CITY OF BALTIMORE

CATHERINE E PUGH, Mayor



DEPARTMENT OF LAW

ANDRE M. DAVIS, City Solicitor 101 City Hall Baltimore, Maryland 21202

September 18, 2018

Honorable President and Members of the City Council of Baltimore Room 409, City Hall 100 N. Holliday Street Baltimore, Maryland 21202

Attn: Natawna B. Austin Executive Secretary

> Re: City Council Bill 17-0122 – Rezoning – 1 N. Haven Street.

Dear President and City Council Members:

The Law Department has reviewed City Council Bill 17-0122 for form and legal sufficiency. The bill would change the zoning for 1 N. Haven Street, from the I-2 Zoning District to the I-MU Zoning District.

The Planning Department issued a Staff Report ("Report") regarding the property proposed to be rezoned by the current bill. The Planning Staff Report recommended disapproval of the bill. The Planning Commission, however, voted to disagree with the Staff Report and recommend approval of the bill to rezone the property. The Staff Report analyzes the bill according to the requirements of Art. 32, §5-508. The Staff Report concludes that there are not facts to support the standards in §5-508 and therefore there can be no findings that there has been a change in the character of neighborhood or a mistake in the existing zoning. In addition, a change in the zoning of the property would result in the erosion of space for industrial uses that are essential to Baltimore's economy, especially considering the surrounding properties are zoned I-2 as well.

The City Council may approve a proposed map amendment based on a finding that there was a "mistake in the existing zoning classification." Md. Land Use Code Ann., §10-304(b)(2); Baltimore City Code, (BCC) Art. 32, § 5-508(b)(1)(ii). In determining whether to rezone on the basis of mistake, the City Council is required to make findings of fact, for each property, on the following matters: (1) population change; (2) the availability of public facilities; (3) the present and future transportation patterns; (4) compatibility with existing and proposed development; (5) the recommendations of the Planning Commission and the Board of Municipal and Zoning Appeals; and (6) the relationship of the proposed amendment to the City's plan. Md. Land Use Code Ann., §10-304(b)(1). See also, BCC, Art. 32, § 5-508(b)(2) (citing same factors with (v) being "the recommendations of the City agencies and officials," and (vi) being "the proposed amendment's consistency with the City's Comprehensive Master Plan."). Article 32 of the City

City Council Bill 17-0122 September 18, 2017 Page 2

Code also requires Council to consider: "(i) existing uses of property within the general area of the property in question; (ii) the zoning classification of other property within the general area of the property in question; (iii) the suitability of the property in question for the uses permitted under its existing zoning classification; and (iv) the trend of development, if any, in the general area of the property in question, including changes, if any, that have taken place since the property in question was placed in its present zoning classification." § 5-508(b)(3).

Council's decision regarding a piecemeal rezoning is reviewed under the substantial evidence test, and should be upheld "if reasoning minds could reasonably reach the conclusion from facts in the record." Cty. Council of Prince George's Cty. v. Zimmer Dev. Co., 444 Md. 490, 510 (2015), quoting, Cremins v. Cnty. Comm'rs of Washington Cnty., 164 Md.App. 426, 438 (2005). See also, White v. Spring, 109 Md. App. 692, 699, cert. denied, 343 Md. 680 (1996) ("the courts may not substitute their judgment for that of the legislative agency if the issue is rendered fairly debatable"); Floyd v. County Council of Prince George's County, 55 Md.App. 246, 258 (1983) ("substantial evidence" means a little more than a 'scintilla of evidence.").

With regard to rezoning on the basis of mistake, it is "firmly established that there is a strong presumption of the correctness of original zoning and of comprehensive rezoning." People's Counsel v. Beachwood I Ltd. Partnership, 107 Md. App. 627, 641 (1995), quoting, Wells v. Pierpont, 253 Md. 554, 557 (1969). To sustain a piecemeal change, there must be substantial evidence that "the Council failed to take into account then existing facts . . . so that the Council's action was premised . . . on a misapprehension." White v. Spring, 109 Md. App. at 698, quoting, People's Counsel, 107 Md. App. at 645. In other words, "[a] conclusion based upon a factual predicate that is incomplete or inaccurate may be deemed in zoning law, a mistake or error; an allegedly aberrant conclusion based on full and accurate information, by contrast, is simply a case of bad judgment, which is immunized from second-guessing." 109 Md. App. at 698. "Error can be established by showing that at the time of the comprehensive zoning the Council failed to take into account then existing facts, or projects or trends which were reasonably foreseeable of fruition in the future, so that the Council's action was premised initially on a misapprehension[,]" [and] "by showing that events occurring subsequent to the comprehensive zoning have proven that the Council's initial premises were incorrect." Boyce v. Sembly, 25 Md. App. 43, 51 (1975) (citations omitted). "Thus, unless there is probative evidence to show that there were then existing facts which the Council, in fact, failed to take into account, or subsequently occurring events which the Council could not have taken into account, the presumption of validity accorded to comprehensive zoning is not overcome and the question of error is not 'fairly debatable." Id. at 52.

A finding of mistake, however, absent a regulatory taking, merely permits the further consideration of rezoning, it does not mandate a rezoning. White, 109 Md. App. at 708. Rather, a second inquiry "regarding whether, and if so, how, the property is reclassified," is required. Id. at 709. This second conclusion is due great deference. Id. (after a prior mistake has been established

City Council Bill 17-0122 September 18, 2018 Page 3

and accepted as fact by a legislative zoning entity, that entity's decision as to whether to rezone, and if so, how to reclassify, is due the same deference the prior comprehensive rezoning was due).

In sum, the Land Use and Transportation Committee (the "Committee") is required to hold a quasi-judicial public hearing with regard to the bill wherein it will hear and weigh the evidence as presented in: (1) the Planning Report and other agency reports; (2) testimony from the Planning Department and other City agency representatives; and (3) testimony from members of the public and interested persons. After weighing the evidence presented and submitted into the record before it, the Committee is required to make findings of fact for each property with regard to the factors in §§10-304 and 10-305 of the Land Use Article and § 5-508 of Article 32. If, after its investigation of the facts, the Committee makes findings which support: (1) a mistake in the comprehensive zoning; and (2) a new zoning classification for the properties, it may adopt these findings and the legal requirements for granting the rezoning would be met. The Law Department notes that the Report does not supply facts to support each of the findings required by law; therefore, Council must base its findings on other testimony presented at the hearing.

Finally, certain procedural requirements apply to this bill beyond those discussed above because a change in the zoning classification of a property is deemed a "legislative authorization." BCC Art. 32, § 5-501(2)(iii). Specifically, notice of the City Council hearing must be given by publication in a newspaper of general circulation in the City, by posting in a conspicuous place on the property and by first-class mail, on forms provided by the Zoning Administrator, to each person who appears on the tax records of the City as an owner of the property to be rezoned. Art. 32, §5-601(b). The notice of the City Council hearing must include the date, time, place and purpose of the hearing, as well as the address of the property and the name of the applicant. Art. 32, §5-601(c). The posted notices must be at least 3 feet by 4 feet in size, placed at a prominent location, and at least one sign must be visible from each of the property's street frontages. Art. 32, §5-601(d). The published and mailed notices must be given at least 15 days before the hearing; the posted notice must be at least 30 days before the public hearing. Art. 32, §5-601(e),(f).

The bill is the appropriate method for the City Council to review the facts and make the determination as to whether the legal standard for rezoning has been met. Assuming the required findings are made at the hearing and that all procedural requirements are satisfied, the Law Department approves the bill for form and legal sufficiency.

Hena R. D. Pietro

Sincerely,

Elena R. DiPietro Chief Solicitor cc: Andre Davis, City Solicitor

Karen Stokes, Director, Mayor's Office of Government Relations

Kyron Banks, Mayor's Legislative Liaison

Ashlea Brown, Assistant Solicitor Hilary Ruley, Chief Solicitor

Victor K. Tervala, Chief Solicitor

Avery Aisenstark