Norm's Slauson (1985) 173 Cal.App.3d 1121	
23	Save Our Carmel River v. Monterey Peninsula Water Mgmt. Dist.	
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OOR CA 94104	Golden Gate's Memo in Support of Petition	No. RG11575462

BRISCOE IVESTER & BAZEL LLP
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INTRODUCTION AND SUMMARY OF ARGUMENT

The East Bay Regional Park District ("District") approved a project to construct shoreline improvements on nearly eight acres of privately owned property along one and a half miles of San Francisco Bay in the cities of Berkeley and Albany. The project includes constructing a paved cliffside trail, associated amenities, and storm drains, expanding dunes and wetlands, and demolishing existing paved parking spaces and building new ones. The District approved the project by adopting a resolution of necessity to condemn the property, owned by Golden Gate Land Holdings LLC ("Golden Gate"). It did so, however, without even the least consideration of the project's environmental effects as required by the California Environmental Quality Act ("CEQA"). The District did not prepare and consider an environmental impact report, nor a negative declaration, nor even an initial study. Instead, the District summarily declared the project to be exempt from CEQA, citing one plainly inapplicable categorical exemption. When later its staff posted the notice of exemption, it added four more also inapplicable exemptions to the one cited by the District's Board, for good measure.

The District also failed to meet the requirements of California's Eminent Domain Law. It irrevocably and impermissibly committed itself to taking Golden Gate's land before even hearing comments on its resolution of necessity and then adopted that resolution without following its own prescribed procedures, without making the necessary findings, and without supporting the findings it did make with substantial evidence.

Golden Gate seeks a writ of mandate vacating the District's approval of the project and a preliminary and permanent injunction prohibiting the District from proceeding with any further approvals or court actions to implement the project until the District complies with CEQA and the Eminent Domain Law.

STATEMENT OF FACTS

Golden Gate owns roughly 140 acres of land on the shore of San Francisco Bay in the cities of Berkeley and Albany where a horse racing track, Golden Gate Fields, has long been operated. (3

AR 553-560, 578-596.) For more than 70 years, Golden Gate has allowed racing patrons and members of the general public to use the open space along the Bay for recreation, sightseeing, walking, bicycling, and parking, without charge. (3 AR 673.)

The District has long planned to extend the Bay Trail (a recreational trail anticipated ultimately to encircle San Francisco and San Pablo Bays) across Golden Gate's land. Toward that end, in 2003 the District obtained a license from Golden Gate to use a corridor along the shoreline of its land (1 AR 188-193) and in 2005 announced "a two-step approach to opening the trail segment to the public," explaining that it "would like to open an interim trail with appropriate safety and security features during the term of the temporary license [and a]t the same time, . . . complete the engineering and design studies required to construct a permanent Bay Trail link when the right of way issues are resolved." (1 AR 195.) The District contracted with Questa Engineering Corp. to prepare engineering plans and construction specifications and assist with pre-construction and construction work. (1 AR 196-202, 206-222.) The plans and specifications were initially completed in 2006 and then revised in 2007 and 2008 to set forth three alternatives. (1 AR 5, 224-242; 2 AR 243-309, 322-330, 337-342, 345, 355-363, 373-403.)

During this time, the District and Golden Gate negotiated about the District's use and/or acquisition of the shoreline corridor. (2 AR 310, 331-336, 343-344, 346-353, 362-373.) Golden Gate expressed a preference for extending the license, an approach that would preserve its flexibility in integrating design of the trail with its ultimate use of the rest of its 140 acres. (2 AR 346, 350-354, 368-369.) The District preferred to acquire a longer-term interest in the property, saying that "[t]he engineering challenges for permanently curing the hill problem and the use conflicts are considerable and costly" and "the changes to the entrance road and ped. lane were significant enough that they should be consider[ed] permanent until [Golden Gate] need[s] to change [them]" when ultimately doing something with its land. (2 AR 310, 332; see 2 AR 335-336, 343-344, 346.)

Ultimately focusing on what it called the "Cliffside Trail Alignment," the District contracted with Questa Engineering to survey the portions of Golden Gate's land it intended to acquire for the

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¹ Unless otherwise indicated, "Golden Gate" refers to Golden Gate Land Holdings LLC, and its predecessors, MEC Land Holdings (California), Inc., formerly known as Ladbroke Land Holdings, Inc., and MI Developments US Financing, Inc. (1 AR 188; 2 AR 418, 486; 3 AR 553-560, 578-596.)

trail project and prepare property descriptions. (2 AR 398, 408-416, 434-447.) This alternative was estimated to cost \$722,287.13 and entail construction of parking lot improvements (restoring pavement at the top of the bank and restoring a post and cable barrier), new trail alignment earthwork (excavating 3,500 cubic yards of material from the embankment for new trail surface, disposing of the material off site, and installing 700 linear feet of soil stabilization for the excavated embankment), new barrier wall and fence (installing 850 linear feet of concrete barrier wall one foot thick and two feet high with footing, cast in place, and 900 linear feet of chain link fence on the barrier wall), new trail pavement (installing 850 linear feet of asphalt concrete trail 10 feet wide with aggregate base shoulders one foot wide), and two stormwater catch basins, piping, and outfalls. (2 AR 398.) The District recognized at the outset that this alternative "will result in impacts to parking which is an area for future discussion." (2 AR 448.)

With these descriptions in hand, the District wrote to Golden Gate expressing its wish to acquire an easement "for the construction and operation of a segment of the San Francisco Bay Trail," plus fee title to approximately 2.8 acres of land next to Albany Beach. (2 AR 449.)

The District later wrote to Golden Gate offering to purchase an easement on 4.88 acres of its land stretching along the shore of San Francisco Bay for "a critical 1.5-mile segment of the San Francisco Bay Trail, a 500-mile recreational corridor which will ultimately encircle San Francisco and San Pablo Bays and provide a continuous network of bicycling and hiking trails along the shoreline." (3 AR 597.) The District offered \$54,900 for these five acres, the waterfront portion of this waterfront property. (3 AR 598.) It also offered to acquire fee title to 2.88 acres for "beach and dune restoration and expansion" and "parking and restrooms for ADA-compliant access to the Albany Beach and Albany Peninsula," adding that "[w]hen completed, these improvements will be part of the Eastshore State Park." (3 AR 597; see also 3 AR 613, where the District reiterated that its purchase "is necessary for the construction and operation of a segment of the San Francisco Bay Trail and the restoration and expansion of the Albany Beach.")

On March 8, 2011, the District notified Golden Gate that it intended to consider adopting a resolution of necessity to acquire Golden Gate's property by eminent domain, explaining:

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The District requires the easement which will provide a critical 1.5-mile segment in the San Francisco Bay Trail, a 500-mile planned recreational corridor which will ultimately encircle San Francisco and San Pablo bays and provide a continuous network of bicycling and hiking trails along the shoreline. The 2.8± acre fee parcel is required for a planned beach and dune restoration and improved public access to the Albany Beach as part of the Eastshore State Park.

(3 AR 639.) With its notification, the District sent a Preliminary Public Easement and Parcel Acquisition Layout showing some planned improvements for the "proposed cliffside trail realignment" and noting associated construction activities and improvements in indicated locations, including "permanent removal of (45) marked parking spaces @ north lot," "permanent removal of (42) non-marked parking spaces @ edge of road," "temporary removal of (48) parking spaces @ edge of road during construction," "temporary removal of (12) parking spaces during construction," "permanent removal of (46) marked parking spaces @ edge of pavement in jockey lot," and "jockey lot entrance to be widened [and] street light relocated." (3 AR 641, capitalization omitted.)

The District scheduled a meeting on April 5, 2011, to consider such a resolution of necessity, and its staff issued its report explaining:

The District's proposed project consists of construction of 1.5 miles of the San Francisco Bay Trail and the enhancement of the Albany Beach area to implement improvements identified by the Eastshore State Park General Plan ("General Plan"). The trail is planned to be built on the shoreline along the westerly boundary of the subject property, connecting two completed segments at Gilman Street in Berkeley and Buchanan Street in Albany. The Albany Beach enhancement will expand dunes and wetlands, stabilize eroding shoreline and improve public access to San Francisco Bay. The proposed acquisitions will provide safe and unimpeded access for Bay Trail users and provide additional recreational opportunities and wildlife viewing for park visitors.

(1 AR 27, 29.) The staff added, without explanation, that "[t]he proposed project is exempt from the California Environmental Quality Act pursuant to CEQA Guidelines, Section 15325." (1 AR 30.)

On April 5, 2011, Golden Gate wrote to the District and appeared at the meeting. Noting that its land was under consideration by the University of California for a second campus for the Lawrence Berkeley National Laboratory, Golden Gate asked the District not to take the unnecessary action of adopting a resolution of necessity to condemn the lands, but rather wait a reasonable time to see whether the University selected Golden Gate Fields as the site for its second campus. If it did, Golden Gate observed, then the District, the cities of Albany and Berkeley, the Bay Conservation

and Development Commission, the University, Golden Gate, and the public generally would enjoy 1 2 an all-too-rare opportunity to master-plan a major segment of the Bay Trail and other open spaces as 3 part of the redevelopment of an extraordinary part of the shoreline of the Bay. (1 AR 55-62: 3 AR 4 671-672.) 5 Golden Gate explained that the California Eminent Domain Law's three prerequisites for 6 condemnation were not present here: First, the public interest and necessity do not require the 7 project. 8 The public can walk, jog or cycle the waterfront – as they have been able to for 70 years – and use substantial other portions of the property as well, including the 9 beach areas. What is more, the public is allowed to park in the parking areas of the property, and use facilities, such as the restrooms. Golden Gate Fields has sought 10 for 70 years to be a good neighbor, and has generously allowed the public to use its lands.... 11 12 (3 AR 673.) Second, the proposed project is not planned and located in the manner most compatible 13 "with the greatest public good and the least private injury." 14 The greatest public good would be achieved by acquiring the necessary lands for the Trail and Park, and having them developed, in the most cost-effective manner. The 15 least private injury can only be assured if the planning of the Bay Trail is done as part of a master redevelopment plan for the Golden Gate Fields site. . . . 16 (3 AR 674.) Third, acquisition of the property is not necessary for the project. 17 The public fully enjoys the use of the property, all at no expense to the taxpayer, 18 and there are no plans to change that status quo. 19 (Id.)20 Golden Gate explained as well that the District could not approve the project until after it 21 reviewed and considered the project's environmental effects under CEQA. It argued that the project 22 is not exempt from CEQA under Guidelines section 15325, as contended by the District staff: 23 Under Section 15325, "the transfers of ownership of interest in land in order to 24 preserve open space, habitat, or historical resources" may be exempt from CEQA. Section 15325 identifies six examples of exempt transfers, only one of which is 25 conceivably applicable here: "Acquisition, sale, or other transfer to preserve open space or lands for park purposes." (Section 15325(f).) Here, however, land is not being acquired for the mere "preservation" of open space or park purposes. Rather, 26 the purpose of the acquisition is to facilitate a major waterfront construction project -27 in the words of your draft Resolution of Necessity, to "complete Eastshore State Park and provide the opportunity to construct an important segment of the San Francisco

Bay Trail." (Recital, ¶1.) The Court of Appeal has held that Exemption 25 does not

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apply where an acquisition is accompanied by "significant construction." (California Farm Bureau v. California Wildlife Conservation Board (2006) 143 Cal.App.4th 173, 184 (Exemption 25 inapplicable to the acquisition of a conservation easement where the accompanying management plan required "significant construction.").) Here, the Board's plans for the proposed project also require "significant construction"; thus Exemption 25 is inapplicable.

(3 AR 675.) Golden Gate explained as well that a pertinent exception to the exemptions precluded exemption of this project:

Even if the Board were to find that Exemption 25 somehow applies here, the Board still may not find that the project is categorically exempt from CEQA. Under CEQA Guidelines Section 15300.2(c), where there is a "reasonable possibility" that an activity will have a significant effect on the environment due to "unusual circumstances," the activity is not categorically exempt from CEQA. Although the mere acquisition of land would not normally have a significant effect on the environment, the unusual circumstances here – the ecologically sensitive bayside location of the proposed project, the Board's intention to construct extensive waterfront improvements, and the already-prepared construction plans – create a reasonable probability that there will be a significant effect on the environment, and preclude the application of a categorical exemption.

(Id.)

The District nevertheless approved the project by adopting a resolution of necessity, authorizing it to take Golden Gate's property by condemnation in order to construct the trail and associated improvements. (1 AR 1-23.)

Two days later, the District posted a notice of exemption stating that the District "has approved this project and found it to be exempt from [CEQA]," citing Guidelines section 15325, plus four other sections (15061(b)(3), 15301, 15304, and 15316) not previously mentioned in the District's proceedings, and adding: "Reasons why project is exempt from CEQA: This project consists of the acquisition of land in order to protect open space and to secure future public access to Eastshore State Park and the San Francisco Bay Trail. Any development of this property and land use changes would be subject to future CEQA review." (1 AR 26.)

On May 12, 2011, Golden Gate timely filed a petition for writ of mandate to set aside the District's approval of the project on the grounds that it had not complied with CEQA or the Eminent Domain Law in adopting the resolution of necessity.

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I. IN FAILING TO REVIEW THE PROJECT'S ENVIRONMENTAL EFFECTS, THE DISTRICT VIOLATED THE CALIFORNIA ENVIRONMENTAL QUALITY ACT

A. CEQA Carefully Circumscribes The Types Of Projects It Exempts From The General Requirement That Agencies Review And Consider The Environmental Effects Of Projects Before Approving Them

While generally requiring agencies to review the environmental effects of projects before approving them by preparing and considering initial studies and negative declarations or environmental impact reports, CEQA authorizes the Secretary of the Natural Resources Agency to adopt implementing regulations, the CEQA Guidelines, and include in them a list of classes of projects the Secretary has found do not have a significant effect on the environment and which thus will be exempt from CEQA. (Pub. Resources Code §§ 21083, 21084(a).) The Secretary has listed 33 such classes of projects. (14 Cal. Code Reg. §§ 15300-15329.) These "categorical exemptions" are not absolute. Apart from the limitations implicit in the criteria defining each of them, they are limited by several general exceptions, one of which is pertinent here. If there is a "reasonable possibility" that a project will have a significant effect on the environment due to "unusual circumstances," an agency may not find the project to be exempt. (14 Cal. Code Reg. § 15300.2(c).)

B. In Reviewing Agencies' Determinations Regarding Categorical Exemptions, Courts Apply Various Standards Of Review Depending On The Issue

Interpreting the scope of a categorical exemption is a question of law for the court to decide. (E.g., Save Our Carmel River v. Monterey Peninsula Water Mgmt. Dist. (2006) 141 Cal.App.4th 677, 793.) Because categorical exemptions operate as exceptions to CEQA, they must be narrowly construed in keeping with their statutory authorization, which confines such exemptions to classes of projects determined not to have a significant effect on the environment, and thereby afford the greatest environmental protection within the reasonable scope of their terms. (E.g., County of Amador v. El Dorado County Water Agency (1999) 76 Cal.App.4th 931, 966; Azusa Land Reclamation Co. v. Main San Gabriel Basin Watermaster (1997) 52 Cal.App.4th 1165, 1192; McQueen v. Board of Directors (1988) 202 Cal.App.3d 1136, 1148.)

When reviewing an agency's factual determinations pertinent to whether a project fits the criteria of a categorical exemption, the court generally assesses whether such factual determinations are supported by substantial evidence in the record. (E.g., *Committee to Save the Hollywood*

BRISCOE IVESTER & BAZEL LLP 155 SANSOME STREET SEVENTH FLOOR SAN FRANCISCO CA 94104 (415) 402-2700 FAX (415) 398-5630 Specific Plan v. City of Los Angeles (2008) 161 Cal.App.4th 1168, 1187; California Unions for Reliable Energy v. Mojave Desert Air Quality Mgmt. Dist. (2009) 178 Cal.App.4th 1225.)

When reviewing an agency's factual determinations pertinent to whether one of the exceptions to the categorical exemptions precludes exempting a project from CEQA review, the court should apply the "fair argument" test to assesses whether there is any substantial evidence in the record that the project *might* result in significant environmental effects and, if so, the exception precludes exempting the project notwithstanding there may also be substantial evidence to the contrary.² (E.g., *Azusa, supra*, 52 Cal.App.4th 1165, 1202.)

It remains then to review the applicability of each of the five claimed exemptions and the exception to the exemptions.

C. The Project Does Not Qualify For The Section 15061(b)(3) Common Sense Exemption For Activities Certain Not To Have A Significant Environmental Effect

Guidelines section 15061(b)(3) codifies a judicially developed "common sense" exemption "[w]here it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment" (See Muzzy Ranch Co. v. Solano County Airport Land Use Comm'n (2007) 41 Cal.4th 372.)

The District did not offer any finding or explanation supporting its exemption determination other than to state: "This project consists of the acquisition of land in order to protect open space and to secure future public access to Eastshore State Park and the San Francisco Bay Trail. Any development of this property and land use changes would be subject to future CEQA review." (1 AR 26.) The District said nothing whatever of a certainty the project will not have a significant environmental effect, nor does the record contain evidence of any such certainty.

The foregoing is the better and majority rule, but the law is not entirely settled. Two courts earlier applied the substantial evidence test to factual determinations regarding the exceptions to the categorical exemptions (*Dehne v. County of Santa Clara* (1981) 115 Cal.App.3d 827, 843-845; *Centinela Hosp. Ass'n v. City of Inglewood* (1990) 225 Cal.App.3d 1586, 1601). Several courts have since rejected that approach and applied the fair argument test to such determinations, reasoning, for instance with respect to the significant effects exception, that because it is triggered by the possibility of a significant effect, the exception should apply when there is substantial evidence such an effect might occur (*Azusa, supra*, 52 Cal.App.4th at 1202-1208; *Banker's Hill, Hillcrest, Park West Community Group v. City of San Diego* (2006) 139 Cal.App.4th 249, 277-278; *Dunn-Edwards Corp. v. Bay Area Air Quality Mgmt. Dist.* (1992) 9 Cal.App.4th 644, 654-655; *Association for Protection of Envt'l Values v. City of Ukiah* (1991) 2 Cal.App.4th 720, 728-736).

Indeed, the only certainty pertinent here is that the record contains evidence to the contrary, i.e., that the project certainly will change the physical environment and may well have significant environmental effects in that it entails excavating thousands of cubic yards of material from a steep rock embankment along the shore of San Francisco Bay, constructing an asphalt concrete trail with an adjoining concrete retaining wall and fence in the face of that embankment, installing soil stabilization, erosion control, storm drains and outfalls, and parking lot improvements, and restoring and expanding dunes and wetlands, all certain to affect the physical and aesthetic characteristics of the shoreline, dunes, and wetlands, the flow and quality of storm water reaching the Bay, public safety, and existing parking. (1 AR 1, 6, 20, 29, 31-32, 49, 52, 67, 76-77, 195; 2 AR 310, 331-332, 334, 337, 347, 349, 366, 370, 383, 393, 398, 412, 448-449; 3 AR 597, 603, 641, 665, 667, 673-676.)

The District's claim of exemption under section 15061(b)(3), thus, is entirely unsupported.

D. The Project Does Not Meet The Criteria For The Exemption For Repair Or Minor Alteration Of Existing Structures

Guidelines section 15301 exempts "the operation, repair, maintenance, permitting, leasing, licensing or minor alteration of existing public or private structures, facilities, mechanical equipment, or topographical features, involving negligible or no expansion of use beyond that existing at the time of the lead agency's determination."

Again, the District did not make any findings nor offer any evidence to support its determination the project is exempt under this section.

Its suggestion now that construction of 1.5 miles of trail and associated facilities, installation of storm drains and parking improvements, and restoration and expansion of dunes and wetlands fit the section's terms defies credulity. Even cursory comparison of the project's description, as related above, with those terms readily reveals the section has no application here. The project would, for instance, construct a new trail in a new alignment along the face of a steep embankment where currently no trail exists—hardly repair, maintenance, or minor alteration of existing structures. (1 AR 6, 20, 29, 31-32, 52, 76-77; 2 AR 331-332, 337, 349, 370, 383, 393, 398, 411-412, 448-449; 3 AR 603, 641.) It would, as well, install storm drains where none currently exist and permanently

remove over one hundred existing parking spaces. (1 AR 6, 20, 76-77; 2 AR 349, 398, 411-412, 448; 3 AR 603, 641.)

E. The Project Does Not Fit The Criteria For The Exemption For Minor Alterations To Land

Guidelines section 15304 exempts "minor public or private alterations in the condition of land, water, and/or vegetation which do not involve removal of healthy, mature, scenic trees except for forestry or agricultural purposes."

Again, the District did not make any findings nor offer any evidence to support its determination the project is exempt under this section.

As the project entails not only excavation of land, but also construction of infrastructure and facilities below, on, and above ground, it plainly extends beyond the mere alteration of land covered by the exemption. (E.g., 1 AR 29; 2 AR 398; 3 AR 641.) Moreover, the excavation alone amounts to more than a minor alteration of land. In *California Farm Bureau Fed'n v. California Wildlife Conserv. Bd.* (2006) 143 Cal.App.4th 173, the court disallowed use of this exemption for a project to create wetlands on relatively flat farmland by reconstructing existing levees and adding others up to three feet high, grading swales one or two feet deep, and planting vegetation. Noting that the "work will clearly alter existing drainage patterns and elevations of the land [and] change the nature of the land from level fields to wetlands," the court held that "[t]his is not a 'minor' physical alteration to the land" and thus "does not fit within" this exemption. (*Id.* at 191-192.) Here, the project carves a twelve-foot wide path sloping across the face of a 45-foot high embankment and installs storm drains, thus altering the topography and existing drainage patterns much more than the work in *California Farm Bureau Fed'n* and changing the nature of the land from natural cliff to transportation and recreation infrastructure. (1 AR 37, 2 AR 398, 446, 641.)

Perhaps most telling is that the project does not resemble any of the nine examples of minor alterations presented in section 15304. Indeed, in specifying "[g]rading on land with a slope of less than 10 percent" as one example, the section effectively precludes exempting this project, which entails substantial excavation and construction on a steep embankment far exceeding 10 percent. (California Farm Bureau Fed'n v. California Wildlife Conserv. Bd., supra, 143 Cal.App.4th at 188-

189, 192, interpreting the scope of exemptions to cover activities similar in kind to the specified examples.)

F. The Project Does Not Qualify For The Exemption For Transfer Of Ownership Of Land To Preserve Existing Natural Conditions

Guidelines section 15325 exempts "transfers of ownership of interests in land in order to preserve open space, habitat, or historical resources." This section "by its terms covers only acquisitions, sales or other transfers of ownership interests for particular purposes [and] does not cover anything else." (*California Farm Bureau Fed'n v. California Wildlife Conserv. Bd.* (2006) 143 Cal.App.4th 173, 193.)

In support of its determination that this section exempts the project, the District stated that "[t]his project consists of the acquisition of land in order to protect open space and to secure future public access to Eastshore State Park and the San Francisco Bay Trail." (1 AR 26.)

For two reasons, the District's determination is erroneous. First, because the project entails more than *just* the acquisition of land, the exemption does not cover it. The project is "the whole of the action" that may result in a direct or reasonably foreseeable indirect physical change in the environment. (14 Cal. Code Reg. § 15378(a).) When an agency condemns land for a project, the project includes not just the acquisition of land, but also the intended use of that land.

[C]ompliance with CEQA is mandatory before a public entity may condemn property for a proposed project. Thus, if the public entity fails to prepare a valid EIR or negative declaration for the proposed project prior to condemning the property, the trial court is authorized to dismiss the action. [Citations.] A municipality could evade all of these environmental protections by deliberately failing to define 'the project' or couching the resolution in such vague language that no one could definitively determine what use the legislative body had in mind for the property.

(City of Stockton v. Marina Towers LLC (2009) 171 Cal. App.3d 93, 108, footnote omitted.)

Here, the District has forthrightly confirmed that its project consists of more than just the acquisition of land:

The District's proposed project consists of construction of 1.5 miles of the San Francisco Bay Trail and the enhancement of the Albany Beach area to implement improvements identified by the Eastshore State Park General Plan ("General Plan"). The trail is planned to be built on the shoreline along the westerly boundary of the

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subject property, connecting two completed segments at Gilman Street in Berkeley and Buchanan Street in Albany. The Albany Beach enhancement will expand dunes and wetlands, stabilize eroding shoreline and improve public access to San Francisco Bay. The proposed acquisitions will provide safe and unimpeded access for Bay Trail users and provide additional recreational opportunities and wildlife viewing for park visitors.

(District staff report at 1 AR 29; see also 1 AR 6, 43, 46-47, 49, 77; 2 AR 398, 449; 3 AR 597, 613, 639-641.) In California Farm Bureau Fed'n, supra, 143 Cal. App. 4th 173, a project consisting not only of acquisition of land, but also construction of levees, swales, and other drainage features to convert farmland to wetland was ruled outside the scope of this exemption. Similarly, in McQueen v. Board of Directors (1988) 202 Cal.App.3d 1136, the court held that a project consisting of acquisition of land and also subsequent use of existing buildings and maintenance or disposal of hazardous substances on the land was not covered by this exemption. For much the same reasons, the District's project falls outside the exemption as well.

Second, even if the project were confined to the acquisition of land, it would not be exempt under this section because the purpose of the acquisition is not to protect existing open space, but rather, as described above, to add a 1.5-mile segment of the Bay Trail, install parking improvements, and restore and expand dunes and wetlands. (See California Farm Bureau Fed'n, supra, 143 Cal.App.4th at 193.

G. The Project Does Not Fit The Criteria For The Exemption For Transfer Of Ownership Of Land To Create Parks

Guidelines section 15316 exempts "the acquisition, sale, or other transfer of land in order to establish a park where the land is in a natural condition or contains historical or archaeological resources and either: $[\P]$ (a) [t] he management plan for the park has not been prepared, or $[\P]$ (b) [t]he management plan proposes to keep the area in a natural condition or preserve the historic or archaeological resources."

The District did not make any findings nor offer any evidence to support its determination the project is exempt under this section.

Because much of the land the District seeks to condemn is not in a natural condition, but rather is improved with asphalt parking, an asphalt road, an asphalt trail, and associated fences and other features (1 AR 195; 2 AR 448; 3 AR 603, 618, 622, 641), the District's acquisition of that land is not exempt under this section. (*McQueen v. Board of Directors* (1988) 202 Cal.App.3d 1136, 1148, holding the exemption inapplicable where the record contains no evidence the land is in a natural condition.)

Moreover, the District plainly intends to use the land in ways other than the two covered by this section. As the land is not currently in a natural condition and the District plans substantial construction as described above, the District obviously cannot and does not propose "to keep the area in a natural condition" in keeping with subsection (b). Nor have plans for the land not been prepared as provided in subsection (a). To the contrary, the District has stated that its plan, as described above, is to add a 1.5-mile segment of the Bay Trail, install storm drain and parking improvements, and restore and expand dunes and wetlands, all in keeping with several plans it and other agencies have already adopted. (1 AR 1, 29, 31.)

The project, thus, is not exempt from CEQA under this or any of the other exemptions.

H. A "Reasonable Possibility" The Project Will Have A Significant Environmental Effect Due To "Unusual Circumstances" Precludes Exempting It From CEQA

Even if one of the exemptions appeared on its face to apply—which none does—the unusual circumstances "exception to the exemption," as it is sometimes called, removes the District's project from the exempt category.

In Wildlife Alive v. Chickering (1976) 18 Cal.3d 190, 205-206, the Supreme Court held that because the Secretary of the Natural Resources Agency is authorized to exempt only those activities that do not have a significant environmental effect (Pub. Resources Code § 21084), "where there is any reasonable possibility that a project or activity may have a significant effect on the environment, an exemption would be improper." Codifying this holding, the Guidelines provide that even if a project fits within an exempt class, the exemption "shall not be used for an activity where there is a reasonable possibility that the activity will have a significant effect on the environment due to unusual circumstances." (Cal. Code Reg. § 15300.2(c).) This provision calls for an agency to determine whether an activity within a class the Resources Agency has found normally does not threaten the environment should be excepted from an exemption and evaluated further because,

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BRISCOE IVESTER & BAZEL LLP 155 SANSOME STREET SEVENTH FLOOR SAN FRANCISCO CA 94104 (415) 402-2700 FAX (415) 398-5630 owing to unusual circumstances, there is a reasonable possibility the particular activity will have a significant environmental effect. (*Azusa*, *supra*, 52 Cal.App.4th at 1206.)

Ascertaining whether this exception precludes exempting a project involves two inquiries: (1) whether the project presents "unusual circumstances" and (2) whether there is a "reasonable possibility" under such circumstances the project will have a significant environmental effect. (E.g., Committee to Save the Hollywood Specific Plan v. City of Los Angeles (2008) 161 Cal. App. 4th 1168, 1186.) With respect to the former, "any factual determination relating to the existence of a certain circumstance is reviewed by the court under the substantial evidence standard, but 'the question whether that circumstance is "unusual" within the meaning of the significant effect exception would normally be an issue of law that the court would review de novo." (Banker's Hill, Hillcrest, Park West Community Group v. City of San Diego (2006) 139 Cal. App. 4th 249, 262 n11, quoting Azusa, supra, 52 Cal.App.4th at 1207.) With respect to the latter, the agency must apply a fair argument approach in determining whether there is a reasonable possibility of a significant environmental effect due to unusual circumstances (id. at 264-267), and accordingly the court should "independently review the record using that standard" and if it "perceive[s] evidence of a fair argument that there may be a significant effect on the environment due to unusual circumstances, [it] will conclude that the [agency] abused its discretion because its decision to the contrary is not supported by substantial evidence" (id. at 267).

Whether a project's circumstances are "unusual" is gauged by assessing whether "the circumstances of a particular project (i) differ from the general circumstances of the projects covered by a particular categorical exemption, and (ii) those circumstances create an environmental risk that does not exist for the general class of exempt projects." (*Azusa, supra*, 52 Cal.App.4th at 1207; *Communities for a Better Environment v. Cal. Resources Agency* (2002) 103 Cal.App.4th 98, 129.)

The District's factual determinations of the existence of the pertinent circumstances here and the substantial evidence supporting them are clear and uncontradicted: The project site comprises cliffs, steep embankments, dunes, and wetlands, all stretching along 1.5 miles of the shore of San Francisco Bay. (1 AR 20, 29, 43, 47, 52; 2 AR 339-341, 408-413, 434-447; 3 AR 597, 603, 639-641, 675.) Many, including the District, enthused about the shoreline site's extraordinary beauty

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and views³, and the District affirmed that its acquisition will protect "important natural resources" (1 AR 32).

Any one of the site's basic characteristics (cliffs, steep embankments, dunes, wetlands, 1.5 miles of Bay shoreline, extraordinary beauty and views) suffice to differentiate it from the typical circumstances associated with projects of the sorts covered by sections 15061(b)(3), 15301, 15304, 15316, and 15325 and present environmental risks not typical of those types of projects. Together, these several critical characteristics of the site render the project's circumstances decidedly unusual and fraught with more than typical environmental risks. The cliffs and steep embankments along the shoreline, for instance, by their very nature pose substantial engineering and construction challenges and present risks regarding slope failure, erosion, sedimentation of Bay waters, fish and wildlife habitat, public safety, and aesthetic impacts.⁴ The shoreline dunes and wetlands also present inherent risks regarding fish and wildlife habitat, water quality, and aesthetic impacts.

On this sensitive and difficult terrain, the District plans to excavate an alignment for a trail, construct a twelve-foot wide asphalt concrete trail with an adjoining concrete retaining wall and fence, install soil stabilization, erosion control, storm drains and outfalls, and parking lot improvements, and restore and expand dunes and wetlands. (1 AR 1, 6, 20, 29, 31-32, 49, 52, 67, 76-77, 195; 2 AR 310, 331-332, 334, 337, 347, 349, 366, 370, 383, 393, 398, 412, 448-449; 3 AR 597, 603, 641, 665, 667, 673-676.) The reasonable possibility this project may have environmental effects owing to the very risks posed by its unusual circumstances is manifest. Certainly, the record offers substantial evidence to support a fair argument the project may have such effects, including effects on the physical and aesthetic characteristics of the shoreline, dunes, and wetlands, the flow and quality of storm water reaching the Bay, public safety, and existing parking. (1 AR 1, 6, 20, 29, 31-32, 49, 52, 67, 76-77, 195; 2 AR 310, 331-332, 334, 337, 347, 349, 366, 370, 383, 393, 398, 412,

well. (1 AR 20, 29, 31-32, 49, 52, 76-77; 2 AR 310, 370, 398, 411-412; 3 AR 603, 641.)

³ The District staff proclaimed the site to be "beautiful and scenic," and the District President echoed "this trail is going to be a beauty." (1 AR 47, 82.) Others added that "[t]his land at the edge of the San Francisco Bay is a unique place with extraordinary potential" (3 AR 689), it is "one of the most beautiful settings in the East Bay" (3 AR 708), and it "offers a world-class view" (1 AR 67).

⁴ The courts have recognized that extensive grading on steep, scenic terrain presents unusual circumstances with increased risks of soil erosion, sedimentation of waters, degradation of natural conditions, and aesthetic impacts. (Azusa, supra, 52 Cal.App.4th at 1207; Myers v. Board of Supervisors (1976) 58 Cal.App.3d 413, 426.) Here, the District acknowledged the challenges as

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448-449; 3 AR 597, 603, 641, 665, 667, 673-676.) Mindful that the project would permanently remove over a hundred parking spaces and temporarily remove scores more, the District acknowledged the project "will result in impacts to parking which is an area for future discussion." (2 AR 448.) Recognizing, moreover, that construction as well as operation of the project may affect the environment, the District's President noted the project would install storm drains and observed that "a drain would be ultimately gentle on the land but not so gentle to install." (1 AR 77.)

Because there is a reasonable possibility that the project will have a significant effect on the environment due to unusual circumstances, it is not exempt from CEQA. (Cal. Code Reg. § 15300.2(c).)

II. THE DISTRICT ABUSED ITS DISCRETION AND FAILED TO COMPLY WITH EMINENT DOMAIN LAW IN ADOPTING ITS RESOLUTION OF NECESSITY

A. An Agency May Condemn Property Only In Compliance With Requirements Prescribed By Law, And Failure To Comply Precludes Condemnation

An agency may exercise the power of eminent domain to acquire private property only if it makes a finding of public necessity in the form of a resolution of necessity. (Code Civ. Proc. §§ 1240.040, 1245.220.) The resolution of necessity serves to ensure that the public entity makes a considered decision both of the need for the property as well as the proposed project itself. (California Law Revision Commission, The Eminent Domain Law, December 1975 at p. 1026.) The public agency's discretion is limited by California's eminent domain law:

The power of eminent domain may be exercised to acquire property for a proposed project only if all of the following are established: [¶] (a) The public interest and necessity require the project. [¶] (b) The project is planned or located in the manner that will be most compatible with the greatest public good and the least private injury. [¶] (c) The property sought to be acquired is necessary for the project.

(Code Civ. Proc. § 1240.030, hereafter, the "Three Requirements.")

A resolution of necessity is subject to judicial review if its adoption or contents were affected by a gross abuse of discretion. (Code Civ. Proc. § 1245.255.) If a court determines that the public agency does not have the right to take the property by eminent domain, it must dismiss the condemnation proceeding. (Code Civ. Proc. § 1260.120 (c); see *City of Stockton v. Marina Towers LLC* (2009) 171 Cal.App.4th 93, 105, a fatally vague statement of purpose in a resolution of

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necessity was a gross abuse of discretion barring the right to take.) A gross abuse of discretion occurs where the public agency acts arbitrarily or capriciously, renders findings that are lacking in evidentiary support, or fails to follow the required procedures before condemning the property. (*City of Stockton, supra*, 171 Cal.App.4th at 114.)

Here, the District has no right to take the property for several reasons: each of the District's determinations of the Three Requirements is deficient; the District did not follow its own precondemnation procedures; and the District impermissibly committed itself to the condemnation before the resolution of necessity hearing.

B. The Public Interest and Necessity Do Not Require The Project and The District Failed To Determine That They Do

The District's resolution fails the first of the Three Requirements because it does not make the determination required by law. Even if it had made the right determination, the District would not have the right to take the property because the public interest and necessity do not truly require this project.

1. The District Did Not Make The Required Determination

"A public entity may exercise the power of eminent domain only if it has adopted a resolution of necessity that meets the requirements" of the Eminent Domain Law. (Code Civ. Proc. § 1240.040.) A facial flaw in a resolution of necessity therefore prevents an agency from having any right to take the desired property, and a condemnation action should be dismissed. (*City of Stockton, supra*, 171 Cal.App.4th at 100, 114-115, project description in Stockton's resolutions of necessity was so vague, uncertain and sweeping in scope that the resolutions were facially invalid.)

In order to meet the requirements of the Eminent Domain Law, a resolution of necessity must contain specific declarations. (Code Civ. Proc. § 1245.230). It must include a declaration that the condemning agency has determined that "[t]he public interest and necessity require the proposed project." (*Id.* at (c).) The District failed to make that determination.⁵

⁵ The closest thing the District included in its resolution was a determination that "[t]he public interest and necessity require the real property rights sought to be acquired." (1 AR 2.) That is not one of the determinations required by Code Civ. Proc. § 1245.230.

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Because the District's resolution of necessity is facially invalid for lack of a critical determination, its condemnation action should be dismissed.

2. The Public Interest and Necessity Do Not Require the Project

A gross abuse of discretion occurs where the public agency acts arbitrarily or capriciously or renders findings that are lacking in evidentiary support. (City of Stockton, supra, 171 Cal.App.4th at 14.) The District cannot "exercise its right of eminent domain (condemnation) except as a last resort or at the request of the property owner." (1 AR 132.) Even if the District had determined that the public interest and necessity required the proposed project, it would not be able to support that determination with substantial evidence.

Upon redevelopment of the property, the City of Albany and the San Francisco Bay Conservation and Development Commission will demand dedication of the bayside areas as a condition of approval, as they have for past proposals to redevelop Golden Gate Fields. (See City of Albany General Plan CROS 7.3, "Require public access to the shoreline and to Albany Point be a part of any future waterfront development plans"; Gov. Code § 66632.4.) The District has been following the progress Golden Gate is going through to be selected as the site of the new Lawrence Berkeley National Laboratory second campus, and is aware that redevelopment will lead to dedication demands. (1 AR 50-51.) This alone suggests that the condemnation could not be necessary. As the Chair of the Sierra Club's East Bay Public Lands Committee pithily wrote to the District:

Frankly, it make[s] no sense to use eminent domain for the Albany trail section when the track will close and any development of the site will have to give away the trail for any development. . . . The Park District should not waste taxpayer dollars to buy land that will have to be donated away."

(3 AR 716-717.) The District's president echoed the Sierra Club's concern:

I was wondering if it would be better to wait until we know what the university is going to do and whether or not the university is going to select this site, and we may know that pretty soon. I was wondering whether it would be advisable to put this over for that purpose.

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(1 AR 50.) The District's staff allayed this concern by suggesting:

The Board can make a decision to adopt the resolution of necessity, and then we can hold off filing the eminent domain action for up to six months. So that should give the university plenty of time to make their decision.

(1 AR 51.)

This "declare necessity and then postpone condemnation" strategy became an explicit rationale for the board's decision to adopt the resolution of necessity:

I think, although [the Sierra Club] letter does alert us to an issue, that is a very important issue, I think that the strategy of passing the resolution today but, perhaps, holding off to file the legal action would satisfy that concern.

(1 AR 86.)

The District thus adopted the resolution of necessity on the explicit premise that they had another option—waiting a short while to see if Golden Gate Fields would be selected as the site for a new laboratory, which would result in a free dedication of the Bay shore land to park purposes.

For this reason, the District's determination in the resolution that "the public interest and necessity require the property rights" being condemned is arbitrary and capricious and lacking in evidentiary support. Furthermore, the discussion of the District's other, better options proves that condemnation cannot be a "last resort." These abuses of discretion void the District's right to take the property.

C. The Project Is Not Planned or Located In The Manner Most Compatible With The Greatest Public Good and the Least Private Injury

The District determined in its resolution of necessity that the project is planned or located in the manner most compatible with the greatest public good and the least private injury. (1 AR 2.) This requirement of the greatest public good encompasses "all aspects of the public good including but not limited to social, economic, environmental, and esthetic considerations." (*Redevelopment Agency v. Norm's Slauson* (1985) 173 Cal.App.3d 1121, 1126.) This determination of the second of the Three Requirements is unsupported by the evidence and arbitrary and capricious and therefore a gross abuse of discretion.

The greatest public good would be achieved at Golden Gate Fields by acquiring the necessary lands for the trail and park and having them developed in the most cost-effective, visually

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BRISCOE IVESTER & BAZEL LLP 155 SANSOME STREET SEVENTH FLOOR SAN FRANCISCO CA 94104 (415) 402-2700 FAX (415) 398-5630 esthetic, and environmentally sound manner possible. The greatest public good can only be assured if the planning of the Bay Trail is done as part of a master redevelopment plan for the Golden Gate Fields site, allowing the trail to be integrated with the esthetics and environmental continuity features of the redevelopment. The owner of Golden Gate Fields has a vision of a Green Technology Collaborative at the site that would incorporate the Lawrence Berkeley National Laboratory, cleantech start up companies, open space and public access. (3 AR 678-706.)

The least private harm can also only be achieved by integrating the Bay Trail planning with the redevelopment of Golden Gate Fields. The District claims that its condemnation will "have no adverse impact on any foreseeable future development plan proposed by the property owner." (1 AR 31.) This is not so. The condemnation would have two significant adverse impacts on the owner. First, it would presumably preclude the owner from incorporating any portion of the property within the Trail easement – meaning the portion along the water – into the development. Waterfront amenities such as restaurants, or water-conveyance terminals, would be off-limits to the developer. The most valuable part of waterfront property, of course, is its water frontage. Second, all developers of waterfront property know well that the strongest "chip" they hold in the entitlements process is usually what they can offer the public and the land-use agencies by way of waterfront amenities.

Condemnation and development by the District would prevent the Bay Trail project from being organically integrated into the Green Technology Collaborative plan, thwarting the project from achieving the greatest public good and least private injury.

D. The Property To Be Condemned Is Not Necessary For The Project

The District determined in its resolution of necessity that the property to be condemned is necessary for the project. (1 AR 2.) This determination of the third of the Three Requirements is also unsupported by the evidence and arbitrary and capricious and therefore a gross abuse of discretion. The District seeks to link up the unconnected sections of the San Francisco Bay Trail to allow biking and hiking along the shoreline. (1 AR 28.) This condemnation cannot be necessary for that project because the public already has free access for waterfront hiking, jogging, and bicycling at Golden Gate Fields. (3 AR 673.) The owners of Golden Gate Fields have allowed public access

to a bay side trail and to beach areas for seventy years. (*Id.*) They have also allowed use of parking and restroom facilities, and provide security at no cost to local governments. (*Id.*) Even if the District feels that there are issues with the manner of the public's access to the trail along the bay at Golden Gate Fields, the plaintiff has offered in the past to work with the District to find solutions. (1 AR 59; 3 AR 674.) This abuse of discretion void's right to take the property.

E. The District Failed To Follow Its Own Precondemnation Procedures

A gross abuse of discretion occurs where the public agency a fails to follow required procedures before condemning the property. (*City of Stockton, supra*, 171 Cal.App.4th at 114.)

The District's Master Plan requires that "[b]efore acquiring land or land rights, the District will prepare an Acquisition Evaluation for the proposed land, based on the best available information, to determine its consistency with the Master Plan and its suitability as an addition to the District's park and trail system." (1 AR 132.) This "comprehensive Acquisition Evaluation . . . includes compliance with the Regional Parkland and Trail Map, a property boundary determination, a preliminary resource evaluation, including recreational potential, and an estimate of acquisition, development and annual operating costs over a five-year period." (*Id.*)

The District never prepared this required Acquisition Evaluation. Nowhere in the administrative record does an Acquisition Evaluation appear, and when asked, the District could not provide it.

All the District prepared was a six-page agenda item summary and the three-page resolution of necessity. (1 AR 27-35.) While the agenda item summary does mention compliance with the Regional Parkland Map, it does not include a resource evaluation and only estimates the costs of acquisition without addressing costs of development and annual operations over a five-year period. (*Id.*) The District's failure to follow its own precondemnation procedure is an abuse of discretion that voids its right to take the property.

F. The District Was Irrevocably Committed To Condemnation

The District abused its discretion when it adopted the resolution of necessity. The take was predetermined and the District was irrevocably committed to the take regardless of the evidence presented at the hearing on the resolution of necessity. Thus, Court should invalidate the underlying

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resolution of necessity and rule that the District has no right to take the property.

A condemnor commits a gross abuse of discretion if it was irrevocably committed to the take of property regardless of the evidence presented at the hearing on the resolution of necessity.

(Redevelopment Agency v. Norm's Slauson (1985)173 Cal.App.3d 1121.)

In *Norm's Slauson*, *supra*, 173 Cal.App.3d 1121, the court invalidated the resolution of necessity because the condemnor was irrevocably committed to the take regardless of the evidence presented. It involved the condemnation of property for a redevelopment project. Bond funds were committed to the project and the construction contract was in place before the hearing on the resolution of necessity. The court noted that an agency, when arriving at its decision to take at the resolution of necessity hearing, must "engage in a good faith and judicious consideration of the pros and cons of the issue" and the decision to take "must be buttressed by substantial evidence of the existence of the three basic requirements set forth in Code of Civil Procedure, section 1240.030." (*Norm's Slauson*, 173 Cal.App.3d at 1125-1126.) The court determined that the condemnor's irrevocable commitment prior to the hearing was a gross abuse of discretion, and therefore, "the effect of that abuse was, if not to nullify, to deprive the resolution of any conclusive effect on the three critical issues involved." (*Id.*)

Here, the District had similarly made up its mind about whether and how to condemn the property prior to the resolution of necessity hearing. The President of the District's board announced as much at the hearing:

[T]he one consistent position is the park district has taken is the San Francisco Bay Trail needs to be in this location, and I've seen enough San Francisco Bay Trail discussions to know that this trail to be is going to be a beauty.

(1 AR 82.)

The San Francisco Bay Trail does not run along the shoreline at every point. It goes inland, for instance, to bypass Point Pinole and Point Molate, and does not run along the shore for much of its trip through Richmond and El Cerrito. (1 AR 176.) But the District has already decided where it will be at Golden Gate Fields. The Bay Trail has already been placed along the shore on either side of plaintiff's property, leaving only a short gap. (*Id.*) Having already laid down the Bay Trail to the immediate north and south of Golden Gate Fields, it strains credulity to believe that the District had

not yet decided whether it would go through Golden Gate Fields. (See 1 AR 42, "The trail is now complete from Gilman Street south . . . and from Buchanan Street north".)

The District's statements over the years show that it had already made up its mind about where the trail would be. For many years the District had attempted to place the trail on the shore at Golden Gate Fields by acquiring a license from the owners. (1 AR 195.) In March 2006, the District contracted with Questa Engineering to design a Bay Trail connection across Golden Gate Fields. (2 AR 344.) At no point did the District ask Questa Engineering to develop any alternatives that did not cut through Golden Gate Fields.

Because the District had already decided to run the Bay Trail through Golden Gate Fields prior to the hearing, the adoption of the resolution of necessity is an abuse of discretion and should be voided.

CONCLUSION

The District violated CEQA by approving the project without first reviewing its environmental effects. Contrary to the District's claim, the project is not exempt from CEQA.

The District also failed to comply with California's Eminent Domain Law. Having already irrevocably committed itself to taking Golden Gate's property, the District adopted the resolution of necessity without following its own procedural requirements, without making necessary findings, and without supporting the findings it did make with substantial evidence.

For the foregoing reasons, Golden Gate asks that the Court set aside the District's resolution of necessity and enjoin it from taking any further action on the project until it first reviews the project's environmental effects in compliance with CEQA, follows its own procedural requirements, and complies with the eminent domain law.

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By:

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David Ivester

Attorneys for Petitioners

GOLDEN GATE LAND HOLDINGS LLC

1 PROOF OF SERVICE 2 I declare that I am over the age of eighteen years and not a party to this action. I am employed in the City and County of San Francisco, and my business address is 155 Sansome 3 Street, Suite 700, San Francisco, California 94104. 4 On December 19, 2011, at San Francisco, California, I served the attached document(s): 5 GOLDEN GATE'S MEMORANDUM IN SUPPORT OF PETITION FOR WRIT OF MANDATE 6 on the following parties: 7 Mr. Todd A. Amspoker 8 Price, Postel & Parma LLP 200 E. Carrillo Street, Suite 400 9 Santa Barbara, CA 93101 10 Facsimile: (805) 965-3978 Email: tamspoker@ppplaw.com 11 Attorney for Respondent and Defendant 12 East Bay Regional Park District 13 14 \boxtimes BY OVERNIGHT DELIVERY: On the date written above, I delivered the Federal Express package to a location authorized by Federal Express to receive documents for pickup. The package was placed in a scaled 15 envelope or package designated by Federal Express with delivery fees paid or provided for, addressed to the persons on whom it is to be served at the addresses shown above. 16 BY E-MAIL OR ELECTRONIC TRANSMISSION: On the date written above, I c-mailed the documents X to the persons on the service list at the e-mail addresses listed above. I did not receive, within a reasonable 17 time after transmission, any electronic message or other indication that transmission was unsuccessful. 18 19 I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct and that this document was executed on December 19, 2011, at San 20 Francisco, California. 21 22 23 Margaret Howlett 24 25

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