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APPEAL OF PLANNING COMMISSION DECISION

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APPELLANT(S): AutoZone Parts, Inc.	
MAILING ADDRESS: 123 South Front Stree	et
CITY: Memphis	STATE & ZIP CODE : TN 38103
TELEPHONE #: (901) 495-8714	FAX # : (901) 495-8991
	d and state the reasons for the appeal. hibits to describe or justify this appeal.)
d requirements. The public hearings reflected the PlantoZone as a "formula business," and certain improper elcomes the City's thoughtful regulation of its proposent will assure the Council of the company's commitment.	nt with the conclusory findings for denial in the compliance with all applicable development standards anning Commissioners' foregone conclusion to reject er considerations related to that categorization. AutoZ sed project, including any reasonable special condition nent to advance the City's goals, and provide valuable tter in support of this appeal, identified as Exhibit "A," DATE: 11/1/19 DATE:
FOR CITY USE ONLY:	
Fee Paid () \$1,000.00 (#110-0000-3998)	Notice of Public Hearing:
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CITY COUNCIL ACTION:	
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Exhibit "A"



123 South Front Street, Memphis, TN 38103 Phone (901) 495-8714

November 1, 2019

The Honorable Mayor and City Council of the City of Fort Bragg 416 N. Franklin Street Fort Bragg, CA. 95437-3210 (707) 961-2823 x104

RE: Appeal of Planning Commission's October 23, 2019 Adoption of Resolution PC08-2019, AutoZone Fort Bragg, CA - Coastal Development Permit 9-18 (CDP 9-18) Design Review 3-18 (DR 3-18), Minor Subdivision 1-18 (DIV 1-18)

Dear Mayor and Council,

Last week, you engaged in a robust discussion regarding the future of "formula business" in the City. AutoZone took note of the thoughtful and careful consideration that you afforded to this important and complex topic. As the community's elected policy-makers, you commenced a process that will conclude with your consideration of an ordinance tailored to the City's needs and best interests, both short term and long. The ordinance that you will be developing, based upon the direction that you gave to staff, would have provided a much-needed context for the Planning Commission's consideration of our store, proposed to be located at 1151 S. Main St., a parcel vacant at least since 1942, located in the City's Highway Visitor Commercial zone. Unfortunately, that ordinance does not yet exist. Despite the purported findings for denial in its adopted resolution, the record of what happened at the public hearings in this matter is clear. The Planning Commission, acting upon selective and conclusory hints at what they viewed as appropriate land use considerations, and contrary to the clear facts of the case, made a bold policy decision for the City. The Planning Commission rejected AutoZone itself, not its project. A review of the Commission proceedings demonstrates that the rejection of AutoZone's properly zoned and conforming project arose from an incomplete and flawed consideration of the City's applicable land use policies, driven by a host of inappropriate and inaccurate concerns. The Planning Commission cannot anticipate, and should never usurp this Council's function. On October 24, 2019, comments by members of this Council gave AutoZone confidence that its project, more than two and a half $(2\frac{1}{2})$ years in the making, may yet find favorable consideration. This appeal is a call for the Council to apply the City's land use regulations and standards to the AutoZone project equitably, with the adroit and authorized hand of the community it was elected to serve.

The national discussion of how to best regulate "formula business" is an essential one. Unfortunately, the Planning Commission did not have the benefit of the tools it needed in its conspicuous effort to do so. In our letter to your Planning Commission, which is included with and incorporated in this appellate letter as "Attachment 1," we directed the Commission's attention to our proposed project's compliance with the City's many requirements. Rather than restate the many points in our last letter, we request that the Council review it prior to the hearing of this appeal. It warrants mention that the Commission denied AutoZone the chance to work with its members prior to pursuing this appeal. For what it is worth, the company is certain that if we had the chance to work

Mayor and Council November 1, 2019 Page 2 of 6

cooperatively with an <u>ad hoc</u> committee of the Planning Commission and the City staff, we could have either secured an approval of the project from the Commission, or at least narrowed the issues that exist on this appeal. Unfortunately, the record of the Planning Commission's work on this matter does not provide the Council a shred of insight into the Commissioners' reasoning, apart from considerations addressed below that were either improper, inaccurate or both.

Since this Council will be reviewing this matter independently, we emphasize that the Planning Commission's resolution is simply not supported by the evidence that it considered. We ask that the Council review the videotape of the two (2) public hearings in this matter. Please read the adopted resolution before doing so, and ask yourself, as you watch - "do I see or hear anything that I should appropriately consider on these videos that serves as a basis for any finding for denial of the project in the resolution?" Naked conclusions, in some instances inappropriate to the proceedings underway (i.e., conclusions targeted at AutoZone rather than the proposed project, unsupported commentary about improper protection of existing businesses and limitation of competition and/or commerce), abound. Even a ten (10) minute break taken during the October 23, 2019 meeting did not precipitate any questions for staff. Ask yourself how you would handle consideration of such a highly detailed resolution, regarding a matter of obvious significance to the City. Wouldn't you either ask or make a comment about a few of the issues in the resolution? Commissioner Roberts acknowledges that the process "wasn't perfect" last time, but says that there was a clear process. Vice-Chair Miklose notes that it was "interesting" to have the Commission's decision challenged. and proceeds to opine that the AutoZone project does not enhance Fort Bragg, and that it is almost like "exploitation." He concludes his comments noting that at some point, the City just has to say "no." Chairperson Rogers quickly notes for the record that the Commission cannot say no based upon "gut feelings," and Commissioners Roberts and Logan rapidly add that the Commission's denial is based upon inconsistency with the City's policies.

AutoZone concedes that in reviewing these public hearings, the Council will indeed see and hear a few conclusory references to Policy LU-4.1. That policy, which is the "lead" basis for the City's rejection of our project, is a land use policy that when read in context, was targeted at the Central Business District. Regrettably, the Council will hear nothing about how or why the project itself is not consistent with this arguably inapplicable, and at best somewhat relevant land use policy. A good example of this phenomenon is the staff report's note for the Planning Commission that concerns about the project's architectural form and detail could be met by a requirement that the company provide more windows on the building's northern elevation. That sort of dialogue never takes place. In lieu of any substantive concerns regarding the project's design or conformance with any applicable standard, you will note the Commissioners' unsupported and conclusory comments about how the presence of an AutoZone in the Highway Visitor Commercial zone will be contrary to the "economic vitality of established commercial businesses" and not be "consistent with the small town, rural character of Fort Bragg." See, Policy LU-4.1. The entirety of the Commissioners' dialogue at the public hearings, purportedly in support of a claim that the AutoZone project violates this policy, reflect a bias against a perceived "formula business" that will bring nothing to the community. Please confirm with your city attorney that Policy LU-4.1 does not authorize the City to engage in improper economic protectionism. We look forward to further addressing the flaws in the Commission's purported compliance with Policy LU-4.1 at the hearing on this appeal. The reasoning behind this compliance misconstrues and selectively applies an arguably inapplicable policy in a

vacuum, as if this case has no other relevant facts. As for other polices reflected in the approved resolution and supposedly inconsistent with our project, you will note that the video recordings you will review are void of references to them. Fortunately, Council comments on the night after the Planning Commission denial of this project shed light on the Council's thinking regarding "formula business," and point toward what will undoubtedly be a "careful" consideration of this project.

Prior to turning to a consideration of the Council's comments on October 24, 2019, AutoZone requests that the Council let City staff speak for itself. We request that you consider staff's comments regarding design review in its September 25, 2019 report, and forgive the occasional grammatical non-conformance of certain categories of standards:

- 1. Table 1 compliance with the City's development standards related to front setback, front setback, side setback (north), side setback (south), rear setback, height limit, and lot coverage;
- 2. Table 2 compliance with the City's parking lot development standards as to parking stall dimensions, driveway width, and surfacing;
- 3. Table 3 compliance with the City's landscaping standards as to parking lot screening, adjacent to structures, adjacent to side property line, adjacent to street location of interior landscaping, stormwater management, and trees;
- 4. Table 4 compliance with City's signage standards as to number of signs allowed, maximum sign area, wall mounted sign, freestanding monument sign, and address;
- 5. Table 5 compliance, inclusive of special conditions and mitigation measures to which AutoZone agreed, with the City's subdivision design and development standards as to street improvements, frontage improvements, parcel design, driveway standards, and site preparation;
- 6. Table 6 compliance, inclusive of special conditions and mitigation measures to which AutoZone agreed, with all of the City's general commercial design guidelines, as to:
 - a. site planning, including:
 - i. Building siting,
 - ii. residential interface, and
 - iii. open space, courtyards, plazas, and pedestrian areas;
 - b. architecture, including:
 - i. architectural form and detail;
 - ii. materials and colors; and
 - iii. architectural details;
 - c. parking and circulation, including:
 - i. site access and circulation;
 - ii. parking lot design;
 - iii. pedestrian circulation;
 - iv. loading and delivery; and
 - d. landscaping amenities, including:
 - i. landscape design; and
 - ii. site elements and amenities.

Mayor and Council November 1, 2019 Page 4 of 6

The Coastal Development Analysis is no less striking with respect to the conformance of our project with all standards. The proposed AutoZone, as proposed to be conditioned by City staff and accepted by the company, presents no challenge or issue with respect to:

- 1. cultural resources,
- 2. plant and animal species,
- 3. public access,
- 4. geologic, flood and fire hazard,
- 5. traffic
- 6. water supply, sewage disposal, solid waste,
- 7. stormwater,
- 8. visual resources, or
- 9. environmental determination.

Given these realities, a proper denial of the project would need to be based upon the Planning Commission's disagreement with the staff's well-reasoned and articulated report. As our letter to the Planning Commission noted, staff correctly states in its report that "many design elements are subjective and Planning Commission may interpret this analysis differently." As is indicated above, the problem is that the record of proceedings at the Planning Commission is void of any real discussion of design or land use regulations, let alone Commission reasoning contrary to staff's analysis in the report prepared for the September 25, 2019 meeting. AutoZone is confident that that like the staff report noting the project's absolute consistency with all City standards and regulations, the Council will find the video recordings abundantly clear. Fortunately, it is the City Council that will be directing, and ultimately approving the City's ordinance for formula business.

You are well served by a capable city attorney and city manager who will guide you through the process of arriving at the final terms of that ordinance. That ordinance will advance this Council's goals and the prosperity of the Fort Bragg community. You have already determined that you will not "ban" formula businesses. You know that the City cannot pick and choose who it likes, selecting one formula business over another. In considering formula businesses under your ordinance, you will substantiate real findings. You understand that formula businesses do have a place in any community. Councilmember Lindy Peters said that in reviewing the AutoZone public hearing on October 23, 2019, he "saw last night that we do we have protective language in our Code, currently, that will allow us to disallow certain businesses from coming into town due to the very nature of the architecture, and the style of building, and the trying to keep the character and history of our town intact." He was presumably referencing one or more of the policies referenced in the resolution approved, and he was correct. The problem is that the City has no evidence whatsoever that supports any of the findings. If this Council reviews the recordings of the videotape and then consults with the city attorney and city manager as to the comments and arguments that would be inappropriate to consider, it will be left holding nothing but the unsupported resolution in its hands. Impropriety and illegality aside, there is a fairness element that should be at work in this case. Perhaps the best example of that element in action is the language in the resolution indicating that AutoZone's project eliminates the existing trees on the site, and thereby impacts scenic views unacceptably. What the resolution does not say but our letter to the Planning Commission did is that the removal of the trees reflects a City staff decision, not an AutoZone decision.

Councilmember Peters received thanks from a fellow councilor when he provided historical context for his comments. AutoZone reminds this Council of his astute admonition to the City, that as it crafts and implements a policy and ordinance with respect to formula business, that the City must be "very careful moving forward and make sure that we also aren't sending signals out to the business community, 'don't come to Fort Bragg because you will never get in.'." As the city manager noted at the beginning of your discussion, this Council's stated goal for this year was to be more "business friendly." Was refusing to continue the Planning Commission hearing so that AutoZone had a chance to work through real project issues with staff business friendly? Multiple City Councilmembers made comments indicating that the City's "formula business" ordinance will to some significant degree, like Policy LU-4.1, advance the City's goals for its Central Business District. While the City's gateway and other commercial areas will certainly be evaluated, the sensitivity of the Central Business District with respect to this issue was at least a majority Council perspective. Moreover, a parcel's location and history are highly relevant considerations. As your city manager reminded you at the end of your meeting, vacant parcels on the highway will often present a significant challenge for small businesses to develop. Unless the City's goal is to deprive the owner of the long-vacant AutoZone site of any likely viable use of his property, is it fair to deny this conforming "as of right" project? We direct your attention to the portion of our letter to the Planning Commission that discussed the City's Policy LU-3.4 regarding commercial infill. You have a vested interest in seeing this project proceed. The City's economy is relevant to the Council as it considers regulation of "formula business." Independent of the significant sales tax revenue that our project will bring to the City, the high-paying management jobs to be filled by local residents, and the significant benefit of eliminating the commercial blight of vacant and highly useable land, the loss of business to "on-line" commerce, and shoppers who bring their business "over the hill" rather than to Fort Bragg, are phenomena to be addressed on a larger level – the City Council level. Visitors to the City who drive the segment of S. Main Street where the store is proposed will certainly be more likely to make their purchase at a clearly visible and attractive store in Fort Bragg if this project is approved. History is relevant. A "formula business" does not have any automatic impact. While preventing competition is not a proper basis for the City to deny this project, the Council can take comfort in the excellent example of how McDonald's had no impact on Jenny's Giant Burger, but drove Burger King out of town.

As Mayor Pro Tempore Bernie Norvell noted at your meeting on the twenty-fourth (24th) saying no to something right out of the gate is seldom good municipal policy. As to City regulation of "formula business," there can be no doubt that the study and work that your staff and Planning Commission are about to do will be warranted. The problem is that the Planning Commission took a cue from the Council's completely legitimate desire to begin a dialogue about this issue, aimed at "careful" regulation, and said "no" to AutoZone "right out of the gate," without any proper foundation. As a reminder of our observation in our letter to the Planning Commission, Commissioner Logan's candor was palpable when he said "there is a kind of business that Fort Bragg wants, and there's a kind that we don't, and it's written in the Code." It's not written in the Code. That is why you had your meeting on October 24, 2019.

We must repeat one element of our last letter in concluding this one. Planning Commission Vice-Chair Stan Miklose's sincere, direct and passionate statement on September 25, 2019 was not a rejection of a development project based upon its merits or lack thereof. It was "we don't need them

Mayor and Council November 1, 2019 Page 6 of 6

here." The resolution adopted does not reflect the public hearings. We commend your staff and legal counsel's effort to wrap a defensible set of findings around proceedings that were anything but. The Planning Commission rejected AutoZone based upon its identity, rather than the merits of its project. We know that the Council will give our company a fair hearing. We will supplement this letter prior to the hearing that the City sets, and deliver supporting material to you as swiftly as practicable. For now, we make the same request that we did at the Planning Commission. Once your City Clerk sets a public hearing for this appeal, please appoint a Council subcommittee to meet with us, and gain a better understanding of this important project. Nothing is off the table. We have been pursuing the opening of this new store for more than two and a half (2½) years, and we want to work closely with the City in which we aspire to be a model corporate citizen, and generator of significant sales tax revenue. We want to appear at the hearing on the appeal, in lockstep with the requirements of the subcommittee as they relate to this project.

We thank you in advance for your careful and thoughtful consideration of this appeal. AutoZone looks forward to turning the corner on this project, and becoming a part of Fort Bragg's best possible future.

Sincerely

Mitch Bramlitt

Regional Design Manager

901-495-8714 fax 901-495-8991

Mitch.Bramlitt@AutoZone.com

4818-1417-1051, v. 1

ATTACHMENT 1



123 South Front Street, Memphis, TN 38103 Phone (901) 495-8714

October 23, 2019

Sarah McCormick, Assistant Planner City of Fort Bragg 416 N. Franklin Street Fort Bragg, CA. 95437-3210 (707) 961-2827 x113

RE: AUTOZONE Fort Bragg

Coastal Development Permit 9-18 (CDP 9-18) Design Review 3-18 (DR 3-18)

Minor Subdivision 1-18 (DIV 1-18)

Ms. McCormick,

As you know, AutoZone has dedicated significant economic, planning and creative resources to this project, reviewed by the City's Planning Commission during its September 25, 2019 meeting. Further, the company has repeatedly extended itself to accommodate the City of Fort Bragg's preferences with respect to many aspects of its proposed Fort Bragg location. The company thanks you and the City for a fair staff report. While the City decided not to make a recommendation to the Commission as to approval or denial, the report was at least honest. The staff detailed this thoroughly conditioned project's compliance with every single City development standard analyzed. Further, the report documented the lockstep consistency of the company's proposed new use of this long-vacant land with the Coastal General Plan, and with all related policies. Moreover, the City's report detailed the project's conformance, as per staff's requirements, with all of the City's design guidelines. Your evenhandedness in delivering the staff's oral staff report further illustrated the point. To prompt fairness to those who might offer legitimate criticism of the project, staff points out the Planning Commission's legitimate discretion in reviewing the project. For example, the report indicated that "many design elements are subjective and Planning Commission may interpret this analysis differently." However, staff did not counsel the Planning Commission in favor of absolute discretion, and tried to ensure objectivity with respect to the company's application through clear tables, photographs, and narrative explanation that in the aggregate, all supported approval. For example, the report memorialized that the company's use of the proposed development site is "permitted as a matter of right in the CH zoning district." During the meeting, the Planning Commission's Chair and its legal advisor stated that the project should be evaluated exclusively on its merits, in relation to the City's applicable standards and requirements. A comment made by Commissioner Jeremy Logan, just before he moved to deny the project, pointed to the significant defect in the proceedings on September 25, 2019. Commissioner Logan was candid, and said "there is a kind of business that Fort Bragg wants, and there's a kind that we don't, and it's written in the Code."

Sarah McCormick, Assistant Planner October 23, 2019 Page 2 of 7

AutoZone appreciates the decision by the City to notice a second public hearing in this matter, and provide the company with the opportunity to be heard. Unfortunately, AutoZone's team is not available to attend the meeting tonight. This letter details matters with respect to which the company seeks dialogue with the City, and proposes that tonight's public hearing be opened and continued to a date certain convenient for the City, so that this matter may reasonably and fairly be considered, inclusive of input from the applicant, and concluded.

No Opportunity to be Heard

While the City noticing a second public hearing is acknowledged and appreciated, it is inexplicable that the Commission did not hear from the AutoZone before voting to deny this project. As you know, I was present at the meeting with my company's entire team, including a corporate colleague, our real estate broker, our planner, and the project architect. If the Commission had questions or concerns, we were entitled to the opportunity to answer and respond, and ready to do so. It now appears that the City understands this reality, and made an appropriate decision to afford AutoZone a chance to be heard. Again, our team simply cannot attend tonight's meeting. AutoZone trusts and hopes that the following information will prompt the Planning Commission to give a company waiting two (2) years to proceed with this matter as little as two (2) weeks, so that full attendance at a meeting is possible. In support of that proposal, we start this letter with some detail as to the odd events of September 25, 2019.

Approximately an hour and a half into the public hearing, the Planning Commission's Chair closed the public hearing, but said that the Commission would "call a few of you back up if we need." Her unmistakable intent was to end public comment, and transition to Commission deliberations, augmented as necessary with information from the applicant and/or the staff. In fact, the Chair stated "my thinking is . . . perhaps you have questions for AutoZone specifically, or the applicant again, we can ask them to come back up also." The Chair also mentioned the Commission's capacity to inquire of staff "with questions that arose." The Chair was one hundred percent (100%) correct. Regardless of the formality of the Chair's closure of the public hearing, the Commission's indisputable prerogative is to get the information that it needs to perform its function.

Despite the simplicity of this situation and the Chair's stated intention and desire to elicit additional evidence for Commission consideration, the Commission's legal advisor interjected. He correctly stated that once a public hearing closes, the Commission deliberates. Regrettably, he proceeded to make the incorrect statement that it would be "inappropriate to seek out evidence that wasn't already submitted during the public hearing portion." The Chair evinced surprise at this comment, and asked "what if we have a question [for] . . . someone who didn't speak yet, so for instance a representative from AutoZone?" The Commission's lawyer indicated that if representatives of AutoZone chose not to speak during the public hearing, it would be "inappropriate to invite somebody outside to speak." At the risk of stating what we know you understand, AutoZone is not "somebody outside" at a hearing for which it has waited for more than two (2) years.

What the Assistant City Attorney neglected to inform the Chair at the meeting is that the Commission has, and at all times prior to voting retains the *absolute discretion to re-open the public hearing* to get information that it wants. It is unclear why legal counsel did not offer this approach to the Chair. Perhaps he believed that the land-owner, and not AutoZone, was the applicant in this

matter? Regardless, we trust that the Commission's legal advisor is knowledgeable, and if asked, will surely confirm the accuracy of our assertion — AutoZone could and should have been heard on September 25, 2019. At a bare minimum, the Commission should have taken up the question of reopening the public hearing in order to hear from the applicant. All the company asks is a fairness and due process. AutoZone does not perceive Fort Bragg as a City that denies a person the chance to be heard, yet that is exactly what happened on September 25, 2019. The scheduling of tonight's second public hearing suggests that the company is correct, and that after the fact, the City recognized the flaw in proceedings and wanted to correct it. Throughout my personal experience attending commission and city council meetings during twenty-eight (28) years of developing AutoZone stores, I've not seen a community that didn't avail itself of a question and answer time with the applicant, and/or the team of technical professionals involved in the development process up to that point. AutoZone respectfully requests its chance to be heard on a night when its team can attend the meeting.

The company notes that even before the City's decision to notice a second public hearing, staff recommended that the Commission refrain from acting until staff had adequate time to prepare findings in support of its motion to deny the project. However, given the Assistant City Attorney's insistence upon the public hearing in this matter being closed on the twenty-fifth, the denial of any opportunity for AutoZone to make comment or respond to questions and concerns on that date when the company's entire team was present, and the fact that AutoZone is not available to attend this evening's meeting, this second public hearing in this matter should not conclude tonight.

Frankly, given the nature of the issues stated in this letter, we submit that the City staff and AutoZone need some time to work together as to what must be presented to the Planning Commission before this matter concludes. A full supplemental staff report, including without limitation additional information provided in this letter, should be prepared. Accordingly, the company's request this evening is for the Planning Commission to select and schedule a convenient and new date certain, and then open and continue this evening's public hearing until that date. We submit that after two (2) years of work regarding development of a property that has been vacant since at least 1942, AutoZone and the City owe that much to one another.

References to Class Action

With regard to those residents who mentioned the class action lawsuit against AutoZone by the State of California, the company wants to clarify the record of proceedings. AutoZone was one of many retail businesses involved in this lawsuit, along with many grocery and restaurant businesses. The lawsuit stemmed from items that the public discarded into on-site trash containers winding up in the waste bins. At least five (5) businesses which presently operate in the City of Fort Bragg were included in that lawsuit. O'Reilly's, CVS, Rite Aid, Safeway & Dollar Tree.

AutoZone has owned its role in this matter, and fully cooperated with the California State Attorney General's Office and multiple District Attorneys to reach this settlement. We have enhanced our policies, processes, systems, and training geared toward proper handling and disposal of oil, used filters, hazardous materials and other waste. AutoZone is committed to complying with the terms of the settlement agreement, and continuing to cooperate with the State and all parties involved. Presuming that the City takes appropriate action tonight, we will submit copies for future

Sarah McCormick, Assistant Planner October 23, 2019 Page 4 of 7

Planning Commission review of our Environmental Business Plan which outlines the measures and training now in place to prevent future pollution. Moreover, the company welcomes the City conditions proposed to monitor and ensure good corporate citizenship on these important environmental matters.

City Concern regarding Formula Businesses

AutoZone has determined that this topic, more than any other, prompted for the Planning Commission's action on September 25, 2019. AutoZone is aware of the national discussion of how communities can thoughtfully and legitimately safeguard their interests when it comes to the presence of businesses with a presence that extends far beyond the city limits. AutoZone is not a company that came to Fort Bragg and told staff about a uniform design that must be implemented per company policy. In fact, there have been many back and forth discussions with planning staff. Significant design changes have been made to the proposed building to get to this point. Much time has been spent reviewing the existing businesses and architecture which in Fort Bragg. AutoZone seeks to capture those elements and materials which are commonly used in Fort Bragg, and feels that what we have proposed, architecturally speaking, will be an attractive addition to your town. If for some reason the Planning Commission disagrees, we will be happy to work further with the Commission and staff. AutoZone is open to architectural upgrades that may help the Commission find a more favorable response to this submission. Candidly, the company has no idea what design elements are objectionable to the Commission, because the discussion at the last meeting did not address such appropriate matters.

The City is just commencing its discussion of how to fairly address the presence of future formula businesses in the community. The City Council meets tomorrow night to discuss this topic. Fort Bragg has recognized that its current standards and codes do not include a comprehensive, informed or defensible approach to "formula businesses." One thing is certain - formula business is not a land use that the Planning Commission, or even the City Council has the discretion to regulate as such. AutoZone is not a land use; "retail store" is a land use. The City's legal advisors are wisely counseling caution with respect to the adoption of a "balanced" local law. Right now, Planning Commission denial of this project will take place in a vacuum. The City's policy leaders have not yet decided how they wish to approach this matter, and AutoZone respectfully submits that it is not for the Planning Commission to act unilaterally on such an important matter. We direct your attention to the analysis section of the City Council staff report that will be considered on October 24, 2019. Apart from a definition and a standard as to mobile vending units and mobile vending vehicles, the Coastal Land Use and Development Code does not reference "Formula Businesses." We ask that you counsel the Commission that many of the objections to this project on September 25, 2019, even considered in their best light, amount to a decision to reject AutoZone at the project site based upon its identity, not a decision to reject a retail store at that location. We would welcome a meaningful dialogue with the Commission and even the community on the stated but flawed perception of our company, and the role we will play in Fort Bragg. Despite the high value we would place on such communication, its substance is not an appropriate matter for the Commission's consideration by any standard. There is currently no proper and non-discriminatory basis upon which to turn AutoZone away from the City.

Sarah McCormick, Assistant Planner October 23, 2019 Page 5 of 7

Purported Findings in Denial

The primary City policy discussed during the Planning Commission meeting of September 25, 2019 was Policy LU-4.1. Indeed this policy is the "lead" basis of the City's proposed resolution denying this project. In making his motion to deny the project, Commissioner Logan indicated that this policy was all he needed in order to do so. As you know, that policy reads as follows:

"Formula Businesses and Big Box Retail: Regulate the establishment of formula businesses and big box retail to ensure that their location, scale, and appearance do not detract from the economic vitality of established commercial businesses and are consistent with the small town, rural character of Fort Bragg."

During their discussion on September 25, 2019, Planning Commissioners offered conclusory statements to suggest that AutoZone's "location, scale and appearance" are somehow inconsistent with the economic vitality of established businesses in the City, and Fort Bragg's identity as a small and rural town. AutoZone would have welcomed the chance to explain to the Commission that the location, scale, and appearance of the building proposed reflected only what the City's land use development standards and the input of City staff required. The major defect in proceedings on September 25, 2019 is that no one mentioned to the Planning Commission that read in context, Policy LU-4.1 is directed at Fort Bragg's "Central Business District," i.e., the City's "historic civic, cultural, and commercial core of the community." As you know, AutoZone's proposed site is not located in the Central Business District. Rather, the site has a land use designation in the Coastal General Plan of "Highway Visitor Commercial." This error is only one reason the City's basis for rejecting AutoZone should be reconsidered, with AutoZone allowed to participate in the discussion. As telling as this error was, an omission must also be noted. The Commission neglected to consider the Land Use policies most relevant for the project site.

Policy LU-3.4 provides that the City should "[e]ncourage infill development of vacant and underdeveloped land in the Central Business District and adjacent commercial areas before amending the Coastal General Plan and rezoning to obtain additional commercial land elsewhere." The demonstrable history of the proposed project site as vacant as far back as 1942, the number and nature of the adjacent and proximate uses, and the location of the proposed AutoZone store off the coastline all make this project an ideal opportunity for the City to adhere to Policy LU-3.4. This is not an easy property to develop. As Paul Clark explained, AutoZone was the first potential buyer/developer since the current landowner acquired the project site willing to undertake the process of securing City land use approvals for a buildable project. In fact, this policy's orientation in favor of infill in commercial areas *outside* the Central Business District prior to an amendment of the Coastal General Plan, will effectively and undeniably minimize the number of properties re-zoned to commercial use in more environmentally sensitive locations subject to the Coastal General Plan.

An additional note relevant to the consideration of this project is that the Coast General Plan sets forth a vision of scenic view maintenance in relation to building size that specifically permits a maximum square footage of fifteen thousand (15,000). See, Policy LU-4.3(c). Any discussion of the scale of the proposed project is incomplete if it fails to note that AutoZone proposes to build a store half (½) the maximum size allowed as a matter of right.

Another point for consideration as the Planning Commission determines whether it wishes to move forward tonight is the fact that any objection to the destruction of trees in this matter is a response to a City decision, not a choice by AutoZone. Numerous discussions with planning staff back in late 2017 related to the best siting for the proposed store. Your verbal staff report acknowledged that the City's Coastal General Plan does not identify the project location as a "potentially scenic view." However, you stated that the site is undeveloped, and that because of other undeveloped residential parcels to the west, it offers views and has a "feeling of open space." After a site visit, and informed by Coastal Commission input, City staff instructed AutoZone that the northern half of the site was the best option to preserve the horizon line and the blue-water views of Novo bay at the site. Thus, you explained the view easement required by the City and agreed to by the company in order to protect a view from development. AutoZone accepted the northern location and the view easement because the City asked it to do so. The company stands equally ready and willing to provide an alternative layout for the proposed development, with the building located on the southern side of the lot if the Planning Commission wants to review such a proposal. Doing so would address concerns of the citizens who spoke against removing the six (6) existing and mature trees (Bishop Pine, Monterey Pine, and Douglas Fir) noted in your staff report, and the seventh (7th) tree you described in your verbal report. Tree preservation would also be consistent with very brief conclusory comments by Commissioners in relation to that point. If these trees are indeed more important to the City than the blue-water views that the Coastal Commission and City staff sought to protect, so be it. AutoZone willingly accepted the City-mandated view easement to protect the resource identified by the City as most valuable. If the Commission wants AutoZone to re-site the building to provide for maximum preservation of the trees, that can and should be discussed. Tree preservation in the context of City direction favoring the current site of the building is not a proper, reasonable or equitable basis for denial of this project. Given the eventual construction of residential structures on the lots between the project site and the water, the City is wise to consider the matter carefully.

Conclusion

AutoZone intends this letter to start a renewed and focused dialogue on the proposed project. We request that the Planning Commission open the public hearing in this matter, and continue it to a date certain acceptable to the City staff and the Commission. Accommodation of that request will allow AutoZone representatives to work with the City staff, and return to the Commission for the conclusion of a public hearing that includes a discussion of the real issues. This public hearing pertains to a land use proposal, not the rejection or acceptance of AutoZone's presence in Fort Bragg based upon an improper and inaccurate foundation. AutoZone has confidence that when given the chance, it can and will dispel the perception of the company stated by residents on September 25, and build community confidence and trust. The company embraces accountability to the City, and wants to join the ranks of the Fort Bragg's best corporate citizens, fully dedicated to the City's prosperity and well-being.

The Planning Commission did not receive information to which it was entitled. For example, AutoZone and the property owner decided to subdivide the lot, and Commissioners wanted to understand that decision. Simply stated, AutoZone could not make the deal work financially if it had to take on the burden of purchasing the whole lot, and asked the property owner if he would

Sarah McCormick, Assistant Planner October 23, 2019 Page 7 of 7

allow us to subdivide the lot, and sell us half. Further, no information has been presented to the Planning Commission regarding the projected sales tax that the proposed store will likely generate, or the jobs that a new AutoZone store will bring to the community.

The public comment of some residents, who AutoZone submits did not likely a complete cross-section of the community, the conclusory dialogue among and between Commissioners (often revolving around a policy that doesn't apply to the proposed project site, ignoring core policies that do so apply, and running contrary to your staff report), and the unaddressed comments of the Chairperson, leave no doubt. The hearing on September 25, 2019 must be continue.

Vice-Chair Stan Miklose's sincere, direct and passionate agreement with Commission Logan said it all. The message sent by the Planning Commission on September 25, 2019 was not a rejection of a development project based upon its merits or lack thereof. It was "we don't need them here." AutoZone submits and trusts that the City agrees that the best community development strategies never include that sort of thinking, and that the Planning Commissioners deserve the chance to entertain all sides of this matter, and not take action based upon false or improper premises. While the City has a legitimate and vested interest in considering the merits of appropriate regulation of "formula business," the decision on September 25, 2019 did not advance that interest. Rather, the Planning Commission's conspicuous rejection of AutoZone based upon its identity, rather than the merits of its project, was undoubtedly inconsistent with what the City's legal counsel would prescribe as a defensible path to proper regulation of "formula business." In deciding whether to recommend that the Commission open and continue the public hearing in this matter until a date certain in order to hear from the applicant, please ask them a question: if this application had been from an owner/builder, for approval of development of a retail store equivalent to that proposed, with the tenant to be identified at a later time, would the Commission really have voted to deny?

We thank you and the Commission for your consideration of this request to continue tonight's public hearing for two (2) weeks, or whatever amount of time City staff feels is more appropriate. AutoZone looks forward to close cooperation and coordination with City staff to ensure that the next public hearing date concludes this matter before the Planning Commission.

Sincerely.

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