1		
1	DAVID M. GLASSER, SB# 82156 ATTORNEY AT LAW	1
2	6701 CENTER DRIVE WEST, SUITE 550 LOS ANGELES, CALIFORNIA 90045	•
310-568-0938/310-568-4716(FAX)	310-568-0938/310-568-4716(FAX)	
4		
5		
6	Hearing Officer	
7	CITY OF LONG BEACH	
8	STATE OF CALIFORNIA	
9		
10	ADMINISTRATIVE APPEAL) REPORT OF FINDINGS OF FACT, FROM THE DEPARTMENT OF) CONCLUSIONS OF LAW & DECISION	
11	FINANCIAL MANAGEMENT)	
12	DENIAL OF BUSINESS LICENSE) APPLICATION # 20520890)	
13	BY CHANG KOL YIM) DBA RANCHO MEAT MARKET #3)	
14		
15		
16		
17		
18		
19	•.	
20		
21		
22		
23	<i>:</i>	
24		
25		
26	÷	
27		
28		
	.1	

INTRODUCTION

This is an appeal from the Department of Financial Management of the denial of business license application number 20520890 by CHANG KOL YIM DBA RANCHO MEAT MARKET #3 (hereinafter referred to as RANCHO) for failure to comply with applicable laws and regulations as set forth in LBMC Section 3.80.42.1(B) by not completing the permit and inspection process.

In April, 2005, RANCHO applied for a business license for property located at 225 West Anaheim Street, Long Beach, CA 90813. Before a business license can be issued, there must be compliance with all applicable laws.

A team inspection by the City found, among other things, a number of improvements had been made without permits or inspection, i.e. removal of wall between suites and installation of a walk-in cooler. RANCHO was provided notices to comply, but to date, has not obtained any permits to correct the violations.

After listening to the sworn testimony and review of exhibits and evidence, it is herein recommended that business license application number 20520890 be denied.

EXHIBITS

The following exhibits were submitted by the City and admitted into evidence:

Exhibit 1: Notice of Inspection dated April 28, 2005;

Exhibit 2: Memorandum from the Planning and Building Department to the Director of Financial Management dated August 5, 2005;

Exhibit 3: Page 1-6.5 of the 2001 California Building Code, specifically referring to Section 106.1 (page 1) and Municipal Code Chapter 18, specifically referring to Section 18.36.170 (page 2);

Exhibit 4: Business License Application submitted by RANCHO on April 21, 2005;

Exhibit 5: "Operating a Business in Long Beach", published by the City of Long Beach;

Exhibit 6: Letter from James A. Goodin, Business Services Officer in the Department of Financial Management addressed to RANCHO (two pages);

Exhibit 7: Letter from RANCHO to Mr. Goodin dated October 5, 2005;

Exhibit 8: Recommendation from the Department of Financial Management to the City Council dated November 1, 2005; and

Exhibit 9: Notice of Inspection dated January 6, 2005.

The following exhibits were submitted by RANCHO and admitted into evidence:

Exhibit A: Drawings on letterhead of Sang Y. Lee & Associates, Structural & civil engineers, dated September 12, 2005 (four pages); and

Exhibit B: Drawing of walk-in cooler.

REVIEW OF RELEVANT TESTIMONY

Wendy Goetz. At all times pertinent was combination building inspector and part of team inspections for business licenses and building compliance.

Prior to an inspection, she obtains information on business such as type from internal database. She also reviews building history pertaining to issuance of permits.

On April 28, 2005, she was part of a team inspection of the RANCHO property.

Among other things, she observed that an interior wall had been removed between suites two and three; and there was a walk-in cooler in suite three.

In her review of the property history, it showed a different business in suite three.

There was a permit for a market for suites one and two; but not for three. There was no permit that indicated suites one and two had been combined with suite three.

No plans had been submitted and no permits issued pertaining to the removal of

the wall or installation of the walk-in cooler.

Ms. Goetz prepared and gave to Mr. Yim a Notice of Inspection (Exhibit 1) that provided in part that "...clearances and final sign-offs" had to be obtained for the wall removal and walk-in cooler.

At the time of the team inspection, Ms. Goetz spoke with Mr. Yim and told him what needed to be done in order to comply with the law. She explained that he needed to hire either an architect or engineer and submit plans. She also gave Mr. Yim a pamphlet that explained the process and included contact numbers if a person had questions.

The Notice of Inspection required compliance in thirty days. If she is kept informed of progress on the improvements, the deadline can be extended. Mr. Yim did not make any contact with her during those thirty days.

At the same time as the team inspection, she issued a Conditional Business
License. A Conditional Business License allows a business to remain open while
corrections are being made. It is good for one hundred and eighty days from date of
application. Extensions can be granted if the business owner is working on the project.

Ms. Goetz explained to Mr. Yim about a Conditional Business License, including the one hundred and eighty day requirement. She also informed him about the thirty-day provision in the Notice of Inspection.

At the time the Conditional Business License was issued, Mr. Yim signed the form, and Ms. Goetz posted it on RANCHO'S window. At the time of the issuance, copies of the Conditional Business License were not kept by the City.

On August 5, 2005, Ms. Goetz reviewed the Conditional Business License list to determine who was due to expire. She reviewed the file on RANCHO and the City

.26

computer to find out the status of the case. She found that RANCHO had not submitted plans or obtained permits.

She prepared a memo to the Financial Management Office recommending denial of the business license application. Before sending the memo, it was reviewed by Mark Sutton, Inspection Officer, Planning and Building Department (Exhibit 2).

The failure to obtain a permit regarding the wall was in violation of Section 106.1 of the California Building Code. The failure to obtain a permit regarding the walk-in cooler was in violation of LBMC Section 18.36.170.

She visited the location the week before the hearing and the business was still operating without making any corrections. There were also new violations relating to the use of extension cords as permanent wiring.

Jeannine Montoya. At all times pertinent hereto served as Business License Supervisor for the City of Long Beach. Part of her job is to receive and review business license applications.

Exhibit 4 is RANCHO's business license application.¹

Information from the application is input into a database for use by other departments. The Business Services Department relies on other departments to investigate business license applicant's property to determine compliance with applicable laws.

At the time a business license application is submitted, an applicant is given, "Operating a Business in Long Beach" (Exhibit 5).

Her department cannot issue a business license with outstanding violations.

James A. Goodwin. At all times pertinent hereto was the Business Services

¹ During Ms. Montoya's testimony, Mr. Yim confirmed it was his application.

He received the August 5, 2005 memo (Exhibit 2), recommending rejection of the business license application. His job includes looking to determine that the Municipal Code process has been followed. If it has been, his office has no choice but to reject an application for non-compliance.

The "process" he is referring to is found in Chapter 3.80 of the Municipal Code. ² Section 3.80.421.1 begins the application process. This section requires his department to refer the application to interested departments.

Section 3.80.421.1(B) allows for issuance of a conditional license.

Section 3.80.421.5 requires that the city "...shall not issue..." a license if there is non-compliance with applicable laws.

Mr. Goodwin is the Director of Financial Management's designee pursuant to Section 3.80.148. This means that when reference is made to the director, the designee can act in his place.

On September 28, 2005, Mr. Goodwin signed a letter addressed to Mr. Yim at RANCHO (Exhibit 6) denying the business license application. The letter further stated that a notice of appeal could be filed. The letter was sent by registered mail and signed for by Mr. Yim (page 2 of Exhibit 6).

Mr. Goodwin received a letter of appeal dated October 5, 2005 (Exhibit 7).

The appeal goes before the City Council. It is first agendized and a staff report prepared (Exhibit 8). The staff report requested referral to a hearing officer. The city council voted in favor of the referral.

Chang Kol Yim is the applicant and owner of RANCHO. On April 1 or 2, 2005, he

² The City requested the hearing officer take Judicial Notice of Chapter 3.80. The

purchased RANCHO. He applied for a business license and a team inspection took place on April 28, 2005. He did not understand what a team inspection meant.

After the team inspection he contacted the prior owner to obtain drawings of location and also tried to find the manufacturer of the walk-in cooler. He could not find who made the cooler. He even asked the maintenance company, but still could not find out.

The removal of the wall and installation of the walk-in cooler happened before he took possession and the city had done nothing.

He did not understand the process.

At the time of the team inspection, Ms. Goetz discussed the walk-in cooler and wall with Mr. Yim.

After receiving the notice of rejection of the business license application, he submitted plans to the zoning department (Exhibit A) and then to the building department. The building department rejected the plans. He was told the plans needed to be more detailed.

He had prepared a drawing of the walk-in cooler (Exhibit B).

To date, he has not submitted plans.

BY Sonn. Is a licensed architect. Mr. Yim contacted him after the rejection of the business license application. Mr. Sonn prepared the appeal letter (Exhibit 7).

Mr. Sonn misunderstood the appeal process. He thought the matter before the hearing officer would be informal and the hearing officer would set down what exactly needed to be done.

Wendy Goetz (rebuttal). In response to Mr. Yim's statement that the City had

hearing officer explained Judicial Notice to the applicant and granted the request.

done nothing to him taking over the business, she testified that on January 6, 2005, she issued a Notice of Inspection to the prior business owner (Exhibit 9) that required submission of plans regarding the combining of suites one and two to suite three and installation of the walk-in cooler.

FINDINGS OF FACT

- 1. On April 21, 2005, Chang Kol Yim applied for a business license with the City of Long Beach for the property located at 225 West Anaheim Street, Long Beach, CA. 90813.
- 2. In the Acknowledgement portion of the application, it states, "I have received a copy of 'OPERATING A BUSINESS IN LONG BEACH'. I understand that before I can operate my business in Long Beach, my establishment must comply completely or I will be in violation of the L.B.M.C., Section 3.80.421.5...".
- 3. On April 28, 2005, a team inspection was conducted by the City. Several violations were found, including, removal of a wall and installation of a walk-in cooler without obtaining a permit or being inspected by the City.
- 4. Mr. Yim was informed orally and in writing he needed to obtain permits and subsequent City inspection for the removal of the wall and installation of the walk-in cooler.
- 5. On the day of the team inspection, the City issued a conditional business license.
- 6. The conditional business license was valid for one hundred and eighty days. During that time, Mr. Yim was to obtain permits for the removal of the wall and installation of the walk-in cooler. In addition, during the same time period, the City had to inspect and approve the corrections.

24

25

26 27 28

- 7. If a business operator was working toward correcting the violations, and keeping the City informed, the City could extend the one hundred eighty day time period.
 - 8. Mr. Yim has not obtained permits for correcting the violations.
- 9. No corrections have been made regarding the removal of the wall or installation of the walk-in closet.
- 10. On August 5, 2005, the Planning and Building Department recommended denial of the business license application on the grounds of failure to complete the permit and inspection process pertaining to removal of the wall and installation of the walk-in cooler.
- On September 28, 2005, the City notified Mr. Yim that the business license application was being denied on the grounds of failure to complete the permit and inspection process pertaining to removal of the wall and installation of the walk-in cooler.
- 12. On October 5, 2005, Mr. Yim filed a timely appeal to the denial of the application for a business license.

CONCLUSIONS OF LAW

- 1. Section 3.80.420.1 of the Long Beach Municipal Code requires a person to file an application for a business license.
- Section 3.80.421.1(A) of the Long Beach Municipal Code requires the Director of Financial Services to refer applications to appropriate departments in the City to determine whether the business complies with applicable law.
- 3. Section 3.80.421.5 of the Long Beach Municipal Code requires that if a particular department in the City rejects an application for a business license on the grounds of failure to comply with applicable laws and ordinances, the City shall not issue

a license.

- 4. Misunderstanding of the law or process is not a valid defense.
- 5. The City has met its burden of proof by a preponderance of the evidence that the business license application number 20520890 by CHANG KOL YIM DBA RANCHO MEAT MARKET #3 be denied on the grounds of failure to comply with applicable laws and ordinances.

IT IS THEREFORE recommended that the business license application number 20520890 by CHANG KOL YIM DBA RANCHO MEAT MARKET #3 be denied.

DATED: Februay 28, 2006

DAVID M. GLASSER

PROOF OF SERVICE BY MAIL

The undersigned hereby certifies under the penalty of perjury that the following is true and correct:

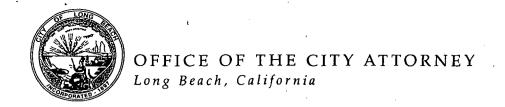
- 1. I am over the age of 18 years and am not a party to the within action.
- 2. My business address is 6701 Center Drive West, Suite 550, Los Angeles, California 90045.
- 3. On February 28, 2006 the attached REPORT OF FINDINGS OF FACT, CONCLUSIONS OF LAW & DECISION was served on the parties in this action, by placing a true copy thereof enclosed in a sealed envelope with postage thereon fully prepaid, in the United States Mail at Los Angeles, California, addressed as follows:

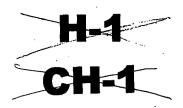
Cristyl Meyers, Esq.
Deputy City Attorney
333 West Ocean Boulevard, Eleventh Floor
Long Beach, California 90802-4664

Chang Kol Yim dba Rancho Meat Market #3 225 West Anaheim Street Long Beach, CA 90813

- 4. There is delivery service by U.S. Mail at the place so addressed or regular communication by U.S. Mail in the place so addressed.
 - 5. This certificate was executed on February 28, 2006 at Los Angeles, California.

David M. Glasser





ROBERT E. SHANNON City Attorney

HEATHER A. MAHOOD Chief Assistant City Attorney

MICHAEL J. MAIS Assistant City Attorney May 2, 2006

PRINCIPAL DEPUTIES

Barbara D. de Jong Dominic Holzhaus Belinda R. Mayes

DEPUTIES

Gary 1. Anderson

Richard F. Anthony
Christina L. Checel
Alysha Park Choi
Randall C. Fudge
Charles M. Gale
Everett L. Glenn
Donna F. Gwin
Monte H. Machit
Anne C. Lattine
Lisa Peskay Malmsten
Barry M. Meyers
Cristyl Meyers
J. Charles Parkin
Howard D. Russell
Tiffani L. Shin

HONORABLE MAYOR AND CITY COUNCILMEMBERS City of Long Beach California

RECOMMENDATION:

Recommendation that the City Council continue for thirty (30) days the hearing regarding the administrative appeal of the denial of Business License Application number BU20520890 for Rancho Meat Market #3, located at 225 W. Anaheim Street, Long Beach, 90813. (District 1)

DISCUSSION

Attached please find a copy of the Report, Findings, and Recommendations of Hearing Officer David Glasser regarding Chang Kol Yim's Business License Application for Rancho Meat Market #3 located at 225 W. Anaheim Street, Long Beach, California 90813. This matter was placed on the City Council Agenda for May 2, 2006, to review the attached Hearing Officer Report regarding Denial of Business License Application Number BU20520890.

An administrative appeal hearing occurred on February 16, 2006. During the administrative proceedings, evidence was presented that in early April of 2005 Chang Kol Yim purchased 225 W. Anaheim Street as a food retail establishment. The building was purchased with pre-existing un-permitted tenant improvements, including removal of an interior wall partition that combined two suites, and installation of a walk-in food cooler, all of which violated local and State laws.

That same month, Mr. Yim applied for Long Beach Business license number BU20520890. Based on this application, the City conducted an inspection and issued Mr. Yim a conditional business license as well as a notice of correction requiring him to submit plans, obtain permits, make all necessary corrections and obtain final approval of the tenant improvements within thirty (30) days. Although the conditional license allowed Mr. Yim to conduct business during the pendency of corrections, it also advised that failure to timely comply with and make all necessary corrections would result in denial of the business license application, and would also require him to cease business operations.

Three months later, a status check revealed that Mr. Yim failed to initiate any corrective measures. As a result, on August 5, 2005, the Department of Planning and Building recommended application number BU20520890 be

HONORABLE MAYOR AND CITY COUNCILMEMBERS Page 2 May 2, 2006

denied, and on September 28, 2005, the Department of Financial Management denied the application. Mr. Yim timely filed his appeal, and on November 1, 2005, the City Council referred the matter to a hearing officer. Approximately one (1) week prior to this hearing, an inspection showed that the business was still operating without having made any corrections, and that new violations existed based on the use of extension cords in lieu of permanent wiring.

In Mr. Yim's defense, he testified that he did not understand the compliance process, and further that if he were given clarification of outstanding requirements, corrections would be made.

Based on the evidence presented, coupled with the conclusion that misunderstanding of the law or process is not a valid defense, Hearing Officer Glasser found that the City met its burden of proof and recommended that business license application number BU20520890, submitted by Chang Kol Yim doing business as the Rancho Meat Market #3 located at 225 W. Anaheim, Long Beach, 90813, be denied.

However, in the interim since this recommendation was rendered, Mr. Yim has made significant progress on complying with all outstanding code violations. To date, Mr. Yim submitted all necessary tenant improvement plans which were approved by the departments of Planning & Building and Fire. In March, building, electrical, mechanical, and fire permits were obtained by Mr. Yim's licensed contractor, and in April the walk-in cooler and wall partition were inspected and approved. It is anticipated that all outstanding electrical and fire violations will be completed and inspected within two (2) weeks, allowing for final project inspection and approval to occur no later than May 31, 2006.

Therefore, the City Attorney and City Staff recommend the City Council continue for thirty (30) days the hearing regarding the administrative appeal of the denial of Business License Application number BU20520890 in order to allow this business to make the remaining outstanding corrections, and thereby attain full and complete compliance.

SUGGESTED ACTION:

Continue the hearing for thirty (30) days.

Very truly yours,

ROBERT E. SHANNON, City Attorney

By

CRISTYL A. MEYERS
Deputy City Attorney

Attachments: February 28, 2006 Hearing Officer Report Re: Denial of Business License Application BU20520890 for Rancho Meat Market #3

1	DAVID M. GLASSER, SB# 82156 ATTORNEY AT LAW
2	6701 CENTER DRIVE WEST, SUITE 550 LOS ANGELES, CALIFORNIA 90045 310-568-0938/310-568-4716(FAX)
5	
6	Hearing Officer
7	CITY OF LONG BEACH
8	
9	STATE OF CALIFORNIA
10	
11	FROM THE DEPARTMENT OF) CONCLUSIONS OF LAW & DECISION FINANCIAL MANAGEMENT)
12	DENIAL OF BUSINESS LICENSE)
13	BY CHANG KOL YIM)
14	DBA RANCHO MEAT MARKET #3)
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	•
25	
26	
27	
28	

INTRODUCTION

This is an appeal from the Department of Financial Management of the denial of business license application number 20520890 by CHANG KOL YIM DBA RANCHO MEAT MARKET #3 (hereinafter referred to as RANCHO) for failure to comply with applicable laws and regulations as set forth in LBMC Section 3.80.42.1(B) by not completing the permit and inspection process.

In April, 2005, RANCHO applied for a business license for property located at 225 West Anaheim Street, Long Beach, CA 90813. Before a business license can be issued, there must be compliance with all applicable laws.

A team inspection by the City found, among other things, a number of improvements had been made without permits or inspection, i.e. removal of wall between suites and installation of a walk-in cooler. RANCHO was provided notices to comply, but to date, has not obtained any permits to correct the violations.

After listening to the sworn testimony and review of exhibits and evidence, it is herein recommended that business license application number 20520890 be denied.

EXHIBITS

The following exhibits were submitted by the City and admitted into evidence:

Exhibit 1: Notice of Inspection dated April 28, 2005;

Exhibit 2: Memorandum from the Planning and Building Department to the Director of Financial Management dated August 5, 2005;

Exhibit 3: Page 1-6.5 of the 2001 California Building Code, specifically referring to Section 106.1 (page 1) and Municipal Code Chapter 18, specifically referring to Section 18.36.170 (page 2);

Exhibit 4: Business License Application submitted by RANCHO on April 21, 2005;

Exhibit 5: "Operating a Business in Long Beach", published by the City of Long Beach;

Exhibit 6: Letter from James A. Goodin, Business Services Officer in the Department of Financial Management addressed to RANCHO (two pages);

Exhibit 7: Letter from RANCHO to Mr. Goodin dated October 5, 2005;

Exhibit 8: Recommendation from the Department of Financial Management to the City Council dated November 1, 2005; and

Exhibit 9: Notice of Inspection dated January 6, 2005.

The following exhibits were submitted by RANCHO and admitted into evidence:

Exhibit A: Drawings on letterhead of Sang Y. Lee & Associates, Structural & civil engineers, dated September 12, 2005 (four pages); and

Exhibit B: Drawing of walk-in cooler.

REVIEW OF RELEVANT TESTIMONY

Wendy Goetz. At all times pertinent was combination building inspector and part of team inspections for business licenses and building compliance.

Prior to an inspection, she obtains information on business such as type from internal database. She also reviews building history pertaining to issuance of permits.

On April 28, 2005, she was part of a team inspection of the RANCHO property.

Among other things, she observed that an interior wall had been removed between suites two and three; and there was a walk-in cooler in suite three.

In her review of the property history, it showed a different business in suite three.

There was a permit for a market for suites one and two; but not for three. There was no permit that indicated suites one and two had been combined with suite three.

No plans had been submitted and no permits issued pertaining to the removal of

the wall or installation of the walk-in cooler.

Ms. Goetz prepared and gave to Mr. Yim a Notice of Inspection (Exhibit 1) that provided in part that "...clearances and final sign-offs" had to be obtained for the wall removal and walk-in cooler.

At the time of the team inspection, Ms. Goetz spoke with Mr. Yim and told him what needed to be done in order to comply with the law. She explained that he needed to hire either an architect or engineer and submit plans. She also gave Mr. Yim a pamphlet that explained the process and included contact numbers if a person had questions.

The Notice of Inspection required compliance in thirty days. If she is kept informed of progress on the improvements, the deadline can be extended. Mr. Yim did not make any contact with her during those thirty days.

At the same time as the team inspection, she issued a Conditional Business
License. A Conditional Business License allows a business to remain open while
corrections are being made. It is good for one hundred and eighty days from date of
application. Extensions can be granted if the business owner is working on the project.

Ms. Goetz explained to Mr. Yim about a Conditional Business License, including the one hundred and eighty day requirement. She also informed him about the thirty-day provision in the Notice of Inspection.

At the time the Conditional Business License was issued, Mr. Yim signed the form, and Ms. Goetz posted it on RANCHO'S window. At the time of the issuance, copies of the Conditional Business License were not kept by the City.

On August 5, 2005, Ms. Goetz reviewed the Conditional Business License list to determine who was due to expire. She reviewed the file on RANCHO and the City

computer to find out the status of the case. She found that RANCHO had not submitted plans or obtained permits.

She prepared a memo to the Financial Management Office recommending denial of the business license application. Before sending the memo, it was reviewed by Mark Sutton, Inspection Officer, Planning and Building Department (Exhibit 2).

The failure to obtain a permit regarding the wall was in violation of Section 106.1 of the California Building Code. The failure to obtain a permit regarding the walk-in cooler was in violation of LBMC Section 18.36.170.

She visited the location the week before the hearing and the business was still operating without making any corrections. There were also new violations relating to the use of extension cords as permanent wiring.

Jeannine Montoya. At all times pertinent hereto served as Business License Supervisor for the City of Long Beach. Part of her job is to receive and review business license applications.

Exhibit 4 is RANCHO's business license application.¹

Information from the application is input into a database for use by other departments. The Business Services Department relies on other departments to investigate business license applicant's property to determine compliance with applicable laws.

At the time a business license application is submitted, an applicant is given, "Operating a Business in Long Beach" (Exhibit 5).

Her department cannot issue a business license with outstanding violations.

James A. Goodwin. At all times pertinent hereto was the Business Services

¹ During Ms. Montoya's testimony, Mr. Yim confirmed it was his application.

Officer in the Department of Financial Management.

He received the August 5, 2005 memo (Exhibit 2), recommending rejection of the business license application. His job includes looking to determine that the Municipal Code process has been followed. If it has been, his office has no choice but to reject an application for non-compliance.

The "process" he is referring to is found in Chapter 3.80 of the Municipal Code. ² Section 3.80.421.1 begins the application process. This section requires his department to refer the application to interested departments.

Section 3.80.421.1(B) allows for issuance of a conditional license.

Section 3.80.421.5 requires that the city "...shall not issue..." a license if there is non-compliance with applicable laws.

Mr. Goodwin is the Director of Financial Management's designee pursuant to Section 3.80.148. This means that when reference is made to the director, the designee can act in his place.

On September 28, 2005, Mr. Goodwin signed a letter addressed to Mr. Yim at RANCHO (Exhibit 6) denying the business license application. The letter further stated that a notice of appeal could be filed. The letter was sent by registered mail and signed for by Mr. Yim (page 2 of Exhibit 6).

Mr. Goodwin received a letter of appeal dated October 5, 2005 (Exhibit 7).

The appeal goes before the City Council. It is first agendized and a staff report prepared (Exhibit 8). The staff report requested referral to a hearing officer. The city council voted in favor of the referral.

Chang Kol Yim is the applicant and owner of RANCHO. On April 1 or 2, 2005, he

² The City requested the hearing officer take Judicial Notice of Chapter 3.80. The

purchased RANCHO. He applied for a business license and a team inspection took place on April 28, 2005. He did not understand what a team inspection meant.

After the team inspection he contacted the prior owner to obtain drawings of location and also tried to find the manufacturer of the walk-in cooler. He could not find who made the cooler. He even asked the maintenance company, but still could not find out.

The removal of the wall and installation of the walk-in cooler happened before he took possession and the city had done nothing.

He did not understand the process.

At the time of the team inspection, Ms. Goetz discussed the walk-in cooler and wall with Mr. Yim.

After receiving the notice of rejection of the business license application, he submitted plans to the zoning department (Exhibit A) and then to the building department. The building department rejected the plans. He was told the plans needed to be more detailed.

He had prepared a drawing of the walk-in cooler (Exhibit B).

To date, he has not submitted plans.

BY Sonn. Is a licensed architect. Mr. Yim contacted him after the rejection of the business license application. Mr. Sonn prepared the appeal letter (Exhibit 7).

Mr. Sonn misunderstood the appeal process. He thought the matter before the hearing officer would be informal and the hearing officer would set down what exactly needed to be done.

Wendy Goetz (rebuttal). In response to Mr. Yim's statement that the City had

hearing officer explained Judicial Notice to the applicant and granted the request.

done nothing to him taking over the business, she testified that on January 6, 2005, she issued a Notice of Inspection to the prior business owner (Exhibit 9) that required submission of plans regarding the combining of suites one and two to suite three and installation of the walk-in cooler.

FINDINGS OF FACT

- On April 21, 2005, Chang Kol Yim applied for a business license with the City of Long Beach for the property located at 225 West Anaheim Street, Long Beach, CA. 90813.
- 2. In the Acknowledgement portion of the application, it states, "I have received a copy of 'OPERATING A BUSINESS IN LONG BEACH'. I understand that before I can operate my business in Long Beach, my establishment must comply completely or I will be in violation of the L.B.M.C., Section 3.80.421.5...".
- 3. On April 28, 2005, a team inspection was conducted by the City. Several violations were found, including, removal of a wall and installation of a walk-in cooler without obtaining a permit or being inspected by the City.
- 4. Mr. Yim was informed orally and in writing he needed to obtain permits and subsequent City inspection for the removal of the wall and installation of the walk-in cooler.
- 5. On the day of the team inspection, the City issued a conditional business license.
- 6. The conditional business license was valid for one hundred and eighty days. During that time, Mr. Yim was to obtain permits for the removal of the wall and installation of the walk-in cooler. In addition, during the same time period, the City had to inspect and approve the corrections.

- 7. If a business operator was working toward correcting the violations, and keeping the City informed, the City could extend the one hundred eighty day time period.
 - 8. Mr. Yim has not obtained permits for correcting the violations.
- 9. No corrections have been made regarding the removal of the wall or installation of the walk-in closet.
- 10. On August 5, 2005, the Planning and Building Department recommended denial of the business license application on the grounds of failure to complete the permit and inspection process pertaining to removal of the wall and installation of the walk-in cooler.
- 11. On September 28, 2005, the City notified Mr. Yim that the business license application was being denied on the grounds of failure to complete the permit and inspection process pertaining to removal of the wall and installation of the walk-in cooler.
- 12. On October 5, 2005, Mr. Yim filed a timely appeal to the denial of the application for a business license.

CONCLUSIONS OF LAW

- 1. Section 3.80.420.1 of the Long Beach Municipal Code requires a person to file an application for a business license.
- 2. Section 3.80.421.1(A) of the Long Beach Municipal Code requires the Director of Financial Services to refer applications to appropriate departments in the City to determine whether the business complies with applicable law.
- 3. Section 3.80.421.5 of the Long Beach Municipal Code requires that if a particular department in the City rejects an application for a business license on the grounds of failure to comply with applicable laws and ordinances, the City shall not issue

a license.

- 4. Misunderstanding of the law or process is not a valid defense.
- 5. The City has met its burden of proof by a preponderance of the evidence that the business license application number 20520890 by CHANG KOL YIM DBA RANCHO MEAT MARKET #3 be denied on the grounds of failure to comply with applicable laws and ordinances.

IT IS THEREFORE recommended that the business license application number 20520890 by CHANG KOL YIM DBA RANCHO MEAT MARKET #3 be denied.

DATED: Februa 28, 2006

DAVID M. GLASSER