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YOLO SUPERIOR COURT

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YOLO SUPERIOR COURT FOR THE STATE OF CALIFORNIA

OLD EAST DAVIS NEIGHBORHOOD
ASSOCIATION, petitioner

DECISION and ORDER

V.

CITY OF DAVIS, CITY COUNCIL OF THE
CITY OF DAVIS, respondents

TRACKSIDE CENTER, LLC, real party in interest.

DECISION and ORDER - 1

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This is the Court's TENTATIVE DECISION made pursuant to Rule of Court 3.1590. It will become the STATEMENT OF DECISION unless, within 10 days after announcement or service of the tentative decision, a party specifies those principal controverted issues as to which the party is requesting a statement of decision or makes proposals not included in the tentative decision.

This dispute is between the City of Davis and the Old East Neighborhood Association. It raises the issue of the planned development of a large mixed-use residential building on a track of land designated as a "transition" area by the City. The Petitioner contends that the development is not consistent with local planning provisions. The Respondent contends otherwise, namely that the General Plan and Design Guidelines to the extent applicable support this Project.

## Factual Findings

- 1. The project at issue is known as the Trackside Center Project or "Trackside" or the "Project."
- 2. It is a 47,983 square foot building.
- 3. It is designed to have 27 residential apartments located above 8,950 square feet of commercial and retail space.
- 4. The apartment units range from 705 square foot studio to 1,537 foot 2-bedroom units with balconies.
- 5. It is designed with 30 parking stalls.
- 6. The Project is located on a total of .69 acres of land at the northeast corner of Third Street and the Union Pacific railroad track.
- 7. The current site is comprised of two single story commercial buildings covering .525 acres. The two buildings total

approximately 11,000 square feet. These two buildings would be demolished. The current addresses are 901-919 Third Street.

- 8. There is an additional .167 acres of property to be leased from
  Union Pacific Railroad. The parking and plaza is located on the
  leased property. The lease is a ten year lease and can be extended
  and can be terminated with notice.
- 9. The Project site improvements include surface and covered parking, an outdoor plaza on the West side, landscaping, drainage, sidewalks, pedestrian and bicycle facilities.
- 10. The Project density is 39 units per acre.
- 11. To the East of the property are single family homes located across a 30 foot alley. The nearest house is set back an additional 15 feet from the alley. The height of the nearest house is 24 feet.
- 12. To the West is a railroad track and across the track is a hardware store and the commercial center of the City of Davis.

  There are no single family residences for several blocks to the West.
- 13. To the South across Third Street are single story commercial properties.
- 14. To the North immediately adjacent is the rock yard for the hardware store across the tracks to the West.
- 15. The alley front façade of Trackside is an additional 8 feet from the alley, making the distance between the nearest home and the Trackside building equal to 53 feet.
- Trackside is designed as a four story building.
  Trackside's four stories are stepped back from the houses across the alley to the East. The first floor is 8 feet off the alley and 15 feet high. The second floor is 15 feet off the alley and 25.5 feet

high. The third floor is 32 feet off the alley and 36 feet high. The fourth floor is 46 feet off the alley and 47.5 feet high. The highest point on the top of the building is 50.5 feet high. The architecture facing East is designed to present like residential living. There are stepbacks also on the North side Third Street front, which would be a traditional retail space on the first floor. The parking would be underground and extend back on the West and North side towards the track, which would have a more industrial designed architecture.

- 17. Within three blocks of Trackside across the tracks to the West, there are two four story mixed use residential/commercial/retail buildings (Chen Building and McCormick Building) and two five story parking garages.
- 18. The Chen Building is 48 feet 8 inches tall with a total of 23,703 square feet. It is a mix of first floor retail and upper floor residential and is located across the street and railroad tracks from the Amtrak train station and bus stop.
- 19. The detail on the McCormick Building is not contained in the record, other than that it is mixed-use and it appears to be the same size or slightly larger than the Chen Building.
- 20. The historical use of the Trackside property was industrial up to the mid-20th century. For the past several decades, the current commercial buildings have stood. The 30 foot alley has separated the neighborhood from the industrial/commercial property at issue for years.
- 21. Trackside is located within the City's Core Area Specific

  Plan (CASP). The purpose of the CASP is "to provide for mixed-use development of a variety of types in downtown Davis, in keeping with

the downtown's role as the commercial and social center of Davis."

Moreover, according to CASP, retention of residential units in the

Core Area is critical to maintaining a healthy downtown.

- 22. Within CASP, the Trackside property is identified as "Core Retail with Offices." The CASP specifically promotes mixed use with retail on the first floor and commercial and residential on the upper floors.
- 23. Trackside is also located within a designated Conservation

  District pursuant to Municipal Code sec. 40.13A. This is not a

  Historic District. The Conservation District includes the downtown

  and three adjacent traditional residential neighborhoods and is

  subject to the Davis Downtown and Traditional Residential

  Neighborhood Design Guidelines.
- This Corridor runs through the center of town, starting at the University of California at Davis on A Street and extending 9 blocks to the East. Trackside is at the far East end of the Corridor, farthest from the University. The Corridor includes both the Commercial Core Area and the Mixed-Use Transition Area. Trackside is located in the transition area.
- Davis." It is bound by the railroad tracks on the West and South, L Street on the East, one block passed Fifth Street on the North. It was one of the earliest neighborhoods in Davis to be developed, dating back well into the 19th century. It retains some of the City's oldest residences, including three designated historical properties. Due to development patterns, however, a handful of multi-story apartment buildings and townhouses/duplexes different

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from the original single family residences have been built throughout the neighborhood over the last few decades. There are also additional commercial establishments both along the railroad tracks on the West and along L Street on the East border side of the neighborhood and around Fifth Street to the North.

26. In November and December 2017, the City of Davis by and through the City Council voted to approve the Project and issued all necessary Notice of Determinations and passed all necessary Resolutions. Petitioner then filed a Petition for Writ of Mandate challenging the City's decision to approve the Project.

## Analysis

The dispute here really centers around whether the City has complied with the General Plan. In other words, is the Project consistent with the comprehensive, long-term plan for development of the City. The proper standard of review is abuse of discretion. In reality, this is the same standard as substantial evidence review under CEQA. (California Native Plant Society v. City of Rancho Cordova (2009) 172 Cal.App.4th 603, 635.) The trial court must determine whether the City's decision to approve the Project was arbitrary, capricious and lacking in evidentiary support, unlawful or procedurally unfair. Under this standard, the Court must defer to the factual findings on consistency of the City unless no reasonable person could have reached the same conclusion on the evidence before it. (CNPS at 636-637.)

A project is consistent with the general plan, if considering all its aspects, it will further the objectives and policies of the general plan and not obstruct their attainment. A given project need not be in perfect conformity with each and every general plan policy. To be consistent, a development project must be compatible with the objectives, policies, general

Once the general plan is in place, it is the province of elected officials to examine the specifics of the proposed project to determine whether it would be in harmony with the policies stated in the plan. (CNPS at 638.) "It is emphatically not the role of the courts to micromanage these development decisions." (Id.) The focus is on reasonableness. This is true if even if there are more reasonable interpretations of the factual record. In sum, so long as the City's conclusion is reasonable and based on the factual record, it must be upheld.

One overarching principle set forth in the General Plan and the Design Guidelines is that the subject property here serve as a "transition" from the Core Commercial Area to the Old East Davis neighborhood. This principle is reflected in Land Use Principle 4, which states: "Accommodate new buildings with floor area ratios that can support transit use, especially within 4 mile from commercial areas and transit stops, but maintain scale transition and retain enough older buildings to retain small city character." General Plan Policy UD 2.3 supports this principle, requiring an architectural "fit" with Davis' existing scale for new development projects. The standards set forth mandate (1) a scale transition between intensified land uses and adjoining lower intensity land uses, (2) stepped back upper floors on taller buildings in areas with a relatively smaller-scale character, and (3) variance in size, density and design in the new projects.

The concept of transition permeates the General Plan's designation of the Core Area Specific Plan (CASP). The CASP is intended to promote "building up the downtown core (the area between First and Third streets and

D Street and the railroad tracks east of G Street) before greatly increasing densities in the remainder of the core area, thereby protecting existing residential neighborhoods and their character." The General Plan goes on to state that the Core Area Specific Plan encourages "appropriate scale transition between buildings."

The CASP section entitled "New Buildings in Residential Neighborhoods" states: "The single most important issue of infill development is one of compatibility, especially when considering larger developments. When new projects are developed adjacent to older single-family residences, concerns exist that the height and bulk of these infill projects do not have a negative impact on smaller scale buildings." Land Use Policy 7B similarly provides: "The area along Third Street shall be treated with sensitivity because of potential impacts on adjacent land uses. Development along this corridor shall be of an appropriate scale and character in relation to the surrounding and adjacent land uses."

The Davis Municipal Code also touches on the principle of transition by incorporating restrictive standards set forth in the Davis Downtown and Traditional Residential Neighborhoods Design Guidelines (DTRN). The City ordinance set forth in section 40.13A.020 (b) states: "Wherever the guidelines for the DTRN conflict with the existing zoning standards including planned development, the more restrictive standard shall prevail." In light of the provisions discussed above in the General Plan, it is fair conclusion that the DTRN guidelines, to the extent they provide detailed direction and restrict the mass and scale of development projects in the transition area, are relevant here. The Guidelines were approved by the City pursuant to the authority set forth in the Municipal Code. The DTRN summarizes its mission for downtown: "[T]he community engaged in extensive public process to discuss how the traditional center of Davis can accommodate housing and

As noted by the Petitioner, the guideline for Mixed-Use Design provides that a new building should "maintain the scale of a new structure within the context of existing buildings on the block." It further directs (1) a front elevation similar in scale to those seen traditionally on the block, (2) a minimization of the scale of the building by stepping down the height toward the street and neighboring smaller structures, (3) a limit on the building not to exceed the width of a typical single family building in a similar context, and (4) a break in the perceived mass of the building by dividing the building into modules or into separate structures.

The DTRN includes a specific guideline for the very property at issue, going so far as to include a picture of one of the current commercial buildings to be demolished. The Guideline sets forth objectives: (1) this area should improve the visual and land use transition from the Commercial Core to the Old East residential neighborhood, (2) new mixed use buildings should be built to the sidewalk edge with landscape courtyards incorporated to vary the building setbacks along the street, (3) building architecture should respect the traditional residential character of the neighborhood, and (4) parking should be incorporated off the alleys in private parking courts.

The parties dispute whether these guidelines are incorporated into the zoning law or not. These are highly descriptive and restrictive guidelines for this transition area project and thus, Municipal Code section 40.13A.020 (b) may be triggered. On the other hand, many of them are not unequivocal and quantifiable and leave some flexibility and even room for interpretation. The Court need not resolve the dispute. Either way, the guidelines remain

highly relevant. The City asserted that the Project was consistent with the guidelines and that it substantially complied with and relied on them. Under these circumstances, any meaningful evaluation of the Project must assess compliance, at least in broad terms, with the DTRN Guidelines. As noted above, a project need not comply with each and every guideline or each and every provision of the General Plan or related Specific Plans.

Now we turn to the work of determining whether the Project was consistent with these local planning provisions. The City relies on Principle 4 of the DTRN which encourages mixed-use development downtown at "opportunity sites" and other planning provisions including General Plan Land Use 2.6.1.1 which promote transportation centered projects, infill projects, increased density of downtown residential living, and preservation of agricultural land. Trackside certainly meets those objectives. It has been designated an opportunity site. It is less than two blocks from the Amtrak train station. It sits on the railroad tracks on a site traditionally used for manufacturing or commercial. It is within the mixed-use transition area of downtown and two special districts. It will have 39 residential units per acre of density and first floor retail space.

But what is the factual record as to whether the Project complies with the mass and scale provisions for this transition area? In its Staff Report, the City describes the step-back design of the upper floors of the building away from the adjacent single-family homes in the neighborhood. The step-back design feature means that the mass of the building is weighted away from the neighborhood and towards the railroad track and commercial core district, as provided for in the DTRN Guideline. The City details the 30 foot width of the alley, which serves as a buffer to the adjacent single family homes. The City explains that while the guidelines favor two and three story mixed-use buildings, this four story project is consistent because the fourth floor is

small in size with only four residential units and stepped back. The City adds that the height of the building is only ten feet higher than a nearby single-family historic residence, and is similar to the nearby Chen Building and that given all of the benefits of the Project, the height of the Project building is reasonable. Finally, the City relies heavily on a Third Street Corridor Special Character Area Case Study image which illustrates an ideal and acceptable project from a mass and scale perspective. The image project features 45 dwelling units per acre with ground level parking, predominantly three stories in height with a fourth story element and includes private decks. The third level is set back, there is a residential entry on the sidewalk and 75 percent of the ground floor is retail with an outdoor café. The City notes that other than architectural style differences, the image project is virtually interchangeable with Trackside and thus, the Project is consistent with the Guidelines.

Is that a sufficient factual basis to support a rational conclusion that Trackside is a transition project between the Commercial Core Area and the Old East Davis Neighborhood? The focus is really on the meaning of a "transition" under the planning provisions set forth above. Thus, here is the question: What is in the Core Commercial Area and what is in the Old East Davis neighborhood and is Trackside a transition between the two.

The record identifies two comparators in the Core Area, namely the Chen Building and the McCormick Building both four story buildings like Trackside. Trackside, however, is double the size of the Chen Building and likely at least 30 percent larger than the McCormick Building. There was a passing reference also to the Roe Building, which is several blocks away and even smaller than the other two comparators. The hardware store directly across the tracks appears to be a single story building with a parking lot. There is nothing on the Third Street Corridor that is even remotely near the size

of Trackside. From the record, other than two relatively large parking garages in the Core Area, it would appear that Trackside would be the largest mixed-use or commercial building in downtown Davis by a longshot.

Moreover, the reliance on the Third Street Corridor case study image is misplaced. That case study is tied to the location of B Street and Third Street, which is near the University and not near Old East Davis. The transition from the University is an entirely different matter than the transition to Old East Davis neighborhood. Also, the case study itself does not promote a 47,000 square foot building; rather, taken in context of the guidelines, it more reasonably is intended to refer to a building like the Chen Building. The case study identifies the target density, but does not discuss the square footage of the units or the size of the property. It gives directions on features of a transition project on the other side of downtown but does not really address the mass and scale of a project there or across town on the railroad tracks. Finally, the case study is simply a case study and there is no like building on the Corridor or anywhere near the proposed Trackside project.

On the other side of the Project is the Old East Davis neighborhood. As described above, it is a diverse predominantly residential neighborhood. It includes single family residences, some lower level apartment buildings, some duplexes and/or townhouses. It also includes some single story commercial buildings around its rim. It is one of the oldest neighborhoods in Davis dating back into the 19th Century. There are three historic homes in Old East Davis remaining. Many of the other homes are single-story bungalows. Obviously, it is much different from the University, and it is much different than the Core Commercial Area.

Trackside itself is located in what might be called the railroad corridor, next to a rock yard and across the street from single story

commercial buildings. The current buildings on site are single story commercial. Trackside would be over <u>4 times larger</u> than the current commercial buildings.

Over the years, the City has paid a good deal of attention to this particular location. It is an important lot to the future of the town. It is within the Core Area Specific Plan. It has been designated an "opportunity site" for infill residential development. It is located within the Mixed-Use Transition Area and Third Street Special Character Area. It is also part of a designated Conservation Overlay District, which is intended to make some measured effort at recognition and preservation of the historical nature of Old East Davis.

Based on the totality of circumstances and a review of the entire record, it is the conclusion of this Court that Trackside is not consistent with the City of Davis planning provisions governing the transition between the Core Area to the Old East Davis neighborhood. Trackside is twice the size of the nearby Chen Building. It is significantly larger than the McCormick Building and the Roe Building. It is four times larger than the current on-site buildings. There are no buildings inside the Core on the Third Street Corridor remotely similar in size. Other than two parking garages, it would be the largest building on the East side of downtown by a large margin. All of the adjacent buildings, either commercial or residential are single story. The guidelines repeatedly make reference to two and three story buildings along the Third Street Corridor in the actual Core Area. The features relied upon by the City to justify the Project, like the step-backed design, do not really address the larger issue of the mass and scale of the project. Nothing in the Staff Report or record rationally explained how a 47,000 square foot building constituted a transition project.

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Instead, the City relied on other provisions of the General Plan as a basis for the Project. Those provisions generally address the need for more mixed-use projects in the Core Area. There is a compelling case, as the City has made, for a mixed-use, high density residential development at this location near the train station. The General Plan and the various specific plans and guidelines discussed above clearly support a mixed-use project at that location. But the failure here is that the mass and scale of the proposed project is not reasonable under the current law and factual circumstances. There simply is not a logical and reasoned case to be made that Trackside is a "transition" from the Core Area to the Old East Davis neighborhood. The record lacks evidentiary support for the City's decision.

In reviewing the General Plan and other related planning provisions and guidelines, it is evident to the Court that the "transition" requirement of the General Plan is material to any planned development on that location. It cannot be disregarded in the name of other important planning goals, such as increased densification. Any reasoned and lawful decision, therefore, should balance all of the goals in making a final determination on a proposed project. Here, the goal and principles of "transition" development was not properly incorporated into the City's decision.

The Petitioner presented other claims and arguments regarding compliance with CEQA. The decision the Court has made today is dispositive and, thus, the Court will not decide the other issues presented. It would, however, be a fair reading of this decision that the most compelling argument made by the Petitioner is the one decided by the Court. At oral argument and throughout the briefing of this matter, the issue of mass and scale of the Project was the central dispute. That issue has best been presented to the Court by the claim raising the question of consistency with the General Plan and that is why the Court chose to address that issue front and center.

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For the reasons set forth above, the Petition for Writ of Mandate is GRANTED on the Fourth Cause of Action under Government Code sec. 65000 et seq. and the Respondent is ordered to set aside approval of the Final Planned Development (#5-15), Design Review (#5-15) and Demolition (#5-15) and withdraw the Notice of Determination of the Project. Petitioner is the prevailing party and may be entitled to attorney's fees based on a properly noticed motion.

To this end and in anticipation that both or either party may file a request for a statement of decision, the Court hereby sets a status conference for this purpose in Department 6 at 9:00 on Friday April 5, 2019. The parties are ordered to appear. The Court encourages the parties to identify any mistakes or material omissions in the Court's recitation of the facts, any mistakes of law, any necessary and proper remedy that follows from the Court's final decision. The goal of the Court is to provide the parties with a reasoned decision based on the record and this process is designed to achieve that goal. This is the Court's Tentative Decision and it is not binding on the Court until either no request for a Statement of Decision is filed or the process for resolving the final Statement of Decision is completed.

IT IS SO ORDERED.

Signed in Woodland, California on March 9, 2019

The Honorable Samuel T. McAdam

## SUPERIOR COURT OF THE STATE OF CALIFORNIA, COUNTY OF YOLO 1000 MAIN STREET WOODLAND, CA 95695

CASE TITLE: OLD EAST DAVIS NEIGHBORHOOD ASSOCIATION VS CITY OF DAVIS

CASE NO: CVPT-17-2111

I, the undersigned, certify under penalty of perjury that I am not a party to the within-entitled action; that on March 09, 2019 I served true and correct copies of the foregoing/attached DECISION AND ORDER FILED 03/09/19 by depositing the same, enclosed in sealed envelopes with postage thereon fully prepaid, in the United States Post Office at Woodland, California addressed as follows:

Donald B. Mooney, Esq. 129 C Street, Ste. 2 Davis, CA 95616

Matthew S. Keasling, Esq. Taylor & Wiley 500 Capitol Mall, Ste. 1150 Sacramento, CA 95814

Harriet A. Steiner, Esq. 500 Capitol Mall, Ste. 1700 Sacramento, CA 95814

At the time of said mailing there was regular communication by United States Mail between the said place of mailing and the places addressed.

Dated: March 09, 2019

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