	Eric Markus, Esq. (SBN 281971) DAPEER, ROSENBLIT & LITVAK, LLP 11500 W. Olympic Blvd., Suite 550
2	11500 W. Olympic Blvd., Suite 550
3	Los Angeles, CA 90064 Telephone: (310) 477-5575
4	Telephone: (310) 477-5575 Facsimile: (310) 477-7090
5	Attorneys for Petitioner, CITY OF NORCO
6	CITY OF NORCO EXEMPT FROM FILING FEE – GOV. CODE §6103
7	
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA
9	COUNTY OF RIVERSIDE
10	CITY OF NORCO, a charter city,       )       Case No. RIC 1709678         [Case assigned to Hon. Irma Poole Asberry,
11	Petitioner, ) Dept. 3]

•

-

		)
12	VS.	) PETITIONER CITY OF NORCO'S
13		<ul> <li>NOTICE OF MOTION AND MOTION</li> <li>TO DECLARE THE CITY THE</li> </ul>
14	RONALD T. MUGAR, an individual; and	) PREVAILING PARTY, FOR AN
14	DOES 1-50, inclusive,	) AWARD OF ATTORNEYS' FEES, TO
15		) DISMISS THE ACTION, TO
16		) DISCHARGE THE RECEIVER AND
		) EXONERATE THE RECEIVER'S
17		<ul> <li>) BOND; MEMORANDUM OF POINTS</li> <li>) AND AUTHORITIES IN SUPPORT</li> </ul>
18		) AND AUTHORITES IN SUFFORT ) THEREOF
10		
19		) [Filed concurrently with Declarations of
20		) Javier Rodriguez and Eric Markus;
21		) Request for Judicial Notice]
		) ) [Proposed Order to be filed with Reply]
22		) [[roposed Order to be filed with hep-y]
23		) Hearing Information:
24		) Date: March 4, 2019
24		) Time: 8:30 a.m.
25		) Dept.: 3
		)



.

## TO RESPONDENT RONALD T. MUGAR AND HIS ATTORNEYS HEREIN:

1

PLEASE TAKE NOTICE that on March 4, 2019, at 8:30 a.m. or as soon thereafter as the 2 matter may be heard, in Department 3 of the above-entitled Court, located at 4050 Main Street, 3 Riverside, California 92501, the Hon. Irma Poole Asberry presiding, Petitioner CITY OF NORCO 4 (hereinafter, "Petitioner" or "City") will and hereby does move the Court for an order: (1) declaring 5 the City the prevailing party in this action; (2) awarding the City its reasonable attorneys' fees and 6 costs incurred in connection with this action in the amount of \$60,798.94; and, (3) deeming the 7 action moot because the substandard and public nuisance conditions at the Subject Property have 8 been abated. On that basis, the City further requests that the Court: (4) dismiss this action without 9 prejudice with a reservation of jurisdiction pursuant to Cal. Health and Safety Code section 17980.7, 10 subdivision (c)(1); and, (5) discharge the receiver and exonerate the bond posted August 1, 2017. 11

This Motion is made pursuant to Cal. Health & Safety Code sections 17980.7(c)(11) and (d),
and Norco Municipal Code sections 1.04.010 and 6.22.010 et seq., which provide, in relevant part,
that the City shall be entitled to reasonable attorneys' fees and costs, including inspection costs,
investigation costs, enforcement costs, and all costs of prosecution when it prevails in any action
brought pursuant to the Cal. Health & Safety Code to abate substandard conditions. This Motion
is further made pursuant to Cal. Health & Safety Code section 17980.7(c)(9), which requires that
the receiver be discharged when the conditions cited in the notice of violation have been remedied.
This Motion will be based upon this Notice of Motion, the Memorandum of Points and
Authorities, the concurrently filed Declarations of Javier Rodriguez and Eric P. Markus, the
pleadings and records on file with this Court, any evidence of which the Court may take judicial



۲	
1	notice prior to or at the hearing of this matter, and upon such oral or documentary evidence as may
2	be presented at the hearing of this motion.
3	
4	Dated: November 2, 2018 DAPEER, RØSENBLIT & LITVAK, LLP
5	
6	By: $A$
7	Erie P. Markus
8	Attorneys for Petitioner, CITY OF NORCO
9	
· 10	
11	
12	

12
13
14
15
16
17
18
19
20
21
22
23
24
25
26

## NOTICE OF MOTION AND MOTION TO DECLARE CITY PREVAILING PARTY AND FOR AWARD OF ATTORNEYS' FEES

## **TABLE OF CONTENTS**

•

2		Page
3 4	III.	PRELIMINARY STATEMENT1
5	II.	STATEMENT OF FACTS2
6		History of Substandard Conditions and Efforts to
7		Achieve Compliance Before Filing
8 9		Respondent's Post-Order Obstructive Tactics
10	III.	LEGAL DISCUSSION
11		I. THE CITY OF NORCO IS THE PREVAILING
12 13		PARTY IN THIS ACTION
13		A. Respondent Is Not the Prevailing Party
15		II. THE CITY OF NORCO IS ENTITLED TO
16		
17 18		ITS REASONABLE ATTORNEYS' FEES AS A
19		MATTER OF LAW10
20		III. THE CITY'S ATTORNEYS' FEES WERE
21		REASONABLY INCURRED11
22 23		A. The Amount of Fees Incurred by The
24		City Is Directly Attributable to the Improper
25		1 <b>*</b> • •

and Disingenuous Conduct of Respondent and

i



	B. Petitioner's Counsels' Hourly Rates Are
1	Reasonable12
2	
3	IV. THIS ACTION SHOULD MAY BE DISMISSED
4	AS WITHOUT PREJUDICE BECAUSE THE PUBLIC
6	NUISANCE CONDITIONS AT THE SUBJECT
7	PROPERTY HAVE BEEN ABATED, DEFENDANTS
9	ARE NO LONGER IN POSSESSION, AND THE
10 11	ISSUES PRESENTED IN THE CITY'S COMPLAINT
12 13	ARE MOOT
13	V. THE COURT SHOULD DISCHARGE THE
15 16	RECEIVER AND EXONERATE HIS BOND AS
17	PART OF ITS DISMISSAL OF THIS ACTION14
18 19	11  TV  CONCLUSION  14
20	
21	
22	
23	
24	



# **TABLE OF AUTHORITIES**

Page

# **CALIFORNIA CASES**

Flannery v. California Highway Patrol (1998)

61 Cal. App. 4<sup>th</sup> 629......13

Folson v. Butte County Assn. of Governments (1982)

Graciano v. Robinson Ford Sales, Inc. (2006)

26

27

11	144 Cal.App.4th 1408
12	
13	Graham v. DaimlerChrysler Corp. (2004)
14	34 Cal.4th 5538
15	
15 16	Hadley v. Krepel (1985)
17	167 Cal.App.3d 67711
18	
19	Hammond v. Agran (2002)
20	99 Cal.App.4th 11511
21	
22	Horsford v. Board of Trustees (2005)
23	132 Cal.App.4th 35911
24	Melynk v. Robledo (1976)
25	



PCLM Group, Inc. v. Drexler (2000)	
22 Cal. 4 <sup>th</sup> 1084	12
Serrano v. Priest (1977)	
20 Cal.3d 25	11
Westside Community for Independent Living, Inc. v. Obledo (1983)	
33 Cal.3d 348	.9
Woodland Hills Residents Assn., v. City Council (1979)	
23 Cal.3d 917	0

	$\int \frac{2J - U dt J dt}{J + J + J + J + J + J + J + J + J + J +$	
11	25 Cal.50 917	
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		



## **TABLE OF AUTHORITIES**

# **CALIFORNIA STATUTES AND RULES OF COURT**

5	Building Code Section 104.107
4	
5	Health and Safety Code section 1798013
6	Health and Safety Code section 17980.610
7	Health and Safety Code section 17980.711
8	
9	Health and Safety Code section 17980.7(c)(9)14
10	Health and Safety Code section 17980.7(c)(10)13
11	Health & Safety Code Section 17980.7(c)(11)1, 11
12	
13	Health & Safety Code Section 17980.7(d)1
14	Norco Municipal Code 1.04.010(G)9
15	Norco Municipal Code 1.04.010(F)11
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

.



#### I.

## **PRELIMINARY STATEMENT**

The City of Norco ("City" or "Petitioner") filed the instant action against Respondent 4 Ronald T. Mugar ("Respondent") for one purpose: to abate severe life-safety hazards on Mr. 5 Mugar's property. The City was forced to file its Petition after Mr. Mugar obstinately refused to 6 voluntarily comply with the California Health & Safety Code and Norco Municipal Code ("NMC") 7 for over 10 years. Notwithstanding a prior criminal conviction for maintenance of substandard 8 conditions, issuance by the City of numerous letters, notices and other correspondence declaring 9 the property substandard and requesting compliance with the law, and several in-person meetings 10 with the City (during inspections and at City Hall), Respondent refused to abate the severe life-11 safety hazards inundating his property, to the substantial detriment of not only neighboring residents 12 and the surrounding community, but also to Respondent and his family. In fact, even after the 13 City's filed its Petition and a receiver was appointed in this matter, Respondent continued to fight 14 against compliance, choosing instead to engage in obstructionist litigation that ultimately 15 resulted in the City incurring the attorneys' fees sought herein. 16 Nearly 18 months after filing, the City's Petition has finally achieved its sole purpose. 17 Despite consistent efforts by Respondent to avoid compliance through the filing of procedurally 18 deficient and inappropriate motions, by making bad-faith representations to the City and the Court 19 that he would voluntarily comply, and by attempting to politicize this case by involving the ex-20 Mayor of the City of Norco, all of the substandard and hazardous conditions identified in the 21 22 City's Petition have now been abated. Having achieved the objective of its Petition, the City is 23 undoubtedly the prevailing party in this matter, and is therefore entitled to its reasonable attorneys' 24 fees, as mandated by Cal. Health & Safety Code sections 17980.7(c)(11) and 17980.7(d). As 25 explained below, the City's attorneys' fees are reasonable in light of the extensive work and time 26 put forth in litigating this matter. Respondent fought the City at every pre-filing stage of this 27 matter, and his attorneys "over-litigated" this case, choosing to file motions without much merit 28 and engage in a prolonged "back-and-forth" with the City in which Respondent feigned an MEMORANDUM OF POINTS AND AUTHORITIES

agreement to comply, only to renege on his promises time and again. The City therefore 2 respectfully requests that this Court issue an order: (1) declaring the City the prevailing party in this 3 action; (2) awarding the City its reasonable attorneys' fees and costs, in the amount of \$60,798.94; 4 (3) deeming the action moot because the substandard and public nuisance conditions at the Subject 5 Property have been abated; (4) discharging the receiver and exonerating the bond posted August 1, 6 2018; (5) ordering Respondent to pay to the receiver the bond premium, in the amount of \$250.00; 7 and, (6) dismissing this action without prejudice on the basis that the issues presented are moot. 8 The Receiver has represented that he does not object to such an order. 9 II. 10 STATEMENT OF FACTS 11 <u>History of Substandard Conditions and Efforts to Achieve Compliance Before Filing</u> 12 Respondent is the owner of real property located at 3421 Kips Korner Road, Norco, 13 California ("Subject Property"). (Decl. Rodriguez, at  $\P$  4.) At the time this matter was filed, the 14 Subject Property had been an eyesore and a continuing source of complaints from area residents for 15 at least ten (10) years. (Id., at  $\P$  5.) 16 In or around September 2016, the City again began to receive numerous complaints from 17 City residents concerning substandard conditions at the Subject Property. (Id., at ¶ 10.) On or 18 about September 28, 2016, City officials and Riverside County Sheriff's deputies conducted a joint 19 inspection of the Subject Property. (*Ibid.*, at  $\P$  11.) The inspection revealed numerous and 20 widespread substandard conditions constituting a public nuisance and which rendered the Subject 21 Property hazardous to Respondent, his family, the surrounding community and any first responder 22 personnel that may have been called upon to respond to an emergency at the Subject Property. (Id.) 23 On November 30, 2016, the City issued correspondence to Respondent requesting that he 24 remove and/or remediate all of the substandard conditions. The correspondence further asked 25 Respondent to contact City Enforcement Officer, Javier Rodriguez, to schedule an inspection of the 26



1	On January 30, 2017, the City performed another inspection of the Subject Property from
2	the public right-of-way and adjoining property. (Decl. Rodriguez, at $\P$ 13.) The inspection revealed
3	that no action had been taken to abate any of the conditions identified in the City's November 30,
4	2016 correspondence, and that they had actually worsened. (Id., Ex. "2" [Photographs].)
5	On February 28, 2017, the City Prosecutor sent another letter to Respondent requesting that
6	he undergo an inspection of the Subject Property. The correspondence further advised that an
7	inspection warrant would be obtained if Respondent continued to withhold consent. (Decl. Markus.)
8	at ¶ 6; Ex. "B" [February 28, 2017 correspondence].) Again, Respondent failed and/or refused to respond. ( <i>Id.</i> ) The City thereafter applied for and obtained an inspection warrant, which the City executed
9	respond. (Id.)
10	The City thereafter applied for and obtained an inspection warrant, which the City executed

11 on March 30, 2017. (Decl. Rodriguez, at ¶ 15.) The City's inspection revealed over 20 Health and

12	Safety Code violations at the Subject Property constituting a severe life-safety hazard to
13	Respondent, occupants of the Subject Property, and the surrounding community. (Id.) The City's
14	Building Official subsequently declared the Subject Property a "substandard building" and "red-
	tagged" it as unsafe to occupy. (Id., at ¶¶ 15, 16; Ex. "3" [Photographs].)
16	
17	for Receivership" in conjunction with another "Notice of Substandard Property and Buildings, and
	Notice and Order to Abate Substandard, Hazardous, and Nuisance Conditions" ("Notice"). (Decl.
19	Markus, at ¶ 10; Ex. "C" [Notice, dated April 12, 2017]; Decl. Rodriguez, at ¶ 17.) The Notice
20	identified each substandard condition observed by the City, set forth in detail the actions that needed
21	to be taken in order to abate the substandard and hazardous conditions at the Subject Property, and
r i	further advised that the City would initiate a receivership proceedings if the violations were not
23	abated within 10 days . (Id.) After the 10-day period expired, Respondent requested that the City
24	extend his compliance deadline. (Decl. Rodriguez, at ¶ 18.) In an effort to avoid litigation, the City
25	extended Respondent's deadline by two weeks. (Decl. Markus, at ¶ 11; Ex. "D" [April 25, 2017]
201	

26	correspondence].)
27	On May 2, 2017, the City attempted to perform an additional inspection of the Subject
28	Property to determine the progress of Respondent's abatement efforts. (Decl. Rodriguez, at $\P$ 19.)
	3
	MEMORANDUM OF POINTS AND AUTHORITIES

1	Based on what Officer Rodriguez was able to view from the public right-of-way, it appeared that
2	almost no corrective action had been taken to comply with the directives set forth in the City's
3	Notice. (Id., Ex. "4" [Photographs].)
4	The City performed another inspection of the Subject Property on May 11, 2017. (Id., $\P$
5	20.) The inspection revealed that the interior had been partially cleaned-up, but that no work had
6	been performed to abate the substandard condition of the exterior. (Id.) Respondent had further
7	failed to submit any technical permit applications to the City or take any other action to legalize the
8	unpermitted and dilapidated laundry room addition to the Subject Property. (Id.)
9	On May 15, 2017, the City attempted to perform yet another inspection of the Subject
10	Property. Respondent refused to grant the City access, however, and stated that the conditions at
11	the property had "gotten worse." (Id., at $\P$ 21.)
10	

12	On May 30, 2017, the City filed its Petition for the Appointment of a Receiver and its
13	Motion for the Appointment of a Receiver and Related Preliminary Injunction. (Decl. Markus, at
14	¶ 13.) The Court granted the City's Motion on July 6, 2017, finding and declaring that the
15	Subject Property was substandard, and appointed David Pasternak as receiver to remediate all
16	of the substandard conditions at the Subject Property. (Id., at ¶ 15, Ex. "F" [Order Appointing
17	Receiver].) The receiver filed his oath and posted his bond on August 1, 2017. (Id., Ex. "G"
18	[Receiver's Oath and Bond].)
19	
20	On or about August 2, 2017, Respondent presented to the Court an ex parte application to
21	stay the Court's order appointing a receiver pending the hearing of Respondent's motion for
22	reconsideration, which was scheduled to be heard September 6, 2017. ( <i>Id.</i> , at ¶¶ 17-18.) Prior to
23	the hearing, Respondent's attorney, Mark Sabbah, advised the City Prosecutor that he had spoken
24	to Respondent and explained the gravity of the situation, and that Respondent had accepted that he
25	was going to have to change the way he had been living (I.I. (T.I. (T.I.))
26	was going to have to change the way he had been living. (Id., at $\P$ 18.) Mr. Sabbah stated that Respondent was ready and willing to perform all actions necessary to abate all substandard

1. Conditions at the Subject Property, and that he simply needed additional time to do so. (*Id.*) Mr.
 28 Sabbah further explained that Respondent was a "hoarder" and that Respondent's family had agreed
 4
 MEMORANDUM OF POINTS AND AUTHORITIES

to assist Respondent in the cleanup. (Ibid.) On that basis, the City stipulated to hold the 1 receivership in abeyance to afford Respondent additional time to abate the substandard conditions 2 at the Subject Property himself. (Id., at ¶ 20, Ex. "G" [Order After Hearing, dated August 14, 3 4 2017].) As set forth in the Court's stipulated Order, Respondent was required to abate all violations 5 - except those pertaining to the laundry room - and schedule, undergo and pass final inspection no 6 later than August 15, 2017. Respondent was further ordered to submit to the City all applications 7 for any permits needed to demolish and/or repair the unpermitted laundry room no later than August 8 8, 2017. (Id.) The Court's Order further provided that the abeyance would not impact the City's 9 right to seek a declaration that it was the prevailing party and an award of attorneys' fees. (Id., 10 11 Ex. "H," at p. 2, lines 21-23.)

12	Respondent completed abatement of all substandard conditions except those affecting the
13	laundry room by August 15, 2017, in accordance with the Court's Order. (Decl. Rodriguez, at ¶
14	25, Ex. "5" [Photographs].) Respondent refused, however, to submit applications for the permits
15	necessary to begin demolition and/or repair of the laundry room or otherwise make any effort
16	toward abatement of the substandard conditions affecting it. (Decl. Markus, at ¶ 21; Decl.
17	Rodriguez, at ¶ 23-24.) Instead of applying for a new building permit, Respondent presented the
18	City with a plot plan prepared in 1969 and requested that the City summarily issue him an "over
19	the counter" permit for repair, without any plan check or approval. (Id.) When Respondent was
20	advised that the plot plan did not contain the information necessary to enable the City to evaluate
21	the project for the purpose of issuance of new permits, Respondent and his representative became
22	argumentative with City staff and left. (Id.)
23	Over the course of the next several months, the Parties engaged in a dispute regarding the
24	permit history of the laundry room and what would be required to do to abate the substandard
25	conditions inundating it. (Decl. Markus, at ¶¶ 24-26, Exs. "I," "J," "K" [Letters re: Permits].) The
26	City maintained that no final permit had ever been issued relative to construction of the local

City maintained that no final permit had ever been issued relative to construction of the laundry
 room, and that any permits issued in 1969 had expired in accordance with applicable California
 Building Code regulations. (*Id.*) On this basis, the City required Respondent to obtain new permits
 <u>5</u>
 <u>MEMORANDUM OF POINTS AND AUTHORITIES</u>

1	and rebuild and/or demolish in accordance with current building standards. Respondent maintained
2	that the laundry room was validly permitted and that he was only required to repair the laundry
	room in accordance with the building standards in place in 1969. (Id.)
4	During this time, Respondent performed no work towards abatement of the unlawful
5	conditions in the laundry room, choosing instead to litigate his claimed right to maintain the laundry
6	room in a hazardous state. (See <i>Id.</i> , at ¶ 30; see Decl. Rodriguez, at ¶¶ 27-29.) Respondent further
7	repeatedly sought to add the issue of the City's determination to the City Council's agenda and attempted to engage in a political attack against the City and its attorneys with the assistance of an advisor, ex-Mayor of the City of Norco, Harvey Sullivan. ( <i>Id.</i> ) As a result of Respondent's tactics, the City Prosecutor was required to expend significant time drafting correspondence, speaking with Respondent's counsel, and preparing legal filings and declarations. ( <i>Id.</i> ) The City Prosecutor was
8	attempted to engage in a political attack against the City and its attorneys with the assistance of an
9	advisor, ex-Mayor of the City of Norco, Harvey Sullivan. (Id.) As a result of Respondent's tactics,
10	the City Prosecutor was required to expend significant time drafting correspondence, speaking with
11	Respondent's counsel, and preparing legal filings and declarations. (Id.) The City Prosecutor was

also regularly required to attend meetings of the City Council and engage in lengthy discussions 12 with both City Officials and the City Attorney about the case. (Id.) What should have been a 13 relatively straightforward code-enforcement case became a hot-button issue that necessitated near 14 15 daily contact between the City and its attorneys. (Id.) 16 On October 16, 2017, Respondent seemingly accepted the City's position and applied for and obtained permits to demolish the laundry room. (Decl. Rodriguez, at ¶ 26, Ex. "6" [Demolition 17 Permit].) Insofar as the demolition permit was valid for 180 days, the Parties stipulated – as they 18 had several times in the past - to continue the hearing on Respondent's motion to afford him 19 additional time to complete demolition. (Decl. Markus, at ¶ 27.) 20 In or around December 2017, Respondent advised the City that he no longer intended to 21 demolish the laundry room. (Decl. Rodriguez, at ¶ 27.) Respondent reverted to his prior position 22 and again claimed that the laundry room was permitted such that he was entitled to "re-open" the 23 1969 permit and repair in accordance with the building standards in place at that time. (Id.) 24 Respondent steadfastly refused to submit applications to the City for new building permits despite 25 repeated invitations to do so. (Id.) 26 Notwithstanding Respondent's insistence that he was not required to obtain new permits, 27 Respondent renewed his demolition permit on or about April 12, 2018, extending his time to 28 6 MEMORANDUM OF POINTS AND AUTHORITIES

- complete demolition to October 2018. (Decl. Rodriguez, at ¶ 27.) At or around that time,
   Respondent also submitted a formal written request to renew the long-expired building permit for
   construction of the laundry room. The City denied Respondent's request on April 26, 2018. (*Id.*,
   at ¶ 28, Ex. "7" [April 26, 2018 denial letter].)
   On April 30, 2018, the Court heard Respondent's Motion for Reconsideration and entered
   an order requiring Respondent to repair or demolish the laundry room at the Subject Property no
   later than October 16, 2018 "with all requisite City permits, inspections and approvals, and in
   accordance with the requirements of the City's current building and other technical codes." (Decl.
- 9 || Markus, at ¶ 43.)

On or about May 24, 2018, notwithstanding the Court's unambiguous order, Respondent again submitted a request to the City to renew the long-expired building permit for the laundry

12	room. (Decl. Rodriguez, at ¶ 29.) Respondent's request was formally denied – again – on June 7,
	2018. (Id., Ex. "8" [June 7, 2018 denial letter].) The City's correspondence denying the request
14	invited Respondent to discuss the matter with the City's Building and Safety Division, as the City's
15	Building Official believed that Respondent may have over-stated and/or over-estimated the amount
16	of work actually required to legalize the laundry room. (Id.)
17	On or about July 10, 2018, Respondent met with City Building Official Dan Chudy. (Id.,
18	at ¶ 30.) Following their meeting, Respondent applied for and was issued Building Permit No.
19	2018BD0405 authorizing him to perform all actions necessary to legalize the laundry room. (Id.,
20	at ¶ 30, Ex. "9" [New Building Permit].) In accordance with his authority under the California
21	Building Code <sup>1</sup> , Mr. Chudy made the following allowances and placed the following conditions
22	upon issuance of the permit:
23	(a) City building inspectors were to be granted physical and visual
24	access to all components of construction to verify that materials and methods of construction used do not pose safety or health
25	hazards;
26	(b) All damaged construction materials, including but not limited to



certified as safe and useable by an approved qualified professional;

(c) The laundry room was to be made weather tight to avoid water intrusion into walls or ceiling;

L

2

3

4

5

6

7

8

9

10

11

- (d) Gypsum wall and ceiling board were required to be <sup>1</sup>/<sub>2</sub>" minimum thickness;
- (e) Electrical outlets and other electrical components needed to be electrically grounded/bonded and installed in a safe and workman like manner with GFCI protected outlets; and
- (f) Plumbing improvements needed to be in safe working order with the clothes washer standpipe drain to be compliant with current codes as to size and configuration.

The modifications and conditions were made to reduce the cost of the work required of Respondent to legalize the laundry room. (*Id.*)

The City performed interim inspections of the abatement work on July 11, 2018 and again

12	g and again
13	on July 24, 2018. The laundry room passed final inspection on August 9, 2018, at which time the
14	on July 24, 2018. The laundry room passed final inspection on August 9, 2018, at which time the permit became final. ( <i>Id.</i> , at $\P$ 31, Ex. "10" [Finaled Permit].) As of the date of this writing, the Subject Property is in full compliance with all applicable local and state law. ( <i>Id.</i> , at $\P$ 32.)
15	Subject Property is in full compliance with all applicable local and state law. (Id., at $\P$ 32.)
16	III.
17	LEGAL DISCUSSION
18	I. THE CITY OF NORCO IS THE PREVAILING PARTY IN THIS ACTION
19	In California, courts take a broad, pragmatic view of what constitutes a prevailing party.
20	(Graham v. DaimlerChrysler Corp. (2004) 34 Cal.4th 553, 565.) "In determining whether a
21	plaintiff is a successful party'[t]he critical fact is the impact of the action, not the manner of its
22	resolution.'" (Graham, supra 34 Cal.4th at 566, quoting Folson v. Butte County Assn. of
23	Governments (1982) 32 Cal.3d 685, 668.) "The trial court in its discretion 'must realistically assess
24	the litigation and determine, from a practical perspective, whether or not the action served to
25	(Graham v. DaimlerChrysler Corp. (2004) 34 Cal.4th 553, 565.) "In determining whether a plaintiff is a successful party'[t]he critical fact is the impact of the action, not the manner of its resolution.' " (Graham, supra 34 Cal.4th at 566, quoting Folson v. Butte County Assn. of Governments (1982) 32 Cal.3d 685, 668.) "The trial court in its discretion 'must realistically assess the litigation and determine, from a practical perspective, whether or not the action served to vindicate an important right" (Id., quoting Woodland Hills Residents Assn., v. City Council (1979) 23 Cal.3d 917, 936.) In Graciano v. Rohinson Ford Sales. Inc. (2006) 144 Cal App. 4th 140
2	(1979) 23 Cal.3d 917, 936.) In Graciano v. Robinson Ford Sales Inc. (2006) 144 Cal App. 4th 140

(1979) 25 Cal.3d 917, 936.) In Graciano V. Rootnson Ford Sales, Inc. (2006) 144 Cal.App.4th 140,
 153, the court held, "[i]t is settled that 'plaintiffs may be considered the prevailing parties for attorneys' fees purposes if they succeed on any significant issue in litigation which achieves some of the benefit the parties sought in bringing suit." (Emphasis added.) In fact, "prior cases
 MEMORANDUM OF POINTS AND AUTHORITIES

1	uniformly explain that an attorney fee award may be justified even when plaintiff's legal action	
2	does not result in a favorable final judgment." (Westside Community for Independent Living, Inc.	
3	v. Obledo (1983) 33 Cal.3d 348, 352.)	
4	The NMC further sets forth a number of factors to be utilized in determining a prevailing	
5	party. Pursuant to section 1.04.010, subdivision (G),	
6	In addition to any other determination of prevailing party, the City	
7	shall be considered a prevailing party entitled to its costswhen it can demonstrate that:	
8	1. Its lawsuit was the catalyst motivating the defendant to	
9	provide the primary relief sought;	
10	2. The lawsuit was meritorious and achieved its result by "threat	
11	of victory"; and 3 The City reasonably attempted to cottle the list of the option	
10	3. The City reasonably attempted to settle the litigation before	

12 filing the lawsuit. 13 (Request for Judicial Notice ("RJN"), at ¶ 3, Ex. "B.") 14 In this lawsuit, the City is the prevailing party because it succeeded in obtaining all of its objectives and vindicating its important right - indeed, its duty - to protect its residents from 15 16 hazardous and substandard conditions. The City's objective - the primary relief sought -was straightforward: to abate severe substandard and hazardous conditions at the Subject Property. 17 18 Following the filing of the Petition and Motion for the Appointment of a Receiver in this action, 19 the Court appointed a receiver to abate the substandard conditions at the Subject Property. (Decl. 20 Markus, at ¶ 15, Ex. "F" [Order Appointing Receiver].) The Parties' thereafter stipulated to hold 21 the receivership in abeyance to allow Respondent one final opportunity to perform the abatement himself, and Respondent remediated the Subject Property such that the substandard conditions 22 23 identified in the City's moving papers were abated. (See Decl. Rodriguez, generally.) Given 24 Respondent's decades-long history of maintenance of substandard and hazardous conditions at the 25 Subject Property, and the fact that Respondent only undertook remedial efforts after the City filed this action (and, in fact, failed and/or refused to perform abatement prior to filing), it is clear that 26 27 Respondent would not have done so but for the filing. The lawsuit therefore achieved its result by 28 "threat of victory." Finally, as set forth in greater detail in the declarations of Javier Rodriguez and 9 MEMORANDUM OF POINTS AND AUTHORITIES

1	Eric P. Markus, the City sought for over six (6) months to obtain Respondent's voluntary
2	compliance ( <i>i.e.</i> , a settlement/resolution of the City's claims) in a good faith effort to avoid what
3	should have been unnecessary litigation, and further attempted to informally resolve this matter
4	throughout the litigation, which was the entire reason the City agreed to hold the receivership in
5	abeyance in the first place. (See Decl. Rodriguez, at ¶¶ 8-21; Decl. Markus, at ¶¶ 16-47.)
6	A. <u>Respondent Is Not the Prevailing Party</u>
7	In contrast, Respondent did not obtain any relief from the City, nor were any actions of the
8	City in this case dependent on any successful legal strategy or actions by Respondent. Respondent was ordered to, and did, perform an abatement that he steadfastly opposed prior to the initiation of this action. (See Decl. Rodriguez, at ¶¶ 5-21.) Respondent was further ordered to obtain a <i>new</i> building permit to perform repairs on the laundry room at the Subject Property, despite the fact that
9	was ordered to, and did, perform an abatement that he steadfastly opposed prior to the initiation of
0	this action. (See Decl. Rodriguez, at $\P\P$ 5-21.) Respondent was further ordered to obtain a new
1	building permit to perform repairs on the laundry room at the Subject Property, despite the fact that

||he vigorously opposed such an order both in Court and directly to the City for over a year. (See 12 Decl. Markus, at ¶¶ 40, 44-45; see also Decl. Rodriguez, at ¶¶ 30-31.) While the City made every 13 effort to accommodate Respondent's stated desire and willingness to perform the abatement 14 himself, the fact that the abatement was performed - irrespective of who performed it - necessarily 15 means that Respondent did not prevail in his defense against the City's Petition. Accordingly, the 16 Court can only reasonably determine the City to be the prevailing party. 17 THE CITY OF NORCO IS ENTITLED TO ITS REASONABLE ATTORNEYS' 18 II. FEES AS A MATTER OF LAW 19 California Health and Safety Code section 17980.7, subsection (c)(11), states: "The 20 prevailing party in an action pursuant to this section shall be entitled to reasonable attorney's fees 21 and court costs as may be fixed by the court." (Emphasis added.) Subsection (d) continues, 22 If the court finds that a building is in a condition which substantially 23 endangers the health and safety of residents pursuant to Section 17980.6, upon entry of any order or judgment, the court shall do all 24 of the following: 25 (1) Order the owner to pay all reasonable and actual costs of the



The NMC also provides for an award of attorneys' fees in cases such as this. As set forth at section 1.04.010, subdivision (F),

In any action...commenced by the City to abate a public nuisance, if the City elects at the initiation of that individual action or proceeding to seek recovery of its own attorneys' fees and costs, the prevailing party *shall* be entitled to recover its attorneys' fees.

## (RJN, at ¶ 2, Ex. "B" [emphasis added].)

In this case, the City's Petition was brought pursuant to Cal. Health and Safety Code section 17980.7 on its face. (See, Petition.) The Court's Order appointing the receiver further references the fact that the City's Petition and Motion were brought pursuant to that section. (See Decl. Markus, at ¶ 15, Ex. "F.") Still further, the Court found in its Order that "Respondent's maintenance of the Subject Property with the conditions described above further render[s] the Subject Property

substandard and a public nuisance, which endangers the life, limb, health, property, safety or 12 welfare of the public or the occupants thereof ... " (Id., Ex. "F," at ¶ 1.2.) All of the prerequisites 13 to an award of attorneys' fees are therefore satisfied in this case, and the City is entitled to such an 14 award as a matter of both state and local law. 15 THE CITY'S ATTORNEYS' FEES WERE REASONABLY INCURRED III. 16 Statutory attorneys' fees are ordinarily determined by the "lodestar" method. Under this 17 approach, a base amount is calculated from a compilation of time reasonably spent multiplied by 18 the reasonable hourly compensation of each attorney. This figure is then adjusted in light of various 19 factors. (Serrano v. Priest (1977) 20 Cal.3d 25, 48.) The lodestar method vests the Court with 20 discretion to decide which of the hours expended by attorneys were "reasonably spent." (Hammond 21 v. Agran (2002) 99 Cal.App.4th 115, 133.) The Court's focus in evaluating the facts should be to 22 provide a fee award reasonably designed to completely compensate attorneys for the services 23 provided. The starting point for this determination is the attorney's time records. (Horsford v. 24 Board of Trustees (2005) 132 Cal.App.4th 359, 395-397.) Declarations filed by counsel are 25 sufficient to establish the prima facie reasonableness of this fee claim. (Hadley v. Krepel (1985) 26 167 Cal.App.3d 677, 682.) Additionally, an attorney's itemized statement of fees and costs incurred 27 is presumptively reasonable. (Melynk v. Robledo (1976) 64 Cal.App.3d 618, 624.) 28 11 MEMORANDUM OF POINTS AND AUTHORITIES

- The customary billing rates of counsel for Plaintiff and time spent in this matter, including 1 an itemization of fees and costs and redacted copies of the City's legal invoices, are set forth in the 2 supporting Declaration of Eric P. Markus and supporting exhibits. (See Decl. Markus, Ex. "M" 3 [Billing Statements].) As reflected therein, the time spent litigating this case was reasonable and 4 5 the hourly rates are well below market. The Amount of Fees Incurred by The City Is Directly Attributable to the 6 Α. Improper and Disingenuous Conduct of Respondent and His Lawyers 7 As set forth in substantial detail in the concurrently-filed declaration of Eric P. Markus, 8 Respondent and his lawyers turned what should have been a relatively straightforward receivership 9 devolved into contentious proceedings and a political smear campaign against the City and its 10 Prosecutor's office. Respondent initially refused to cooperate with the City and completely ignored 11
  - dimentioner and the Older and 1. C 1. J. J. M. M. M. M. M. M.

12	its directives, and the City was left no choice but to file its Petition. (Id., at $\P\P$ 5-13.) Then, after	
13	the City's Motion for Appointment of a Receiver was granted, Respondent hired an attorney, who	
14	filed a Motion for Reconsideration and sought an ex parte order staying the receivership. (Id., at	
15	If 16-18.) Respondent and his lawyers then feigned a desire to cooperate such that the City agreed	
16	to hold the receivership in abeyance, only to revert back to Respondent's pre-filing position that he	
17	its directives, and the City was left no choice but to file its Petition. ( <i>Id.</i> , at ¶¶ 5-13.) Then, after the City's Motion for Appointment of a Receiver was granted, Respondent hired an attorney, who filed a Motion for Reconsideration and sought an <i>ex parte</i> order staying the receivership. ( <i>Id.</i> , at ¶¶ 16-18.) Respondent and his lawyers then feigned a desire to cooperate such that the City agreed to hold the receivership in abeyance, only to revert back to Respondent's pre-filing position that he shouldn't be required to perform all of the work necessary to legalize the Subject Property. ( <i>Id.</i> , at ¶ 21.) Respondent then flip-flopped on whether he intended to complete the start of	
18	¶ 21.) Respondent then flip-flopped on whether he intended to comply repeatedly over the next	
19	$\P$ 21.) Respondent then flip-flopped on whether he intended to comply repeatedly over the next several months and got the ex-Mayor of the City involved in the case, which greatly expanded the scope of the issues associated with this case and which means it to be the scope of	
20	scope of the issues associated with this case and which necessitated substantial work on the part of the Prosecutor's office. ( <i>Id.</i> , at 22-32.) Respondent then agreed to settle the entire case, only to smugly renege on his agreement after an order was issued by the Court that Respondent felt gave him the "upper head" ( <i>Id.</i> , at $22(2)$ ).	
21	the Prosecutor's office. (Id., at 22-32.) Respondent then agreed to settle the entire case, only to	
22	smugly renege on his agreement after an order was issued by the Court that Respondent felt gave	
23	him the "upper hand." (Id., at $\P$ 36.) Respondent then vociferously refused to comply with the	
24	him the "upper hand." ( <i>Id.</i> , at ¶ 36.) Respondent then vociferously refused to comply with the Court's order of April 30, 2018, which forced the City to incur additional attorneys' fees. ( <i>Id.</i> , at ¶ $44.47$ )	
25	¶¶ 44-47.)	
<sup>2</sup>		

B. <u>Petitioner's Counsels' Hourly Rates Are Reasonable</u>

 A "reasonable" hourly rate is the prevailing rate charged by attorneys of similar skill and
 experience in the relevant community. (*PCLM Group, Inc. v. Drexler* (2000) 22 Cal. 4<sup>th</sup> 1084,
 1095.) The court may consider various other factors when determining a reasonable hourly rate,
 12

 MEMORANDUM OF POINTS AND AUTHORITIES

1	including attorney's skill and experience, the nature of work performed, area of expertise, and	
2	customary billing rates. (Flannery v. California Highway Patrol (1998) 61 Cal. App. 4th 629, 632.)	
	The reasonableness of the hourly rate charged by Petitioner's counsel is set out in more detail in	
4	the accompanying Declaration of Eric P. Markus. (Decl. Markus, at ¶ 49-55.) As set forth therein,	
	the hourly rate charged by counsel for the City is \$175.00 per hour for civil litigation matters,	
6	irrespective of whether the attorney billing is a partner, senior associate, or associate. These rates	
7	are well below the normal and customary rates charged by other firms of similar expertise for	
8	similar work in the community and are significantly less than those normally charged by the City's	
9	counsel, which range from \$250.00 to \$605.00 per hour. (Decl. Markus, at $\P\P$ 51.) Accordingly,	
10	the hourly rate of \$175.00 charged by Plaintiff's counsel in this matter is reasonable.	
11	In all, this matter was given careful attention at all stages and the City ultimately succeeded	

- 12 || in causing the abatement of the substandard conditions on the Subject Property. Accordingly, this
- 13 Court should award the full amount of fees and costs in favor of the City as the time spent on this

14 || matter was reasonable and the hourly rates are below market.

 15 IV. THIS ACTION SHOULD MAY BE DISMISSED AS WITHOUT PREJUDICE BECAUSE THE PUBLIC NUISANCE CONDITIONS AT THE SUBJECT PROPERTY HAVE BEEN ABATED, DEFENDANTS ARE NO LONGER IN POSSESSION, AND THE ISSUES PRESENTED IN THE CITY'S COMPLAINT ARE MOOT

As described more fully above, the relief requested by the City in its Complaint has been obtained. The hazardous conditions that rendered the Subject Property substandard have all been abated. As such, the issues presented in the Complaint are moot and a trial on this matter would be a waste of both judicial and public resources. Accordingly, the City requests that the Court dismiss this action without prejudice as to all Defendants subject to the Court's Order concerning the City's status as prevailing party in this matter and the City's right to recover its attorneys' fees. Given Respondent's decade-long history of maintaining hazardous conditions at the Subject

|| Property, the City respectfully requests that the Court retain jurisdiction over this matter for "18

26

19

20

21

22

23

24

25

27

28

consecutive months, and require the owner and the enforcement agency responsible for enforcing

section 17980 to report to the court in accordance with a schedule determined by the Court,"

pursuant to Cal. Health and Safety Code section 17980.7(c)(10).

MEMORANDUM OF POINTS AND AUTHORITIES

## V. THE COURT SHOULD DISCHARGE THE RECEIVER AND EXONERATE HIS BOND AS PART OF ITS DISMISSAL OF THIS ACTION

Cal. Health and Safety Code section 17980.7, subdivision (c)(9), provides as follows: "[t]he receiver shall be discharged when the conditions cited in the notice of violation have been remedied in accordance with the court order or judgment..."

In this case, the receiver was appointed by the Court in July 2017. The receiver filed his oath and posted his bond on August 1, 2018 and has remained appointed in this case at all relevant times. Insofar as the work that was to be performed by the receiver is now complete, there is no need for the receiver to remain appointed and it is appropriate at this time to discharge him and exonerate his bond.

The receiver has requested that the Court exonerate his bond as of August 2, 2018 such that the receiver can avoid having to pay an additional bond premium. The receiver has further

12	and receiver that having to pay an additional bond premium. The receiver has further
13	requested that the Court order Respondent to pay the bond premium that has already been paid, in
14	the amount of \$250.00.
15	IV.
16	<u>CONCLUSION</u>
17	As discussed above, the City is the prevailing party in this lawsuit. Based on the unique
18	circumstances of this case, the attorneys' fees incurred by the City over the approximately two (2)
	years of this litigation have been reasonable. Had Respondent simply cooperated with the City in
20	abating the substandard conditions at the Subject Property in the first place, litigation could have
21	been avoided. Similarly, had Defendants cooperated in any regard with the City or timely complied
22	with the terms of this Court's Orders at anytime during the pendency of this action, the City could
22	//
	//
24	//
25	//
14 1	



~								
1	have avoided a majority of the attorneys' fees incurred by it. Unfortunately, Defendants chose to							
2	remain steadfast in their refusal to cooperate. Accordingly, the City respectfully request that this							
3	court grant the entirety of its reasonable attorneys' fees and costs expended in the total amount of							
4	\$91,830.29.							
5								
6	DAPEER, ROSENBLIT & LITVAK, LLP							
7	Al Al							
8	By:							
9	Eric Markus Attorneys for Petitioner,							
10	CITY OF NORCO							
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								
25								

•



1	PROOF OF SERVICE							
2	STATE OF CALIFORNIA, COUNTY OF LOS ANGELES							
3	I am employed in the county of Los Angeles, State of California. I am over the age of 18							
4	and not a party to the within action; my business address is 11500 W. Olympic Blvd., Suite 550,							
5	Los Angeles, CA 90064-1524.							
6	On November 2, 2018, I served the foregoing document described as PETITIONER							
7	<b>CITY OF NORCO'S NOTICE OF MOTION AND MOTION TO DECLARE THE CITY</b>							
	THE PREVAILING PARTY, FOR AN AWARD OF ATTORNEYS' FEES, TO DISMISS							
8	THE ACTION, TO DISCHARGE THE RECEIVER AND EXONERATE THE							
9	RECEIVER'S BOND; MEMORANDUM OF POINTS AND AUTHORITIES IN							
10	SUPPORT THEREOF interested parties in this action by placing a true copy thereof enclosed in							
11	sealed envelopes addressed as follows:							
12	Ronald Mugar							
13	Defendant Defendant Defendant							
14	Norco, CA 92860							
15	I am "readily familiar" with the firm's practice of collection and processing							
16	correspondence for mailing. Under that practice it would be deposited with U.S. postal service on							
17	that same day with postage thereon full prepaid at Los Angeles, California in the ordinary course							
	of business. I am aware that on motion of the party served, service is presumed invalid if postal							
18	cancellation date or postage meter date is more than one day after date of deposit for mailing in							
	cancellation date or postage meter date is more than one day after date of deposit for mailing in							
19	cancellation date or postage meter date is more than one day after date of deposit for mailing in affidavit.							
19 20	cancellation date or postage meter date is more than one day after date of deposit for mailing in affidavit. Executed on November 2, 2018 at Los Angeles, California. I declare under penalty of							
19 20 21	cancellation date or postage meter date is more than one day after date of deposit for mailing in affidavit.							
19 20 21 22	cancellation date or postage meter date is more than one day after date of deposit for mailing in affidavit. Executed on November 2, 2018 at Los Angeles, California. I declare under penalty of							
19 20 21 22 23	cancellation date or postage meter date is more than one day after date of deposit for mailing in affidavit. Executed on November 2, 2018 at Los Angeles, California. I declare under penalty of perjury under the laws of the State of California that the above is true and correct.							
19 20 21 22	cancellation date or postage meter date is more than one day after date of deposit for mailing in affidavit. Executed on November 2, 2018 at Los Angeles, California. I declare under penalty of							

26 27 28

.

.

# **ONLINE CIVIL LAW AND MOTION RESERVATION COMPLETED**

A MOTION HEARING DATE HAS BEEN RESERVED AS LISTED BELOW.

ALL PLEADINGS MUST BE SERVED AND FILED IN A TIMELY MANNER, PURSUANT TO STATUTE.

FAILURE TO FILE THE REQUIRED PAPERS WILL RESULT IN THE RESERVATION BEING VACATED.

Case Type	Case Number	Department	Motion	Motion Time	Motion
RIC	1709678	03	03/04/2019		MOTION TO BE DECLARED THE PREVAILING PARTY AND FOR FEES

IF ANY CHANGES NEED TO BE MADE PLEASE CALL THE COURT AT (951) 777-3147.

PLEASE PRINT THIS PAGE AS CONFIRMATION OF YOUR PAYMENT OF \$90 CONFIRMATION NUMBER: RES84682

#### <u>Print</u>

TENTATIVE RULINGS ARE NOW ISSUED BY A NUMBER OF JUDICIAL OFFICERS IN RIVERSIDE, SOUTHWEST JUSTICE CENTER, AND PALM SPRINGS FOR CIVIL LAW AND MOTION MATTERS PURSUANT TO CALIFORNIA RULES OF COURT, RULE 3.1308(A)(1) AND RIVERSIDE SUPERIOR COURT LOCAL RULE 3316. FOR INSTRUCTIONS PLEASE VISIT OUR <u>TENTATIVE RULINGS</u> WEBPAGE.

**Online Civil Law and Motions Reservation Menu** 

WWW.RIVERSIDE.COURTS.CA.GOV