CITY OF MANHATTAN BEACH DEPARTMENT OF COMMUNITY DEVELOPMENT MEMORANDUM

- **TO:** Planning Commission
- **FROM:** Anne McIntosh, Director of Community Development
- THROUGH: Laurie B Jester, Planning Manager
- **BY:** Eric Haaland, Associate Planner
- **DATE**: March 14, 2018
- **SUBJECT:** Consideration of Resolutions Approving Use Permit Applications to Construct a New Office Building and an Office Building Addition and Certification of a Final Environmental Impact Report Pursuant to the California Quality Act for Projects at 305 and 330 South Sepulveda Boulevard (Skechers USA)

RECOMMENDATION:

Staff recommends that, after **CONDUCTING** the continued Public Hearing, and **CONSIDERING** all the evidence presented, the Planning Commission **ADOPT** Resolutions certifying a Final Environmental Impact Report and Mitigation Monitoring and Reporting Program, and approving the Use Permit and Use Permit Amendment with conditions.

APPLICANT/ OWNER:

Skechers USA, Inc. 330 S. Sepulveda Boulevard Manhattan Beach, CA 90266

BACKGROUND:

At its regular meeting of February 14, 2018, the Planning Commission conducted a public hearing for a use permit to construct a new 37,000 square-foot office building (305 Sepulveda), a use permit amendment to construct a 20,000 square-foot office building addition (330 Sepulveda), and an Environmental Impact Report (EIR) for the overall Sepulveda Skechers headquarters expansion project that also includes 120,000 square feet of office space in the City of Hermosa Beach. The Commission determinations was to approve the Project EIR and the Use Permit Amendment for 330 South Sepulveda Boulevard, and to have the Use Permit public hearing for 305 South Sepulveda Boulevard be continued for revisions to the loading/delivery component of the project. Staff subsequently met with the applicant to discuss loading alternatives for the 305 South Sepulveda project and after agreement on an approach to revise the plans and conditions, Staff prepared resolutions of approval for the EIR and Use Permits.

DISCUSSION:

The attached draft EIR resolution (Attachment A) includes findings, a statement of overriding considerations, and a Mitigation Monitoring and Reporting Plan (MMRP), concluding that the overall project shall not result in CEQA environmental impacts except for acceptable traffic delays at seven Sepulveda Boulevard intersections, and some construction noise substantially exceeding Hermosa Beach standards.

The attached draft Use Permit Amendment Resolution for 330 South Sepulveda Boulevard (Attachment B) would replace the existing Use Permit (Resolution No. PC 02-9) for the property. Findings to support approval for the 20,000 square-foot office space are included. It primarily contains conditions of approval previously reviewed by the Planning Commission as attached to its February 14th report.

The attached draft Use Permit Resolution for 305 South Sepulveda Boulevard (Attachment C) also includes findings for approving the proposed 37,000 square-foot office building, with conditions attached to the previous report. The Planning Commission's concern with this project was with how loading and deliveries should be regulated. Public comments had objected to truck traffic related to the proposed loading area abutting Boundary Place potentially intruding into the residential segment of that alley west of the project site. The proposed solution, discussed briefly at the February 14th meeting, includes the following points:

- Rely on other Skechers sites for primary deliveries intended for the 305 building, with a secondary shipping system, primarily operated by the applicant, using the main parking structure, or legal commercial street parking.
- Prohibit use of the designed loading area, and physically obstruct access to that area from Boundary Place.
- Require Planning Commission public hearing approval of any future changes that would create loading/delivery access from Boundary Place.

The proposed condition language in the attached resolution is as follows:

"The applicant shall secure the outdoor area adjacent to Boundary Place with fencing, walls and/or gates and post signs to prohibit commercial deliveries on Boundary Place to the satisfaction of the Planning and Traffic Engineering divisions. One parking space shall be designated and signed within the parking garage for small delivery vehicles. Deliveries for 305 S. Sepulveda Boulevard may also be made in loading zones at nearby Skechers-occupied buildings along Sepulveda Boulevard (SR-1) subject to the delivery conditions for those properties. No deliveries or loading related to the site shall be permitted on residential streets or alleys."

The project is required to provide the designed loading space, but is only expected to have office-supply deliveries that can be handled by passenger-size vehicles. It is already common practice by the applicant to distribute materials within its campus with passenger-size vans. Any future need or desire to have loading access from Boundary Place would require a use permit amendment. A revised plan that shows these modifications is included as Attachment G. Attached is a memorandum from Rincon Consultants Inc., the Project environmental consultant, verifying that the proposed loading revision is consistent with the Project EIR. (Attachment D)

Public Input

The Planning Commission concluded the public hearings for the Project EIR and 330 S. Sepulveda Blvd Use Permit Amendment at its February 14, 2018, meeting. The public hearing for the 305 S. Sepulveda Blvd. Use Permit was continued to March 14, 2018, for the loading revisions and resulting public input. One written public comment, received after the previous meeting (Attachment E), expresses concerns for the Duncan Avenue traffic aspect of the project. The Planning Commission and the February 14th report discussed that the surrounding residential area was not found to be impacted, but the project would be obligated to fund a future neighborhood traffic study.

CONCLUSION:

Staff recommends that the Planning Commission adopt the proposed resolutions for the Project EIR and 330 S. Sepulveda Blvd Use Permit Amendment as submitted, or revised, and based upon the evidence presented at the continued hearing, adopt the proposed resolution approving the 305 S. Sepulveda Blvd. Use Permit, as submitted, or revised.

ALTERNATIVES:

- 1. Direct staff to prepare a resolution denying 305 S. Sepulveda Blvd. request.
- 2. Continue the public hearing for further public input and discussion.

Attachments:

- A. Draft EIR Resolution No. PC 18-XX
- B. Draft 330 S. Sepulveda Blvd. Use Permit Amendment Resolution No. PC 18-XX
- C. Draft 305 S. Sepulveda Blvd. Use Permit Resolution No. PC 18-XX
- D. CEQA Consultant letter, dated 3/5/18
- E. Public Comment subsequent to 2/14/18
- F. Planning Commission Staff Report and attachments dated 2/14/18
- G. Revised loading area plans for 305 S. Sepulveda Boulevard
- cc: Skechers USA, Applicant City of Hermosa Beach, EIR Lead Agency

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RESOLUTION NO. PC 18-

RESOLUTION OF THE Α MANHATTAN BEACH PLANNING COMMISSION MAKING RESPONSIBLE AGENCY FINDINGS AND ADOPTING A MITIGATION MONITORING REPORTING PROGRAM AND STATEMENT OF OVERRIDING CONSIDERATIONS FOR THE SKECHERS DESIGN CENTER PROJECT AT 305 AND 330 SOUTH SEPULVEDA BOULEVARD

THE MANHATTAN BEACH PLANNING COMMISSION DOES HEREBY RESOLVE, FIND, AND DETERMINE AS FOLLOWS:

<u>SECTION 1.</u> In October 2014, and August 2015, Sepulveda Design Center LLC (Skechers USA, Inc.) ("Applicant") filed applications with the Cities of Hermosa Beach and Manhattan Beach to (a) develop a new office building with a design center and executive offices on approximately 1.8 acres at 2851, 2901, 3001, and 3125 Pacific Coast Highway in the City of Hermosa Beach, (b) develop a new 37,000-square-foot office building on approximately 0.65 acres at 305 S. Sepulveda Boulevard in the City of Manhattan Beach, and (c) construct a 20,000-square-foot addition to the existing Skechers building located at 330 S. Sepulveda Boulevard in the City of Manhattan Beach (collectively, the "Project," as further described in the certified Final Environmental Impact Report). These three development components are located in close proximity to each other in the Cities of Hermosa Beach and Manhattan Beach. For purposes of the findings and actions of this Resolution and **Exhibit A**, the "Project" consists of the two components located within the jurisdiction of the City of Manhattan Beach ("City").

<u>SECTION 2.</u> Pursuant to the California Environmental Quality Act ("CEQA") (Pub. Res. Code § 21000, *et seq.*) and the CEQA Guidelines (14 C.C.R.§ 15000 *et seq.*), an Environmental Impact Report ("EIR") was prepared for the whole of the Project. The EIR comprehensively analyzed the environmental impacts of all Project components, including the components located in Manhattan Beach, and determined that all impacts would be reduced to less than significant with the mitigation measures imposed in the Mitigation Monitoring and Reporting Program, with the exception of the following: temporary construction-related noise impacts, temporary construction-related traffic impacts, and operational traffic impacts to seven intersections along Sepulveda Boulevard/Pacific Coast Highway.

<u>SECTION 3.</u> In accordance with CEQA Guidelines Sections 15050 and 15051, the City of Hermosa Beach is the lead agency for the Project; the City of Manhattan Beach is a responsible agency. On January 31, 2018, the City of Hermosa Beach certified the Final EIR and approved the development components located in Hermosa Beach.

<u>SECTION 4.</u> On February 14, 2018, and March 14, 2018, the Planning Commission conducted a duly noticed public hearing to consider the certified Final EIR

and the Project. Evidence, both written and oral, including staff reports, supporting documentation, and public comment letters, was presented at the hearing.

<u>SECTION 5.</u> The findings made in this Resolution are based upon the information and evidence set forth in the Final EIR and upon other substantial evidence that has been presented at the hearings and in the record of the proceedings. The Final EIR, staff reports, technical studies, appendices, plans, specifications, and other documents and materials that constitute the record of proceedings on which this Resolution is based are on file for public examination during normal business hours at the Department of Community Development, Manhattan Beach City Hall, 1400 Highland Avenue, Manhattan Beach, CA, 90266. The custodian of records is the City of Manhattan Beach Community Development Department. Each of these documents is incorporated herein by reference. The Final EIR was also circulated through the Office of Planning and Research's State Clearinghouse (SCH No. 2015041081). The Planning Commission finds that interested members of the public have been afforded ample notice and opportunity to comments on the EIR and the proposed Project.

<u>SECTION 6.</u> Pursuant to CEQA Guidelines Section 15096, the City as responsible agency must consider the certified Final EIR, make environmental findings, adopt a Mitigation Monitoring and Reporting Program, and adopt a Statement of Overriding Considerations prior to Project approvals. The City is responsible for mitigating or avoiding only the effects of those activities or Project components which it decides to carry out or approve and may not approve the Project if it finds any feasible alternative or feasible mitigation measures within its powers that would substantially lessen or avoid any significant effect on the environment.

<u>SECTION 7.</u> CEQA Guidelines Section 15091 requires, before approving the Project, one or more of the following written finding(s) for each significant effect identified in the Final EIR, accompanied by a brief explanation of the rationale for each finding:

- A. Changes or alterations have been required in, or incorporated into, the project which avoid or substantially lessen the significant environmental effects as identified in the final EIR;
- B. Such changes or alterations are within the responsibility and jurisdiction of another public agency and not the agency making the finding; or,
- C. Specific economic, legal, social, technological, or other considerations, including provision of employment opportunities for highly trained workers, make infeasible the mitigation measures or project alternatives identified in the final EIR.

<u>SECTION 8.</u> The required findings are set forth in **Exhibit A** to this Resolution and incorporated herein by reference.

A. Environmental impacts identified in the Final EIR as less than significant with mitigation imposed are described in Exhibit A, Section VI.

- B. Environmental impacts identified as significant and unavoidable in the Final EIR are described in Exhibit A, Section VII.
- C. Environmental impacts within the responsibility and jurisdiction of the lead agency or another public agency are described in Exhibit A, Section VIII.
- D. Alternatives to the Project that might eliminate or reduce significant environmental impacts are described in Exhibit A, Section IX.

<u>SECTION 9.</u> The Planning Commission, as the responsible agency for the Project, has reviewed and considered the certified Final EIR, including all comments timely received, the Responses to the Comments, and all oral and written testimony presented at the Planning Commission public hearings, including testimony from City staff.

<u>SECTION 10.</u> The Planning Commission finds, in its independent judgment after considering all relevant evidence in the record for the Project, that there are no feasible alternatives or feasible mitigation measures within its powers that would substantially lessen or avoid any significant environmental effect and that the certified Final EIR is adequate for the City's use.

<u>SECTION 11.</u> The Planning Commission hereby makes and adopts the environmental findings in **Exhibit A**, the Mitigation Monitoring and Reporting Program in **Exhibit B**, and the Statement of Overriding Considerations in **Exhibit C**.

<u>SECTION 12.</u> The Planning Commission hereby directs staff to prepare a Notice of Determination and file that Notice with the County Clerk in accordance with Section 15075(d) of the CEQA Guidelines.

<u>SECTION 13.</u> The Secretary to the Planning Commission shall certify to the passage and adoption of this Resolution.

<u>SECTION 14.</u> This Resolution shall be effective upon adoption.

PASSED, APPROVED and ADOPTED by the Manhattan Beach Planning Commission on _____, 2018.

AYES: NOES: ABSENT: ABSTAIN:

I hereby certify that the foregoing is a full, true, and correct copy of the Resolution as adopted by the Planning Commission at its regular meeting of ______, 2018 and that said Resolution was adopted by the following vote:

AYES: NOES: ABSENT: ABSTAIN:

Anne McIntosh Secretary to the Planning Commission

Rosemary Lackow Recording Secretary

EXHIBIT A Findings of Fact in Support of Findings Skechers Design Center Project

I. Introduction

The California Environmental Quality Act, Public Resources Code § 21000, et seq. ("CEQA") and the State CEQA Guidelines, 14 Cal. Code Regs. § 15000, et seq. ("Guidelines") provide that no public agency shall approve or carry out a Project for which an Environmental Impact Report ("EIR") has been certified that identifies one or more significant effects on the environment caused by the Project unless the public agency makes one or more of the following findings:

- A. Changes or alterations have been required in, or incorporated into, the Project, which avoid or substantially lessen the significant environmental effects identified in the EIR.
- B. Such changes or alterations are within the responsibility of another public agency and not the agency making the finding. Such changes have been adopted by such other agency or can and should be adopted by such other agency.
- C. Specific economic, social, or other considerations make infeasible the mitigation measures or Project alternatives identified in the EIR.

Pursuant to CEQA Guidelines Section 15051, the City of Manhattan Beach ("City" or "Manhattan Beach") is the responsible agency for the Skechers Design Center Project ("Project"). The City of Hermosa Beach ("Hermosa Beach") is the lead agency.

In accordance with CEQA and Guidelines Sections 15096, the Manhattan Beach Planning Commission, as responsible agency, hereby makes the following environmental findings in connection with the proposed Project. These findings are based upon the entire record, including written and oral evidence included in the record of these proceedings, comments on the Draft EIR and the written responses, the Final EIR, reports presented to the Planning Commission by City staff and the environmental consultants, and all reports, oral evidence, findings, and all other materials presented by the Hermosa Beach as lead agency.

The proposed Project would be located in Hermosa Beach at 2851, 2901, 3001 and 3125 Pacific Coast Highway and in Manhattan Beach at 300, 305, 309, 317 and 330 South Sepulveda Boulevard and 1050 Duncan Avenue.

II. Project Objectives

As set forth in the EIR, the objectives of this Project (the "Project Objectives") are as to:

• Develop a new Design Center to display Skechers shoes in modern state of the art showrooms in one location.

- Create facilities providing sufficient space for additional offices to meet current and future needs, as well as showrooms that would be used during conference events hosted by Skechers approximately twice per year.
- Maintain proximity to the existing Skechers campus and Los Angeles International Airport.
- Generate 497 new for a total of 655 jobs in the cities of Hermosa Beach and Manhattan Beach.
- Achieve LEED Gold Certification for all three project components.
- Create a consistent pattern of development along SR-1 that matches the existing Skechers campus and redevelops three underutilized sites.

III. Background

The project consists of three components located in Hermosa Beach (one component) and Manhattan Beach (two components). The Hermosa Beach component is located at 2851, 2901, 3001, and 3125 Pacific Coast Highway (PCH) on an approximately 1.44-acre site that is zoned C-3 (General Commercial). The first Manhattan Beach component is located at 305, 309, and 317 S. Sepulveda Boulevard, and 1050 Duncan Avenue (known as 305 S Sepulveda) on an approximately 0.65-acre site. The second Manhattan Beach component is an extension of the existing Skechers offices located at 330 S. Sepulveda Boulevard on an approximately 1.23-acre site. Both Manhattan Beach component.

Hermosa Beach, the lead agency, and Manhattan Beach, the responsible agency, use different names for PCH, so the following street names refer to the same continuous roadway: PCH, S. Sepulveda Boulevard, or State Route (SR-1).

The Hermosa Beach component would include a 100,296 square foot (sf) Design Center and 20,207 sf of Executive Offices. The Design Center would include showrooms, product development rooms, general offices, conference rooms, and shoe libraries. In addition to office space, the Executive Offices building would include a patio, lobby, and Wi-Fi lounge, showers for employees, as well as product development rooms and a management dining area. Both buildings would be three stories in height. The 305 S. Sepulveda component would include 37,174 sf of floor area, while the 330 S. Sepulveda component would be an expansion of the existing building at that location and would encompass 20,328 sf of new floor area. Both buildings would be two stories in height.

Approximately twice per year, Skechers invites approximately 500–1,500 people to attend the Global Sales Conference. This event lasts for three days at the Redondo Beach Performing Arts Center. After lunch, approximately 450–500 of those attendees are transported via bus to the Skechers building at 330 S. Sepulveda; the numbers drop

on the second and third days of the conference. Attendees are transported utilizing 8 buses with a 60-seat capacity. With completion of the Design Center, the attendees would visit the new showrooms in Hermosa Beach instead of at the 330 S. Sepulveda Building in Manhattan Beach.

IV. Consideration of the Final Environmental Impact Report

The Hermosa Beach Planning Commission reviewed and considered the Final Environmental Impact Report (EIR) as the lead agency. On February 13, 2018, the Hermosa Beach City Council received the Planning Commission certification of the Final Environmental Impact Report and subsequently approved the Hermosa Beach components of the proposed Project.

The Manhattan Beach Planning Commission has reviewed and considered the FEIR and all other evidence presented in the record of proceedings. Based on all the evidence in the record, the Manhattan Beach Planning Commission finds that the FEIR reflects its independent judgment and that the FEIR is adequate for use by Manhattan Beach as the responsible agency for the Project.

As the responsible agency, the Manhattan Beach's consideration of alternatives and mitigation measures is more limited than that of the lead agency. Manhattan Beach has responsibility for mitigating or avoiding only the direct or indirect environmental effects of those parts of the Project which it approves. Accordingly, the Manhattan Beach Planning Commission's findings and determinations on the FEIR consider only whether any feasible alternative or feasible mitigation measures within its powers would substantially lessen or avoid any significant environmental effect.

V. Location Of Record of Proceedings

The documents and other materials that constitute the lead agency's record of proceedings are in the custody of Elaine Doerfling, City Clerk, City of Hermosa Beach, 1315 Valley Drive, Hermosa Beach, CA 90254.

Documents and other materials with Manhattan Beach, including the FEIR, are available at the Manhattan Beach Library, Manhattan Beach Police Department, and with Eric Haaland, Associate Planner, in the Community Development Department, 1400 Highland Avenue, Manhattan Beach, CA 90266. The FEIR is also available on the City's website at on the Manhattan Beach City website at:

http://www.citymb.info/departments/community-development/planning-zoning/currentprojects-programs/skechers-design-center-and-offices (Link)

VI. Findings that Certain Impacts are Mitigated to Less than Significant

The FEIR identifies seven subject areas for which the project is considered to cause or contribute to significant, but mitigatable environmental impacts to less than significant levels.

A. AIR QUALITY STANDARDS

Impact 4.2-2: Would the proposed project violate any air quality standard; or result in a cumulatively considerable net increase of any criteria pollutant; or expose sensitive receptors to substantial pollutant concentrations?

Project construction would generate temporary increases in localized air pollutant emissions. For the Hermosa Beach and Manhattan Beach components combined, emissions would not exceed SCAQMD thresholds except for 2017 combined maximum daily emissions of NO_x. Therefore, impacts would be less than significant with the following mitigation incorporated.

The following mitigation is proposed to reduce NOx emissions from combined construction of the project components to below SCAQMD thresholds. Although Mitigation Measure AQ-1 would reduce construction emissions to below the SCAQMD threshold, this measure would extend the construction timeframe for the Hermosa Beach components by one month. This change in the construction schedule would not cause any significant impacts to other environmental checklist areas, such as noise, greenhouse gas emissions, or traffic. Adjusting the construction schedule is the most practical mitigation available to reduce impacts to less than significant levels.

MM 4.2-1 Construction Scheduling. Schedule construction activities so that grading of the Hermosa Beach site does not overlap with demolition or grading activities associated with either Manhattan Beach component. In addition, demolition activities shall not overlap on the Design Center site and the Executive Office site of the Hermosa Beach component.

B. CANDIDATE, SENSITIVE, OR SPECIAL STATUS SPECIES

Impact 4.3-1: Would these proposed project have a substantial adverse effect, either directly or through habitat modifications, on any species identified as a candidate, sensitive, or special status species in local or regional plans, policies, or regulations, or by the California Department of Fish and Wildlife or U.S. Fish and Wildlife Service?

Implementation of the 305 S. Sepulveda and 330 S. Sepulveda components has the potential to affect special-status species, including migratory birds, due to the removal of existing mature landscape trees. Impacts associated with these two components would be less than significant with the following mitigation incorporated.

MM 4.3-1 Nesting Birds. If vegetation clearing or other project construction is to be initiated during the bird nesting season (February 1 through September 15), a biologist experienced in conducting nesting bird surveys shall survey for nesting

birds no more than three days prior to the start of construction. If the biologist finds any nesting birds within 300 feet of the limits of construction (or within 500 feet for raptors), the biologist shall clearly mark the location of the nest (with staking and flags) and, if warranted, identify feasible measures to avoid any potential adverse effects on nesting birds. Appropriate measures may include attenuating construction noise (through sound-dampening boards or other equipment) to a level of 60 dBA CNEL (as measured in the vicinity of the nest) or otherwise limiting disturbances within a certain distance of the nest until nesting is complete. If the level of 60 dBA cannot be achieved, or if the biological monitor otherwise considers it necessary to avoid potential impacts, the biological monitor shall be present during construction activities to ensure that nesting birds are not disturbed. The biological monitor shall have authority to halt any construction activity determined to be potentially disturbing the nesting of any bird. Construction may continue when the monitor determines that the activity can be carried out without disruption of nesting or when the nest is determined to have fledged or failed.

C. CULTURAL RESOURCES: ARCHAEOLOGICAL, PALEONTOLOGICAL, AND HUMAN REMAINS

Impact 4.4-1: Would the proposed project cause a substantial adverse change in the significance of an archaeological resource pursuant to CEQA Guidelines §15064.5; directly or indirectly destroy a unique paleontological resource or site or unique geologic feature; or disturb any human remains, including those interred outside of formal cemeteries?

Construction of all three project components would involve ground-disturbing activities such as grading and surface excavation, which have the potential to unearth or adversely impact previously unidentified archaeological resources, paleontological resources, and/or human remains. Impacts associated with all three project components would be less than significant with the following mitigation incorporated.

MM 4.4-1(a) Resource Recovery Procedures. Prior to any ground-disturbing activities or building removal on any of the development sites, an Archaeological Monitoring Plan shall be developed by a qualified archaeologist with provision for review and input by concerned Native Americans and approval by the City of Hermosa Beach or Manhattan Beach. The Plan will also address worker safety during building demolition and ground disturbing activities. In the event that potential archaeological or paleontological resources are unearthed during project construction, possible mitigation strategies include: having detailed documentation of cultural resources; avoidance and/or preservation of the resource; development of a clear collection policy for both prehistoric and historic artifacts, development of a research design and recovery program; or a monitoring report and/or evaluation report. After the find has been appropriately mitigated, work in the area may resume.

MM 4.4-1 (b) Human Remains Recovery Procedures. If human remains are unearthed ground disturbing activities in the area of the discovery shall immediately be halted or redirected. A temporary construction exclusion zone shall be established surrounding the site to allow for further examination of the find. A City representative shall immediately notify the Los Angeles County Coroner's office by telephone. By law, the Coroner will determine within two working days of being notified if the remains are subject to his or her authority. If the Coroner recognizes the remains to be Native American, he or she shall contact the Native American Heritage Commission who will appoint the Most Likely Descendent (MLD). Additionally, if the remains are determined to be Native American, a plan will be developed regarding the treatment of human remains and associated burial objects and the plan will be implemented under the direction of the MLD.

D. SEISMIC GROUND-SHAKING AND SEISMIC-RELATED GROUND FAILURE

Impact 4.5-1: Would the proposed project expose people or structures to potential substantial adverse effects, including the risk of loss, injury, or death involving: b) strong seismic ground shaking, c) or seismic-related ground failure including liquefaction?

Seismically-induced ground shaking could cause ground failure, liquefaction, and risks to human health and safety for all three project components. All project components would be required to comply with California Building Code requirements and applicable recommendations of a final geotechnical investigation to address stability issues and soil integrity. Therefore, impacts associated with all three project components would be less than significant with the following mitigation incorporated.

MM 4.5-1 Final Geotechnical Investigation. A Registered Civil Engineer and Certified Engineering Geologist shall complete a final geotechnical investigation specific to each development site and proposed areas of excavation. The geotechnical evaluation shall include, but not be limited to, an estimation of both vertical and horizontal anticipated peak ground accelerations and potential liquefaction.

Subsequent subsurface investigations shall determine appropriate means of mitigating both structural as well as potential health hazards that could be associated with such development activities.

Suitable measures to reduce liquefaction impacts could include one or more of the following techniques, as determined by a registered geotechnical engineer:

- Specialized design of foundations by a structural engineer:
- Removal or treatment of liquefiable soils to reduce the potential for liquefaction;

- Drainage to lower the groundwater table to below the level of liquefiable soil;
- In-situ densification of soils or other alterations to the ground characteristics; or
- Other alterations to the ground characteristics.

The geotechnical investigation shall also identify depth to groundwater throughout the development site (including estimated variability over the life of the project), and provide methods to avoid adverse effects associated with encountering groundwater during project-related excavations, including but not limited to dewatering as necessary. The geotechnical report shall be subject to review and approval by the City of Hermosa Beach (Hermosa Beach component) or the City of Manhattan Beach (two Manhattan Beach components). All recommendations provided in the geotechnical report shall be followed during grading and construction.

E. SOIL EROSION AND INSTABILITY

Impact 4.5-2: Would implementation of the proposed project result in substantial soil erosion or the loss of topsoil or be located on a geologic unit or soil that is unstable or that would become unstable as a result of the Project, and potentially result in on- or off-site erosion, landslides, subsidence, liquefaction, or collapse?

All three project components would require excavation, which could trigger slope failure, soil erosion, or other soil stability issues that could threaten the integrity of the proposed structure and/or surrounding areas. With implementation of mitigation measures and mandatory compliance with California Building Code requirements, impacts would be less than significant with the following mitigation incorporated for all three project components.

MM 4.5-2 Geotechnical Recommendations for Foundation Construction.

The applicant shall comply with the following recommendations to address soil stability concerns associated with project-related excavations, and any supplemental recommendations as determined by a geotechnical investigation of the site:

• Shoring Design. All designs shall be able to withstand the earth pressure resulting from adjacent soils, traffic loading, and temporary equipment used to excavate the slopes and drive the shoring. The shoring contractor shall provide the shoring design to a City-approved geotechnical engineer for review and approval prior to commencement of shoring. Lagging deflection and tie back resistance strength shall be measured in the field to ensure that these features are able to withstand the earth pressures that they will undergo.

- Foundation Observations. All foundation excavations shall be observed by a City-approved geotechnical engineer to verify penetration into the recommended bearing materials. The observation shall be performed prior to the placement of reinforcement. All foundation excavations shall be performed under the continuous observation by a City-approved geotechnical engineer to verify penetration into firm, undisturbed natural soils. Foundations shall be deepened if necessary to extend into satisfactory soils, or proper compaction shall be performed to ensure that the foundation slab is built upon dense compact material. Foundation excavations shall be cleaned of all loose soils prior to placing steel and concrete. Any required foundation backfill shall be mechanically compacted; flooding is not permitted.
- Construction Monitoring. Compliance with the design concepts, specifications or recommendations during construction requires review by City-approved geotechnical engineer. All foundations shall be observed by a City-approved geotechnical engineer prior to placing concrete or steel. Any fill which is placed shall be observed, tested, and verified if used for engineering purposes. It is the responsibility of the contractor to ensure that all excavations and trenches are properly sloped or shored. All temporary excavations shall be cut and maintained in accordance with applicable Occupational Safety and Health Administration (OSHA) rules and regulations.
- Engineering Review. The Cities of Hermosa Beach and Manhattan Beach shall review all design plans prior to construction, and incorporate best management practices into final grading and structural design plans as deemed appropriate. In addition, all onsite structures shall be required to comply with applicable provisions of the California Building Code.

F. EXPANSIVE SOIL

Impact 4.5-3: Would the proposed project be located on expansive soil, as defined in Table 18-1-B of the Uniform Building Code, creating substantial risks to life or property?

All three development sites may be located on expansive or corrosive soils. Consequently, proper engineering practices would be required to ensure that soil conditions would not result in significant adverse impacts. With implementation of an appropriate foundation design, impacts associated with unstable or expansive soils would be a less than significant with the following mitigation incorporated for all three project components.

MM 4.5-3(a) Expansive Soils Evaluation. A Registered Civil Engineer shall analyze surficial and near-surface soils at the site. Depths of analysis would include soil depths subsequent to grading, prior to excavation, and after

excavation. This analysis will be completed prior to on-site construction to determine whether expansive soils are present. In the event that clay-rich, expansive soils are present, foundations shall be designed to accommodate expansive soils, and project foundations and structures may be placed on a blanket of non-expansive fill soils to prevent structural damage and/or failure. Foundation design shall be reviewed and approved by a Registered Civil Engineer.

MM 4.5-3(b) Corrosive Soils Design. All concrete in contact with high sulfate or corrosive soils shall be Type V concrete in accordance with the 2010 California Building Code.

G. SOIL CONTAMINATION

Impact 4.7-1: Would the proposed project create a significant hazard to the public or the environment through reasonable foreseeable upset and accident conditions involving the release of hazardous materials into the environment or be located on a site which is included on a list of hazardous materials sites compiled pursuant to Government Code Section 65962.5 and as a result, create a significant hazard to the public or the environment?

The Hermosa Beach site currently has contaminated shallow soil that requires mitigation. However, with implementation of a Soil Management Plan, potential impacts related to contaminated soils would be less than significant with the following mitigation incorporated. Impacts associated with the two Manhattan Beach components would be less than significant.

MM 4.7-1 Soil Management Plan. Before the issuance of a grading permit, the impacted shallow soil at the former Midas property and the locally impacted shallow soil remaining at the former BMW Service Department will be remediated in accordance with a Soil Management Plan (SMP) that will be prepared for the entire Hermosa Beach site. Based on the past and recent laboratory data for the project area, the shallow soil impacted with petroleum hydrocarbons will be classified as a non-RCRA - California Waste. The laboratory data for the impacted soil will be used to profile the soil for transport, treatment, and recycling at a licensed treatment facility. The SMP will also include health and safety information for workers and the general public, and will inform the various contractors and workers of the presence of shallow soil impacted with petroleum hydrocarbons and the appropriate measures to safely deal with the soil.

H. HAZARDOUS MATERIALS

Impact 4.7-2: Would the proposed project create a significant hazard to the public or the environment through reasonable foreseeable upset and accident conditions involving the release of hazardous materials into the environment?

Existing buildings at the Hermosa Beach and 305 S. Sepulveda sites may currently have non-friable ACBMs. Both sites must be monitored by a qualified consultant for

ACMs prior to issuance of a demolition permit to mitigate against this possibility. The impact regarding asbestos would be less than significant with the following mitigation incorporated.

MM 4.7-2 Asbestos. In the event that any suspect ACMs are discovered during construction activities, the materials shall be sampled and analyzed for asbestos content prior to any disturbance. Prior to the issuance of the demolition permit, the applicant shall provide a letter from a qualified asbestos abatement consultant that no ACMs are present in the buildings. If additional ACMs are found to be present, a qualified asbestos abatement consultant shall abated the buildings in compliance with the South Coast Air Quality Management District's Rule 1403 as well as all other State and federal rules and regulations.

I. GROUNDWATER SUPPLY

Impact 4.8-2: Would the proposed project substantially deplete groundwater supplies or interfere with groundwater recharge?

Proposed structures on all three development sites would be located above the groundwater table and would not require permanent dewatering or waterproofing. Local wells would not be used to provide water supply for the project. Dewatering may be needed during construction, which could result in the discharge of potentially contaminated groundwater. Impacts would be less than significant with the following mitigation incorporated for all three project components.

MM 4.8-2 Dewatering Plan. A Dewatering Plan that applies to each project component shall be prepared by the applicant and submitted to the appropriate City Engineer in Hermosa Beach or Manhattan Beach for review and approval prior to the onset of excavation activities, to be implemented if perched or shallow groundwater is encountered during construction and dewatering is necessary to complete construction. The Dewatering Plan shall include Best Management Practices (BMPs) for dewatering, in compliance with the California Stormwater Quality Association (CASQA) Handbook for Construction or other similar guidelines. Should dewatering become necessary, the applicant shall submit a written description of all executed dewatering activities, including steps taken to return encountered groundwater to the subsurface or to dispose of the dewatered groundwater upon the completion of dewatering activities.

J. NOISE

Impact 4.10-4: Would the proposed project expose persons or generate noise levels in excess of standards established in the local general plan or noise ordinance, or applicable standards of other agencies or cause a substantial permanent increase in ambient noise levels in the project vicinity above levels existing without the project?

On-site activities associated with operation of all three project components would generate noise that may periodically be audible to existing uses near each development site. On-site noise sources include stationary equipment such as ventilation and heating

systems, deliveries, and trash hauling. Other than noise from mechanical equipment at the Hermosa Beach site, operational noise would comply with existing State regulations and would not increase ambient noise levels beyond noise thresholds. Noise impacts associated with mechanical equipment would be less than significant for both Manhattan Beach sites and less than significant with the following mitigation incorporated for the Hermosa Beach site.

MM 4.10-4 Mechanical Equipment. Outdoor mechanical equipment at the Hermosa Beach site shall be located, hooded, and/or shielded in a manner that limits exposure of adjacent properties to 45 dBA or less. Prior to issuance of occupancy permits, the applicant shall provide a site-specific acoustic analysis prepared to the satisfaction of the Community Development Director by a qualified acoustical engineer that identifies appropriate methods of limiting noise exposure to meet this standard and verifies compliance.

The record shows that the impacts are mitigated to a level of insignificance and no further discussion or findings are required.

VII. Findings That Certain Unavoidable Impacts are Mitigated to the Maximum Extent Feasible by the City

The FEIR for the Skechers Project identifies impacts in three resource areas that cannot be fully mitigated and are therefore considered unavoidable. The impact areas pertain to (1) temporary construction noise impacts; (2) temporary construction-related transportation and circulation impacts at three intersections within the cities of Hermosa Beach and Manhattan Beach; and (3) long-term operational transportation and circulation impacts at seven intersections within the cities of Hermosa Beach and Manhattan Beach. To the extent that the impacts remain significant and unavoidable such impacts are acceptable when weighed against the overriding social, economic, legal, technical, and other considerations, including the beneficial effects of the project to the existing circulation and infrastructure, described in the Statement of Overriding Considerations included herein. For each of these significant and unavoidable impacts identified by the FEIR, feasible changes or alterations have been required in, or incorporated into, the project to avoid or substantially lessen the significant environmental effect, as discussed below:

A. TEMPORARY CONSTRUCTION NOISE IMPACTS

Impact 4.10-1: The proposed project would have temporary construction-related impacts at the Hermosa Beach site due to exposure of noise-sensitive residential and day care uses to noise exceeding current Hermosa Beach standards during portions of the 30-month construction period. These impacts would be significant and unavoidable.

Mitigation Measures: The following are required at the Hermosa Beach component as mitigation measures to reduce construction-related noise impacts to nearby sensitive receptors.

MM 4.10-1(a) Staging Area. The contractor shall provide staging areas on-site to minimize off-site transportation of heavy construction equipment. These areas shall be located to maximize the distance between activity and sensitive receptors. This would reduce noise levels associated with most types of idling construction equipment.

MM 4.10-1(b) Newest Power Construction Equipment. The Project contractor must use the newest available power construction equipment with standard recommended noise shielding and muffling devices.

MM 4.10-1(c) Electrically-Powered Tools and Facilities. Electrical power shall be used to run air compressors and similar power tools and to power any temporary structures, such as construction trailers or caretaker facilities.

MM 4.10 1(d) Temporary Solid Noise Attenuation Barrier. A temporary sound attenuation barrier shall be erected along the western edge of the Hermosa Beach site prior to demolition and construction activity. This barrier must break the line of sight between construction areas and the ground floor level of adjacent residences and shall be designed to achieve the maximum sound attenuation feasible. Barrier design and its acoustic properties shall be based on a site-specific acoustic analysis prepared by a qualified acoustic engineer to be approved by the Community Development Director prior to issuance of demolition, grading or construction permits.

MM 4.10-1(e) Mufflers. During project construction, all equipment, fixed or mobile, shall be operated with closed engine doors and shall be equipped with properly operating and maintained mufflers consistent with manufacturers' standards. Use of manufacturer-certified mufflers associated with construction equipment has been shown to reduce noise levels by 8 to 10 dBA.

MM 4.10-1(f) Construction Noise Complaint Line. The applicant must provide a non-automated telephone number for local residents and employees to call to submit complaints associated with construction noise. The applicant shall keep a log of complaints and shall address complaints as feasible to minimize noise issues for neighbors.

MM 4.10-1(g) Avoid Operating Equipment Simultaneously. Whenever possible, the contractor shall ensure that construction activities are scheduled so as to avoid operating several pieces of equipment simultaneously, which causes high noise levels.

Finding: The impact as stated above is substantially reduced by the identified mitigation measures and, because the identified measures would reduce noise generated by construction activity to the maximum degree feasible given the magnitude and duration of construction, no other feasible mitigation measures within the scope of the project are available.

Further, this noise impact would occur within Hermosa Beach and would result from the Hermosa Beach component. The City of Hermosa Beach, as lead agency, has approval authority over this component. Therefore, this impact is concerns parts of the proposed project which the City will not decide to carry out, finance, or approve. Any additional mitigation measures or alternatives, even if feasible, would be outside the City's powers. Nevertheless, the Planning Commission concurs with Hermosa Beach's determination that no other feasible mitigation measures are available given the magnitude of construction and temporary impact is acceptable when weighed against the overriding social, economic, and other considerations set forth in the Statement of Overriding Considerations.

B. TEMPORARY CONSTRUCTION-RELATED TRANSPORTATION AND CIRCULATION IMPACTS AT THREE INTERSECTIONS WITHIN THE CITIES OF HERMOSA BEACH AND MANHATTAN BEACH

Impact 4.12-1: The proposed project would have temporary construction-related impacts at the SR 1/30th Street, SR 1/Keats Street, and SR 1/Tennyson Street intersections. Project construction activities and the associated truck trips and worker trips could temporarily interrupt the local roadway system at the aforementioned intersections. These impacts would be significant and unavoidable.

Mitigation Measures: Air Quality Mitigation Measure 4.2-1, as follows, would incrementally reduce peak traffic levels by avoiding overlap of grading of the Hermosa Beach component and demolition or grading activities associated with either Manhattan Beach component:

MM 4.2-1 Construction Scheduling. Schedule construction activities so that grading of the Hermosa Beach site does not overlap with demolition or grading activities associated with either Manhattan Beach component. In addition, demolition activities shall not overlap on the Design Center site and the Executive Office site of the Hermosa Beach component.

The project applicant has proposed to also limit hauling and haul truck staging to offpeak traffic hours to reduce temporary construction-related impacts to the maximum degree feasible given the magnitude and duration of construction. Manhattan Beach construction activities would occur between 7:30 AM and 3:00 PM for the 305 S. Sepulveda site and between 9:00 AM and 4:00 PM for the 330 S. Sepulveda Site; Monday through Friday as allowed per current City Code and as restricted by lane closure hours on SR-1. Standard construction hours for the City of Manhattan Beach are 7:30 AM to 6:00 PM, Monday through Friday, and 9:00 AM to 6:00 PM on Saturday. Nonetheless, the two intersection in Manhattan Beach, Intersection No. 14 - SR 1/30th Street (PM peak hour) and Intersection No. 16 - SR 1/Tennyson Street (AM peak hour), would have significant impacts from construction of the combined project because the LOS is greater than F.

Outside of staggering further construction phases to reduce peak traffic impacts, no mitigation measures are available to reduce the temporary construction impacts to a

less than significant level. Staggering all construction would incrementally reduce, but not avoid, the significant temporary traffic impacts and would extend the overall construction timeframe. Because additional staggering would only incrementally reduce these temporary impacts but lengthen the time during which they would occur, such a measure is not desirable. No mitigation measures are available to further reduce the significant temporary construction-related transportation and circulation impacts at three intersections (SR 1/30th Street, SR 1/Keats Street, and SR 1/Tennyson Street) within the cities of Hermosa Beach and Manhattan Beach.

Finding: Impacts from the project's construction-related transportation and circulation impacts at three intersections (SR 1/30th Street, SR 1/Keats Street, and SR 1/Tennyson Street) cannot feasibly be mitigated to less than significant. The Planning Commission further finds that although this impact would be significant and unavoidable, the temporary impact is acceptable when weighed against the overriding social, economic, and other considerations set forth in the Statement of Overriding Considerations.

C. LONG-TERM OPERATIONAL TRANSPORTATION AND CIRCULATION IMPACTS AT SEVEN INTERSECTIONS WITHIN THE CITIES OF HERMOSA BEACH AND MANHATTAN BEACH

Impact 4.12-2: The combined proposed project would generate an estimated 1,312 new weekday average daily trips, including 279 AM peak hour trips and 254 PM peak hour trips. This would incrementally increase traffic levels at study intersections and cause potentially significant impacts at a total of six intersections based on either City of Hermosa Beach or City of Manhattan Beach thresholds as well as six intersections based on all three thresholds combined: of City of Hermosa Beach, City of Manhattan Beach, and Caltrans). Proposed mitigation measures would reduce impacts to the degree feasible, but implementation of proposed improvements would not reduce impacts to below significance at all locations and TDM effectiveness cannot be assured since it would rely on changes in Skechers' employee commute habits; therefore, impacts to intersections along SR 1 would be significant to the three development sites, but the increase in traffic would not result in significant impacts to levels of service on any street segments; therefore, impacts to residential streets would be less than significant.

The proposed project would conflict with the Los Angeles County Congestion Management Program (CMP) in that traffic generated by the proposed project would incrementally increase traffic at the CMP intersection of SR 1 and Gould Avenue – Artesia Boulevard under existing and future conditions. The increase in traffic would exceed CMP thresholds and, based on review of possible mitigation measures to address traffic congestion along the SR 1 corridor, it has been determined that the mitigation measures proposed would result in the best overall traffic flow along SR 1 even though they would not fully address the impact at this intersection. Therefore, mitigation is not available to fully address this impact. This is a significant and unavoidable impact. Mitigation Measure MM 4-12-2(f) proposed in the Draft Environmental Impact Report has been deleted from the Final Environmental Impact Report based on the findings of an additional traffic study that was conducted following the release of the Draft EIR and a traffic microsimulation. The Final EIR notes that the proposed mitigation measures would mitigate the AM peak hour impact, but not the PM peak hour impact at the intersection, and no other improvement measures/ mitigation measures have been identified that would fully mitigate the project impacts at the CMP intersection monitoring station location.

The Draft EIR included a series of intersection improvements aimed at addressing impacts at the intersections where significant impacts were identified. The measures included in the Draft EIR were found to potentially mitigate project impacts. However, some of the measures (notably, three traffic signals along SR 1) were found to be potentially infeasible because Caltrans approval could not be assured. Moreover, comments received on the Draft EIR noted that some of the measures included in the Draft EIR may have undesirable secondary effects. Consequently, a Traffic Microsimulation Analysis was completed in conjunction with the Final EIR to evaluate the overall effects of the Draft EIR mitigation measures as well as other combinations of mitigation measures at study intersections along SR 1. Based on the results of the analysis, it was determined that various combinations of mitigation measures from the Draft EIR would actually harm overall traffic flow. Specifically, although significant impacts at the Duncan Avenue, 30th Street and Keats Street intersections would be reduced to a less than significant level, signalization would worsen traffic delay for side streets or increase overall southbound travel time along the SR 1 corridor. For this reason, these measures have been determined to be infeasible.

As a result of additional analysis conducted as part of the Final EIR preparation, an alternate mitigation measure combination was found to have the overall greatest benefits to circulation throughout the study area. This combination of measures would not specifically or fully mitigate the level of service impacts at all study intersections, but was determined to result in the best overall traffic flow along the SR 1 corridor without creating the secondary effects along residential streets that could result from the traffic signals that were included as mitigation in the Draft EIR. Therefore, the EIR, Hermosa Beach, and Manhattan Beach determined that deviation from the standard approach of mitigating impacts at individual intersections is warranted based on the overall benefits of considering traffic impacts in a more holistic manner and this combination of intersection improvements, described in Mitigation Measures 4.12-2(a) [prohibit eastbound left turn movement from 30th Street onto SR 1] and (b) [lengthen southbound SR 1 left turn pocket onto Tennyson] is recommended. Measures 4.12-2(c) and (d) also include turning lane modifications. Because these improvements would not fully mitigate all project impacts. Mitigation Measure 4.12-2(e) is included to reduce peak hour vehicle trips to and from the site and associated impacts to the maximum degree feasible, and that involves an adaptive transportation demand management (TDM) program that, together with the intersection improvements, can mitigate the traffic impacts to the extent feasible. The TDM program is dynamic and can change over time, meaning that the measures will be adjusted to ensure that the project maintains a 7% traffic reduction, but that traffic would not increase over time at any of the project components.

Mitigation Measures: The following are required as mitigation measures to reduce long-term operational transportation and circulation impacts.

MM 4.12-2(a) SR 1/30th Street Improvements. Modify 30th Street to prohibit eastbound left-turn movement onto SR-1.

MM 4.12-2(b) SR 1/Tennyson Street Improvements. Lengthen the southbound left turn pocket onto Tennyson Street.

MM 4.12-2(c) SR 1/ Gould Avenue Improvements. Add an eastbound right turn lane on Gould Avenue/Artesia Boulevard.

MM 4.12-2(d) SR 1/Duncan Avenue Improvements. Modify Duncan Avenue to prohibit eastbound left-turn movement onto SR-1.

MM 4.12-2(e) Transportation Demand Management (Impact from Combined Project, Hermosa Beach Only, and 305 S. Sepulveda Blvd. Only). The applicant shall develop an initial adaptive Transportation Demand Management (TDM) plan that must be approved by both cities. The TDM plan must be designed to achieve a 7 percent overall project reduction in both AM and PM peak hour vehicle trips to and from the project site compared to what is forecast in Table 4.12-8 (excluding GSC event bus trips). Each individual component will not be required to meet the 7% overall reduction goal, but AM and PM peak hour vehicle trips for each individual project component shall not increase from the number of trips forecasted in Table 4.12-8 (See MMRP Exhibit B).

The TDM plan will initially include, but not be limited to, the elements described below. The applicant will monitor the effectiveness of the plan annually and will submit an annual monitoring and management report to both Cities every January. The annual report shall document the TDM actions implemented during the year and assess their performance and effectiveness against the overall reduction goal, identifying trends that become apparent with multiple years of monitoring data. If trip reduction goals are not met, the report shall recommend modifications to TDM practices and/or new practices to be integrated into the plan to reach the overall trip reduction goals, subject to review and approval by the staffs of the cities of Hermosa Beach and Manhattan Beach and implemented as soon as practical. This measure and the adaptive TDM plan shall remain in place for the life of the project.

- **On-Site Employee Transportation Coordinator.** An employee transportation coordinator shall be designated for the proposed project to manage the TDM program and participate in City of Hermosa Beach and City of Manhattan Beach sponsored workshops and information roundtables. Skechers will provide:
 - Transportation fairs on an annual basis

- Information for employees and visitors about local public transit services (including bus lines, existing and future light rail lines and connections, bus fare programs, rideshare programs and shuttles) and bicycle facilities (including routes, rental and sales locations, on-site bicycle racks and showers)
- Walking and biking maps for employees and visitors, including information about convenient local services and restaurants within walking distance of the project
- Information regarding local rental housing agencies

Such transportation information may be provided through a computer terminal with access to the Internet, as well as through the office of the coordinator located at one of the three development sites or another local Skechers building. Transportation information shall also be maintained at the administrative offices of the buildings and/or on the Skechers' web site as a portal.

- **TDM Web Site Information.** Transportation information shall be provided in a highly visible and accessible location on Skechers' web site, including links to local transit providers, area walking, bicycling maps, etc., to inform employees and visitors of available alternative transportation modes to access the project and other existing Skechers' buildings and travel in the area. The web site should also highlight the environmental benefits of utilization of alternative transportation modes.
- **TDM Promotional Material.** Skechers shall provide and exhibit in public places information materials on options for alternative transportation modes and opportunities. In addition, transit fare media and day/month passes should be made available to employees and visitors during typical business hours.
- **Transit Welcome Package.** All new employees shall be provided with a Transit Welcome Package (TWP). The TWP at a minimum will include information regarding Skechers arrangement for free or discounted use of the transit system, area bus/rail transit route and connections/transfers information, bicycle facilities (including routes, rental and sales locations, on-site bicycle racks, walking and biking maps), and convenient local services and restaurants within walking distance of the project.
- Carpool Program for Employees. Skechers shall provide preferential parking within the parking garages for employees who commute to work in registered carpools. An employee who drives to work with at least one other employee to the site may register as a carpool entitled to preferential parking within the meaning of this provision.

- **Public Transit Stop Enhancements.** Working in cooperation with transit agencies and the cities of Manhattan Beach and Hermosa Beach, Skechers shall improve existing bus stops in the immediate vicinity of the three development sites. Enhancements will include, but are not limited, to five bus shelters, and four bike racks at the existing bus stops adjacent to the development sites (see Figure 4.12-9). The bus stop on the northwest corner of the SR 1/Longfellow intersection will be relocated to the southwest corner of that intersection so there is sufficient sidewalk width for the shelter and bike racks.
- **Convenient Parking for Bicycle Riders.** Skechers shall monitor utilization of bicycle parking at existing and proposed buildings. If demand for bicycle parking exceeds the supply, Skechers will add bicycle parking as necessary to meet identified demand.
- Employee Alternative Transportation Incentive. Skechers shall provide financial or other incentives to employees who walk, bike, or take public transit to work. These incentives will be reviewed and approved by Hermosa Beach and Manhattan Beach staff.
- Local Hiring Program. When hiring Skechers shall conduct outreach to residents who live within two miles of the any of the three development sites (or other buildings where the position of employment is offered).
- Expanded Bicycle Routes. Skechers shall coordinate with the cities of Hermosa Beach and Manhattan Beach in an effort to enhance and expand the current network of bicycle routes serving all three development sites and existing buildings. Improvements will include, but are not limited to, the addition of signage for two Class III bikeways to connect to Valley/Ardmore, as illustrated on Figure 4.12-9. Improvements shall be funded by Skechers.
- Los Angeles County Guaranteed Ride Home Program. Skechers shall enroll in the Los Angeles County Guaranteed Ride Home program which reimburses an employee's ride home from a car-sharing, taxi, or car rental company, for up to two qualifying emergency situations annually.
- Los Angeles Metro TAP Employer Program. Skechers shall join the Los Angeles Metro TAP Employer Program and become a TAP vendor, allowing employees to purchase and reload transit fares on-site.

Finding: The Planning Commission finds that the impacts as stated above are substantially reduced by the identified mitigation measures, that the recommended mitigation measures would achieve the best overall traffic flow along SR 1 without creating potential secondary effects, and that no other feasible mitigation measures within the scope of the project are available. The Planning Commission further finds that although these impacts would be significant and unavoidable, the impacts are

acceptable when weighed against the overriding social, economic, and other considerations set forth in the Statement of Overriding Considerations.

VIII. FINDING THAT MITIGATION OF CERTAIN IMPACTS IS WITHIN THE RESPONSIBILITY AND JURISDICTION OF ANOTHER PUBLIC AGENCY

The project includes components in two cities - Hermosa Beach and Manhattan Beach. Hermosa Beach is the lead agency on this project and Manhattan Beach is a responsible agency. Both will be conducting separate public hearings to review the project components within their jurisdictions and several mitigation measures identified in the FEIR are within the responsibility or jurisdiction of Hermosa Beach as the lead agency.

As responsible agency, Manhattan Beach is more limited than a lead agency when considering potential alternatives and mitigation measures. Accordingly, Manhattan Beach has responsibility for mitigating or avoiding only the direct or indirect environmental effects of those parts of the Project which it carries out, finances, or approves, and for imposing only those mitigation measures or alternatives within the City's powers. As described above, certain projects impacts, including significant and unavoidable traffic and noise impacts, result from the Hermosa Beach component and occur within Hermosa Beach. Therefore, these Hermosa Beach impacts are not within the authority or responsibility of Manhattan Beach as the responsible agency.

In addition, the mitigation measures included in the Draft EIR included three traffic signals along the SR 1 corridor that would have required Caltrans approval, which created uncertainty as to their feasibility. However, based on additional traffic analysis conducted in conjunction with preparation of the Final EIR, it was determined that the package of mitigation measures that would achieve the best overall traffic flow along the SR 1 corridor without impacting other intersections does not include any of the three traffic signals or any other measures that require Caltrans approval.

IX. ALTERNATIVES

All mitigation measures included in the FEIR are feasible.

The FEIR examines three alternatives:

- Alternative 1: No Project/No Development
- Alternative 2: Commercial Retail (replacing the commercial office buildings with retail uses built in accordance with existing zoning)
- Alternative 3: Reduced Project Size

A. ALTERNATIVE 1: NO PROJECT

Alternative: The No Project alternative assumes that the proposed Skechers project would not be constructed. Thus, the project site would remain in its current condition. Implementation of the No Project alternative would not, however, preclude future development within the project site in accordance with the current General Plan.

Finding: The Planning Commission finds that the No Project alternative would avoid all of the proposed project's impacts. However, this alternative would not meet any of the project objectives, including:

- Develop a new Design Center to display Skechers shoes in modern state of the art showrooms within one location.
- Create facilities providing sufficient space for additional offices to meet current and future needs as well as showrooms that would be used during conference events hosted by Skechers approximately twice per year.
- Maintain proximity to the existing Skechers campus and the Los Angeles International Airport.
- Generate up to 497 for a total of 655 jobs within the cities of Hermosa Beach and Manhattan Beach.
- Achieve LEED Gold Certification for all three project components.
- Create a consistent pattern of development along SR 1 that matches the existing Skechers campus and redevelops three underutilized sites.

Therefore, the Planning Commission finds that this alternative is infeasible.

B. ALTERNATIVE 2: COMMERCIAL RETAIL (REPLACING THE COMMERCIAL OFFICE BUILDINGS WITH RETAIL USES BUILT IN ACCORDANCE WITH EXISTING ZONING)

Alternative: The impacts of the Commercial Retail Alternative would be similar or higher than that of the proposed project for each issue area, and would not meet the project's three basic objectives to:

- Develop a new Design Center to display Skechers shoes in modern state of the art showrooms within one location.
- Create facilities providing sufficient space for additional offices to meet current and future needs as well as showrooms that would be used during conference events hosted by Skechers approximately twice per year.
- Generate 497 new for a total of 655 jobs in the cities of Hermosa Beach and Manhattan Beach.

Finding: The Planning Commission finds that the Commercial Retail alternative impacts would be similar to or higher than that of the proposed project for each issue area, and would not meet the project's three basic objectives related to expanding its company headquarters in the beach cities, the creation of sufficient space for the Skechers existing and future needs, and generating 655 total jobs in the cities of Hermosa Beach and Manhattan Beach. Therefore, the Planning Commission finds that this alternative is infeasible.

C. ALTERNATIVE 3: REDUCED PROJECT SIZE

Alternative: This alternative includes two options for reducing the size of the proposed project in order to reduce overall vehicle trips generated by the project and associated impacts: (1) Reduce all components by 14% (Option 3A) or (2) remove the Coffee Shop and Reduce Design Center size (Option 3B). Option 3A would reduce the overall building area of the Project by 25,000 sf. Option 3B would reduce the size of the Hermosa Beach component by removing the coffee shop and reducing the size of the Design Center. Option 3B would not reduce the size of either Manhattan Beach component.

The reduced size of either Option A or Option B would incrementally or slightly reduce impacts in several issue areas, including aesthetics, air quality, and noise. and potentially provide an alternative means of avoiding one significant traffic impact. Neither option would create any new or increased severity impacts.

Neither Option A nor Option B of the Reduced Project Size alternative would eliminate the project's significant and unavoidable construction noise impacts at the Hermosa Beach site. For traffic impacts, the significant and unavoidable traffic impacts would remain at seven intersections along SR 1, and temporary construction traffic impacts would remain about the same and would still be significant and unavoidable.

However, either option would reduce AM peak hour traffic by 14%, which would be expected to eliminate the significant traffic impact under Hermosa Beach's thresholds at the SR 1/Longfellow Avenue-Longfellow Drive intersection. This reduction results primarily from the reduction to the Design Center, which is a major activity center for the Project as evidenced by the fact that Options 3A's 8% reduction in to the Design Center's size (plus removal of the coffee shop) could achieve enough of a reduction to eliminate the traffic impact at SR 1/Longfellow Drive intersection compared to Option 3B's 14% reduction across all other project aspects.

Therefore, this Alternative 3 would eliminate the one significant impact under Hermosa Beach's impact thresholds to AM peak-hour traffic at the SR 1/Longfellow Avenue-Longfellow Drive. Other impacts would be reduced incrementally or be similar compared to the proposed Project. Both options under Alternative 3 would meet most Project Objectives, but to a lesser extent and may not meet the objectives related to meeting future space needs and creating jobs. *Finding:* The Planning Commission finds that the Reduced Project Size alternative would incrementally reduce impacts in several issue areas, as set forth above, and could avoid one significant traffic impact while not creating any new or increased severity impacts. However, as described above, either option under the Reduced Project Size alternative would avoid this one significant traffic impact only by reducing the size of the Design Center, which is in Hermosa Beach and part of the Hermosa Beach component. Option 3B involves reductions only to the Hermosa Beach component. Thus, the Reduced Project Size alternative is not an alternative within the Manhattan Beach's powers as the responsible agency. Additionally, the Planning Commission finds that neither option under this Alternative 3 would fully satisfy the basic project objectives for the project as a whole because it would fail to provide sufficient space for current and future needs, and for the reasons described below. Nevertheless, the project has been reduced without reductions to the Design Center or offices by removing the Coffee Shop, which will reduce the significant traffic impacts.

Skechers is a large international, publicly traded company looking to expand its existing company headquarters. According to the company's website, it markets more than 3,000 styles of shoes. The shoes are sold in department stores as well as over 2,400 Skechers retail stores and online. The products are available in over 160 countries.

For a company of this size, the Design Center is a major component and objective of the project. The Design Center would include showrooms, product development rooms, general offices, conference rooms, and shoe libraries. Skechers also hosts global sales conferences at its headquarters. The Design Center is a major activity center for the project, as evidenced by the fact that an 8% reduction in size could achieve enough of a reduction to eliminate the traffic impact at SR 1/Longfellow Drive intersection, while a 14% reduction in the other project aspects is required to achieve the same result. Therefore, reduction in Design Center specifically (more than other aspects of the project) would hinder the project's ability to achieve the critical project objective of developing, showcasing shoes, and storing its products in one place.

Reduction of other aspects of the project also results in a project that does not meet the basic project objectives related to meeting future space needs and providing 655 total jobs in the cities of Hermosa Beach and Manhattan Beach. Job creation is considered to be very important to the economic vitality of both cities. Table 6-6 in the FEIR shows that Alternative 3A reduces jobs to 563 and Option 3B reduces jobs to 622. Additionally, it is reasonable that a company of this size that is making a long-term decision to stay in this location and investing in a new headquarters of this magnitude, should be able to create a facility that provides some small space for future growth or flexibility in the space. Available and underutilized nearby space is limited and there is no guarantee that space for future space needs would be available in the beach cities area (which is a large component of the project objectives). Even if it were, future expansion projects would create more disturbance in the area and could create new impacts. Thus, the project is only feasible if there is some reasonable amount of flexibility in the space to allow for future space needs and to provide the jobs intended in the project objectives.

Skechers did long range growth projections to determine future needs and Skechers reports that the project size has already been reduced to the minimum square footage possible based on space needed to accommodate future growth without overcrowding employees. While developing the project proposal, Skechers engaged input from the community and reduced the Hermosa Beach project size by removing the pedestrian overpass on 30th Street; the vehicular tunnel under 30th Street, eliminated the R-1 lot from the development; and reduced overall size of Executive Center. The project size is below that allowed by Code and includes landscaping and setbacks that exceed minimum code requirements. Thus, project reductions have already been incorporated to reduce the project in a manner that still meets project objectives.

Therefore, even the reductions set forth in Option A and Option B are infeasible. These alternatives do not meet the following basic project objectives:

- Develop a new Design Center to display Skechers shoes in modern state of the art showrooms within one location.
- Create facilities providing sufficient space for additional offices to meet current and future needs as well as showrooms that would be used during conference events hosted by Skechers approximately twice per year.
- Generate 497 for a total of 655 jobs in the cities of Hermosa Beach and Manhattan Beach.

Therefore, the Planning Commission finds that this alternative is infeasible

X. ENVIRONMENTAL REPORTING AND MONITORING PROGRAM

Public Resources Code Section 21081.6 and CEQA Guidelines Section 15091(d) require the City to adopt a reporting or monitoring program for the changes to the project that it has adopted or made a condition of approval in order to avoid or substantially lessen significant effects on the environment. The monitoring program is hereby adopted for the project. The monitoring program is designed to ensure compliance with required mitigation measures.

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EXHIBIT B Mitigation Monitoring and Reporting Program Skechers Design Center Project

| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility |
|---|--|---|---|--|
| Air Quality | | | | |
| MM 4.2-1 Construction Scheduling. Schedule construction activities so that grading of the Hermosa Beach site does not overlap with demolition or grading activities associated with either Manhattan Beach component. In addition, demolition activities of the Hermosa Beach components, the Design Center site and the Executive Office site, shall not overlap. | Hermosa Beach and Manhattan Beach | Review and verification of construction schedules during grading and construction plan review. | Prior to issuance of demolition, and construction permits. | City of Hermosa Beach Community Development Dept.; City of Manhattan Beacl Community Development Dept. |
| Biological Resources | | | | |
| MM 4.3-1 Nesting Birds. If vegetation clearing or other project construction is to be initiated during the bird nesting season (February 1 through September 15), a biologist experienced in conducting nesting bird surveys shall survey for nesting birds no more than three days prior to the start of construction. If the biologist finds any nesting birds within 300 feet of the limits of construction (or within 500 feet for raptors), the biologist shall clearly mark the location of the nest (with staking and flags) and, if warranted, identify feasible measures to avoid any potential adverse effects on nesting birds. Appropriate measures may include attenuating construction noise (through sound-dampening boards or other equipment) to a level of 60 dBA CNEL (as measured in the vicinity of the nest) or otherwise limiting disturbances within a certain distance of the nest until nesting is complete. If the level of 60 dBA cannot be achieved, or if the biological monitor otherwise considers it necessary to avoid potential impacts, the biological monitor shall be present during construction activities to ensure that nesting birds are not disturbed. The biological monitor shall have authority to halt any construction activity determined to be potentially disturbing the nesting of any bird. Construction may continue when the monitor determines that the activity can be carried out without disruption of nesting or when the nest is determined to have fledged or failed. | Manhattan Beach | Approval of nesting survey report; as necessary, verification that appropriate avoidance requirements are followed. | Submittal of nesting survey report no more than 3 days prior to start of first construction phase (demolition, grading or construction activity) at each site; implementation of avoidance requirements, if necessary, during demolition, grading and construction. | City of Manhattan Beac Community Development Dept. |

| Table 1 - Mitigation Monitoring and Reporting Plan | | | | | | | |
|--|--|---|---|--|--|--|--|
| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility | | | |
| Cultural Resources | | | • | | | | |
| MM 4.4-1(a) Resource Recovery Procedures. Prior to any ground-disturbing activities or building removal on any of the development sites, an Archaeological Monitoring Plan shall be developed by a qualified archaeologist with provision for review and input by concerned Native Americans and approval by the City of Hermosa Beach or Manhattan Beach. The Plan will also address worker safety during building demolition and ground disturbing activities. In the event that potential archaeological or paleontological resources are unearthed during project construction, possible mitigation strategies include: having detailed documentation of cultural resources; avoidance and/or preservation of the resource; development of a clear collection policy for both prehistoric and historic artifacts, development of a research design and recovery program; or a monitoring report and/or evaluation report. After the find has been appropriately mitigated, work in the area may resume. | Hermosa Beach and Manhattan Beach | Review and approval of Archaeological Monitoring Plan; field verification of monitoring and of mitigation strategies, as necessary and appropriate. | Review/ approval of monitoring plan prior to issuance of demolition permits; field monitoring during ground disturbance activities. | City of Hermosa Beach Community Development Dept.; City of Manhattan Beach Community Development Dept. | | | |
| MM 4.4-1 (b) Human Remains Recovery Procedures. If human remains are unearthed ground disturbing activities in the area of the discovery shall immediately be halted or redirected. A temporary construction exclusion zone shall be established surrounding the site to allow for further examination of the find. A City representative shall immediately notify the Los Angeles County Coroner's office by telephone. By law, the Coroner will determine within two working days of being notified if the remains are subject to his or her authority. If the Coroner recognizes the remains to be Native American, he or she shall contact the Native American Heritage Commission who will appoint the Most Likely Descendent (MLD). Additionally, if the remains are determined to be Native American, a plan will be developed regarding the treatment of human remains and associated burial objects and the plan will be implemented under the direction of the MLD. | Hermosa Beach and Manhattan Beach | Reporting by applicant; verification that appropriate procedures are followed if human remains are identified during demolition, grading, and/or construction. | During grading and ground disturbance activities. | City of Hermosa Beach Community Development Dept.; City of Manhattan Beach Community Development Dept. | | | |
| Geology and Soils | 1 | | | | | | |
| MM 4.5-1 Final Geotechnical Investigation. A Registered Civil Engineer and Certified Engineering Geologist shall complete a final geotechnical investigation specific to each development site and proposed areas of excavation. The geotechnical evaluation shall include, but not be limited to, an estimation of both vertical and horizontal anticipated peak ground accelerations and potential liquefaction. Subsequent subsurface investigations shall be included in the final geotechnical investigation and determine appropriate means of mitigating both structural as well as potential health hazards that could be associated with such development activities. | Hermosa Beach and Manhattan Beach | Review and verification of geotechnical requirements during grading plan review; field verification of compliance. | Prior to issuance of demolition permits; field verification of compliance by City-approved geotechnical engineer during grading | City of Hermosa Beach Community Development Dept.; City of Manhattan Beach Community Development Dept. | | | |

| Table 1 - Mitigation Monitoring and Reporting Plan | | | | | | |
|---|--|--|--|--|--|--|
| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility | | |
| Suitable measures to reduce liquefaction impacts could include one or more of the following techniques, as determined by a registered geotechnical engineer: | | | and construction. | | | |
| Specialized design of foundations by a structural engineer; Removal or treatment of liquefiable soils to reduce the potential for liquefaction; Drainage to lower the groundwater table to below the level of liquefiable soil; In-situ densification of soils or other alterations to the ground characteristics; or Other alterations to the ground characteristics. | | | | | | |
| The geotechnical investigation shall also identify depth to groundwater throughout the development site (including estimated variability over the life of the project), and provide methods to avoid adverse effects associated with encountering groundwater during project-related excavations, including but not limited to dewatering as necessary. The geotechnical report shall be subject to review and approval by the City of Hermosa Beach (Hermosa Beach component) and the City of Manhattan Beach (two Manhattan Beach components). All recommendations provided in the geotechnical report shall be followed during grading and construction. | | | | | | |
| MM 4.5-2 Geotechnical Recommendations for Foundation Construction . The applicant shall comply with the following recommendations to address soil stability concerns associated with project-related excavations, and any supplemental recommendations as determined by a geotechnical investigation of the site: | Hermosa Beach and Manhattan Beach | Verification of compliance with requirements during plan review; field | Plan review prior to issuance of demolition and building | City of Hermosa Beach Community Development Dept.; City of | | |
| • Shoring Design. All designs shall be able to withstand the earth pressure resulting from adjacent soils, traffic loading, and temporary equipment used to excavate the slopes and drive the shoring The shoring contractor shall provide the shoring design to a City-approved geotechnical engineer for review and approval prior to commencement of shoring. Lagging deflection and tie back resistance strength shall be measured in the field to ensure that these features are able to withstand the earth pressures that they will undergo. | | verification of compliance during excavation and construction by City-approved geotechnical engineer. | permits; field verification of compliance by City-approved geotechnical engineer during grading and | Manhattan Beach Community Development Dept. | | |
| • Foundation Observations. All foundation excavations shall be observed by a City- approved geotechnical engineer to verify penetration into the recommended bearing materials. The observation shall be performed prior to the placement of reinforcement. All foundation excavations shall be performed under the continuous observation by a | | | construction. | | | |

| Mitigation Requirements d | | Verification Method | Timing of Mitigation | Verification Responsibility |
|---|--|---|--|---|
| City-approved geotechnical engineer to verify penetration into firm, undisturbed natural soils. Foundations shall be deepened if necessary to extend into satisfactory soils, or proper compaction shall be performed to ensure that the foundation slab is built upon dense compact material. Foundation excavations shall be cleaned of all loose soils prior to placing steel and concrete. Any required foundation backfill shall be mechanically compacted; flooding is not permitted. Construction Monitoring. Compliance with the design concepts, specifications or recommendations during construction requires review by City-approved geotechnical engineer. All foundations shall be observed by a City-approved geotechnical engineer prior to placing concrete or steel. Any fill which is placed shall be observed, tested, and verified if used for engineering purposes. It is the responsibility of the contractor to ensure that all excavations and trenches are properly sloped or shored. All temporary excavations shall be cut and maintained in accordance with applicable Occupational Safety and Health Administration (OSHA) rules and regulations. Engineering Review. The Cities of Hermosa Beach and Manhattan Beach shall review all design plans prior to construction, and incorporate best management practices to mitigate potential erosion impacts into final grading and structural design plans as deemed appropriate. In addition, all onsite structures shall be required to comply with applicable provisions of the California Building Code. | | | | |
| MM 4.5-3(a) Expansive Soils Evaluation. A Registered Civil Engineer shall analyze surficial and near-surface soils at the site. Depths of analysis would include soil depths subsequent to grading, prior to excavation, and after excavation. This analysis will be completed prior to on-site construction to determine whether expansive soils are present. In the event that clay-rich, expansive soils are present, foundations shall be designed to accommodate expansive soils, and project foundations and structures may be placed on a blanket of non-expansive fill soils to prevent structural damage and/or failure. Foundation design shall be reviewed and approved by a Registered Civil Engineer. | | Verification of compliance with requirements during grading plan review. | Prior to issuance of demolition, shoring, and building permits. | City of Hermosa Beach Community Development Dept.; City of Manhattan Beac Community Development Dept. |
| MM 4.5-3(b) Corrosive Soils Design. All concrete in contact with high sulfate or corrosive soils shall be Type V concrete in accordance with the 2016 California Building Code. | Hermosa Beach and Manhattan Beach | Verification of compliance with requirements during building plan review. | Prior to issuance of building permits. | City of Hermosa Beach Community Development Dept.; City of Manhattan Beac |

| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility |
|---|--|--|--|--|
| | | | | Community Development Dept. |
| Hazards and Hazardous Materials | | | | |
| MM 4.7-1 Soil Management Plan. Before the issuance of a shoring permit, the impacted shallow soil at the former Midas property and the locally impacted shallow soil remaining at the former BMW Service Department will be remediated in accordance with a Soil Management Plan (SMP) that will be prepared for the entire Hermosa Beach site. Based on the past and recent laboratory data for the project area, the shallow soil impacted with petroleum hydrocarbons will be classified as a non-RCRA - California Waste. The laboratory data for the impacted soil will be used to profile the soil for transport, treatment, and recycling at a licensed treatment facility. The SMP will also include health and safety information for workers and the general public, and will inform the various contractors and workers of the presence of shallow soil impacted with petroleum hydrocarbons and the appropriate measures to safely deal with the soil. | Hermosa Beach | Review and approval of the SMP during grading plan review. | Prior to issuance of shoring permits. | City of Hermosa Beach Fire Dept. |
| MM 4.7-2 Asbestos. In the event that any suspect ACMs are discovered during construction activities, the materials shall be sampled and analyzed for asbestos content prior to any disturbance. Prior to the issuance of the demolition permit, the applicant shall provide a letter from a qualified asbestos abatement consultant that no ACMs are present in the buildings. If additional ACMs are found to be present, a qualified asbestos abatement consultant shall abate the buildings in compliance with the South Coast Air Quality Management District's Rule 1403 as well as all other State and federal rules and regulations. | | Review and approval of applicant- prepared letter report; monitoring during demolition, if ACMs are identified. | Review of letter report prior to issuance of demolition permit; if necessary, monitoring during abatement process and during construction | City of Hermosa Beach Community Development Dept.; City of Manhattan Beach Public Works; SCAQMD |
| Hydrology and Water Quality | | | | 1 |
| MM 4.8-2 Dewatering Plan. A Dewatering Plan that applies to each project component shall be prepared by the applicant and submitted to the appropriate City Engineer in Hermosa Beach or Manhattan Beach for review and approval prior to the onset of excavation activities, to be implemented if perched or shallow groundwater is encountered during construction and dewatering is necessary to complete construction. The Dewatering Plan shall include Best Management Practices (BMPs) for dewatering, in compliance with the California Stormwater Quality Association (CASQA) Handbook for | Hermosa Beach and Manhattan Beach | Review and approval of Dewatering Plans prior to excavation; field verification of compliance, as | Dewatering Plan review/ approval prior to issuance of demolition permit; field verification | City of Hermosa Beach Community Development Dept.; City of Manhattan Beach Public Works |

| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility | |
|---|--------------------|---|---|---|--|
| Construction or other similar guidelines. Should dewatering become necessary, the applicant shall notify the appropriate City Engineer in Hermosa Beach or Manhattan Beach and submit a written description of all executed dewatering activities, including steps taken to return encountered groundwater to the subsurface or to dispose of the dewatered groundwater upon the completion of dewatering activities. | | necessary. | during construction, if necessary. | Engineering Dept. | |
| Noise | | | | 1 | |
| MM 4.10-1 (a) Staging Area. The contractor shall provide staging areas on-site to minimize off-site transportation of heavy construction equipment. These areas shall be located to maximize the distance between activity and sensitive receptors. This would reduce noise levels associated with most types of idling construction equipment. | Hermosa Beach | Verification that on-site staging areas have been identified, reviewed, and approved. | Prior to issuance of demolition or any construction activity permit. | City of Hermosa Beach Community Development Dept. | |
| MM 4.10-1(b) Newest Power Construction Equipment . The Project contractor must use the newest available power construction equipment with standard recommended noise shielding and muffling devices. | Hermosa Beach | Verification that construction equipment meets standards by providing notes on construction plans; field verification of compliance. | Construction plan review prior to issuance of demolition permit; field verification during demolition, grading, and construction. | City of Hermosa Beach Community Development Dept. | |
| MM 4.10-1(c) Electrically-Powered Tools and Facilities. Electrical power shall be used to run air compressors and similar power tools and to power any temporary structures, such as construction trailers or caretaker facilities. | Hermosa Beach | Verification that electric power is being used by provision of notes on construction plans; field verification of compliance. | Construction plan review prior to issuance of demolition permit; field verification during demolition, grading, and construction. | City of Hermosa Beach Community Development Dept. | |

| Table 1 - Mitigation Monitoring and Reporting Plan | | | | |
|---|--------------------|--|---|---|
| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility |
| MM 4.10 1(d) Temporary Solid Noise Attenuation Barrier. A temporary sound attenuation barrier shall be erected along the western edge of the Hermosa Beach site prior to demolition and construction activity. This barrier must break the line of sight between construction areas and the ground floor level of adjacent residences and shall be designed to achieve the maximum sound attenuation feasible. Barrier design and its acoustic properties shall be based on a site-specific acoustic analysis prepared by a qualified acoustic engineer to be approved by the Community Development Director prior to issuance of demolition, grading or construction permits. | | Review and approval of a site-specific acoustic analysis; verification that sound attenuation barrier is erected; field verification that maximum sound attenuation is achieved. | Review and approval of acoustical analysis prior to demolition; field verification ongoing during construction. | City of Hermosa Beach Community Development Dept. |
| MM 4.10-1(e) Mufflers. During project construction, all equipment, fixed or mobile, shall be operated with closed engine doors and shall be equipped with properly operating and maintained mufflers consistent with manufacturers' standards. Use of manufacturer-certified mufflers associated with construction equipment has been shown to reduce noise levels by 8 to 10 dBA. | | Verification that construction equipment meets standards by provision of notes on construction plans; field verification of compliance. | Construction plan review prior to demolition and construction; field verification ongoing during construction. | City of Hermosa Beach Community Development Dept. |
| MM 4.10-1(f) Construction Noise Complaint Line. The applicant must provide a non- automated telephone number for local residents and employees to call to submit complaints associated with construction noise. The applicant shall keep a log of complaints and shall address complaints as feasible to minimize noise issues for neighbors. | Hermosa Beach | Verification that telephone line is in operation by calling the number provided. | Prior to start of demolition and during construction. | City of Hermosa Beach Community Development Dept |
| MM 4.10-1(g) Avoid Operating Equipment Simultaneously. Whenever possible, the contractor shall ensure that construction activities are scheduled so as to avoid operating several pieces of equipment simultaneously, which causes high noise levels. | Hermosa Beach | Verification that construction activities are not being scheduled | Construction plan review prior to demolition and | City of Hermosa Beach Community Development |

| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility |
|--|--------------------|--|--|---|
| | | simultaneously by provision of notes on construction plans; field verification of compliance. | construction; field verification ongoing during construction. | Dept. |
| MM 4.10-4 Mechanical Equipment. Outdoor mechanical equipment at the Hermosa Beach site shall be located, hooded, and/or shielded in a manner that limits exposure of adjacent properties to 45 dBA or less. Prior to issuance of occupancy permits, the applicant shall provide a site-specific acoustic analysis prepared to the satisfaction of the Community Development Director by a qualified acoustical engineer that identifies appropriate methods of limiting noise exposure to meet this standard and verifies compliance. | Hermosa Beach | Verification that mechanical equipment is properly shielded by provision of notes on construction plans and field verification. | Plan review prior to issuance of building permit; field verification of compliance prior to issuance of occupancy permit. | City of Hermosa Beach Community Development Dept. |
| Transportation and Traffic | | · | · | · |
| MM 4.12-2(a) SR 1/30th Street Improvements. Modify 30 th Street to prohibit eastbound left-turn movement onto SR-1. | Hermosa Beach | City to verify SR-1 improvements in Hermosa Beach have been made and receipt of verification from City of Manhattan Beach that improvements in Manhattan Beach have been made under 4.12-2(b) and 4.12-2(d). | Prior to issuance of occupancy permits for Hermosa Beach component. | City of Hermosa Beach Community Development Dept. |

| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility |
|--|--------------------|--|---|--|
| MM 4.12-2(b) SR 1/Tennyson Street Improvements. Lengthen the southbound left turn pocket onto Tennyson Street. | Manhattan Beach | City to verify SR-1 improvements in Manhattan Beach have been made and receipt of verification from City of Hermosa Beach that improvements in Hermosa Beach have been made under 4.12-2(a) and 4.12-2(c). | Prior to issuance of occupancy permits for Manhattan Beach component. | City of Manhattan Beach Public Works Engineering Dept. |
| MM 4.12-2(c) SR 1/ Gould Avenue Improvements. Add an eastbound right turn lane on Gould Avenue/Artesia Boulevard. | Hermosa Beach | City to verify SR-1 improvements in Hermosa Beach have been made and receipt of verification from City of Manhattan Beach that improvements in Manhattan Beach have been made under 4.12-2(b) and 4.12-2(d). | Prior to issuance of occupancy permits for Hermosa Beach component. | City of Hermosa Beach Community Development Dept. |

| Table 1 - Mitigation Monitoring and Reporting Plan Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility |
|---|--------------------|---|--|--|
| MM 4.12-2(d) SR 1/Duncan Avenue Improvements. Modify Duncan Avenue to prohibit eastbound left-turn movement onto SR-1. | Manhattan Beach | City to verify improvements have been made in Manhattan Beach and receipt of verification from City of Hermosa Beach that improvements in Hermosa Beach have been made under 4.12-2(b) and 4.12-2(d). | Prior to issuance of occupancy permits for City of Manhattan Beach. | City of Manhattan Beach Public Works Engineering Dept. |
| MM 4.12-2(e) Adaptive Transportation Demand Management (Impact from Combined Project, Hermosa Beach Only, and 305 S. Sepulveda Blvd. Only). The applicant shall develop an initial adaptive Transportation Demand Management (TDM) plan that must be approved by both cities. The TDM plan must be designed to achieve a 7 percent overall project reduction for the project in both AM and PM peak hour vehicle trips to and from the project site compared to what is forecast in Table 4.12-8 (excluding GSC event bus trips). Each individual project component will not be required to meet the 7% overall reduction goal, but AM and PM peak hour vehicle trips for each individual project component shall not increase from the number of trips forecasted in for that particular component in Table 4.12-8 (See MMRP Attachment A). | Hermosa Beach | Initial review and approval of TDM plan. Review of annual report every January. Review and approval of modified plan if reduction goal is not met. | Initial TDM plan review prior to issuance of construction permits for Hermosa Beach component; review of annual report and, as necessary, modified plan every January following issuance of Certificate of Occupancy. | City of Hermosa Beach Community Development Dept. |
| become apparent with multiple years of monitoring data. If trip reduction goals are not met, the report shall recommend modifications to TDM practices and/or new practices to be integrated into the plan to reach the overall trip reduction goals, subject to review and approval by the staffs of the cities of Hermosa Beach and Manhattan Beach and | Manhattan Beach | - Initial review and approval of TDM plan. | Initial TDM plan review prior to | City of Manhattan Beach Community |

| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility |
|--|--------------------|--|---|--------------------------------|
| implemented as soon as practical. This measure and the adaptive TDM plan shall remain in place for the life of the project. The initial TDM plan shall include, but not be limited to, the following measures: On-Site Employee Transportation Coordinator. An employee transportation coordinator shall be designated for the proposed project to manage the TDM program and participate in City of Hermosa Beach and City of Manhattan Beach sponsored workshops and information roundtables. Skechers will provide: Transportation fairs on an annual basis Information for employees and visitors about local public transit services (including bus lines, existing and future light rail lines and connections, bus fare programs, rideshare programs and shuttles) and bicycle facilities (including routes, rental and sales locations, on-site bicycle racks and showers) Walking and biking maps for employees and visitors, including information about convenient local services and restaurants within walking distance of the project Information regarding local rental housing agencies | | Review of annual report every January. Review and approval of modified plan if reduction goal is not met. | issuance of construction permits for Manhattan Beach component; review of annual report and, as necessary, modified plan every January following issuance of Certificate of Occupancy. | Development Dept. |
| Such transportation information may be provided through a computer terminal with access to the Internet, as well as through the office of the coordinator located at one of the three development sites or another local Skechers building. Transportation information shall also be maintained at the administrative offices of the buildings and/or on the Skechers' web site as a portal. TDM Web Site Information. Transportation information shall be provided in a highly visible and accessible location on Skechers' web site, including links to local transit providers, area walking, bicycling maps, etc., to inform employees and visitors of available alternative transportation modes to access the project and other existing Skechers' buildings and travel in the area. The web site should also highlight the environmental benefits of utilization of alternative transportation modes. TDM Promotional Material. Skechers shall provide and exhibit in public places information materials on options for alternative transportation modes and opportunities. In addition, transit fare media and day/month passes should be made available to employees and visitors during typical business hours. | | | | |

| Table 1 - Mitigation Monitoring and Reporting Plan | | | | | | |
|---|--------------------|------------------------|-------------------------|--------------------------------|--|--|
| Mitigation Requirements | Applicable City | Verification Method | Timing of Mitigation | Verification Responsibility | | |
| • Transit Welcome Package. All new employees shall be provided with a Transit Welcome Package (TWP). The TWP at a minimum will include information regarding Skechers arrangement for free or discounted use of the transit system, area bus/rail transit route and connections/transfers information, bicycle facilities (including routes, rental and sales locations, on-site bicycle racks, walking and biking maps), and convenient local services and restaurants within walking distance of the project. | | | | | | |
| • Carpool Program for Employees. Skechers shall provide preferential parking within the parking garages for employees who commute to work in registered carpools. An employee who drives to work with at least one other employee to the site may register as a carpool entitled to preferential parking within the meaning of this provision. | | | | | | |
| • Public Transit Stop Enhancements. Working in cooperation with transit agencies and the cities of Manhattan Beach and Hermosa Beach, Skechers shall improve existing bus stops in the immediate vicinity of the three development sites. Enhancements will include, but are not limited, to five bus shelters, and four bike racks at the existing bus stops adjacent to the development sites (see Figure 4.12-9). The bus stop on the northwest corner of the SR 1/Longfellow intersection will be relocated to the southwest corner of that intersection, in coordination with transit operators. Skechers shall provide and construct sufficient sidewalk width, a bus shelter and bike racks to the satisfaction of the City Hermosa Beach and Caltrans. | | | | | | |
| • Convenient Parking for Bicycle Riders. Skechers shall monitor utilization of bicycle parking at existing and proposed buildings. If demand for bicycle parking exceeds the supply, Skechers will add bicycle parking as necessary to meet identified demand. | | | | | | |
| • Employee Alternative Transportation Incentive. Skechers shall provide financial or other incentives to employees who walk, bike, or take public transit to work. These incentives will be reviewed and approved by Hermosa Beach and Manhattan Beach staff. | | | | | | |
| • Local Hiring Program. When hiring Skechers shall conduct outreach to residents who live within two miles of the any of the three development sites (or other buildings where the position of employment is offered). | | | | | | |
| • Expanded Bicycle Routes. Skechers shall coordinate with the cities of Hermosa Beach and Manhattan Beach in an effort to enhance and expand the current network of bicycle routes serving all three development sites and existing buildings. | | | | | | |

| Mitigation Requirements | Applicable | Verification | Timing of | Verification |
|--|------------|--------------|------------|----------------|
| | City | Method | Mitigation | Responsibility |
| Improvements will include, but are not limited to, the addition of signage for two Class III bikeways to connect to Valley/Ardmore, as illustrated on Figure 4.12-9. Improvements shall be funded by Skechers. Los Angeles County Guaranteed Ride Home Program. Skechers shall enroll in the Los Angeles County Guaranteed Ride Home program which reimburses an employee's ride home from a car-sharing, taxi, or car rental company, for up to two qualifying emergency situations annually. Los Angeles Metro TAP Employer Program. Skechers shall join the Los Angeles Metro TAP Employer Program and become a TAP vendor, allowing employees to | | | | |

Attachment A

Table 0-1 Trip Generation Rates¹

| | | Daily AM Peak Ho | | | | | | our² | PM | -lour ² |
|--|--------------|-----------------------------------|------|------|-------|------------------------|------|-------|----|--------------------|
| Land Use | Size | Trip Ends ² Volumes | In | Out | Total | In | Out | Total | | |
| Hermosa Beach Site | | | | | | | | | | |
| Design Center ³ | 100,296 GSF | 800 | 141 | 11 | 152 | 14 | 127 | 141 | | |
| Executive Offices ³ | 19,209 GSF | 153 | 27 | 2 | 29 | 3 | 24 | 27 | | |
| Executive Offices Coffee Shop ⁴ | 998 GSF | 817 | 55 | 53 | 108 | 21 | 20 | 41 | | |
| Less internal capture, walk-in and pass by adjustments (75%)⁵ | | (613) | (41) | (40) | (81) | (16) | (15) | (31) | | |
| GSC Event Bus Trips ⁶ | 8 buses | 64 | - | - | - | 16 | 16 | 32 | | |
| Subtotal Hermosa Beach | | 1,221 | 182 | 26 | 208 | 38 | 172 | 210 | | |
| 305 S. Sepulveda Blvd. | | | | | | | | | | |
| General Office ⁷ | 37,174 GSF | 433 | 60 | 7 | 67 | 10 | 55 | 65 | | |
| Less existing general office⁸ | (8,422) GSF | (93) | (11) | (2) | (13) | (2) | (11) | (13) | | |
| - Less existing retail ⁹ | (4,000) GLSF | (171) | (2) | (2) | (4) | (2) (7) | (8) | (15) | | |
| Less pass by adjustments (50%)¹⁰ | | 86 | 1 | 1 | 2 | 4 | 4 | 8 | | |
| - Automobile Care Center ¹¹ | (2,815) GLSF | (90) | (4) | (2) | (6) | (4) | (5) | (9) | | |
| Less pass by adjustments (10%)¹⁰ | | 9 | 0 | 0 | 0 | 0 | 1 | 1 | | |
| Subtotal 305 S Sepulveda Blv | d. | 174 | 44 | 2 | 46 | 1 | 36 | 37 | | |
| 330 S. Sepulveda Blvd. Expan | sion | | | | | | | | | |
| General Office ⁷ | 20,328 GSF | 237 | 33 | 4 | 37 | 5 | 30 | 35 | | |
| Automated Car wash ¹² | (2,525) GSF | (400) | (8) | (8) | (16) | (18) | (18) | (36) | | |
| Less pass by adjustments (10%)¹⁰ | | 80 | 2 | 2 | 4 | 4 | 4 | 8 | | |
| Subtotal 305 S Sepulveda Blv | d | (83) | 27 | (2) | 25 | (9) | 16 | 7 | | |
| COMBINED TOTAL | | 1,312 | 253 | 26 | 279 | 30 | 224 | 254 | | |

Source: Traffic Impact Study Skechers Design Center and Offices Project, August 2016, Linscott, Law, and Greenspan, Engineers, see Appendix F. Table 7-1.

¹ Source: ITE "Trip Generation Manual", 9th Edition, 2012; and "(Not So) Brief Guide of Vehicular Traffic Generation Rates for the San Diego Region, April 2002, San Diego Association of Governments (SANDAG).

² Trips are one-way traffic movements, entering or leaving.

³ ITE Land Use Code 714 (Corporate Headquarters Building) trip generation average rates.

- Daily Trip Rate: 7.98 trips/1,000 SF of floor area; 50% inbound/50% outbound

- AM Peak Hour Trip Rate: 1.52 trips/1,000 SF of floor area; 93% inbound/7% outbound

- PM Peak Hour Trip Rate: 1.41 trips/1,000 SF of floor area; 10% inbound/90% outbound

⁴ ITE Land Use Code 936 (Coffee/Donut Shop without Drive-Through Window) trip generation average rates.

- Daily Trip Rate: 818.59 trips/dwelling unit; 50% inbound/50% outbound (ITE Land Use Code 937 since none provided for Code 936)

- AM Peak Hour Trip Rate: 108.38 trips/1,000 SF; 51% inbound/49% outbound

- PM Peak Hour Trip Rate: 40.75 trips/dwelling units; 50% inbound/50% outbound

⁵ As this on-site land-use amenity is intended for local area employees and residents, a high level of walk-in and internal capture patronage is anticipated. Internal capture trips are those trips made internal to the site between land uses in a mixed-use development. Pass-by trips are made as intermediate stops on the way from an origin to a primary destination

Skechers Design Center and Executive Offices Mitigation Monitoring and Reporting Program

without a route diversion. Pass-by trips are attracted from the traffic passing the site on an adjacent street or roadway that offers direct access to the site. Please note that although the ITE "Trip Generation Handbook" does not include coffee shop land use type in the review of pass-by trips, a fast food restaurant with drive-through window (i.e., ITE Land Use Code 934) was reviewed for reference purposes. When combined with expected walk-in and internal capture patronage, a 75% adjustment was applied to the Coffee Shop land use component.

- ⁶ The Skechers Global Sales Conference (GSC) is held at the Redondo Beach Performing Arts building in the morning. After lunch, approximately 450 to 500 of those attendees are transported via bus to the existing building at 330 Sepulveda Blvd. to tour the showrooms. The Skechers travel department utilizes 8 buses (60 seat capacity) to transport these people from the Performing Arts building to the site. The buses are only at the existing Skechers building during drop-off and pick-up periods, and are staged off-site until needed to transport people to their hotels; the same will apply when the showrooms are moved to the proposed Hermosa Beach project site. Therefore, the GSC event bus trips have been based upon the following assumptions in order to provide a conservative forecast of project-related trips:
 - No AM peak hour bus trips.
 - It is assumed that 8 buses (60 seat capacity) will arrive/depart the site during the PM peak hour.
 - For the daily trip ends, it is assumed that 8 buses will arrive/depart the site during the mid-day and again during the PM peak hour (2 inbound trips and 2 outbound trips per bus).
 - A passenger car equivalency (PCE) factor (2.0 per bus) was accounted for in the analysis of potential traffic impacts in order to account for the affect that buses have on overall intersection operations. This assumption is conservative and accounts for the larger vehicle type and slower speeds.
- ⁷ ITE Land Use Code 715 (Single Tenant Office Building) trip generation average rates.
 Daily Trip Rate: 11.65 trips/1,000 SF of floor area; 50% inbound/50% outbound
 - AM Peak Hour Trip Rate: 1.80 trips/1,000 SF of floor area; 89% inbound/11% outbound
 - PM Peak Hour Trip Rate: 1.74 trips/1,000 SF of floor area; 15% inbound/85% outbound
- ⁸ ITE Land Use Code 710 (General Office Building) trip generation average rates.
 - Daily Trip Rate: 11.03 trips/1,000 SF of floor area; 50% inbound/50% outbound
 - AM Peak Hour Trip Rate: 1.56 trips/1,000 SF of floor area; 88% inbound/12% outbound
- PM Peak Hour Trip Rate: 1.49 trips/1.000 SF of floor area: 17% inbound/83% outbound
- ⁹ ITE Land Use Code 820 (Shopping Center) trip generation average rates.
 - Daily Trip Rate: 42.7 trips/1,000 SF of floor area; 50% inbound/50% outbound
 - AM Peak Hour Trip Rate: 0.96 trips/1,000 SF of floor area; 62% inbound/38% outbound
 - PM Peak Hour Trip Rate: 3.71 trips/1,000 SF of floor area; 48% inbound/52% outbound

¹⁰ Pass-by trips are made as intermediate stops on the way from an origin to a primary destination without a route diversion. Pass-by trips are attracted from the traffic passing the site on an adjacent street or roadway that offers direct access to the site.

- ¹¹ ITE Land Use Code 942 (Automobile Care Center) trip generation average rates.
 - Daily Trip Rate: Based on assumption that PM peak hour volume represents 10% of daily trips
 - AM Peak Hour Trip Rate: 2.25 trips/1,000 SF of floor area; 66% inbound/34% outbound
 - PM Peak Hour Trip Rate: 3.11 trips/1,000 SF of floor area; 48% inbound/52% outbound
- ¹² ITE Land Use Code 948 (Automated Car Wash) and SANDAG (Car Wash Automatic) trip generation average rates.
 - Daily Trip Rate: ITE PM peak hour rate represents 9% of daily (SANDAG); 50% inbound/50% outbound
 - AM Peak Hour Trip Rate: 4% of daily (SANDAG); 50% inbound/50% outbound
 - PM Peak Hour Trip Rate: 14.12 trips/1,000 SF of floor area; 50% inbound/50% outbound

EXHIBIT C Findings of Fact in Support of Findings Skechers Design Center Project

I. Finding

The following Statement of Overriding Considerations is made in connection with the approval of the Skechers Design Center Project, which involves the demolition of commercial buildings and the development of new and expanded commercial office buildings at 305 and 330 Sepulveda Boulevard in Manhattan Beach and 2901 Pacific Coast Highway in Hermosa Beach (hereafter referred to as the "Project").

Pursuant to CEQA Section 21081(b) and CEQA Guidelines Section 15093, the City has balanced the benefits of the proposed Skecher's Project Final EIR against the unavoidable adverse impacts associated with the proposed project and has adopted all feasible mitigation measures. The City has also examined alternatives to the proposed project, and has determined that adoption and implementation of the proposed project is the most desirable, feasible, and appropriate action. The Planning Commission finds that the economic, social and other benefits of the proposed Project outweigh the significant and unavoidable environmental impacts identified in the certified Final EIR

II. Significant and Unavoidable Impacts

The proposed project would result in the following unavoidable significant adverse impacts after mitigation:

- 1. The proposed project would have temporary construction-related noise impacts at the Hermosa Beach site due to exposure of noise-sensitive residential and day-care uses to noise exceeding Hermosa Beach standards during portions of the 30-month construction period. These impacts would be significant and unavoidable.
- 2. The proposed project would have temporary construction-related impacts at the SR 1/30th Street, SR 1/Keats Street, and SR 1/Tennyson Street intersections. Project construction activities, and the associated truck trips and worker trips, could temporarily interrupt the local roadway system at these intersections. These impacts would be significant and unavoidable.
- 3. The combined proposed project would generate an estimated 1,312 new weekday average daily trips, including 279 AM peak hour trips and 254 PM peak hour trips. This would incrementally increase traffic levels at study intersections and cause potentially significant impacts at a total of seven intersections based on City of Hermosa Beach, City of Manhattan Beach, or Caltrans thresholds and one intersection based on CMP criteria. Proposed mitigation measures would reduce impacts to the degree feasible, but implementation of proposed improvements would not reduce impacts to below significance at all locations, and TDM effectiveness cannot be assured since it would rely on changes in Skechers' employee commute habits; therefore, impacts to these intersections along SR 1 would be significant and unavoidable.

III. Project Benefits

The City has balanced the proposed project's benefits against its significant and unavoidable impacts. The City finds that the proposed project's benefits outweigh the significant and unavoidable impacts and, therefore, that those impacts are acceptable in light of the proposed project's benefits. The City finds that each of the following benefits is an overriding consideration, independent of the other benefits, that warrants approval of the proposed project notwithstanding the proposed project's significant and unavoidable impacts related to noise/vibration and traffic. The proposed project would provide several public benefits as described below.

- 1. *Provision of Local Jobs:* The proposed project would allow for commercial development that would provide 497 new and 655 total local jobs within the cities of Hermosa Beach and Manhattan Beach. This increase will improve the City's economic base and bring pedestrian and business activity to the commercial corridor along Sepulveda Boulevard.
- 2. High-Quality Development: The proposed project would allow for the logical development of the project site vicinity with commercial uses compatible with those within and around Sepulveda Boulevard. The project updates, improves, and expands the existing Skechers offices in Manhattan Beach while adding additional high-quality architecture. The project creates a consistent pattern of development that matches the existing Skechers campus and redevelops other underutilized sites. The high-quality development also improves the southern gateway into Manhattan Beach on Sepulveda Boulevard, connects development on either side of the street, and provides improvements to sidewalks, mature landscaping, streets, public infrastructure including ADA access and bus stops.
- 3. *Economic Vitality:* The proposed project would introduce 497 new employees into the cities of Hermosa Beach and Manhattan Beach, which expands Skechers' presence in Manhattan Beach and the south bay. These employees will be encouraged to stimulate the local economies by: utilizing the Skechers lunchtime shuttle to frequent local businesses; patronizing local businesses as they commute through the cities; relocating their residences in close proximity to this employment center and thereby encourage their household members to further stimulate the local economy. The project is also expected to provide 500 construction jobs.
- 4. The proposed project is allowed in the Commercial General (CG) zone, and the proposed project would be consistent with the requirements of this zone. Other uses consistent with the CG designation would also increase traffic, and the proposed project offers consistency and efficiency by integrating with the existing Skechers offices.
- 5. *General Plan Implementation:* The proposed project would implement Goals and Policies of the Manhattan Beach General Plan. For example, it would implement Goal LU-1 in that the project's buildings would closely match the existing Skechers buildings to add continuity between the new and surrounding buildings. These buildings are consistent with Policy LU-1.1 through its low-profile character and architectural features.

Implementing Policy I-1.3, the project would add 13 bicycle spaces at 305 S. Sepulveda Boulevard and 14 spaces at 330 S. Sepulveda Boulevard.

- 6. The project allows the local headquarters of a large, international shoe company to remain in the beach cities. Skechers is a long-standing active and beneficial business presence in Manhattan Beach. This project will allow the company to expand in the same location and within the City rather than to other locations, which would require residents and employees to travel outside to other regions and would dilute the benefits of a local business headquarters to the local community. For example, the company supports local organizations, provides scholarships, and brings up to 1,500 visitors to the beach cities for their twice-yearly sale conference. Retaining and expanding the existing local headquarters allows Skechers to continue connecting and supporting the local community.
- 7. The project will increase pedestrian activity and further activate Sepulveda Boulevard, the largest commercial corridor in the City. The activation of Sepulveda Boulevard will increase demand for services and other commercial uses along this commercial boulevard. Further, the 305 S. Sepulveda Boulevard includes an addition of four feet to the existing three feet of sidewalk, which would further improve pedestrian activity by expanding pedestrian infrastructure.
- 8. In addition to employees and residents, bringing visitors from around the world to the beach cities enhances the image of Hermosa Beach and Manhattan Beach, which could make the cities more attractive to other companies for potential location.
- 9. *Parking:* The project provides on-site parking that exceeds the minimum required in order to accommodate any overflow from existing Skechers office buildings which improves the adjacent residential neighborhoods by freeing up public street parking for the residents.
- 10. *Street dedications:* The project provides for street dedications to upgrade and improve pedestrian and vehicular circulation in and around the properties providing improved ADA access, pedestrian ramps at corners and street widening which benefits the general public. Improved crosswalks will also provide greater safety and accessibility for all users.
- 11. *Traffic Calming Study:* The project is required to pay \$200,000 to the City for the preparation of a Traffic Calming Study in the cities of Manhattan Beach and Hermosa Beach to recommend potential measures that would enhance the livability of the neighborhood streets in the vicinity of the project site. The study will evaluate a number of potential measures to address non-residential traffic and parking intrusion, pedestrian safety and speeding, including, but not limited to sidewalks, bikeways, vehicle barriers, turn restrictions, parking restrictions, speed calming devices and other common traffic calming measures. Any amount remaining in excess of the study costs shall be used for the implementation of those measures as deemed appropriate by the cities. Additionally, any implementation measures not covered by the remaining funds shall be funded by the applicant, up to a total not-to-exceed amount of \$300,000 combined. This study and

subsequent improvements will provide a mobility benefit to all users in the area surrounding the project.

RESOLUTION NO. PC 18-

RESOLUTION OF THE MANHATTAN BEACH PLANNING COMMISSION APPROVING A USE PERMIT AMENDMENT FOR CONSTRUCTION OF A 20,000 SQUARE-FOOT ADDITION TO AN EXISTING 3-STORY COMMERCIAL BUILDING FOR A TOTAL OF APPROXIMATELY 75,000 SQUARE FEET OF OFFICE SPACE AT 330 SOUTH SEPULVEDA BOULEVARD (Skechers USA)

THE MANHATTAN BEACH PLANNING COMMISSION HEREBY RESOLVES, FINDS AND DETERMINES AS FOLLOWS:

<u>SECTION 1.</u> Skechers USA ("Applicant") has submitted an application for a Use Permit Amendment for the property located at 330 South Sepulveda Boulevard. The legal description of the site is Lots 8 - 14, Tract 14274, of Maps in the office of the Los Angeles County Recorder. The Applicant seeks all the necessary entitlements for a 20,000 square-foot addition to an existing office building. The existing, and proposed, tenant is Skechers USA.

<u>SECTION 2.</u> The proposed use—general office use—is permitted in the CG zone. Manhattan Beach Municipal Code (MBMC) Section 10.12.020 requires a Use Permit for the establishment of any new commercial use in the CG zone with floor area exceeding 5,000 square feet, or a site area exceeding 10,000 square feet. The proposal exceeds both thresholds.

<u>SECTION 3.</u> The Project has been environmentally reviewed pursuant to the provisions of the California Environmental Quality Act (Public Resources Code Sections 21000, et seq. ("CEQA")) and the State CEQA Guidelines (California Code of Regulations, Title 14, Sections 15000, et seq.). An Environmental Impact Report ("EIR") was prepared for the whole of the Project, which includes Project components located in the City of Hermosa Beach and the City of Manhattan Beach. In accordance with CEQA Guidelines Sections 15050 and 15051, the City of Hermosa Beach is the lead agency for the Project. The City of Manhattan Beach is a responsible agency. On January 31, 2018, the City of Hermosa Beach Planning Commission certified the Final EIR and approved the development components located in Hermosa Beach, and on February 13, 2018 the Hermosa Beach City Council received the Planning Commission approval with no revisions. The Planning Commission finds that the certified Final EIR reflects the Comission's independent judgment and analysis. By Resolution No. 18-XX, the Manhattan Beach Planning Commission made responsible agency findings and adopted a Mitigation Monitoring and Reporting Program and Statement of Overriding Considerations for the Project.

<u>SECTION 4.</u> On February 14, 2018, the Planning Commission conducted a duly noticed public hearing to consider the Project. The hearing was continued until March 14, 2018. Evidence, both written and oral, was presented to the Commission. All persons wishing to address the Commission regarding the Project were given an opportunity to do so at the public hearing. Representatives of Skechers USA and others spoke in favor of the Project. Some members of the public spoke of concerns with the Project. The record of the hearing indicates the following:

A. The Project is proposed for a site of two combined parcels in the General Commercial Zone (CG) with a General Plan designation of "General Commercial." The partially demolished site occupies an entire block in the CG Zone between Duncan Avenue and Longfellow Drive, which contained a car wash on the demolished portion. The Applicant proposes to construct an approximately 20,000 square-foot office building addition with underground parking, matching the existing 55,000 square-foot building.

B. Manhattan Beach Municipal Code (MBMC) Section 10.12.020 requires a Use Permit for the establishment of any new commercial use in the CG zone with floor area exceeding 5,000 square feet, or a site area exceeding 10,000 square feet. The Project exceeds both of these thresholds. To approve the Use Permit, the Planning Commission must make the use permit findings listed in MBMC Section 10.84.060.

C. MBMC Section 10.84.060 provides that to approve a use permit, the Commission must find as follows:

- 1. The proposed location of the use is in accord with the objectives of the Zoning Code and the purposes of the district in which the site is located.
- 2. The proposed location of the use and the proposed conditions under which it would be operated or maintained will be consistent with the General Plan; will not be detrimental to the public health, safety or welfare of persons residing or working on the proposed Project site in or adjacent to the neighborhood of such

use; and will not be detrimental to properties or improvements in the vicinity or to the general welfare of the city.

- 3. The proposed use will comply with the provisions of the Zoning Code, including any specific condition required for the proposed use in the district in which it would be located.
- 4. The proposed use will not adversely impact or be adversely impacted by nearby properties. Potential impacts are related but not necessarily limited to: traffic, parking noise, vibration, odors, resident security and personal safety, and aesthetics, or create demands exceeding the capacity of public services and facilities which cannot be mitigated.

<u>SECTION 5.</u> Based upon the facts contained in the record, including those stated in Sections 1-4 of this Resolution, and pursuant to MBMC Chapter 10.84 and state law, the Planning Commission hereby finds with respect to the Use Permit:

- A. Required findings:
 - 1. The property is located within Area District I and is zoned CG (Commercial General). The proposed commercial office use is permitted by the zoning code and is appropriate as conditioned for the general commercial area. The surrounding Manhattan Beach properties consist of CG (General Commercial) to the west, south, and north and RS (Residential Single-Family to the east. The proposed location of the Project (Sepulveda Boulevard) is in accord with the objectives of the Zoning Code and the purposes of the district in which the site is located because Sepulveda is a main commercial thoroughfare and is within a commercial district where an office building is compatible with nearby office properties, and will complement a full range of retail and service businesses occupying the overall length of Sepulveda Boulevard in Manhattan Beach.
 - 2. The General Plan designation for the property is GC (General Commercial). The General Plan encourages commercial development that serves City residents and the regional market. The Project is thus consistent with the General Plan designation for the property.

Further, the Project supports and achieves the following specific Goals and Policies in the General Plan: (i) Policy LU-3.1 in that its design utilizes notches, balconies, rooflines, open space, setbacks, landscaping, or other architectural details to reduce the bulk of buildings and to add visual interest to the streetscape (ii) Goal LU-3 and Policy LU-3.1 in that its design and architectural features achieve a strong, positive community aesthetic; (iii) Policy LU-5.1 in that landscaping and setbacks provide a buffer and separation from nearby residences; (iv) Policy LU-6.2 in that it further diversifies the City's tax base; (v) Goal LU-6 and Policy LU-6.3 in that it is a commercial project in a commercial area and helps maintain the viability of the Sepulveda commercial corridor; and (vi) Goal LU-6 and Policy LU-8-2 in that the Project would upgrade existing development and promote Sepulveda Boulevard as a regional-serving commercial district.

The proposed location of the use and the proposed conditions under which it would be operated and maintained will not be detrimental to the public health, safety or welfare of persons residing or working on the Project site or in the surrounding area because Municipal Code requirements and conditions of approval below address lighting, security, safety, aesthetics, landscaping, hours of outdoor operation, loading and parking. The Project will not be detrimental to properties or improvements in the vicinity or to the general welfare of the city, in that the site and area already support commercial use, loading activity will be regulated, and parking supplies are adequate.

3. The proposed use will comply with the provisions of the Zoning Code, including any specific condition required for the proposed use in the district in which it would be located, since it will conform to Municipal Code requirements and Use Permit conditions.

4. The proposed use is compatible with surrounding uses and will not adversely impact, or be adversely impacted by, nearby properties. The proposed commercial use is compatible with the area because Sepulveda Boulevard is, and is intended to be, a commercial thoroughfare. The building has substantial setbacks/landscaping, and buffer walls for compatibility with the surrounding commercial and residential uses.

As shown in the environmental documentation, Sepulveda Boulevard and other nearby streets can accommodate the anticipated traffic generated by the uses. Parking supplies are adequate for the proposed use. The proposed use will not generate vibration or odors, and will not adversely impact the security and personal safety of residents or aesthetics. The Project will not create demands exceeding the capacity of public services and facilities.

B. This Resolution, upon its effectiveness and implementation, constitutes the Use Permit for the subject office building and supersedes all previous use permit resolutions pertaining to the site, including Resolution No. PC 02-9.

<u>SECTION 6.</u> Based upon the foregoing, and after considering all of the evidence in the record, the Planning Commission hereby approves a Use Permit Amendment for a 20,000 square-foot addition to a general office building subject to the following conditions:

- 1. The Project shall be in substantial conformance with the plans and Project description submitted to, and approved by, the Planning Commission on March 14, 2018. Applicant shall submit a final plan incorporating all of the refinements, modifications, and conditions approved in this resolution within 30 days of the date of approval of this Resolution. The Director of Community Development ("Director" hereinafter) shall determine whether any deviation from the approved project is substantial which requires an amendment to the Use Permit or any other discretionary entitlements. Any substantial deviation from the approved plans or Project description shall require approval from the Planning Commission.
- 2. The developer and operator(s) of the Project shall comply with the Mitigation Monitoring and Reporting Program attached to Resolution No.18-XX, and each mitigation measure set forth therein.
- 3. The Applicant shall pay all costs and fees incurred by the City in connection with the Project: (a) in ensuring that the conditions of approval are complied with, as well as monitoring of the mitigation measures in the adopted Mitigation Monitoring and Reporting Program attached to Resolution 18-XX; (b) in the processing of Project-related permits and applications, including time spent by City staff and legal staff to process and review all necessary permits, applications, and land use entitlements, and the preparation of this Agreement and the Consultant Services Agreements; (c) the costs of staff review of Owner submittals and the costs of Consultants retained by City in connection with the Project. The applicant shall enter into a reimbursement agreement with the City and shall deposit a minimum amount subject to the terms and conditions in the agreement, within 30 days of final project approval.

Site Preparation/Construction

- 4. All electrical, telephone, cable television system, and similar service wires and cables shall be installed underground to the appropriate utility connections in compliance with all applicable Building and Electrical Codes, safety regulations, and orders, rules of the Public Utilities Commission, the serving utility company, and specifications of the Public Works Department. Final utility equipment locations and visual screening shall be subject to Community Development review and approval.
- 5. Modifications and improvements to the site shall be in compliance with applicable requirements of the City Building Division, Fire Department and other regulatory agencies as required.
- 6. During demolition and construction on the site, the soil shall be watered in order to minimize the impacts of dust on the surrounding area. Demoliton and grading activities shall be in conformance with the Project EIR including Mitigation measure MM 4.2-1 prohibiting overlap with the Hermosa Beach component of the overall Project.
- 7. A site landscaping and irrigation plan utilizing drought tolerant plants, including large-box-sized trees, shall be submitted for review and approval by the Community Development and Public

Works Departments concurrent with the building permit application. All plants shall be identified on the plan by the Latin and common names. Substantial buffers shall be provided along the property lines abutting/facing the neighboring residences. A micro spray or drip irrigation system shall be installed in the landscaped areas, which shall not cause any surface run-off. Landscaping and irrigation shall be installed per the approved plan prior to building final.

- 8. Backflow prevention valves shall be installed as required by the Department of Public Works, and the locations of any such valves or similar devices shall be subject to approval by the Community Development Department prior to issuance of building permits.
- 9. All substandard, defective or damaged curb, gutter, sidewalks, street paving, catch basins or similar public infrastructure adjacent to the project site shall be removed and replaced with standard improvements, subject to the review and approval of the Public Works Department. All existing sidewalks adjacent to the addition portion of the project site shall be removed and replaced along the property frontages. Parkway landscaping enhancements and disabled access improvements shall be constructed as determined by the City's Traffic Engineer and Public Works Department.
- 10. No waste water shall be permitted to be discharged from the premises. Waste water shall be discharged into the sanitary sewer system.
- 11. Property line clean outs, mop sinks, erosion control, and other sewer and storm water items shall be installed and maintained as required by the Department of Public Works or Building Official. Oil clarifiers and other post-construction water quality items may be required.
- 12. An appropriate merger document eliminating or adjusting antiquated property lines within the site shall be submitted for review and be approved by the Community Development and Public Works (Engineering) Departments and City Attorney, prior to issuance of building permits.

Commercial Operational Restrictions

- 13. The facility shall include general office use with ancillary employee food and other support service areas only.
- 14. Occupancy, use, or maintence of exterior deck areas shall be limited to 9:00 a.m. to 6:00 p.m. daily.
- 15. The management of the facility shall police the property and all areas immediately adjacent to the business on the site during the hours of operation to keep it free of litter.
- 16. The operators of the facility shall provide adequate management and supervisory techniques to prevent loitering and other security concerns outside the subject business. Security items or procedures shall be implemented and maintained on-site as determined to be appropriate by the Police Department.
- 17. A covered trash and recycling enclosure(s), with adequate capacity shall be provided on the site subject to the specifications and approval of the Public Works Department, Community Development Department, and City's waste contractor. A trash and recycling plan shall be provided as required by the Public Works Department and shall be implemented prior to building permit final and occupancy of the site.
- 18. All signs shall be in compliance with the City's Sign Code. Pole signs and internally illuminated awnings or other architectural elements shall be prohibited.
- 19. Noise emanating from the site shall be in compliance with the Municipal Noise Ordinance. Any outside sound or amplification system or equipment audible beyond the property is prohibited unless a Temporary Use Permit is issued for an individual event.
- 20. A lighting plan shall be submitted for the addition portion of the project site for approval by the Community Development and Police Departments. The Plan shall include energy efficient security lighting. All outside site lighting shall be directed away from the public right-of-way and shall minimize spill-over onto the sidewalks and street. Shields and directional lighting shall be used where necessary to prevent spillover onto adjacent properties (MBMC 10.64.170).

21. No equipment, antenna dishes, or similar items shall be located on the building roof. All such items shall be located within the designated equipment area at the north end of the original/existing building. The building roof shall have a gravel or comparable decorative treatment.

Traffic and Parking

- 22. The applicant shall maintain sufficient dedicated parking supply to provide a minimum of 338 existing and new parking spaces at the subject 330 N. Sepulveda Boulevard site and 124 spaces at the project-related 305 N. Sepuveda Boulevard site at all times with no fewer than 525 total available spaces at both project-related sites, as shown on the approved plans and project description. Electric vehicle and carpool spaces shall be provided in conformance with the project description and approved plans. The Director of Community Development shall determine whether any deviation from the parking configuration in the Approved Plans and project description requires an amendment to the Use Permit or any other discretionary entitlements, and a written determination shall be made by the Community Development Director.
- 23. A Construction Management and Parking Plan (CMPP) shall be submitted by the applicant concurrent with the submittal of plans to plan check. The CMPP shall be reviewed and approved by the City, including but not limited to, the City Traffic Engineer, Planning, Fire, Police and Public Works, in consulation with the City of Hermosa Beach prior to permit issuance. The Plan shall include, but not be limited to, provisions for the management of all construction related traffic, parking, staging, materials delivery, hauling, excavation and shoring activity, pedestrian access, materials storage, BMP's, compliance with mitigation measures, and buffering of noise and other disruptions. The Plan shall minimize construction related impacts and prohibit parking by workers in the surrounding neighborhood. The Contractor to be responsible for and bind all subcontractors and agents to this Plan.
- 24. Prior to the first building final inspection approval and/or occupancy, whichever occurs first, an Adaptive Transportation Demand Management and Employee Parking Management (TDM/EPM) Plan shall be submitted to the Traffic Engineering and Planning Divisions for City review and approval. The Plan shall include, but not be limited to, the recommendations in the Mitigation Measures and Monitoring Plan (MMRP) Mitigation Measure 4.12-2(e) from the Skechers Design Center and Executive Offices Final EIR as well as the prohibition of employee parking on City streets. Penalties and corrective measures for employee non-compliance shall be identified in the Plan. The TDM/EPM Plan shall be approved prior to building final and/or occupancy, whichever occurs first, and shall be implemented immediately. Thereafter, the applicant shall monitor the effectiveness of the TDM/EPM Plan annually and will submit an annual monitoring and management report to the City every January pursuant to the terms of Mitigation Measure 4.12-2(e).
- 25. Deliveries and loading shall be limited to between the hours of 8:00 a.m. and 6:00 p.m. Monday-Saturday only. No delivery vehicles shall be allowed to remain in the loading dock or on surrounding streets outside of these hours. No deliveries or loading related to the site shall be permitted on residential streets or alleys.
- 26. Upon issuance of the Certificate of Occupancy, the applicant shall implement a pilot lunchtime shuttle service to shuttle employees between the Skechers buildings and downtown Hermosa Beach and downtown Manhattan Beach. The pilot program would involve a minimum one year of ridership monitoring to determine the success of the program.
 - a. The shuttle service shall utilize, at a minimum, two, 15-passenger shuttles operating from 11:00 AM to 2:00PM, Monday through Friday. Each shuttle shall transverse a separate route on a continuous loop, with one shuttle providing service to Hermosa Beach and the second to Manhattan Beach. Success of the program shall be determined by the cities.
 - b. The applicant shall provide a report to the City of Hermosa Beach and the City of Manhattan Beach regarding ridership of the lunchtime shuttle no later than six (6) months and 12 months after issuance of the first building final or Certificate of Occupancy, so that both cities' Community Development Directors may make determinations regarding the success of the shuttle and whether it must be continued, modified, or discontinued. The applicant shall monitor ridership and performance at least one day per week.

- 27. All on-site and off-site improvement plans, shall be submitted to plan check, at the same time as the building plans. The plans shall be reviewed and approved by the City Traffic Engineer, Planning, Public Works, Police, Fire and Caltrans where applicable, prior to the issuance of permits. Such improvements shall be fully constructed or completed per the approved plans prior to issuance of a building final inspection and/or occupancy, whichever occurs first. The plans shall include, but not be limited to the following features:
 - a. All two-way driveways and approaches shall be as wide as the aisle they serve, not including approach wings or radii.
 - b. The facility operator shall prohibit left turns from the project's Longfellow Drive driveways. Signs, driveway designs, and supervision preventing left turns shall be provided as required by the Community Development Department.
 - c. All parking spaces in the parking structure shall remain unrestricted for all users during business hours except as permitted in the approved Transportation Demand Management and Employee Parking Management (TDM/EPM) Plan.
 - d. Parking stall cross-slope shall not exceed 5%.
 - e. Doors, gates, staircases, and similar improvements, shall not swing into a vehicle aisle or walkway.
 - f. Provide unobstructed triangle of sight visibility (5' x 15') adjacent to each driveway and behind the ultimate property line, after dedications, when exiting the parking areas without walls, columns, landscaping, or similar obstructions over 36 inches high. (MBMC 10.64.150)
 - g. Provide unobstructed triangle of sight visibility (15' x 15') on each street intersection adjacent to the project sites as measured from the ultimate property lines after dedications, without walls, columns, landscaping, or similar obstructions over 36 inches high. (MBMC 10.64.150)
 - h. All parking spaces adjacent to a vertical obstruction, except columns and obstructions adjacent to the front five feet (5') of a parking space, must be at least one foot wider than a standard space. (MBMC 10.64.100B)
 - i. Wheel stops or bollards shall be provided for all parking spaces except parallel spaces, spaces abutting a masonry wall or spaces protected by a 6-inch high curb. (MBMC 10.64.100.D)
 - j. At least two feet of additional aisle is required beyond the end of a dead end aisle to provide sufficient back-up space for vehicles in the last space of the aisle.
 - k. Disabled parking must comply with current standards including but not limited to ADA and the CBC, and one or more van size spaces may be required.
 - I. Replace and/or construct new minimum 8-foot wide sidewalk along property frontages on the south side of of Duncan Place, west side of Kuhn Drive and on the east side of Sepulveda Boulevard adjacent to the property frontages. All above-ground infrastructure and landscaping within the right-of-way shall be relocated and/or placed within the first 3 feet behind the curb face along each property frontage to maintain a minimum 4 -1/2 feet wide uninterrupted sidewalk clearance.
 - m. All unused driveways and undeveloped property frontages shall be reconstructed with curb, gutter and sidewalk. Remove and replace existing driveway approaches to be reused in conformance with City and State standards, including ADA and CBC compliance.
 - n. All compact spaces shall be labeled with signs and stencil markings at the back of each space.
 - o. Bicycle parking shall be provided at a rate of 5% of all required parking spaces. (MBMC 10.64.80)
 - p. All parking lots shall be signed and marked to the satisfaction of the City Traffic Engineer.

- 28. The applicant shall provide dedications as detailed below for ADA access, other improvements and to upgrade the area to current standards for pedestrian and vehicular circulation. The applicant shall submit plans for the improvements to the Public Works, Fire, Police and Community Development Departments, the City Traffic Engineer, and Caltrans, as applicable, for review and approval, concurrent with the submittal of the building plan check. All dedications shall be recorded and required improvements completed per the approved plans prior to the issuance of a building final and/or occupancy of the adjacent site.
 - a. A street dedication along the east side of Sepulveda Boulevard along the project's property frontage at 330 S. Sepulveda Boulevard easterly of the existing Caltrans right-of-way shall be granted to Caltrans for a street widening of Sepulveda Boulevard similar to the existing street/curb alignment to the south.
 - b. A street dedication along the east side of Sepulveda Boulevard along the entire property frontage at 330 S. Sepulveda Boulevard easterly of the existing and proposed Caltrans right-of-way shall be granted to the City (or Caltrans) that includes the entire existing and proposed sidewalk width.
- 29. The applicant shall submit to the City a cost estimate for completion of all of the required off-site improvements, including but not limited to the traffic and public improvements, with the submittal of plans to plan check. If the City accepts the final cost estimate, the applicant shall provide a bond or other financial security, equal to 1.25 times the estimated construction and inspection costs of the improvements, acceptable to the satisfaction of the Finance Director, Director of Public Works and the City Attorney, prior to the issuance of building permits.
- 30. The applicant shall construct high-visibility ladder-style crosswalks at the following locations:
 - a. West leg of Duncan Avenue at Sepulveda Boulevard,
 - b. East leg of Duncan Drive at Sepulveda Boulevard
 - c. West leg of Boundary Place at Sepulveda Boulevard, and
 - d. West leg of Longfellow Avenue at Kuhn Street

Traffic Calming-

31. On or before the submittal of plans for building plan check, for either the subject project or the related 330 S. Sepulveda Boulevard. project, but not both, the applicant shall pay \$200,000 to the City for the preparation of a Traffic Calming Study in the cities of Manhattan Beach and Hermosa Beach to recommend potential measures that would enhance the livability of the neighborhood streets in the vicinity of the project site. The study will evaluate a number of potential measures to address non-residential traffic and parking intrusion, pedestrian safety and speeding, including, but not limited to sidewalks, bikeways, vehicle barriers, turn restrictions, parking restrictions, speed calming devices and other common traffic calming measures. Any amount remaining in excess of the study costs shall be used for the implementation of those measures as deemed appropriate by the cities. Any implementation measures not covered by the remaining funds shall be funded by the applicant, up to a total not-to-exceed amount of \$300,000 combined.

Procedural

- 32. Terms and Conditions are Perpetual; Recordation of Covenant. The provisions, terms and conditions set forth herein are perpetual, and are binding on the Applicant, its successors-in-interest, and, where applicable, all tenants and lessees of the site. Further, the Applicant shall record a covenant indicating its consent to the conditions of approval of this Resolution with the Office of the County Clerk/Recorder of Los Angeles. The covenant is subject to review and approval by the City Attorney. APPLICANT shall deliver the executed covenant, and all required recording fees, to the Department of Community Development within 30 days of the adoption of this Resolution. If APPLICANT fails to deliver the executed covenant within 30 days, this Resolution shall be null and void and of no further effect. Notwithstanding the foregoing, the Director may, upon a request by APPLICANT, grant an extension to the 30-day time limit.
- 33. Indemnity, Duty to Defend and Obligation to Pay Judgments and Defense Costs, Including Attorneys' Fees, Incurred by the City. APPLICANT shall defend, indemnify, and hold harmless the City, its elected officials, officers, employees, volunteers, agents, and those City agents serving as independent contractors in the role of City officials (collectively "Indemnitees") from and against any claims, damages, actions, causes of actions, lawsuits, suits, proceedings, losses, judgments, costs, and expenses (including, without limitation, attorneys' fees or court costs) in

any manner arising out of or incident to this approval, related entitlements, or the City's environmental review thereof. APPLICANT shall pay and satisfy any judgment, award or decree that may be rendered against City or the other Indemnitees in any such suit, action, or other legal proceeding. The City shall promptly notify APPLICANT of any claim, action, or proceeding and the City shall reasonably cooperate in the defense. If the City fails to promptly notify APPLICANT of any claim, action, or proceeding, or it if the City fails to reasonably cooperate in the defense, APPLICANT shall not thereafter be responsible to defend, indemnify, or hold harmless the City or the Indemnitees. The City shall have the right to select counsel of its choice. APPLICANT shall reimburse the City, and the other Indemnitees, for any and all legal expenses and costs incurred by each of them in connection therewith or in enforcing the indemnity herein provided. Nothing in this Section shall be construed to require APPLICANT to indemnify Indemnitees for any Claim arising from the sole negligence or willful misconduct of the Indemnitees. In the event such a legal action is filed challenging the City's determinations herein or the issuance of the approval, the City shall estimate its expenses for the litigation. APPLICANT shall deposit that amount with the City or enter into an agreement with the City to pay such expenses as they become due.

<u>SECTION 1.</u> The entitlements conferred by this Resolution shall lapse two years after the date of this resolution, unless the subject improvements are installed or the Applicant seeks an extension pursuant to Municipal Code Section 10.84.090.

<u>SECTION 2.</u> Pursuant to Public Resources Code Section 21089(b) and Fish and Game Code Section 711.4(c), the Project is not operative, vested or final until the required filing fees are paid.

<u>SECTION 3.</u> The Planning Commission's decision is based upon each of the totally independent and separate grounds stated herein, each of which stands alone as a sufficient basis for its decision.

<u>SECTION 4.</u> The Secretary shall certify to the adoption of this Resolution and shall forward a copy of this Resolution to the applicant. The Secretary shall make this resolution readily available for public inspection.

<u>SECTION 5.</u> The Secretary to the Planning Commission shall certify to the adoption of this Resolution.

I hereby certify that the foregoing is a full, true, and correct copy of the Resolution as adopted by the Planning Commission at its regular meeting of March 14, 2018, and that the Resolution was adopted by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

ANNE MCINTOSH

Secretary to the Planning Commission Community Development Director

Rosemary Lackow Recording Secretary

RESOLUTION NO. PC 18-

RESOLUTION OF THE MANHATTAN BEACH PLANNING COMMISSION APPROVING A USE PERMIT FOR CONSTRUCTION OF A NEW 3-STORY COMMERCIAL BUILDING CONTAINING APPROXIMATELY 37,000 SQUARE FEET OF OFFICE SPACE AT 305 SOUTH SEPULVEDA BOULEVARD (Skechers USA)

THE MANHATTAN BEACH PLANNING COMMISSION HEREBY RESOLVES, FINDS AND DETERMINES AS FOLLOWS:

SECTION 1. Skechers USA ("Applicant") has submitted an application for a Use Permit for the property located at 305 South Sepulveda Boulevard. The legal description of the site is Lot 1, Tract 42598, and Lot 1, Block 3, Carnation Villa Tract, of Maps in the office of the Los Angeles County Recorder. The Applicant seeks all the necessary entitlements for a 37,000 square foot office building. The proposed tenant is Skechers USA.

<u>SECTION 2.</u> The proposed use—general office use—is permitted in the CG zone. Manhattan Beach Municipal Code (MBMC) Section 10.12.020 requires a Use Permit for the establishment of any new commercial use in the CG zone with floor area exceeding 5,000 square feet, or a site area exceeding 10,000 square feet. The proposal exceeds both thresholds.

<u>SECTION 3.</u> The Project has been environmentally reviewed pursuant to the provisions of the California Environmental Quality Act (Public Resources Code Sections 21000, et seq. ("CEQA")) and the State CEQA Guidelines (California Code of Regulations, Title 14, Sections 15000, et seq.). An Environmental Impact Report ("EIR") was prepared for the whole of the Project, which includes Project components located in the City of Hermosa Beach and the City of Manhattan Beach. In accordance with CEQA Guidelines Sections 15050 and 15051, the City of Hermosa Beach is the lead agency for the Project. The City of Manhattan Beach is a responsible agency. On January 31, 2018, the City of Hermosa Beach Planning Commission certified the Final EIR and approved the development components located in Hermosa Beach and on February 13, 2018 the Hermosa Beach City Council received the Planning Commission approval with no revisions. The Planning Commission finds that the certified Final EIR reflects the Comission's independent judgment and analysis. By Resolution No. PC 18-XX, the Manhattan Beach Planning Commission made responsible agency findings and adopted a Mitigation Monitoring and Reporting Program and Statement of Overriding Considerations for the Project.

<u>SECTION 4.</u> On February 14, 2018, the Planning Commission conducted a duly noticed public hearing to consider the Project. The hearing was continued until March 14, 2018. Evidence, both written and oral, was presented to the Commission. All persons wishing to address the Commission regarding the Project were given an opportunity to do so at the public hearing. Representatives of Skechers USA and others spoke in favor of the Project. Some members of the public spoke of concerns with the Project. The record of the hearing indicates the following:

A. The Project is proposed for a site of three combined parcels in the General Commercial Zone (CG) with a General Plan designation of "General Commercial." The partially demolished site occupies the entire portion of the CG Zone between Duncan Avenue and Boundary Place, which contained a vacant auto dealership, print shop, laundry shop, and office building totaling 12,422 square feet of floor area. The Applicant proposes to construct an approximately 37,000 square foot office building with underground parking, primarily occupying the entire site.

B. Manhattan Beach Municipal Code (MBMC) Section 10.12.020 requires a Use Permit for the establishment of any new commercial use in the CG zone with floor area exceeding 5,000 square feet, or a site area exceeding 10,000 square feet. The Project exceeds both of these thresholds. To approve the Use Permit, the Planning Commission must make the use permit findings listed in MBMC Section 10.84.060.

C. MBMC Section 10.84.060 provides that to approve a use permit, the Commission must find as follows:

- 1. The proposed location of the use is in accord with the objectives of the Zoning Code and the purposes of the district in which the site is located.
- 2. The proposed location of the use and the proposed conditions under which it would be operated or maintained will be consistent with the General Plan; will not be detrimental to the public health, safety or welfare of persons residing or working on the proposed Project site in or adjacent to the neighborhood of such

use; and will not be detrimental to properties or improvements in the vicinity or to the general welfare of the city.

- 3. The proposed use will comply with the provisions of the Zoning Code, including any specific condition required for the proposed use in the district in which it would be located.
- 4. The proposed use will not adversely impact or be adversely impacted by nearby properties. Potential impacts are related but not necessarily limited to: traffic, parking noise, vibration, odors, resident security and personal safety, and aesthetics, or create demands exceeding the capacity of public services and facilities which cannot be mitigated.

<u>SECTION 5.</u> Based upon the facts contained in the record, including those stated in Sections 1-4 of this Resolution and pursuant to MBMC Chapter 10.84 and state law, the Planning Commission hereby finds with respect to the Use Permit:

- 1. The property is located within Area District I and is zoned CG (Commercial General). The proposed commercial office use is permitted by the zoning code and is appropriate as conditioned for the general commercial area. The surrounding Manhattan Beach properties consist of CG (General Commercial) to the east, south, and north and RM (Residential Medium-Density to the west. The proposed location of the Project (Sepulveda Boulevard) is in accord with the objectives of the Zoning Code and the purposes of the district in which the site is located because Sepulveda is a main commercial thoroughfare and is within a commercial district where an office building is compatible with nearby office properties, and will complement a full range of retail and service businesses occupying the overall length of Sepulveda Boulevard in Manhattan Beach.
- 2. The General Plan designation for the property is GC (General Commercial). The General Plan encourages commercial development that serves City residents and the regional market. The Project is thus consistent with the General Plan designation for the property.

Further, the Project supports and achieves the following specific Goals and Policies in the General Plan: (i) Policy LU-3.1 in that its design utilizes notches, balconies, rooflines, open space, setbacks, landscaping, or other architectural details to reduce the bulk of buildings and to add visual interest to the streetscape (ii) Goal LU-3 and Policy LU-3.1 in that its design and architectural features achieve a strong, positive community aesthetic; (iii) Policy LU-5.1 in that landscaping and setbacks provide a buffer and separation from nearby residences; (iv) Policy LU-6.2 in that it further diversifies the City's tax base; (v) Goal LU-6 and Policy LU-6.3 in that it is a commercial project in a commercial area and helps maintain the viability of the Sepulveda commercial corridor; and (vi) Goal LU-6 and Policy LU-8-2 in that the Project would upgrade existing development and promote Sepulveda Boulevard as a regional-serving commercial district.

The proposed location of the use and the proposed conditions under which it would be operated and maintained will not be detrimental to the public health, safety or welfare of persons residing or working on the Project site or in the surrounding area because Municipal Code requirements and conditions of approval below address lighting, security, safety, aesthetics, landscaping, hours of outdoor operation, loading and parking. The Project will not be detrimental to properties or improvements in the vicinity or to the general welfare of the city, in that the site and area already support commercial use, loading activity will be regulated, and parking supplies are adequate.

- 3. The proposed use will comply with the provisions of the Zoning Code, including any specific condition required for the proposed use in the district in which it would be located, since it will conform to Municipal Code requirements and Use Permit conditions.
- 4. The proposed use is compatible with surrounding uses and will not adversely impact, or be adversely impacted by, nearby properties. The proposed commercial use is compatible with the area because Sepulveda Boulevard is,

and is intended to be, a commercial thoroughfare. The building has substantial setbacks/landscaping, and buffer walls for compatibility with the surrounding commercial and residential uses.

As shown in the environmental documentation, Sepulveda Boulevard and other nearby streets can accommodate the anticipated traffic generated by the uses. Parking supplies are adequate for the proposed use. The proposed use will not generate vibration or odors, and will not adversely impact the security and personal safety of residents or aesthetics. The Project will not create demands exceeding the capacity of public services and facilities.

<u>SECTION 6.</u> Based upon the foregoing, and after considering all of the evidence in the record, the Planning Commission hereby approves a Use Permit for a 37,000 square foot general office building subject to the following conditions:

- 1. The Project shall be in substantial conformance with the plans and Project description submitted to, and approved by, the Planning Commission on March 14, 2018. Applicant shall submit a final plan incorporating all of the refinements, modifications, and conditions approved in this resolution within 30 days of the date of approval of this Resolution. The Director of Community Development ("Director" hereinafter) shall determine whether any deviation from the approved project is substantial which requires an amendment to the Use Permit or any other discretionary entitlements. Any substantial deviation from the approved plans or Project description shall require approval from the Planning Commission. A change of ownership that eliminates the Project's adequate access to shared loading facilities at currently related Sepulveda Boulevard properties shall be considered a substantial deviation from the Project description.
- 2. The developer and operator(s) of the Project shall comply with the Mitigation Monitoring and Reporting Program attached to Resolution No.18-XX, and each mitigation measure set forth therein.
- 3. The Applicant shall pay all costs and fees incurred by the City in connection with the Project: (a) in ensuring that the conditions of approval are complied with, as well as monitoring of the mitigation measures in the adopted Mitigation Monitoring and Reporting Program attached to Resolution No. 18-XX; (b) in the processing of Project-related permits and applications, including time spent by City staff and legal staff to process and review all necessary permits, applications, and land use entitlements, and the preparation of this Agreement and the Consultant Services Agreements; (c) the costs of staff review of Owner submittals and the costs of Consultants retained by City in connection with the Project. The applicant shall enter into a reimbursement agreement with the City and shall deposit a minimum amount subject to the terms and conditions in the agreement, within 30 days of final project approval.

Site Preparation/Construction

- 4. All electrical, telephone, cable television system, and similar service wires and cables shall be installed underground to the appropriate utility connections in compliance with all applicable Building and Electrical Codes, safety regulations, and orders, rules of the Public Utilities Commission, the serving utility company, and specifications of the Public Works Department. Final utility equipment locations and visual screening shall be subject to Community Development review and approval.
- 5. Modifications and improvements to the site shall be in compliance with applicable requirements of the City Building Division, Fire Department and other regulatory agencies as required.
- 6. During demolition and construction on the site, the soil shall be watered in order to minimize the impacts of dust on the surrounding area. Demoliton and grading activities shall be in conformance with the Project EIR including Mitigation measure MM 4.2-1 prohibiting overlap with the Hermosa Beach component of the overall Project.
- 7. A site landscaping and irrigation plan utilizing drought tolerant plants, including large-box-sized trees, shall be submitted for review and approval by the Community Development and Public Works Departments concurrent with the building permit application. All plants shall be identified on the plan by the Latin and common names. Substantial buffers shall be provided along the property lines abutting/facing the neighboring residences. A micro spray or drip irrigation system shall be installed in the landscaped areas, which shall not cause any surface run-off. Landscaping and irrigation shall be installed per the approved plan prior to building final.

- 8. Backflow prevention valves shall be installed as required by the Department of Public Works, and the locations of any such valves or similar devices shall be subject to approval by the Community Development Department prior to issuance of building permits.
- 9. All substandard, defective or damaged curb, gutter, sidewalks, street paving, catch basins or similar public infrastructure adjacent to the project site shall be removed and replaced with standard improvements, subject to the review and approval of the Public Works Department. All existing sidewalks adjacent to the project site shall be removed and replaced along the property frontages. Parkway landscaping enhancements and disabled access improvements shall be constructed as determined by the City's Traffic Engineer and Public Works Department.
- 10. No waste water shall be permitted to be discharged from the premises. Waste water shall be discharged into the sanitary sewer system.
- 11. Property line clean outs, mop sinks, erosion control, and other sewer and storm water items shall be installed and maintained as required by the Department of Public Works or Building Official. Oil clarifiers and other post-construction water quality items may be required.
- 12. An appropriate merger document eliminating or adjusting antiquated property lines within the site shall be submitted for review and be approved by the Community Development and Public Works (Engineering) Departments and City Attorney, prior to issuance of building permits.

Commercial Operational Restrictions

- 13. The facility shall include general office use with ancillary employee food and other support service areas only.
- 14. Occupancy, use, or maintence of exterior deck areas shall be limited to 9:00 a.m. to 6:00 p.m. daily.
- 15. The management of the facility shall police the property and all areas immediately adjacent to the business on the site during the hours of operation to keep it free of litter.
- 16. The operators of the facility shall provide adequate management and supervisory techniques to prevent loitering and other security concerns outside the subject business. Security items or procedures shall be implemented and maintained on-site as determined to be appropriate by the Police Department.
- 17. A covered trash and recycling enclosure(s), with adequate capacity shall be provided on the site subject to the specifications and approval of the Public Works Department, Community Development Department, and City's waste contractor. A trash and recycling plan shall be provided as required by the Public Works Department and shall be implemented prior to building permit final and occupancy of the site.
- 18. All signs shall be in compliance with the City's Sign Code. Pole signs and internally illuminated awnings or other architectural elements shall be prohibited.
- 19. Noise emanating from the site shall be in compliance with the Municipal Noise Ordinance. Any outside sound or amplification system or equipment audible beyond the property is prohibited unless a Temporary Use Permit is issued for an individual event.
- 20. A lighting plan shall be submitted for the entire project site for approval by the Community Development and Police Departments. The Plan shall include energy efficient security lighting for the site. All outside site lighting shall be directed away from the public right-of-way and shall minimize spill-over onto the sidewalks and street. Shields and directional lighting shall be used where necessary to prevent spillover onto adjacent properties (MBMC 10.64.170).
- 21. No equipment, antenna dishes, or similar items shall be located on the building roof. All such items shall be located within the designated equipment area at the south end of the building. The building roof shall have a gravel or comparable decorative treatment.

Traffic and Parking

- 22. The applicant shall maintain sufficient dedicated parking supply to provide a minimum of 338 existing and new parking spaces at the project-related 330 N. Sepulveda Boulevard site, and 124 spaces at the subject 305 N. Sepuveda Boulevard site, at all times with no fewer than 525 total available spaces at both sites, as shown on the approved plans and project description. Electric vehicle and carpool spaces shall be provided in conformance with the project description and approved plans. The Director of Community Development shall determine whether any deviation from the parking configuration in the Approved Plans and project description requires an amendment to the Use Permit or any other discretionary entitlements, and a written determination shall be made by the Community Development Director.
- 23. A Construction Management and Parking Plan (CMPP) shall be submitted by the applicant concurrent with the submittal of plans to plan check. The CMPP shall be reviewed and approved by the City, including but not limited to, the City Traffic Engineer, Planning, Fire, Police and Public Works, inconsulation with the City of Hermosa Beach prior to permit issuance. The Plan shall include, but not be limited to, provisions for the management of all construction related traffic, parking, staging, materials delivery, hauling, excavation and shoring activity, pedestrian access, materials storage, BMP's, compliance with mitigation measures, and buffering of noise and other disruptions. The Plan shall minimize construction related impacts and prohibit parking by workers in the surrounding neighborhood. The Contractor to be responsible for and bind all subcontractors and agents to this Plan.
- 24. Prior to the first building final inspection approval and/or occupancy, whichever occurs first, an Adaptive Transportation Demand Management and Employee Parking Management (TDM/EPM) Plan shall be submitted to the Traffic Engineering and Planning Divisions for City review and approval. The Plan shall include, but not be limited to, the recommendations in the Mitigation Measures and Monitoring Plan (MMRP) Mitigation Measure 4.12-2(e) from the Skechers Design Center and Executive Offices Final EIR as well as the prohibition of employee parking on City streets. Penalties and corrective measures for employee non-compliance shall be identified in the Plan. The TDM/EPM Plan shall be approved prior to building final and/or occupancy, whichever occurs first, and shall be implemented immediately. Thereafter, the applicant shall monitor the effectiveness of the TDM/EPM Plan annually and will submit an annual monitoring and management report to the City every January pursuant to the terms of Mitigation Measure 4.12-2(e).
- 25. The applicant shall secure the outdoor area adjacent to Boundary Place with fencing, walls and/or gates and post signs to prohibit commercial deliveries on Boundary Place to the satisfaction of the Planning and Traffic Engineering divisions. One parking space shall be designated and signed within the parking garage for small delivery vehicles. Deliveries for 305 S. Sepulveda Boulevard may also be made in loading zones at nearby Skechers-occupied buildings along Sepulveda Boulevard (SR-1) subject to the delivery conditions for those properties. No deliveries or loading related to the site shall be permitted on residential streets or alleys.
- 26. Upon issuance of the Certificate of Occupancy, the applicant shall implement a pilot lunchtime shuttle service to shuttle employees between the Skechers buildings and downtown Hermosa Beach and downtown Manhattan Beach. The pilot program would involve a minimum one year of ridership monitoring to determine the success of the program.
 - a. The shuttle service shall utilize, at a minimum, two, 15-passenger shuttles operating from 11:00 AM to 2:00PM, Monday through Friday. Each shuttle shall transverse a separate route on a continuous loop, with one shuttle providing service to Hermosa Beach and the second to Manhattan Beach. Success of the program shall be determined by the cities.
 - b. The applicant shall provide a report to the City of Hermosa Beach and the City of Manhattan Beach regarding ridership of the lunchtime shuttle no later than six (6) months and 12 months after issuance of the first building final or Certificate of Occupancy, so that both cities' Community Development Directors may make determinations regarding the success of the shuttle and whether it must be continued, modified, or discontinued. The applicant shall monitor ridership and performance at least one day per week.
- 27. All on-site and off-site improvement plans, shall be submitted to plan check, at the same time as the building plans. The plans shall be reviewed and approved by the City Traffic Engineer, Planning, Public Works, Police, Fire and Caltrans where applicable, prior to the issuance of permits. Such improvements shall be fully constructed or completed per the approved plans prior to issuance of a building final inspection and/or occupancy, whichever occurs first. The plans shall include, but not be limited to the following features:

- a. All two-way driveways and approaches shall be as wide as the aisle they serve, not including approach wings or radii.
- b. Outbound traffic at the driveway on Duncan Avenue shall be restricted to Right Turn Out only and posted with signs and other physical design features as directed by the City Traffic Engineer.
- c. All parking spaces in the parking structure shall remain unrestricted for all users during business hours except as permitted in the approved Transportation Demand Management and Employee Parking Management (TDM/EPM) Plan.
- d. Parking stall cross-slope shall not exceed 5%.
- e. Doors, gates, staircases, and similar improvements, shall not swing into a vehicle aisle or walkway.
- f. Provide unobstructed triangle of sight visibility (5' x 15') adjacent to each driveway and behind the ultimate property line, after dedications, when exiting the parking areas without walls, columns, landscaping, or similar obstructions over 36 inches high. (MBMC 10.64.150)
- g. Provide unobstructed triangle of sight visibility (15' x 15') on each street intersection adjacent to the project sites as measured from the ultimate property lines after dedications, without walls, columns, landscaping, or similar obstructions over 36 inches high. (MBMC 10.64.150)
- h. All parking spaces adjacent to a vertical obstruction, except columns and obstructions adjacent to the front five feet (5') of a parking space, must be at least one foot wider than a standard space. (MBMC 10.64.100B)
- i. Wheel stops or bollards shall be provided for all parking spaces except parallel spaces, spaces abutting a masonry wall or spaces protected by a 6-inch high curb. (MBMC 10.64.100.D)
- j. At least two feet of additional aisle is required beyond the end of a dead end aisle to provide sufficient back-up space for vehicles in the last space of the aisle.
- k. Disabled parking must comply with current standards including but not limited to ADA and the CBC, and one or more van size spaces may be required.
- I. Replace and/or construct new minimum 8-foot wide sidewalk along property frontages on the south side of Duncan Avenue and on the west side of Sepulveda Boulevard adjacent to the property frontages. All aboveground infrastructure and landscaping within the right-of-way shall be relocated and/or placed within the first 3 feet behind the curb face along each property frontage to maintain a minimum 4 -1/2 feet wide uninterrupted sidewalk clearance.
- n. All unused driveways and undeveloped property frontages shall be reconstructed with curb, gutter and sidewalk. Remove and replace existing driveway approaches to be reused in conformance with City and State standards, including ADA and CBC compliance.
- o. All compact spaces shall be labeled with signs and stencil markings at the back of each space.
- p. Bicycle parking shall be provided at a rate of 5% of all required parking spaces. (MBMC 10.64.80)
- q. All parking lots shall be signed and marked to the satisfaction of the City Traffic Engineer.
- 28. The applicant shall provide dedications as detailed below for ADA access, other improvements and to upgrade the area to current standards for pedestrian and vehicular circulation. The applicant shall submit plans for the improvements to the Public Works, Fire, Police and Community Development Departments, the City Traffic Engineer, and Caltrans, as applicable, for review and approval, concurrent with the submittal of the building plan check. All dedications shall

be recorded and required improvements completed per the approved plans prior to the issuance of a building final and/or occupancy of the adjacent site.

- a. A street dedication of five feet (5') along the west side of Sepulveda Boulevard along the property frontage at 305 S. Sepulveda Boulevard westerly of the existing Caltrans right-of-way shall be granted to the City (or Caltrans) that includes the entire proposed sidewalk width.
- b. A triangular 8-foot corner cut-off dedication shall be provided to the City at the southwest corner of Sepulveda Boulevard and Duncan Avenue as formed by the future property lines. The applicant shall construct a public sidewalk and pedestrian ramp on this corner to City and Caltrans standards. The applicant shall show the proposed right of way dedication on all plans.
- c. A triangular cut-off dedication shall be provided to the City at the northwest corner of Sepulveda Boulevard and Boundary Place, that includes the proposed curb radius, as determined by the City Traffic Engineer. The applicant shall construct a public sidewalk and pedestrian ramp on this corner to City and Caltrans standards. The applicant shall show the proposed right of way dedication on all plans.
- 29. The applicant shall submit to the City a cost estimate for completion of all of the required off-site improvements, including but not limited to the traffic and public improvements, with the submittal of plans to plan check. If the City accepts the final cost estimate, the applicant shall provide a bond or other financial security, equal to 1.25 times the estimated construction and inspection costs of the improvements, acceptable to the satisfaction of the Finance Director, Director of Public Works and the City Attorney, prior to the issuance of building permits.
- 30. The applicant shall construct high-visibility ladder-style crosswalks at the following locations:
 - a. West leg of Duncan Avenue at Sepulveda Boulevard,
 - b. East leg of Duncan Drive at Sepulveda Boulevard
 - c. West leg of Boundary Place at Sepulveda Boulevard, and
 - d. West leg of Longfellow Avenue at Kuhn Street

Traffic Calming-

31. On or before the submittal of plans for building plan check, for either the subject project or the related 330 S. Sepulveda Boulevard project, but not both, the applicant shall pay \$200,000 to the City for the preparation of a Traffic Calming Study in the cities of Manhattan Beach and Hermosa Beach to recommend potential measures that would enhance the livability of the neighborhood streets in the vicinity of the project site. The study will evaluate a number of potential measures to address non-residential traffic and parking intrusion, pedestrian safety and speeding, including, but not limited to sidewalks, bikeways, vehicle barriers, turn restrictions, parking restrictions, speed calming devices and other common traffic calming measures. Any amount remaining in excess of the study costs shall be used for the implementation of those measures as deemed appropriate by the cities. Any implementation measures not covered by the remaining funds shall be funded by the applicant, up to a total not-to-exceed amount of \$300,000 combined.

Procedural

- 32. Terms and Conditions are Perpetual; Recordation of Covenant. The provisions, terms and conditions set forth herein are perpetual, and are binding on the Applicant, its successors-in-interest, and, where applicable, all tenants and lessees of the site. Further, the Applicant shall record a covenant indicating its consent to the conditions of approval of this Resolution with the Office of the County Clerk/Recorder of Los Angeles. The covenant is subject to review and approval by the City Attorney. APPLICANT shall deliver the executed covenant, and all required recording fees, to the Department of Community Development within 30 days of the adoption of this Resolution. If APPLICANT fails to deliver the executed covenant within 30 days, this Resolution shall be null and void and of no further effect. Notwithstanding the foregoing, the Director may, upon a request by APPLICANT, grant an extension to the 30-day time limit.
- 33. Indemnity, Duty to Defend and Obligation to Pay Judgments and Defense Costs, Including Attorneys' Fees, Incurred by the City. APPLICANT shall defend, indemnify, and hold harmless the City, its elected officials, officers, employees, volunteers, agents, and those City agents serving as independent contractors in the role of City officials (collectively "Indemnitees") from and

against any claims, damages, actions, causes of actions, lawsuits, suits, proceedings, losses, judgments, costs, and expenses (including, without limitation, attorneys' fees or court costs) in any manner arising out of or incident to this approval, related entitlements, or the City's environmental review thereof. APPLICANT shall pay and satisfy any judgment, award or decree that may be rendered against City or the other Indemnitees in any such suit, action, or other legal proceeding. The City shall promptly notify APPLICANT of any claim, action, or proceeding and the City shall reasonably cooperate in the defense. If the City fails to promptly notify APPLICANT of any claim, action, or proceeding, or it if the City fails to reasonably cooperate in the defense, APPLICANT shall not thereafter be responsible to defend, indemnify, or hold harmless the City or the Indemnitees. The City shall have the right to select counsel of its choice. APPLICANT shall reimburse the City, and the other Indemnitees, for any and all legal expenses and costs incurred by each of them in connection therewith or in enforcing the indemnity herein provided. Nothing in this Section shall be construed to require APPLICANT to indemnify Indemnitees for any Claim arising from the sole negligence or willful misconduct of the Indemnitees. In the event such a legal action is filed challenging the City's determinations herein or the issuance of the approval, the City shall estimate its expenses for the litigation. APPLICANT shall deposit that amount with the City or enter into an agreement with the City to pay such expenses as they become due.

<u>SECTION 1.</u> The entitlements conferred by this Resolution shall lapse two years after the date of this resolution, unless the subject improvements are installed or the Applicant seeks an extension pursuant to Municipal Code Section 10.84.090.

<u>SECTION 2.</u> Pursuant to Public Resources Code Section 21089(b) and Fish and Game Code Section 711.4(c), the Project is not operative, vested or final until the required filing fees are paid.

<u>SECTION 3.</u> The Planning Commission's decision is based upon each of the totally independent and separate grounds stated herein, each of which stands alone as a sufficient basis for its decision.

<u>SECTION 4.</u> The Secretary shall certify to the adoption of this Resolution and shall forward a copy of this Resolution to the applicant. The Secretary shall make this resolution readily available for public inspection.

SECTION 5. The Secretary to the Planning Commission shall certify to the adoption of this Resolution.

I hereby certify that the foregoing is a full, true, and correct copy of the Resolution as adopted by the Planning Commission at its regular meeting of March 14, 2018, and that the Resolution was adopted by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

ANNE MCINTOSH

Secretary to the Planning Commission Community Development Director

Rosemary Lackow Recording Secretary

PC MTG 3-14-18 Page 69 of 139



ATTACHMENT D PC MTG 3-14-18

Rincon Consultants, Inc.

| Enviror | nmental Scientists | Planner | rs Engineers | | | |
|--|--------------------------------------|--|---|--|--|--|
| | M E M O | R A N | D U M | | | |
| ■ Ventura 180 North Ashv Avenue Ventura, Calif 93003 805 644 4455 | Street | 2215 Faraday Avenue Suite A Carlsbad, California 92008 | MontereyOakland437 Figueroa Street449 15th StreetSuite 203Suite 303Monterey,Oakland, CaliforniaCalifornia9461293940510 834 4455831 333 0310 | | | |
| Fresno 7080 North Whi Avenue, Suite Fresno, Califo 93720 559 228 9925 | itney 4825 J Street 101 Suite 200 | 250 East 1st Street 2 Suite 301 2 Los Angeles, 2 California 90012 0 | Santa BarbaraRedlands209 E. Victoria301 9th StreetAvenueSuite 310Santa Barbara,Redlands,California 93101California805 644 445592374909 253 0705 | | | |
| Date: | 3/5/18 | | | | | |
| То: | Eric Haaland, Associate Plar | iner | | | | |
| Organization: | zation: City of Manhattan Beach | | | | | |
| From: | n: Joe Power, AICP CEP | | | | | |
| E-mail: | jpower@rinconconsultants.com | | | | | |
| cc: | | | | | | |
| Re: | Skechers - 305 S. Sepulveda | Loading Area | | | | |

This memorandum assesses whether or not a condition that the City of Manhattan Beach is considering for the proposed Skechers office building at 305 S. Sepulveda Boulevard would create any new environmental impacts or increase the severity of significant environmental impactsbeyond those identified in the Skechers Design Center and Executive Offices Final EIR that was certified by the City of Hermosa Beach on January 31, 2018. The condition is intended to address concerns related to the loading area proposed on the south side of the building along the Boundary Place frontage. As proposed, the condition reads as follows:

The applicant shall secure the outdoor area adjacent to Boundary Place with fencing, walls and/or gates and post signs to prohibit commercial deliveries on Boundary Place to the satisfaction of the City of Manhattan Beach Planning and Traffic Engineering divisions. One parking space shall be designated and signed within the parking garage for small delivery vehicles. Deliveries for 305 S. Sepulveda Boulevard may also be made in loading zones at nearby Skechers-occupied buildings along Sepulveda Boulevard (SR-1) subject to the delivery conditions for those properties. No deliveries or loading related to the site shall be permitted on residential streets or alleys.

Based on this condition, deliveries to the 305 S. Sepulveda Boulevard office building would be made in the subterranean garage accessed from the driveway on Duncan Avenue on the north side of the building or at other nearby Skechers buildings (such as the existing building at 225 S. Sepulveda



Rincon Consultants, Inc.

Environmental Scientists Planners Engineers Μ R Ν U Μ F M \bigcirc А D 🗌 San Luis Obispo 🗌 Carlsbad 🗌 Ventura Monterey Oakland 1530 Monterey 180 North Ashwood 2215 Faraday Avenue 437 Figueroa Street 449 15th Street Avenue Street Suite A Suite 203 Suite 303 Ventura, California Suite D Carlsbad Monterey. Oakland, California 93003 San Luis Obispo, California California 94612 805 644 4455 California 92008 93940 510 834 4455 93401 760 918 9444 831 333 0310 805 547 0900 🗌 Redlands □ Fresno 🗌 Santa Barbara □ Sacramento Los Angeles 7080 North Whitney 4825 J Street 250 East 1st Street 209 E. Victoria 301 9th Street Avenue, Suite 101 Suite 200 Suite 301 Avenue Suite 310 Fresno, California Sacramento, Los Angeles, Santa Barbara, Redlands. 93720 California 95819 California 90012 California 93101 California 559 228 9925 916 706 1374 213 788 4842 805 644 4455 92374 909 253 0705

Boulevard). No deliveries would be made via Boundary Place, though trash pick-ups would still occur at the loading area shown on the project plans along the Boundary Place frontage.

Moving Skechers deliveries from Boundary Place to the parking garage or other Skechers facilities would reduce the potential for conflicts with delivery vehicles along Boundary Place. It would also incrementally reduce traffic-related noise at adjacent uses to the south of the 305 S. Sepulveda Boulevard site. At the same time, based on the limited number of deliveries anticipated for the 305 S. Sepulveda component (only periodic office supply deliveries are expected), the small size of delivery trucks (deliveries would generally be limited to UPS and similar sized trucks), and the fact that delivery vehicles would be able to park in the subterranean garage, traffic and noise conflicts along Duncan Avenue would not occur. Moreover, it is anticipated that most deliveries would occur during off-peak traffic times. Based on these facts, the incremental increase in traffic in and out of the Duncan Avenue driveway would not alter the findings of the certified Final EIR with respect to traffic, noise, or other impacts along that road segment. Therefore, it would not create any new environmental impacts or increase the severity of any previously identified significant environmental impacts and recirculation of the Final EIR is not warranted.

Angela Soo

From: Sent: To: Subject: Anne McIntosh Tuesday, February 20, 2018 7:40 AM Eric Haaland Fwd: 1019 Duncan Ave Homeowner - Skechers Development

ATTACHMENT E PC MTG 3-14-18

Sent from my iPhone

Begin forwarded message:

From: CHRISTOPHER FENTON <<u>chrisfenton2007@gmail.com</u>> Date: February 20, 2018 at 4:28:53 AM PST To: <<u>amcintosh@citymb.info</u>> Cc: CHRISTOPHER FENTON <<u>chrisfenton2007@gmail.com</u>> Subject: 1019 Duncan Ave Homeowner - Skechers Development

Anne,

My wife and I and twin, 11 year olds live at 1019 Duncan Avenue. I couldn't attend the meeting on February 14 re: the Skechers development, but I asked that the following was read at the meeting. Apparently there wasn't enough time, so I'd like to have the following statement put on the record re: a concern about the development and a proposed solution:

"Due to the fact that Duncan Avenue ends at a 3-way stop intersection with a designated school crossing guard employed by MBUSD, many children in the neighborhood use Duncan Avenue to walk to and from Robinson School during both the morning and afternoon rush hours. Having seen "close calls" from Skechers's employees pulling out of the Skechers's parking lot or garage and racing down Duncan in the past, it is our firm belief that increased west-bound employee traffic utilizing Duncan Avenue will increase the probability of a tragic car vs. child incident. It is our firm recommendation that a physical barrier preventing employees from heading West on Duncan Avenue is implemented in order to expand Skechers's footprint.

Please add this recommendation to the public record as a warning of the potential liabilities that will exist for Skechers if such a physical barrier is not constructed." Thank you so very much. Best,

Chris & Jennifer Fenton 1019 Duncan Avenue Manhattan Beach, CA

Anne McIntosh

Community Development Director

P: 310-802-5503 E: <u>amcIntosh@citymb.info</u>



Office Hours: M - Th 7:30AM - 5:30 PM | Alternate Open Fridays 8:00AM - 5:00 PM | Closed Alternate Fridays | Not Applicable to Public Safety

Here for you 24/7, use our click and fix it app <u>Reach Manhattan Beach</u> Download the mobile app now

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ATTACHMENT F PC MTG 3-14-18

CITY OF MANHATTAN BEACH DEPARTMENT OF COMMUNITY DEVELOPMENT MEMORANDUM

| TO: | Planning Commission |
|-----|---------------------|
|-----|---------------------|

FROM: Anne McIntosh, Director of Community Development

- THROUGH: Laurie B Jester, Planning Manager
- **BY:** Eric Haaland, Associate Planner
- **DATE**: February 14, 2018
- **SUBJECT:** Consideration of Use Permit Applications to Construct a New Office Building and an Office Building Addition and consideration of a Final Environmental Impact Report Pursuant to the California Quality Act for Projects at 305 and 330 South Sepulveda Boulevard (Skechers USA)

RECOMMENDATION:

Staff recommends that after **CONDUCTING** a Public Hearing and **CONSIDERING** all the evidence presented, the Planning Commission **DIRECT** staff to prepare Draft Resolutions making findings and adopting a Final Environmental Impact Report and Mitigation Monitoring and Reporting Program, and approving the Use Permit and Use Permit Amendment with conditions.

APPLICANT/ OWNER:

Skechers USA, Inc. 330 S. Sepulveda Boulevard Manhattan Beach, CA 90266

BACKGROUND:

The subject sites consist of two commercially zoned parcels on opposite sides of Sepulveda Boulevard within the 300 South block. The westerly site (305 South Sepulveda) extends south to an alley (Boundary Place), and contains a laundry business, office building, and former automotive/print shop property that totaled 13,000 square feet of floor area. The easterly site (330 South Sepulveda Boulevard) extends an entire block length between Duncan Avenue to Longfellow Drive, and contains an existing 55,000 square-foot office building, and vacant land that previously contained a 14,000 square-foot car wash. The Applicant proposes to: (1) demolish the remaining laundry and office buildings on the west site and construct a new 37,000 square-foot office building; and (2) construct a 20,000 square-foot addition to the existing Skechers building on the demolished car wash portion of the east site. A total of 57,000 square feet of new floor area is proposed. These Manhattan Beach developments are components of an overall Skechers headquarters expansion project that also includes 120,000 square feet of office space in the City of Hermosa Beach extending south, along the west side of

Sepulveda/PCH/SR1, from Longfellow Drive. The overall project, including its review under the California Environmental Quality Act (CEQA), began in this area just south and west of Manhattan Beach boundaries, and subsequently included the components within Manhattan Beach.

The Manhattan Beach projects propose new general office use, which is a permitted use in the Commercial General (CG) zone. However, Use Permit review is required for establishment of any commercial use in the General Commercial (CG) zone with floor area exceeding 5,000 square feet, or a site area exceeding 10,000 square feet. The west (305 S. Sepulveda) project involves a new Use Permit for the new building, while the east (330 S. Sepulveda) project involves an Amendment to the Use Permit for the existing office building. Lot Line Adjustments are necessary to combine the sites into one building site on each side of Sepulveda.

PROJECT OVERVIEW:

| West | t Site – 305 S. Sepulveda Bou New Use Permit | levard | |
|---------------------------------|---|---|--|
| Location | ± | veda Boulevard, between and Boundary Pl. (See | |
| Legal Description | Lot 1, Tract | Lot 1, Tract 42598, and Lot 1, Block 3, Carnation Villa Tract; | |
| Area District | I | | |
| | LAND USE | | |
| General Plan Zoning | General Commercial CG, Commercial General | | |
| Land Use | Existing 12,422 square. feet office/auto/ laundry/print shop | Proposed 37,000 square feet office space | |
| Neighboring Zoning/Land Uses | North (across Duncan) South (across Boundary- Hermosa Beach) East (across Sepulveda) | CG/Skechers Office Bldg. CG/ Skechers Office Bldg- and Child Care Center- Hermosa Beach CG/ Existing and Proposed Skechers Office Bldg Residential Medium | |
| | West | Density (RM) and Residential Single Family (SFR) beyond/ Duplex | |

Wast Sita 305 S. Sapulyada Baulavard

PROJECT DETAILS

| Parcel Size-Lot Area | Proposed (existing) 28,492 square feet | <u>Code Requirement</u> 4,000 square feet minimum |
|-----------------------------|--|--|
| Building Floor Area (FAF) | 37,000 square feet (12,422 square feet) | 42,738 square feet maximum |
| Height | 30 feet | 30 feet maximum |
| Setbacks | | |
| Front (Sepulveda Boulevard) | Varies: 10 ft. (10 ft.) | 10 feet (from original property line) |
| Rear | 1 foot – parking, 15 feet- office (varies: 5-15 feet) | Daylight plane 15 feet above property line |
| North Side (Duncan) | 5 feet (17 feet) | Zero |
| South Side (Boundary) | 15 feet (2 feet) | Zero |
| Site Landscaping | 4,700 sq. ft. (1,800 sq.ft.) | 2,279 square feet min. |
| Parking | 183 spaces(*) | 124 spaces |
| Vehicle Access | 1 Duncan Avenue driveway | No requirements |
| | | |

Signs

40 square feet Wall signs 430 square feet maximum. 1 pole sign maximum.

(*) – Parking- Plans show 183 parking spaces, the EIR identifies 194 spaces; both exceed the minimum requirement.

East Site – 330 S. Sepulveda Boulevard Amendment to Existing Use Permit

LOCATION

| Location | 330 S. Sepulveda Boulevard, between |
|-------------------|-------------------------------------|
| | Duncan Dr. and Longfellow Dr. (See |
| | Vicinity Map) |
| Legal Description | Lots 8 – 14, Tract 14274 |
| Area District | Ι |
| | LAND LISE |

LAND USE

General Plan Zoning General Commercial CG, Commercial General

(Proposed Skechers office)

| Land Use | Existing 55,000 square feet office- (prior car wash on site demolished) use | Proposed 75,000 square feet total office space |
|---------------------------------|--|--|
| Neighboring Zoning/Land Uses | North (across Duncan Ave.) South (across Longfellow) East (across Kuhn Drive) | CG/Office/retail bldg. CG/ Medical office bldg Residential Single Family (RS)/ Single Family homes |
| | West | CG/Laundry, office bldgs. |

PROJECT DETAILS

| Proposed (existing) | Code Requirement |
|------------------------------|---|
| 53,670 square feet | 4,000 square feet |
| | minimum |
| 75,000 square feet (55,000 | 80,505 square feet |
| square feet) | maximum |
| 30 feet | 30 feet maximum |
| | |
| Varies: 21 ft. (same) | Zero |
| | |
| 11 feet (same) | Zero |
| 3 feet (12 feet) | Zero |
| N/A (10 feet) | Zero |
| | |
| 8,835 sq. ft. (5,022 sq.ft.) | 4,293 square feet |
| | 53,670 square feet 75,000 square feet (55,000 square feet) 30 feet Varies: 21 ft. (same) 11 feet (same) 3 feet (12 feet) N/A (10 feet) |

Proposed (existing)

Code Requirement

| Parking Vehicle Access | 355 spaces (*)1 Sepulveda driveway (same)2 Longfellow driveways (same)1 Kuhn driveway (same) | 251 spaces (**) No requirements |
|---------------------------|---|--|
| Signs | Wall signs (88 square feet) | 700 square feet max. 1 pole sign max. |

- (*) Parking- Plans show 355 parking spaces, the EIR identifies 356 spaces; both exceed the minimum requirement.
- (**) Parking- Code requirement of 251 parking spaces does not reflect existing use permit requirements for additional parking beyond basic general office ratio,

DISCUSSION:

Overview

The two subject Manhattan Beach projects propose to add approximately 57,000 square feet of office space to the existing Sepulveda Skechers headquarters campus (there are also existing Downtown and Rosecrans Manhattan Towers facilities), replacing 27,000 square feet of automotive, office, and personal service uses. The Downtown offices are expected to be retained while the employees at the Rosecrans facility will be relocated to the new Manhattan Beach Sepulveda locations. The overall expansion includes an additional 120,000 square-foot development replacing vacant automotive uses less than one block to the south in Hermosa Beach. Since the overall expansion was found to have potential environmental impacts pursuant to CEQA, an Environmental Impact Report (EIR) was prepared with the City of Hermosa Beach acting as the lead agency. As an attachment to this report, the Final EIR extensively analyzes all three components of the overall expansion, as well as required use permit findings, General Plan and Sepulveda Guideline comparisons, and known neighbor concerns. A list of potential conditions of approval for Planning Commission consideration and direction is also attached.

Project descriptions

General

The development sites are zoned CG (General Commercial). The CG Zone District is to provide opportunities for the full range of retail and service businesses deemed suitable for location in Manhattan Beach, including businesses not permitted in other commercial districts because they attract heavy vehicular traffic or have certain adverse impacts. This zone is also intended to provide opportunities for offices and certain limited industrial uses that have impacts comparable to those of permitted retail and service uses to occupy

space not in demand for retailing or services. The sites have a Manhattan Beach General Plan land use designation of General Commercial, which allows for a range of commercial uses, including professional offices. The CG Zone has a maximum building height of 30 feet with a floor-to-area ratio of 1.5:1. The CG Zone does not have any specific setback requirements, but it requires that 8 percent of the site is devoted to landscaping. The modern style office building, and building addition, would be constructed to be compatible with the design of the existing Skechers building at 330 S. Sepulveda Boulevard and the Hermosa Beach component.

Green Building Features.

As is the case with the Hermosa Beach component, the project applicant is seeking Leadership in Energy and Environmental Design (LEED) Gold certification for applicable Manhattan Beach construction. Measures proposed to meet LEED Gold Certification requirements are similar to those described in the Hermosa Beach component. A minimum one-year pilot shuttle program, would shuttle Skechers employees between the Skechers office and downtown Hermosa Beach and Manhattan Beach from 11:00 AM to 2:00 PM.

Construction Activity.

Construction of the Manhattan Beach components may occur simultaneously, and take approximately 21 months to complete, and as a worst case scenario this is the sequencing that was evaluated in the EIR. The City's standard construction hours are 7:30 AM to 6:00 PM, Monday through Friday, and 9:00 AM to 6:00 PM on Saturdays. Construction activities for the project would occur between a start time of 7:30 AM and an ending time of 6:00 PM for the 305 S. Sepulveda site and between 9:00 AM and 6:00 PM for the 330 S. Sepulveda site. Staging of trucks on SR 1 would be limited to non-peak traffic hours when the curbside lane is converted to parking; therefore, it would not reduce the number of through traffic lanes.

Grading would be required, with 28,500 cubic yards of cut and export expected for the 305 S. Sepulveda Boulevard site and 24,000 cubic yards of cut and export for the 330 S. Sepulveda Boulevard site. Up to 1,400 cubic yards of cut would be hauled offsite per day during peak excavation activities. This equates to 3,750 total truck trips at 14 cubic yards per load over approximately 35 to 40 days. At least 80 percent of construction material, by weight, would be recycled.

Construction and truck routes would comply with the required Construction Management Plan for the overall project. In addition, Skechers proposes to maintain existing access for the current site uses and parking facilities at the 330 S. Sepulveda site during construction.

West Site- 305 S. Sepulveda Boulevard

Existing Site Characteristics.

The lots at 305, 309, 317 S. Sepulveda and 1050 Duncan Avenue are to be combined into a 0.65 acre lot to accommodate a new office building that will be addressed as 305 S. Sepulveda. The site slopes downward from north to south along Sepulveda Boulevard, and slopes upwards from west to east. The site is currently developed with a 7,500 square

foot office building at 1050 Duncan Avenue and a laundry facility called Debonair Cleaners at 317 S. Sepulveda Bl. The site was also previously developed with an auto shop called Werxstatt Auto Repair at 305 S. Sepulveda Bl. and a vacant copy shop at 309 S. Sepulveda Bl. These buildings were demolished in March 2017. Existing development totals 12,422 square feet of building area. The site is surrounded by commercial and office buildings to the north and east, commercial uses to the south, and single-family and two-family residences to the west.

Skechers would use the new development as standard back office space. The building would house approximately 150 office workers and provide office space for back office corporate functions.

Design and Architecture.

This would be a two to three-story, 30-foot-tall building over a three-level subterranean parking garage. The building would be constructed with an exposed concrete frame with clear and colored spandrel glass. On the second floor, a 3,019-square-foot terrace would have a water feature and fire pit for employee use, facing Sepulveda Boulevard. A transformer, cooling towers, and refuse/recycling areas would be located along Boundary Place and would be screened by walls. The building would include amenities, such as showers, for employees.

Parking, Circulation, and Loading.

The parking garage entrance would be on Duncan Avenue, opposite the entrance to Skechers' existing building to the north at 225 S. Sepulveda Boulevard. The parking garage would include 194 commercial spaces, exceeding the code requirement of 124 spaces. A minimum one-year pilot shuttle program, discussed in detail in Section 2.5.4 of the Final EIR, would shuttle Skechers employees between the Skechers office and downtown Hermosa Beach and Manhattan Beach from 11:00 AM to 2:00 PM. One commercial loading space would be provided along Boundary Place. Pedestrian access would be provided along SR 1. Additionally, a portion of 12 electric bikes, distributed among the three overall project components, will be available to all employees.

Landscaping.

The building would have the required 10-foot front yard setback on Sepulveda Bl. Additionally, there would be a 5-foot setback on Duncan Avenue and a minimum of a 15-feet-6-inch setback to the main office tower from the west side of the site in order to provide a stair structure and deck-top landscape buffer between the primary portion of the building and the residential property to the west. Landscaping would account for 17 percent of this component, thus exceeding the 8 percent landscape requirement. The rear parking structure roof surface would be landscaped with tall bamboo landscape screening and ground cover. This area would not be accessible to employees or the public. The roof planter surface would be approximately 10 feet above grade on the Duncan Avenue side. An on-grade landscaping evergreen hedge inside a one-foot space on the west/residential property line of the Manhattan Beach building would be provided. Landscape planters and trees would also be provided all along Sepulveda Bl. as well as Duncan Avenue. A water feature is proposed at the entrance on Sepulveda Bl.

East Site- 330 S. Sepulveda Boulevard

Existing Site Characteristics.

The 330 S. Sepulveda Boulevard site is currently being used as a temporary employee outdoor recreational area and was previously developed with a car wash. The site is surrounded by commercial development to the north, west, and south, is zoned CG (General Commercial).

The 330 S. Sepulveda Boulevard component would involve the development of new office spaces consisting of a new two-story, approximately 30-foot-tall building over a new subterranean parking garage four levels deep. The building would be an extension of the existing Skechers offices at 330 S. Sepulveda Boulevard and is intended to provide space for the firm's retail, real estate, and construction divisions.

Design and Architecture.

The expansion would be an addition to the existing building to the south, adding a total of 20,328 square feet to the existing 54,875-square-foot office building for an expanded Skechers office building totaling 75,373 square feet. There would be new decks on the first and second floors for employee use, which would face Sepulveda Bl. and the existing Skechers offices to the south. Pedestrian walkways on the first and second floor would connect to the existing Skechers building, allowing access between the two buildings.

The building expansion design would match the existing Skechers office building. The building would have an exposed concrete frame with clear and colored spandrel glass. The building would provide interior amenities such as showers for employees. The existing building is currently occupied by 150 employees, but it is overcrowded. The proposed expansion could increase occupancy by 75 employees, bringing the total occupancy of the 330 S. Sepulveda Boulevard component to 225 people.

Parking, Circulation and Loading.

The entrance to the expanded parking garage would be through the existing vehicular access on Sepulveda Bl. and Longfellow Drive. No new vehicular access points are proposed. The new subterranean parking garage area would provide 85 additional commercial parking spaces. Therefore, with the existing 270 parking spaces, the building proposes a total of 355 commercial parking spaces. This is 17 spaces over the Manhattan Beach Code requirement. The parking garage would also include 36 carpool/vanpool parking spaces, and 11 electric vehicle parking spaces. All parking spaces with electric vehicle capabilities would include charging stations. Additionally, a portion of 12 electric bikes distributed among the three overall project components, will be provided for employee use in commuting and weekday errands. The expanded garage would connect to the existing garage at all levels. The entrance to the garage addition would be from the current driveways off of Longfellow Drive and Sepulveda Bl. Pedestrian access would be provided along SR 1, near Duncan Drive.

Landscaping.

The office portion of the building addition would have an approximate 21-foot setback from Sepulveda Bl. with approximately 14 feet of landscaping, above the below-grade parking structure. The eastern portion of the building along Kuhn Drive would have an 11-foot-9-inch landscaped setback. Landscaping would make up 16 percent (8,835 square feet) of the component, thus exceeding the 8 percent landscape requirement. Landscaping would be added around the perimeter of the new building section, except for where it connects to the existing building.

Environmental Impact Report- EIR

The EIR addresses impacts of development and long-term use of a new Design Center with Executive Offices in Hermosa Beach and the two proposed office buildings in Manhattan Beach. For purposes of CEQA and the EIR, Hermosa Beach is the lead agency and Manhattan Beach is the responsible agency on the project. As the responsible agency, the City must make environmental findings, adopt a mitigation monitoring and reporting program, and adopt a statement of overriding consideration for any impacts that are significant and unavoidable. But the responsible agency has responsibility and authority over only those impacts, mitigation measures, and alternatives pertaining to portions of the project that it is approving and those mitigation measures or alternatives.

The environmental analysis identifies the need to mitigate potential impacts related to air quality, biological resources, cultural resources, geology and soils, hazards, and groundwater, and the EIR provides feasible measures that would fully mitigate these impacts. Project impacts related to aesthetics, greenhouse gas emissions, hydrology and water quality, land use, public services and utilities are found to be less than significant and do not require mitigation.

Impacts to seven intersections along SR 1 (Pacific Coast Highway/Sepulveda Boulevard) are found to remain significant even after all feasible available mitigation is imposed to reduce the impacts. Therefore, these impacts are identified as significant and unavoidable. Additionally, three intersections along SR 1 would be adversely impacted during the construction phase. This temporary impact cannot be mitigated and is significant and unavoidable. The Hermosa Beach component of the project would also result in temporary, construction-related noise impacts to nearby sensitive uses (residences and a daycare facility) located in Hermosa Beach. Due to the proximity of these sensitive uses, the nature of construction equipment used and the duration of the construction phase, it was determined that it is not feasible to fully mitigate this impact to below a level of significance.

The Draft EIR included a series of intersection improvements aimed at addressing impacts at the intersections where significant impacts were identified. The measures included in the Draft EIR were found to potentially mitigate project impacts. However, some of the measures (notably, three traffic signals along SR 1) were found to be potentially infeasible because Caltrans approval could not be assured. Moreover, comments received on the Draft EIR noted that some of the measures included in the

Draft EIR may have undesirable secondary effects. Consequently, a Traffic Microsimulation Analysis was completed in conjunction with the Final EIR to evaluate the overall effects of the Draft EIR mitigation measures as well as other combinations of mitigation measures at study intersections along SR 1. Based on the results of the analysis, it was determined that various combinations of mitigation measures from the Draft EIR would actually harm overall traffic flow. Specifically, although significant impacts at the Duncan Avenue, 30th Street and Keats Street intersections would be reduced to a less than significant level, signalization would worsen traffic delay for side streets or increase overall southbound travel time along the SR 1 corridor. For this reason, these measures have been determined to be infeasible.

As a result of additional analysis conducted as part of the Final EIR preparation, an alternate mitigation measure combination was found to have the overall greatest benefits to circulation throughout the study area. This combination of measures would not specifically or fully mitigate the level of service impacts at all study intersections, but was determined to result in the best overall traffic flow along the SR 1 corridor without creating the secondary effects along residential streets that could result from the traffic signals that were included as mitigation in the Draft EIR. Therefore, the City has determined that deviation from the standard approach of mitigating impacts at individual intersections is warranted based on the overall benefits of considering traffic impacts in a more holistic manner, and this combination of intersection improvements, described in Mitigation Measures 4.12-2(a) [prohibit eastbound left turn movement from 30th Street onto SR 1] and (b) [lengthen southbound SR 1 left turn pocket onto Tennyson Street] is recommended. Because these improvements would not fully mitigate all project impacts, Mitigation Measure 4.12-2(e) is included to reduce peak hour vehicle trips to and from the site and associated impacts to the maximum degree feasible, and that mitigation measure involves an adaptive transportation demand management (TDM) program that, together with the intersection improvements, can mitigate the traffic impacts to the extent feasible. The TDM program is dynamic and can change over time, meaning that the measures will be adjusted to ensure that the project maintains a 7% traffic reduction, but that traffic would not increase over time at any of the project components.

Areas of Known Controversy

Neighbors of the three development sites raised a number of issues of potential concern during the EIR scoping process. These issues, detailed in Section 1, Introduction of the Final EIR, include concerns about project-related construction effects (notably, traffic and noise) as well as potential long-term issues related to traffic on SR 1 and residential streets in the site vicinity, alteration and/or loss of views, compatibility and privacy issues related to the introduction of three-story buildings adjacent to residential neighborhoods, noise and air pollution associated with project traffic and operation.

Issues to Be Resolved and Statement of Overriding Considerations

The EIR identifies certain impacts that have been identified as unavoidably significant. City of Hermosa Beach and City of Manhattan Beach decision makers will need to determine whether the project's benefits outweigh its unavoidable environmental impacts (which include temporary and long-term transportation/circulation impacts in both cities and temporary construction-related noise impacts in Hermosa Beach). If the project benefits are found to outweigh these impacts, decision makers will need to adopt a Statement of Overriding Considerations for these impacts. The Final EIR identifies a number of physical improvements that would partially mitigate the project's transportation impacts, but even with these mitigation measures, the project's impact cannot be reduced to below a level of significance at all study intersections.

Alternatives

Like mitigation measures, alternatives serve the function of evaluating whether there are ways to diminish or avoid adverse environmental effects. The purpose of an alternatives discussion in an EIR is to analyze means of avoiding or substantially lessening any significant adverse environmental effects of the project. 14 CCR § 15126.6(b). Thus the EIR must consider a reasonable range of potentially feasible alternatives that will foster informed decision-making and public participation on the project. Before the City can approve a project for which an EIR identifies a significant environmental impact, the agency must make a finding that "[s]pecific economic, legal, social, technological, or other considerations ... make infeasible the mitigation or alternatives identified in the [EIR]." PRC §21081. "Feasible" means capable of being accomplished in a successful manner within a reasonable period of time, taking into account economic, environmental, social, and technological factors. Public Resources Code §21061.1. As the responsible agency, the City has responsibility for mitigating or avoiding only the direct or indirect environmental effects of those parts of the project which it decides to approve and for considering those feasible alternatives or feasible mitigation measures within its powers.

Section 6 of the EIR analyzes three project alternatives, including the CEQA-required "no project" alternative, a commercial retail alternative, and two versions of a reduced project size alternative.

- Alternative 1: No Project/No Development. This alternative, required by CEQA, assumes that none of the project components are constructed and all three development sites remain in their current condition. The Hermosa Beach site and the 305 S. Sepulveda Bl. site are developed with vacant commercial buildings that could be reoccupied under this alternative.
- Alternative 2: Commercial Retail (replacing the commercial office buildings with retail uses built in accordance with existing zoning). This alternative would involve replacing the commercial office buildings with retail uses built in accordance with existing zoning (C-3 zone for the Hermosa Beach site and CG zone for the two Manhattan Beach sites).
- Alternative 3: Reduced Project Size. This alternative includes two options for reducing the size of the proposed project in order to reduce overall vehicle trips generated by the project and associated impacts: Reduce all components by 14% (3A), and Remove Coffee Shop/Reduce Design Center Size (3B).

Various other alternatives were considered, but were determined to be infeasible or would not meet one or more of the basic project objectives. These alternatives are also discussed in Section 6 of the EIR. A summary of the project alternatives, and analysis of their feasibility is included in the EIR. All alternatives were considered to be infeasible for a variety of reasons discussed in the EIR.

Summary of Impacts and Mitigation Measures

Table ES-2 of the EIR summarizes the environmental impacts associated with construction and operation of the proposed project, proposed mitigation measures, and residual impacts. The project's impacts and mitigation measures are discussed in detail in Section 4 of the EIR.

One or more of the project components would have significant impacts with respect to several issue areas. Most of the identified significant impacts can be reduced to below a level of significance with proposed mitigation measures. However, the project would have unavoidably significant impacts with respect to the following issues:

- Transportation and Circulation temporary construction-related impacts at the SR 1/30th Street, SR 1/Keats Street, and SR 1/Tennyson Street intersections; long-term operational impacts at seven along SR 1 based on City of Hermosa Beach, City of Manhattan Beach, or Caltrans thresholds (SR 1 / Duncan Avenue-Duncan Drive, SR 1/30th Street, SR 1 / Keats Street, SR 1/Manhattan Beach Blvd., SR 1/Longfellow Ave.-Longfellow Dr., SR 1 / Tennyson St., and SR 1 / Gould Ave. – Artesia Blvd.)
- Noise temporary construction-related impacts at the Hermosa Beach site due to exposure of noise-sensitive residential and day care uses to noise exceeding current City standards during portions of the 30-month construction period

Mitigation has been identified for the above impacts. See Mitigation Measures 4.12(a) - (d). Because these improvements would not fully mitigate all project impacts, Mitigation Measure 4.12-2(e) is included to reduce peak hour vehicle trips to and from the site and associated impacts to the maximum degree feasible. Mitigation Measures 4.12-2(a) through (e) would improve overall traffic flow in the study area with the project to the greatest degree among the mitigation options considered. Nevertheless, they would not improve v/c ratios or LOS to a level where significant impacts to study intersections would not occur. Therefore, the operational traffic impacts caused by the proposed project would be significant and unavoidable.

Key Mitigation Measures for Long-Term Impacts:

- Prohibit eastbound 30th Street left turn movements onto SR 1 to lessen congestion from cars queuing on 30th Street.
- Lengthen the southbound left turn pocket on SR 1 onto Tennyson Street.
- Add an eastbound right-turn lane on Gould Avenue/Artesia Boulevard to improve flow of traffic along SR 1, by restriping and eliminating 4 parking spaces along south side of Gould, while retaining the sidewalk.
- Modify Duncan Avenue to prohibit eastbound left-turn movements onto SR 1.

• Implement an Adaptive Transportation Demand Management (TDM) plan designed to achieve a 7 percent overall project reduction in both AM and PM peak hour vehicle trips.

Key Mitigation Measures for Temporary Construction-Related Noise Impacts:

- Construction scheduling to prohibit grading in Hermosa Beach to overlap with Manhattan demolition/grading.
- Construction staging area to minimize off-site transportation of heavy construction equipment.
- Temporary solid noise attenuation barrier erected along western edge of Hermosa Beach site prior to demolition/construction lessen noise impacts to neighboring residences.
- Construction noise complaint telephone line.

Mitigation Monitoring and Reporting Plan (MMRP)

A recommended Mitigation Monitoring and Reporting Plan (MMRP) is included as Appendix G in the Final EIR. The MMRP has been prepared in accordance with the requirements of Public Resources Code Section 21081.6 and CEQA Guidelines Section 15097, which require adoption of a reporting or monitoring program to ensure mitigation measures imposed by the Lead Agency are implemented. The MMRP identifies specific reporting or monitoring requirements to be enforced prior to, during, or following project implementation. The MMRP must be adopted at the time of project approval. The City of Hermosa Beach is responsible for verifying implementation of the adopted mitigation measures for the Hermosa Beach component and the City of Manhattan Beach is responsible for verifying implementation for the two Manhattan Beach components. The project applicant is responsible for implementation of all mitigation measures

Significant, unavoidable adverse impacts require a statement of overriding considerations to be issued per Section 15093 of the *State CEQA Guidelines* if the project is to be approved. Impacts identified as significant, but for which identified mitigation can reduce the impact to below a level of significance require findings to be made under Section 15091 of the *State CEQA Guidelines*. These findings will be provided with the Draft Resolution at a future meeting.

Statement of Overriding Considerations

In order to approve a project with significant and unavoidable impacts, the Planning Commission must balance the proposed project's benefits against its significant and unavoidable impacts and find that the proposed project's benefits outweigh the significant and unavoidable impacts. Essentially, this means that those impacts are acceptable in light of the proposed project's benefits. The project's benefits include:

1. *Provision of Local Jobs:* The proposed project would allow for commercial development that would provide 497 new and 655 total local jobs within the cities of Hermosa Beach and Manhattan Beach. This increase will improve the City's

economic base and bring pedestrian and business activity to the commercial corridor along Sepulveda Boulevard.

- 2. *High-Quality Development:* The proposed project would allow for the logical development of the project site vicinity with commercial uses compatible with those within and around Sepulveda Boulevard. The project updates, improves, and expands the existing Skechers offices in Manhattan Beach while adding additional high-quality architecture. The project creates a consistent pattern of development that matches the existing Skechers campus and redevelops other underutilized sites. The high-quality development also improves the southern gateway into Manhattan Beach on Sepulveda Boulevard, connect development on either side of the street, and provide improvements to sidewalks, landscaping, and bus stops.
- 3. *Economic Vitality:* The proposed project would introduce 497 new employees into the cities of Hermosa Beach and Manhattan Beach, which expands Skechers' presence in Manhattan Beach and the south bay. These employees will be encouraged to stimulate the local economies by: utilizing the Skechers lunchtime shuttle to frequent local businesses; patronizing local businesses as they commute through the cities; relocating their residences in close proximity to this employment center and thereby encourage their household members to further stimulate the local economy. The project is also expected to provide 500 construction jobs.
- 4. The proposed project is allowed in the Commercial General (CG) zone, and the proposed project would be consistent with the requirements of this zone. Other uses consistent with the CG designation would also increase traffic, and the proposed project offers consistency and efficiency by integrating with the existing Skechers offices.
- 5. *General Plan Implementation:* The proposed project would implement Goals and Policies of the Manhattan Beach General Plan. For example, it would implement Goal LU-1 in that the project's buildings would closely match the existing Skechers buildings to add continuity between the new and surrounding buildings. These buildings are consistent with policies LU-1.1 through its low-profile character and architectural features. Implementing Policy I-1.3, the project would add 13 bicycle spaces at 305 S. Sepulveda Boulevard and 14 spaces at 330 S. Sepulveda Boulevard.
- 6. The project allows the local headquarters of a large, international shoe company to remain in the beach cities. Skechers is a long-standing active and beneficial business presence in Manhattan Beach. This project will allow the company to expand in the same location and within the City rather than to other locations, which would require residents and employees to travel outside to other regions and would dilute the benefits of a local business headquarters to the local community. For example, the company supports local organizations, provides scholarships, and brings up to 1500 visitors to the beach cities for their twice-

yearly sale conference. Retaining and expanding the existing local headquarters allows Skechers to continue connecting and supporting the local community.

- 7. The project will increase pedestrian activity and further activate Sepulveda Boulevard, a commercial corridor for the City. The activation of Sepulveda Boulevard will increase demand for services and other commercial uses along this commercial boulevard. Further, the 305 S. Sepulveda Boulevard includes an addition of four feet to the existing three feet of sidewalk, which would further improve pedestrian activity by expanding pedestrian infrastructure.
- 8. In addition to employees and residents, bringing visitors from around the world to the beach cities enhances the image of Hermosa Beach and Manhattan Beach, which could make the cities more attractive to other companies for potential location.

Use Permit Findings

Approval of a Use Permit or Use Permit Amendment requires the following Use Permit findings per MBMC Section 10.84.060:

- 1. The proposed location of the use is in accord with the objectives of this title and the purposes of the district in which the site is located;
- 2. The proposed location of the use and the proposed conditions under which it would be operated or maintained will be consistent with the General Plan; will not be detrimental to the public health, safety or welfare of persons residing or working on the proposed project site or in or adjacent to the neighborhood of such use; and will not be detrimental to the public health, safety or welfare of persons residing or working on the proposed project site or in adjacent to the neighborhood of such use; and will not be detrimental to properties or improvements in the vicinity or to the general welfare of the city;
- 3. The proposed use will comply with the provisions of this title, including any specific condition required for the proposed use in the district in which it would be located; and
- 4. The proposed use will not adversely impact or be adversely impacted by nearby properties. Potential impacts are related but not necessarily limited to: traffic, parking noise, vibration, odors, resident security and personal safety, and aesthetics, or create demands exceeding the capacity of public services and facilities which cannot be mitigated.

With respect to Finding 1 above, the stated purpose of the CG zone is as follows:

CG General Commercial District. To provide opportunities for the full range of retail and service businesses deemed suitable for location in Manhattan Beach, including businesses not permitted in other commercial districts because they

attract heavy vehicular traffic or have certain adverse impacts; and to provide opportunities for offices and certain limited industrial uses that have impacts comparable to those of permitted retail and service uses to occupy space not in demand for retailing or services.

General Plan Consistency

The General Plan description of the General Commercial Land Use Category is as follows:

General Commercial. The General Commercial category provides opportunities for abroad range of retail and service commercial and professional office uses intended to meet the needs of local residents and businesses, and to provide goods and services for the regional market. Limited industrial uses are also permitted consistent with zoning regulations. The General Commercial category accommodates uses that typically generate heavy traffic. Therefore, this designation applies primarily along Sepulveda Boulevard and targeted areas along Manhattan Beach Boulevard, Artesia Boulevard, and Aviation Boulevard. The maximum FAF is 1.5:1.

Some General Plan goals and policies that the Planning Commission might determine to be relevant to its decision on this application include the following:

| Policy LU-1.2: | Require the design of all new construction to utilize notches, balconies, rooflines, open space, setbacks, landscaping, or other architectural details to reduce the bulk of buildings and to add visual interest to the streetscape. |
|----------------|--|
| Goal LU-3: | Achieve a strong, positive community aesthetic. |
| Policy LU-3.1: | Continue to encourage quality design in all new construction. |
| Policy LU-5.1: | Require the separation or buffering of residential areas from businesses, which produce noise, odors, high traffic volumes, light or glare, and parking through the use of landscaping, setbacks, or other techniques. |
| Goal LU-6: | Maintain the viability of the commercial areas of Manhattan Beach. |

- Policy LU-6.2: Encourage a diverse mix of businesses that support the local tax base, are beneficial to residents, and support the economic needs of the community.
- Policy LU-6.3: Recognize the need for a variety of commercial development types and designate areas appropriate for each. Encourage development proposals that meet the intent of these designations.
- Goal LU-8: Maintain Sepulveda Boulevard, Rosecrans Avenue, and the commercial areas of Manhattan Village as regional-serving commercial districts.
- Policy LU-8.2: Support the remodeling and upgrading needs of businesses as appropriate within these regional-serving commercial districts.

Sepulveda Design Guidelines:

The City Council adopted the Sepulveda Boulevard Development Guide in 1997, which specifies some desirable physical elements for this commercial corridor as well as design guidelines. The existing portion of the east project component was approved by the City to follow the suggestion of a right-turn pocket at its Sepulveda driveway, however final Caltrans approval of those street improvements resulted in a full lane widening for the length of the original site. The City Engineer now recommends that the proposed addition follow the same pattern resulting in a lane widening for the entire block. The Planning Commission should consider this item during its review of project conditions of approval. The right-turn-pocket guideline is not applicable to other aspects of the projects, since the east project relies entirely on existing driveways, and no Sepulveda driveways are proposed for the west project.

The projects support Sepulveda Boulevard Guidelines as follows:

- The proposed office development is visually oriented toward Sepulveda Boulevard with decorative pedestrian entries abutting public sidewalks.
- Parking circulation is contained within internal loop designs on-site, with no new driveways proposed for the east site, and only one driveway proposed for the west site.
- Standard and disabled access sidewalk dedications have, or would be completed, and pedestrian access into the site is provided.
- Active exterior components of the project, such as deck areas, are oriented away from the adjacent residential neighborhoods, and landscape buffers are provided.

- Loading, trash, and equipment areas are located away from Sepulveda perspectives along an alley for the west project, and the east project relies on existing, or internal locations for those functions.
- Project utilities shall be placed underground.

A formal merger of the existing parcels being assembled into the proposed sites, supporting the interest of larger, more efficient, commercial sites, will be required prior to building permit issuance. This is a routine Staff level procedure.

Neighbor Concerns

Various comments have been received from project neighbors during the EIR process that should be considered by the Planning Commission in the Use Permit review process. Discussion of those comments is as follows:

<u>Parking</u> – Neighbors west of Sepulveda Boulevard have longstanding concerns with employee parking on residential streets associated with the 225 S. Sepulveda Boulevard Skechers building (across Duncan Avenue from the west project). That building is somewhat nonconforming to code parking requirements, and does not satisfy the parking demand it generates on-site. The west project includes 70 parking spaces beyond the amount required, with the intention of eliminating the residential parking intrusion.

<u>Duncan Avenue traffic-</u> Neighbors are concerned for west-project cars traveling on adjacent residential portions of Duncan Avenue. The project proposes that left turns exiting the site be prohibited for this purpose. Conditions of approval requiring a special driveway design, and funding of a neighborhood traffic study to address post-construction intrusions are proposed.

<u>Alley traffic-</u> The loading area proposed for the west project is located adjacent to Boundary Place, an alley that also serves the larger residential portion of the block. Concerns have been expressed for commercial vehicles serving the office building traveling the residential portion of the alley. In order to prevent this, the project includes a turn-around space within the loading area, and proposes to prohibit related trucks from using the residential portion of the alley. Improved truck turning radius access where the alley intersects Sepulveda Bl. is also proposed.

A notice of the February 14th Planning Commission meeting was published in the Beach Reporter newspaper on February 1, 2018, and mailed to all property owners within a 500 foot radius from the subject properties. Additionally, notice of the hearing is posted on the City website on the webpage dedicated to the Skechers project and email notification was provided to interested parties. One written public comment (Attachment F), primarily expressing concerns for the Boundary Place truck traffic issue discussed above, had been received in response to that notice at the time of preparation of this report. The Planning Commission also heard comments with concerns for the items mentioned above at its January 24, 2018, meeting where the project EIR was reviewed.

CONCLUSION:

Based upon the evidence presented at the hearing, staff recommends that the Planning Commission direct staff to prepare resolutions certifying the EIR and approving the projects as submitted, or revised, with conditions determined to be appropriate.

ALTERNATIVES:

- 1. Direct staff to prepare a resolution denying the request.
- 2. Continue the public hearing for further public input and discussion.

Attachments:

- A. Vicinity Map
- B. Final EIR located at: <u>http://www.hermosabch.org/modules/showdocument.aspx?documentid=102</u> <u>88</u>
- C. Errata Sheet for Final EIR dated 1-31-18
- D. Hermosa Beach Planning Commission Adopted Revisions 1-31-18
- E. Revised TDM Mitigation Measure 4.12-2(e) Adopted by Hermosa Beach1-31-18
- F. Public Comment subsequent to Public Hearing Notice
- G. Existing Use Permit for 330 S. Sepulveda Blvd.
- H. Potential Conditions of Approval
- I. Plans for 305 S. Sepulveda Boulevard located at: <u>http://www.hermosabch.org/modules/showdocument.aspx?documentid=883</u> <u>3</u>
- J. Plans for 330 S. Sepulveda Boulevard located at: <u>http://www.hermosabch.org/modules/showdocument.aspx?documentid=883</u> <u>2</u>
- cc: Skechers USA, Applicant City of Hermosa Beach, EIR Lead Agency

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Page 20 of 64 PC MTG 02-14-18 Skechers Design Center and Executive Offices Project



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EXHIBIT A PC MTG 02-14-18

Project Site and Vicinity

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Exhibit B for Skechers Item

Final EIR located at:

http://www.hermosabch.org/modules/showdocument.aspx?docu mentid=10288

> EXHIBIT B PC MTG 02-14-18

> > Page 23 of 64 PC MTG 02-14-18

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Skechers Design Center and Executive Offices Final Environmental Impact Report

Errata Sheet

This section includes corrections and clarifications for the January 2018 Final EIR that were identified by staff following printing of the document. Corrections and additional text are shown in in strikethrough (for deleted text) and underline (for added text) format. The changes primarily involve corrections to minor typographical errors. None of the changes affect the conclusions of the FEIR.

Page 5, SUMMARY OF IMPACTS AND MITIGATION MEASURES

Transportation and Circulation – temporary construction-related impacts at the SR 1/30th Street, SR 1/Keats Street, and SR 1/Tennyson Street intersections; long-term operational impacts at three-seven intersections along SR 1 based on City of Hermosa Beach, City of Manhattan Beach, or Caltrans thresholds (SR 1 / Duncan Avenue-Duncan Drive, SR 1/30th Street, SR 1 / Keats Street, SR 1/Manhattan Beach Blvd., SR 1/Longfellow Ave.-Longfellow Dr., SR 1 / Tennyson St., and SR 1 / Gould Ave. – Artesia Blvd.)

Page 12, Table ES-2 Summary of Environmental Impacts and Mitigation Measures

MM 4.5-3(b) Corrosive Soils Design. All concrete in contact with high sulfate or corrosive soils shall be Type V concrete in accordance with the 2010 2016 California Building Code.

Page 18, Table ES-2 Summary of Environmental Impacts and Mitigation Measures

This would incrementally increase traffic levels at study intersections and cause potentially significant impacts at a total of six intersections based on City of Hermosa Beach and City of Manhattan Beach thresholds as well as six intersections based on Caltrans significance thresholds (Seven intersections based on all three thresholds combined: City of Hermosa Beach, City of Manhattan Beach, and Caltrans).

Significant and unavoidable because impacts at the SR 1/Manhattan Beach Blvd. (<u>Caltrans Criteria</u> only), SR 1/Duncan Ave.-Duncan Dr. (<u>Manhattan Beach and Caltrans Criteria</u>), SR 1/ Longfellow Ave. – Longfellow Dr. (<u>Hermosa Beach Criteria</u> only), SR 1/30th St., SR 1/Keats St., SR 1/ Tennyson St. (<u>Manhattan Beach and Caltrans Criteria</u>), and SR 1/Gould Ave. – Artesia Blvd. intersections would continue to exceed thresholds even with mitigation.

Page 23, Table ES-2 Summary of Environmental Impacts and Mitigation Measures

• **Public Transit Stop Enhancements**. Working in cooperation with transit agencies and the cities of Manhattan Beach and Hermosa Beach, Skechers shall improve existing bus stops in the immediate vicinity of the three development sites. Enhancements will include, but are not limited, to five bus shelters, and four bike racks at the existing bus stops adjacent to the development sites (see Figure 4.12-9). The bus stop on the northwest corner of the SR 1/Longfellow intersection will be relocated to the southwest corner of that intersection, <u>in</u> coordination with transit operators. Skechers shall provide and construct so there is sufficient

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sidewalk width, <u>a bus</u> for the shelter and bike racks to the satisfaction of the City Hermosa <u>Beach and Caltrans.</u>

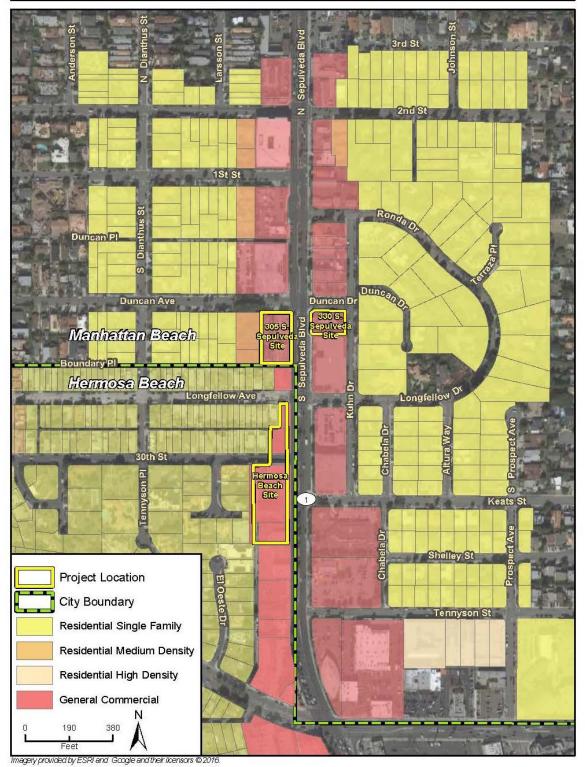
Page 24, Table ES-2 Summary of Environmental Impacts and Mitigation Measures

- Los Angeles County Guaranteed Ride Home Program. Skechers shall enroll in the Los Angeles County Guaranteed Ride Home program which reimburses an employee's ride home from a car-sharing, taxi, or car rental company, for up to two qualifying emergency situations annually.
- Los Angeles Metro TAP Employer Program. Skechers shall join the Los Angeles Metro TAP Employer Program and become a TAP vendor, allowing employees to purchase and reload transit fares on-site.

Page 54, Figure 2-6, Hermosa Beach and Manhattan Beach Zoning

The parcels at 737, 739, and 744 Longfellow Avenue are zoned R-1 single-family residential; however, Figure 2-6 shows them zoned for commercial use. The corrected figure is shown below.

Errata Sheet



Skechers Design Center and Executive Offices Section 2 Project Description

Hermosa Beach and Manhattan Beach Zoning Fig

Figure 2-6

Page 70, 2.8.1 Hermosa Beach Component

Proposed construction hours are from 8:00 AM to <u>36</u>:00 PM, Monday through Friday, and 9:00 AM to 5:00 PM on Saturdays, which are the standard construction hours for the City of Hermosa Beach are 8:00 AM to 6:00 PM, Monday through Friday, and 9:00 AM to 5:00 PM on Saturdays.

Page 75, 2.8.2 305 S. Sepulveda Boulevard and 330 S. Sepulveda Boulevard Components

Construction activities for the project would occur between a start time of 7:30 AM and an ending time of <u>36</u>:00 PM for the 305 S. Sepulveda site and <u>330 S. Sepulveda Site, Monday through Friday</u> and between 9:00 AM and 4<u>6</u>:00 PM <u>on Saturdays for both sites</u>for the <u>330 S. Sepulveda Site</u>.

Page 97, 1st paragraph and footnote

Although many viewers would find the change in views adverse, this impact is not considered significant because: (1) the project site is in an urban corridor where views toward the peninsula are already substantially altered by existing buildings and landscape elements; (2) views of the majority and highest points of the peninsula would be retained; (2) the distance along which peninsula views are affected is limited to about 200 feet, which based on a speed of 35 mph (the speed limit on SR 1) would affect drivers' views for less than a tenth of a four seconds¹ (0.07 seconds). In an event that traffic along SR 1 is so high that the average speed of vehicles is reduced to as low as 5 mph, the time which drivers' views are affected would still be<u>28 less than a</u> seconds² (0.45 seconds).

1

² 200 feet / 5280 feet per mile / 35 miles per hour * 60 seconds per hour<u>minute * 60 minutes per</u> hour = 0.065-3.89 seconds

2 200 feet / 5280 feet per mile / 35 miles per hour * 60 seconds per hour<u>minute * 60 minutes per</u> hour = 0.455 27.27 seconds

Page 176, Mitigation Measures

MM 4.5-3(b) Corrosive Soils Design. All concrete in contact with high sulfate or corrosive soils shall be Type V concrete in accordance with the 2010 2016 California Building Code.

Page 188, Table 4.6-3 Project Consistency with Applicable SCAG SCS Greenhouse Gas Emission Reduction Strategies

See Section 2, Project Description and Mitigation Measure 4.12-2(<u>ge</u>) in Section 4.12, Transportation and Circulation, for more details.

Page 189, Table 4.6-3 Project Consistency with Applicable SCAG SCS Greenhouse Gas Emission Reduction Strategies

See Section 2, Project Description and Mitigation Measure 4.12-2(ge) in Section 4.12, Transportation and Circulation, for more details.

Page 265, Mitigation Measure s

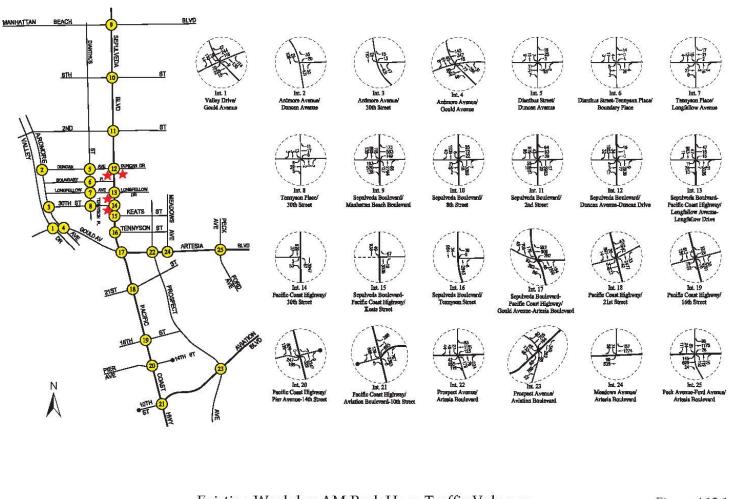
Mitigation Measures. Construction noise would be significant and unavoidable in Hermosa Beach because construction noise would exceed the City 45 dBA Lmax standard for residential areas, continue for an extended period of approximately 30 <u>24</u> months, and effect nearby sensitive receptors by increasing ambient noise levels.

Page 295, Figure 4.12-1 and Page 296, Figure 4.12-2

Previous figures showed the related project AM and PM peak hour traffic volumes instead of the existing AM and PM peak hour traffic volumes. The corrected figures are shown below to show the existing AM and PM peak hour traffic volumes.

Skechers Design Center and Executive Offices Section 4.12 Transportation and Circulation

Source: Linscott, Law & Greenspan, Engineers



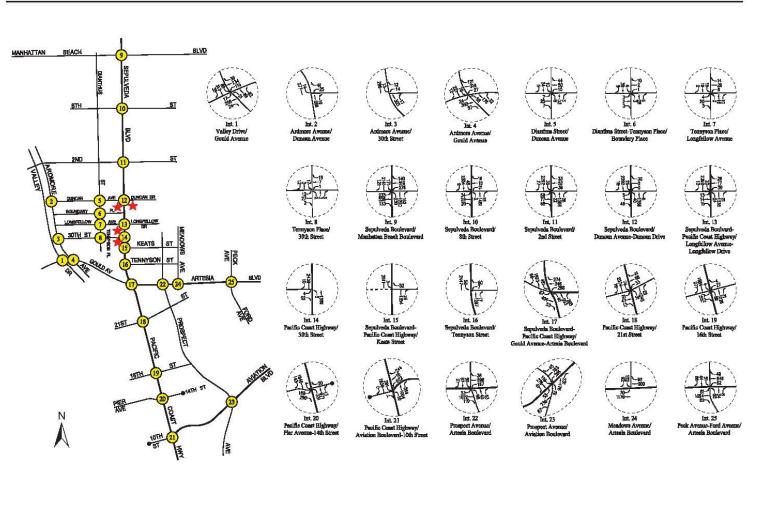
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City of Hermosa Beach

Skechers Design Center and Executive Offices Section 4.12 Transportation and Circulation



Source: Linscott, Law & Greenspan, Engineers Existing Weekday PM Peak Hour Traffic Volumes

Figure 4.12-2 City of Hermosa Beach

Page 312, last paragraph

Standard construction hours for the City of Hermosa Beach are 8:00 AM to 6:00 PM, Monday through Friday, and 9:00 AM to 5:00 PM on Saturdays. Proposed construction hours for this project are from 8:00 AM to <u>36</u>:00 PM, Monday through Friday, and 9:00 AM to <u>5:00 PM on Saturday</u>. Staging of trucks on SR 1 would be limited to nonpeak traffic hours (9:00 AM to <u>3:00 PM</u>) when the curbside lane is converted to parking; therefore, it would not reduce the number of through traffic lanes. See subsection 2.8.1 in Section 2, *Project Description*, for additional construction details for the Hermosa Beach site. Manhattan Beach construction activities would occur between a start time of 7:30 AM and an ending time of <u>36</u>:00 PM for the 305 S. Sepulveda site and <u>330 S. Sepulveda Site Monday through Friday and between 9:00 AM and 46</u>:00 PM <u>on Saturdays for both sites; for the 330 S. Sepulveda Site; Monday through Friday-</u>as allowed per current City Code-<u>and as restricted by lane closure hours on SR 1</u>.

Page 320, IMPACT 4.12-2

The combined proposed project would generate an estimated 1,312 new weekday average daily trips, including 279 AM peak hour trips and 254 PM peak hour trips. This would incrementally increase traffic levels at study intersections and cause significant impacts at a total of six intersections based on City of Hermosa Beach and/or City of Manhattan Beach thresholds as well as six intersections based on Caltrans thresholds. <u>(Seven intersections based on all three thresholds combined: of City of Hermosa Beach, City of Manhattan Beach, and Caltrans</u>).

Page 337, last paragraph

Consequently, this combination of intersection improvements, described in measures 4.12-2(a) and through (bd), is recommended.

Page 340, first paragraph

Each individual project component will not be required to meet the 7% overall reduction goal, but AM and PM peak hour vehicle trips for each individual project component shall not increase from the number of trips forecasted in for that particular component in Table 4.12-8 (See <u>Appendix G MMRP -</u> Attachment A).

Page 376, last paragraph

In addition, onsite parking would be exclusively for Skechers employees so would not accommodate further physical growth or development beyond the currently <u>proposed</u> project. Consequently, the proposed surplus of parking is not expected to facilitate substantial growth beyond the currently <u>proposed</u> project.

Page 378, last paragraph

In addition to the LEED certification, the project would include energy conservation measures such as bicycle parking, electric vehicle (EV) charging stations, designated car pool and van pool parking, designated parking spaces for EV and low carbon vehicles (more than required by City Code), a lunchtime shuttle from the project site to downtown Hermosa Beach and Manhattan Beach and a Transportation Demand Management (TDM) plan (as described in Mitigation Measure 4.12-2 [ge]).

Page 379, 5.3 UNAVOIDABLY SIGNIFICANT IMPACTS

Transportation and Circulation – temporary construction-related impacts at the SR 1/30th Street, SR 1/Keats Street, and SR 1/Tennyson Street intersections; long-term operational impacts at three-seven intersections along SR 1 based on City of Hermosa Beach, City of Manhattan Beach, or Caltran thresholds (SR 1 / Duncan Avenue-Duncan Drive, SR 1/30th Street, SR 1 / Keats Street, SR

1/Manhattan Beach Blvd., SR 1/Longfellow Ave.-Longfellow Dr., SR 1 / Tennyson St., and SR 1 / Gould Ave. – Artesia Blvd.)

Mitigation has been identified for the above impacts. <u>See Mitigation Measures 4.12 (a-) – (d)</u>. <u>Because these improvements would not fully mitigate all project impacts</u>, Mitigation Measure 4.12-2(e) is included to reduce peak hour vehicle trips to and from the site and associated impacts to the maximum degree feasible. Mitigation measures MM 4.12-2(a) through (e) would improve overall traffic flow in the study area with the project to the greatest degree among the mitigation options considered. Nevertheless, they would not improve v/c ratios or LOS to a level where significant impacts to study intersections would not occur. Therefore, the operational traffic impacts caused by the proposed project would be significant and unavoidable. However, the feasibility of transportation measures is not known because improvements along SR 1 would require Caltrans approval and the traffic signals required to fully mitigate impacts at the SR 1/Duncan Avenue Duncan Drive, SR 1/30th Street, and SR 1/Keats Street intersections in particular may not all be feasible. In addition, if the SR 1/Keats Street traffic signal is not implemented, the project's impact at the SR 1/Tennyson Street intersection would remain significant. Construction noise measures would-reduce impacts to receptors near the Hermosa Beach site to the degree feasible, but not to below-a level of significance based on current City standards.

Page 381, 6 ALTERNATIVES, first paragraph

Based on the assessment of impacts in Section 4, *Environmental Impact Analysis*, the project would have significant and unavoidable effects related to Transportation and Circulation (temporary but prolonged construction-related impacts at three intersections and long-term operational impacts at up to three seven intersections) and Noise (temporary but prolonged noise during the construction phase impacting residential and day care uses).

The Reduced Project Size alternative studied herein would reduce project-generated traffic, but not to the degree that it would eliminate the significant impacts at the three seven intersections at which new traffic signals are proposed as mitigation.

Page 384, 6 ALTERNATIVES, Table 6-1

| | Proposed Project | Reduced Project Size (Alternative 3A) | Reduced Project Size (Alternative 3B) |
|------------------|---------------------------------|---|---|
| Design Center | 100,296 sf | 86,255 sf | 92,000 sf |
| Retail | | | |
| Coffee Shop | 998 sf | 858 sf | 0 sf |
| Office | 76,711 sf | 65,971 sf | 67,004<u>76,711</u> |
| Overall SF | 178,005 sf | 153,0 35<u>84</u> sf | 168,711 sf |
| Parking | 736<u>794</u> spaces | 736<u>794</u> spaces | 736 794 spaces |
| Parking Levels | 3-4 | 3-4 | 3-4 |
| Building Stories | 2-3 | 2-3 | 2-3 |
| Building Height | 30-35 feet | 30-35 feet | 30-35 feet |

| Table 6-1 |
|--|
| Comparison of Project Alternatives' Buildout Characteristics |

SF = square feet

Page 391, 6.4.1 Description

Although the AM peak hour traffic impact at SR 1/Longfellow can be feasibly mitigated through measures identified in Section 4.12, tThis alternative focuses on that intersection as means of exploring the feasibility of achieving a meaningful reduction in traffic impacts through a reduced project alternative.

Page 394, 3rd paragraph

Other than the measure at the SR 1/Longfellow Avenue Longfellow Drive intersection, mitigation required for the proposed project would still apply and, if implemented, would reduce all impacts to a less than significant level. However, it cannot be assured that the traffic signals proposed at the SR 1/Duncan Avenue Duncan Drive, SR 1/30th Street, and SR 1/Keats Street intersections would be implemented because all require Caltrans approval; therefore, as with the proposed project, operational traffic impacts at these three intersections are considered significant and unavoidable.

Page 398, 3rd paragraph

Neither Option A nor Option B of the Reduced Project Size alternative would eliminate the project's significant and unavoidable construction noise impact at the Hermosa Beach site. Either option would be expected to eliminate the significant traffic impact at the SR 1/Longfellow Drive intersection, but significant and unavoidable traffic impacts would remain at the several other six intersections along SR 1 (SR 1/Duncan Avenue- Duncan Drive, SR 1/30th Street, SR 1/Keats Street, SR 1/ Manhattan Beach Blvd., SR 1 / Tennyson St., and SR 1 / Gould Ave. – Artesia Blvd).

Page 409, 8.1 INTRODUCTION, after last paragraph

Recirculation of the EIR is not required. CEQA requires an EIR to be recirculated when significant new information is added to the EIR after public notice has been given, but before certification. This includes where a new significant environmental impact would result, there is a substantial increase in the severity of an environmental impact, the project proponent decline to adopt a feasible alternative or mitigation measure different from those analyzed. Recirculation is not required where the new information clarifies, amplifies, or makes insignificant modifications. The changes that were made to the Final EIR, including errata noted, do not rise to the level of significant new information requiring recirculation.

- A. <u>The majority of the changes clarify, amplify, or make insignificant changes to the information</u> <u>contained in the EIR.</u>
- B. <u>Appendix F of the Draft EIR (Traffic Impact Study) clearly identified that a total of 7 of the 25 study intersections were forecast to be significantly impacted under the "Combined Projects" analysis scenario. A summary of each measure considered for project mitigation specified that because of the multi-jurisdictional nature of the proposed mitigation, the impacts were concluded to remain significant and unavoidable. (pp. 144-148.) The Draft EIR identified these same 7 intersections as being significantly impacted. (Table 4.12-18, DEIR, p. 334). Further, footnote 1 of Table 4.12-20 states that without the signals, the levels would remain significant. (DEIR, pp. 344-345.) This was also acknowledged in Table ES-2 of the Draft EIR (Summary of Environmental Impacts and Mitigation Measures, pp. 18 19.) The significantly impacted intersections identified in the Final EIR are the same seven intersections identified as being impacted in the Draft EIR. No new significant impacts have been disclosed.</u>
- C. <u>Based on the microsimulation, traffic mitigation measures have been changed.</u> Additional or revised mitigation measures that an applicant has agreed to do not require recirculation of an <u>EIR. In any event, most of these measures were included in the Draft EIR:</u>
 - <u>MM 4.12-2(a)/prohibit eastbound left-turn movement onto SR-1 from 30th Street –included</u> <u>as part of MM 4.12-2(d) of Draft EIR (p. 339)</u>
 - <u>MM 4.12-2(b)/lengthen the southbound left turn pocket onto Tennyson Street included in</u> <u>Traffic Impact Analysis (Appendix F) of Draft EIR (pp. 148, 152)</u>
 - MM 4.12-2(c)/add an eastbound right turn lane on Gould Avenue at Artesia included as part of MM 4.12-2(f) of Draft EIR (p. 340)
 - <u>MM 4.12-2(d)/prohibit eastbound left-turn movement onto SR-1 from Duncan Avenue –</u> included as part of MM 4.12-2(b) of Draft EIR (p. 339)
- D. The Final EIR contains a revised mitigation measure relating to the TDM program. The applicant had originally asked for one of the buildings to be eliminated from the program and for language to be revised. The traffic experts for the applicant and both cities worked through some of the concerns. The revised language still imposes a 7% reduction but adds clarifying language to make the measure workable. Additionally, it should be recognized that this measure actually places on a vehicle cap on the existing portion of the 330 Sepulveda building that was not included in the original approval for that building. This change does not require recirculation.
- E. Information was added to the Final EIR in response to comments on public views. The view simulations that were provided simply add clarification and information to the determination that the view impacts are not significant as they add only incremental changes to a view that is

already impacted by urban development and that these impacts range between 4 seconds and 27 seconds at most depending on the rate of travel. This is not new information that requires recirculation but clarification.

Page 426, Response 4.12

Standard construction hours for the City of Hermosa Beach are 8:00 AM to 6:00 PM, Monday through Friday, and 9:00 AM to 5:00 PM on Saturdays. Proposed construction hours for this project are from 8:00 AM to <u>36</u>:00 PM, Monday through Friday, and 9:00 AM to 5:00 PM on Saturday. Staging of trucks on SR 1 would be limited to nonpeak traffic hours (9:00 AM to 3:00 PM) when the curbside lane is converted to parking; therefore, it would not reduce the number of through traffic lanes. See subsection 2.8.1 in Section 2, *Project Description*, for additional construction details for the Hermosa Beach site. Manhattan Beach construction activities would occur between a start time of 7:30 AM and an ending time of <u>36</u>:00 PM for the 305 S. Sepulveda site and <u>330 S. Sepulveda Site Monday through Friday</u> and between 9:00 AM and 4<u>6</u>:00 PM <u>on Saturdays for both sites; for the 330 S. Sepulveda Site; Monday through Friday</u> as allowed per current City Code-and as restricted by lane closure hours on SR-1.

Page 426, Response 4.13

"However, the Design Center would include contain 427 commercial parking spaces, including 43 carpool/vanpool spaces, and 13 electric vehicle spaces. The Executive Offices require 87 parking spaces and would contain 87 commercial parking spaces, including 8 carpool/vanpool spaces, and 2 electric vehicle spaces. The Executive Offices require 87 parking spaces and would contain 87 commercial parking spaces, and 2 electric vehicle spaces, including 8 carpool/vanpool spaces, and 2

Page 443, Response 5.13

In addition the following changes below, Skechers will be utilizing valet parking as well in its existing buildings to accommodate additional vehicles during construction. The following revision has been made on page 315:

Standard construction hours for the City of Hermosa Beach are 8:00 AM to 6:00 PM, Monday through Friday, and 9:00 AM to 5:00 PM on Saturdays. Proposed construction hours for this project are from 8:00 AM to $3\underline{6}$:00 PM, Monday through Friday, and 9:00 AM to 5:00 PM on Saturday. Staging of trucks on SR 1 would be limited to nonpeak traffic hours (9:00 AM to 3:00 PM) when the curbside lane is converted to parking; therefore, it would not reduce the number of through traffic lanes. See subsection 2.8.1 in Section 2, *Project Description*, for additional construction details for the Hermosa Beach site. Manhattan Beach construction activities would occur between a start time of 7:30 AM and an ending time of $3\underline{6}$:00 PM for the 305 S. Sepulveda site and between 9:00 AM and $4\underline{6}$:00 PM for the 330 S. Sepulveda Site; Monday through Friday as allowed per current City Code and as restricted by lane closure hours on SR-1.

Page 475, Response 7.7

As discussed in Section 2, *Project Description*, parking by construction workers on adjacent streets would be prohibited and construction workers would be directed to available parking on the development sites. <u>Skechers will be utilizing valet parking as well in its existing buildings to accommodate additional vehicles during construction</u>. As discussed in Section 4.12 *Transportation and Circulation*, service and delivery access is planned to be accommodated via the SR 1 driveway and use the proposed southbound widened shoulder along SR 1. Service and loading activities would occur within the parking structure at a designated area.

Page 514, Response 15.8

Skechers will be utilizing valet parking as well in its existing buildings to accommodate additional vehicles during construction. Existing Skechers employees would continue to utilize the underground parking provided at the existing 330 and 225 S. Sepulveda buildings during construction. The Redondo Beach Performing Arts Center would be a queuing station for trucks to reduce the queuing of trucks at the construction site. Staging of trucks at the project site would only occur on SR 1 and would be limited to non-peak traffic hours (9:00 AM to 3:00 PM) when the curbside lane is converted to parking; therefore, it would not reduce the number of through traffic lanes. Consequently, construction trucks would not use residential parking.

Page 528, 2nd paragraph

Also, the total distance along SR 1 from which peninsula and ocean views are partially available to southbound motorists on SR 1 is about $\frac{350}{200}$ feet (from about $\frac{2015}{200}$ feet north of Longfellow in Manhattan Beach to about $\frac{1}{50}$ feet south of Longfellow). Based on this distance and a speed of 35 mph (the speed limit on SR 1), this view is available to motorists for approximately $\frac{6}{4}$ seconds.⁴ In an event that traffic along SR 1 is so high that the average speed of vehicles is reduced to as low as 5 mph, the view is approximately available for $\frac{47}{28}$ seconds.⁵

5 350 200 feet / 5,280 feet per mile /-35 miles per hour * 60 minutes per hour * 60 seconds per minute ~ 47-27.27 seconds

MMRP Attachment A

Table 4.12-1<u>8</u> Trip Generation Rates Table A

***If any additional pages are found after page 528 in the printed FEIR, they are due to a printing error and not part of the FEIR.

⁴ 350 <u>200</u> feet / 5,280 feet per mile / 35 miles per hour * 60 minutes per hour * 60 seconds per minute ~ <u>47 3.89</u> seconds

Hermosa Beach Planning Commission 1-31-18 Action on Skechers FEIR and Entitlement Requests

Motion by Commissioner Hoffman, second by Commissioner Flaherty, to a adopt a Resolution Certifying the FEIR and adopting the Mitigation Monitoring and Reporting Plan for the Skechers Project at 2851, 2901 3001 and 3126 Pacific Coast Highway in Hermosa Beach, California, and 305, 309, 317, 330 South Sepulveda and 1050 Duncan Avenue in Manhattan Beach, California, and approving a Precise Development Plan and Parking Plan for a multi-story office building with subterranean parking to be located at 3851 and 2901 Pacific Coast Highway, with a pedestrian tunnel beneath 30th Street to connect the building to a multi-story office building with subterranean parking Coast Highway, and making a finding of General Plan consistency regarding the proposed vacation of a portion of an alley located west of 3851 Pacific Coast Highway, with the following amendments:

- 1. Update Appendix G of the Final EIR to revise the Mitigation Monitoring and Reporting Plan, Section MM 4.12-2(e) Adaptive Transportation Demand Management, as follows:
 - a. 2nd Paragraph 1st sentence, add to the end of the sentence the words "in subsequent years."
 - b. Add to the end of the MM the following additional TDM component: "**Employee Route Plan.** Skechers shall prepare an employee route plan designed to avoid vehicular intrusion into the surrounding neighborhoods."
 - c. Revise Table A Trip Reduction Goals to eliminate the line and data for trips generated by the "Executive Offices Coffee Shop" and to eliminate the line for "Executive Offices subtotal" and update the corresponding math for the Subtotal for Hermosa Beach, Combined Total, and Combined Total (with 7% Reduction Goal). (see attachment for revised Table A)
- 2. Update the Final EIR pursuant to the corrections identified in the Errata Sheet dated 1-31-18 and attached to the Planning Commission agenda as a supplemental item.
- 3. Revise Exhibit A to Resolution, (CEQA Findings and Statement of Overriding Considerations) as follows:
 - a. Section 1.4.4.c, Paragraph 2, Last Line, replace the word "seven" with six."
 - b. Update MM 4.12-2(e) Adaptive Transportation Demand Management as indicated above in No. 1.
- 4. Condition 23: Revise 1st sentence to state, "Deliveries Deliveries and loading on residential streets shall be limited to 2-axle delivery vans between the hours of 8:00 a.m. and 6:00 p.m. Monday through Saturday." And revise the last sentence to state, "Delivery vehicles shall be prohibited on residential streets and alleys with the exception of that portion of 30th Street fronting the Executive Building at 3001 Pacific Coast Highway and Boundary Place, where deliveries would be limited to trucks/vans having a maximum length of 30 feet."
- 5. Condition 77: Revise 3rd sentence to state, "Penalties and corrective measures for employee noncompliance with the Plan shall be identified in the Plan." Revise 5th sentence to state, "Thereafter, the applicant shall monitor the effectiveness of the Plan annually and will submit an annual monitoring and management report to both cities every January consistent with the corresponding Mitigation Measure 4.12-2(e)."
- 6. Condition 86: delete in its entirety

Motion passed 3-2 AYES: Flaherty, Hoffman, Saemann NOES: Pedersen, Rice.

Motion by Commissioner Flaherty, seconded by Chairman Saemann, to adopt a resolution approving a Precise Development Plan for a multi-story office building with subterranean parking to be locate at 3001 and 3125 Pacific Coast Highway, Hermosa Beach, California, with a pedestrian tunnel beneath 30th Street to connect the building to a multi-story office building with subterranean parking to be located at 2851 and 2901 Pacific Coast Highway, with the following amendments:

- 7. Condition 1: Add a section b to state, "Plans shall be revised to reflect elimination of the coffee shop use."
- 8. Condition 21: delete in its entirety.

EXHIBIT D PC MTG 02-14-18

- 9. Condition 23: Revise 1st sentence to state, "Deliveries Deliveries and loading on residential streets shall be limited to 2-axle delivery vans between the hours of 8:00 a.m. and 6:00 p.m. Monday through Saturday." And revise the last sentence to state, "Delivery vehicles shall be prohibited on residential streets and alleys with the exception of that portion of 30th Street fronting the Executive Building at 3001 Pacific Coast Highway and Boundary Place, where deliveries would be limited to trucks/vans having a maximum length of 30 feet."
- 10. Condition 77: Revise 3rd sentence to state, "Penalties and corrective measures for employee noncompliance with the Plan shall be identified in the Plan." Revise 5th sentence to state, "Thereafter, the applicant shall monitor the effectiveness of the Plan annually and will submit an annual monitoring and management report to both cities every January consistent with the corresponding Mitigation Measure 4.12-2(e)."
- 11. Condition 85, section b, add to end of sentence "or the applicant shall provide a bond or other financial security equal to 1.25 times the estimate construction and inspection costs, to the satisfaction of the Finance Director, Public Works Director, and Community Development Director.
- 12. Condition 86: delete in its entirety.
- 13. Condition 87: delete in its entirety.

Motion passed 3-2 AYES: Flaherty, Hoffman, Saemann

NOES: Pedersen, Rice.

Skechers Design Center and Offices Project Revised Mitigation Measure 4.12-2(e) Adaptive Transportation Demand Management

Below is a revised Mitigation Measure 4.12-2(e) from the Skechers Design Center and Executive Offices Final EIR. The measure has been revised from what is presented in the January 2018 Final EIR to address concerns raised by the project applicant regarding economic feasibility and monitoring requirements. The primary changes from the measure in the January 2018 Final EIR require all elements of the Transportation Demand Management (TDM) plan to be reasonable and mutually agreeable by the applicant and both cities, and to limit annual monitoring of TDM effectiveness to a period of 10 years after occupancy of all buildings as long as the overall 7% trip reduction goal has been reached during years 9 and 10.

MM 4.12-2(e) Adaptive Transportation Demand Management. The applicant shall develop an initial adaptive Transportation Demand Management (TDM) plan subject to review and approval by both cities. The TDM plan must be designed with the goal of achieving a seven percent (7%) overall vehicle trip reduction during the weekday AM and PM peak hours for the proposed components (i.e., vehicle trips to be measured to and from the project sites compared to what is shown in Table A). The 7% TDM reduction goal applies to the sum of the inbound and outbound vehicle trip generation for all three project components in each of the weekday peak hours within the morning (7:00 – 9:00 AM) and afternoon (4:00 – 6:00 PM) peak periods. Each individual project component need not meet the 7% overall reduction goal, but individually, none of the three project components shall generate traffic exceeding the estimated base trip generation as calculated for that particular project component without the 7% TDM reduction (as shown in Table A below).

The TDM plan will initially include, but not be limited to, the elements described below. The applicant will monitor the effectiveness of the plan annually and will submit an annual monitoring and management report to both Cities every January for a period of 10 years after occupancy of all buildings. If the overall 7% trip reduction goal has been reached during years 9 and 10, reports shall no longer be required on an annual basis, but may be required by either or both cities if traffic concerns have become an issue in subsequent years. The annual report shall document the TDM actions implemented during the year and assess their performance and effectiveness against the overall reduction goal, identifying trends that become apparent with multiple years of monitoring data. If trip reduction goals are not met, the report shall recommend modifications to TDM practices and/or new practices to be integrated into the plan to reach the overall trip reduction goals, subject to review and approval by the staffs of the cities of Hermosa Beach and Manhattan Beach and implemented as soon as practical. This measure and the adaptive TDM plan shall remain in place for the life of the project.

All elements of the TDM Plan (as originally adopted and potential revisions) must be reasonable and mutually agreeable by the Applicant and both cities. The initial TDM plan shall include, but not be limited to, the following:

• **On-Site Employee Transportation Coordinator.** An employee transportation coordinator shall be designated for the proposed project to manage the TDM program

EXHIBIT E PC MTG 02-14-18 and participate in City of Hermosa Beach and City of Manhattan Beach sponsored workshops and information roundtables. Skechers will provide:

- o Transportation fairs on an annual basis
- Information for employees and visitors about local public transit services (including bus lines, existing and future light rail lines and connections, bus fare programs, rideshare programs and shuttles) and bicycle facilities (including routes, rental and sales locations, on-site bicycle racks and showers)
- Walking and biking maps for employees and visitors, including information about convenient local services and restaurants within walking distance of the project
- o Information regarding local rental housing agencies

Such transportation information may be provided through a computer terminal with access to the Internet, as well as through the office of the coordinator located at one of the three development sites or another local Skechers building. Transportation information shall also be maintained at the administrative offices of the buildings and/or on the Skechers' web site as a portal.

- **TDM Web Site Information.** Transportation information shall be provided in a highly visible and accessible location on Skechers' web site, including links to local transit providers, area walking, bicycling maps, etc., to inform employees and visitors of available alternative transportation modes to access the project and other existing Skechers' buildings and travel in the area. The web site should also highlight the environmental benefits of utilization of alternative transportation modes.
- **TDM Promotional Material.** Skechers shall provide and exhibit in public places information materials on options for alternative transportation modes and opportunities. In addition, transit fare media and day/month passes should be made available to employees and visitors during typical business hours.
- **Transit Welcome Package.** All new employees shall be provided with a Transit Welcome Package (TWP). The TWP at a minimum will include information regarding Skechers arrangement for free or discounted use of the transit system, area bus/rail transit route and connections/transfers information, bicycle facilities (including routes, rental and sales locations, on-site bicycle racks, walking and biking maps), and convenient local services and restaurants within walking distance of the project.
- **Carpool Program for Employees.** Skechers shall provide preferential parking within the parking garages for employees who commute to work in registered carpools. An employee who drives to work with at least one other employee to the site may register as a carpool entitled to preferential parking within the meaning of this provision.
- **Public Transit Stop Enhancements**. Working in cooperation with transit agencies and the cities of Manhattan Beach and Hermosa Beach, Skechers shall improve existing bus stops in the immediate vicinity of the three development sites. Enhancements will include, but are not limited, to five bus shelters, and four bike racks at the existing bus stops adjacent to the development sites (see Figure 4.12-9).

The bus stop on the northwest corner of the SR 1/Longfellow intersection will be relocated to the southwest corner of that inters

- **Convenient Parking for Bicycle Riders.** Skechers shall monitor utilization of bicycle parking at existing and proposed buildings. If demand for bicycle parking exceeds the supply, Skechers will add bicycle parking as necessary to meet identified demand.
- *Employee Alternative Transportation Incentive.* Skechers shall provide financial or other incentives to employees who walk, bike, or take public transit to work. These incentives will be reviewed and approved by Hermosa Beach and Manhattan Beach staff.
- Local Hiring Program. When hiring Skechers shall conduct outreach to residents who live within two miles of the any of the three development sites (or other buildings where the position of employment is offered).
- **Expanded Bicycle Routes.** Skechers shall coordinate with the cities of Hermosa Beach and Manhattan Beach in an effort to enhance and expand the current network of bicycle routes serving all three development sites and existing buildings. Improvements will include, but are not limited to, the addition of signage for two Class III bikeways to connect to Valley/Ardmore, as illustrated on Figure 4.12-9. Improvements shall be funded by Skechers.
- Los Angeles County Guaranteed Ride Home Program. Skechers shall enroll in the Los Angeles County Guaranteed Ride Home program which reimburses an employee's ride home from a car-sharing, taxi, or car rental company, for up to two qualifying emergency situations annually.
- Los Angeles Metro TAP Employer Program. Skechers shall join the Los Angeles Metro TAP Employer Program and become a TAP vendor, allowing employees to purchase and reload transit fares on-site.
- *Employee Route Plan.* Skechers shall prepare an employee route plan designed to avoid vehicular intrusion into surrounding neighborhoods.

Table A TRIP REDUCTION GOALS [1] [2]

| LAND USE | SIZE | AM PEAK HOUR VOLUMES [3] | | | PM PEAK HOUR VOLUMES [3] | | |
|---|-------------|-----------------------------|-----|-------|-----------------------------|-----|-------|
| | | IN | OUT | TOTAL | IN | OUT | TOTAL |
| Hermosa Beach Sites | | | | | | | |
| Design Center [4] | 100,296 GSF | 141 | 11 | 152 | 14 | 127 | 141 |
| Executive Offices [4] | 20,207 GSF | 29 | 2 | 31 | 3 | 25 | 28 |
| Subtotal Hermosa Beach | | 170 | 13 | 183 | 17 | 152 | 169 |
| Manhattan Beach Sites | | | | | | | |
| 305 S. Sepulveda Boulevard | | | | 11222 | | | |
| General Office [5] | 37,174 GSF | 60 | 7 | 67 | 10 | 55 | 65 |
| 330 S. Sepulveda Boulevard Expansion | | | | | | | |
| General Office [5] [6] | 20,328 GSF | 33 | 4 | 37 | 5 | 30 | 35 |
| COMBINED TOTAL | | 263 | 24 | 287 | 32 | 237 | 269 |
| COMBINED TOTAL (WITH 7% REDUCTION GOAL) | | 245 | 22 | 267 | 30 | 220 | 250 |

 Source: ITE "Trip Generation Manual", 9th Edition, 2012; and "(Not So) Brief Guide of Vehicular Traffic Generation Rates for the San Diego Region, April 2002, San Diego Association of Governments (SANDAG).

[2] Vehicle trip monitoring for the proposed buildings as part of the annual TDM reporting would be conducted between the hours of 7:00 AM - 9:00 AM and 4:00 PM - 6:00 PM.

[3] Trips are one-way traffic movements, entering or leaving.

[4] ITE Land Use Code 714 (Corporate Headquarters Building) trip generation average rates.

- AM Peak Hour Trip Rate: 1.52 trips/1,000 SF of floor area; 93% inbound/7% outbound

- PM Peak Hour Trip Rate: 1.41 trips/1,000 SF of floor area; 10% inbound/90% outbound

[5] ITE Land Use Code 715 (Single Tenant Office Building) trip generation average rates. - AM Peak Hour Trip Rate: 1.80 trips/1,000 SF of floor area; 89% inbound/11% outbound - PM Peak Hour Trip Rate: 1.74 trips/1,000 SF of floor area; 15% inbound/85% outbound

[6] Since the 330 Expansion office building will be sharing the same access points as the existing 330 S. Sepulveda office building, the baseline trip generation for the existing 54,875 SF is based on ITE Land Use Code 710 (General Office Building) trip generation average rates (i.e., 86 AM peak hour trips and 82 PM peak hour trips). Thus, for purposes of trip monitoring, the future trip generation at the 330 S. Sepulveda building (i.e., existing plus expansion building) cannot exceed 123 AM peak hour and 117 PM peak hour vehicle trips.

ITE Land Use Code 710 (General Office Building) trip generation average rates.

- AM Peak Hour Trip Rate: 1.56 trips/1,000 SF of floor area; 88% inbound/12% outbound

- PM Peak Hour Trip Rate: 1.49 trips/1,000 SF of floor area; 17% inbound/83% outbound

LINSCOTT, LAW & GREENSPAN, engineers

LLG Ref. 1-14-4065-2 Skechers Design Center and Offices Project

COMMENTS RE: FINAL EIR FOR SKECHERS DESIGN CENTER AND EXECUTIVE OFFICES SCH #2015041081

I wish to present the following comments in regard to the Final EIR SCH #2015041081 for the proposed Skechers Design Center and Executive Offices, and in particular the Skechers building proposed for 305 South Sepulveda Blvd., Manhattan Beach, CA 90266, (the "305 Building"):

As proposed by Skechers, the 305 Building will have a loading area and dock, trash and recycling receptacles, and a pad located on the south side of the building along Boundary Place.

The Final EIR (see <u>305 S. Sepulveda Component</u>, page 350) states in regard to the improvements intended on the south side of the 305 Building that: "Service and delivery operations for this site are planned to occur via a loading dock area on Boundary Place along the south side of the project site. The layout of the service/loading area has been configured so that access will be directed to/from SR1 [Sepulveda Blvd.] and will accommodate maneuvers for single-unit 30-foot (SU-30), panel truck service/delivery vehicles and vans." It is further stated that: "Given the configuration of the loading area, access will be directed to/from SR 1 and travel through the residential areas to the west will be prohibited."

This all sounds great, if this were to work as stated. However, in the "real world," it will soon become apparent to the operators of those 30-foot trucks, vans and other vehicles that need to access the 305 Building's loading area and dock, trash and recycling receptacles, and pad that accessing and exiting the 305 Building via SR1 (Sepulveda Blvd.) is both difficult and dangerous, and that it is much easier and safer to instead travel up and down Boundary Place to the west and through the nearby residential streets.

Boundary Place is an alley street, with no on-street parking, and it has significantly less width than nearby residential streets. There is no access to Boundary Place from northbound Sepulveda Blvd. (or likewise from Boundary Place to northbound Sepulveda Blvd.), and there is limited ability to access Boundary Place from southbound Sepulveda Blvd. due to the need for a vehicle to sufficiently slowdown in fast moving traffic in order to make a sharp right turn, with limited turning radius, into the narrow alley street. Likewise, it is just as difficult and dangerous to attempt to merge back onto southbound Sepulveda Blvd. from Boundary Place due to the speed of the oncoming southbound traffic as well as the tight right turn curb radius from Boundary Place onto southbound Sepulveda Blvd. which makes it difficult for a 30-foot truck to remain solely in the right hand lane when entering traffic. Basically, to enter Boundary Place from southbound Sepulveda Blvd. or to enter back onto Sepulveda Blvd. from Boundary Place is like entering or exiting a narrow residential driveway to or from a freeway. To further compound the problem, the limited setback of the existing building (Debonair Cleaners) on the northwest corner of Boundary Place and Sepulveda Blvd. (as will the similar intended location of the proposed 305 Building) makes (and as to the 305 Building, will make) an already bad situation even worse by restricting the ability of southbound Sepulveda Blvd. traffic to adequately see vehicles merging in from Boundary Place and vice versa.

As such, the Final EIR fails to address the significant "real world" reality of the restricted Sepulveda Blvd. and Boundary Place intersection, along with the likely result that operators of 30-foot panel trucks,

EXHIBIT F PC MTG 02-14-18 vans and other vehicles will opt to travel up and down Boundary Place through the nearby residential streets instead of accessing and exiting the 305 Building via Sepulveda Blvd. This will prove to be particularly true for those vehicles traveling northbound on Sepulveda Blvd. that desire to access the 305 Building, or which desire to head northbound on Sepulveda Blvd. after exiting the 305 Building, in that, there is no direct access to or from northbound Sepulveda Blvd. due to the existing raised median on Sepulveda Blvd. Instead, such traffic will soon determine that the best alternate route is via Boundary Place and the nearby residential streets.

I thus strongly urge the Manhattan Beach Planning Commission to consider requiring one or more of the following mitigation measures as a condition for its approval of the Skechers project:

(i) Require the addition of a deceleration lane on the southbound side of Sepulveda Blvd. along the eastern side of the 305 Building so that traffic may safely slow-down before making a hard right turn to enter Boundary Place. Such a deceleration lane would also allow Skechers' traffic to more safely exit from Boundary Place and merge back onto southbound Sepulveda Blvd.;

(ii) Require the addition of an acceleration lane on south Sepulveda Blvd. to the south of Boundary Place so that traffic may safely merge back onto southbound Sepulveda Blvd;

(iii) Increase the north and south curb radii at the intersection of south Sepulveda Blvd. and Boundary Place so as to adequately accommodate the turning radius of 30-foot trucks, vans and other vehicles accessing and exiting the 305 Building to thus eliminate the need for such vehicles to make sharp and unsafe right turns both onto Boundary Place from southbound Sepulveda Blvd. and back onto southbound Sepulveda Blvd. from Boundary Place;

(iv) Require the 305 Building to be adequately set back so as not to block the ability of southbound Sepulveda Blvd. traffic to adequately see vehicles merging in from Boundary Place and to allow vehicles seeking to merge from Boundary Place onto southbound Sepulveda Blvd. to safely see oncoming traffic;

(v) Make Boundary Place a cul-de-sac street for residential use only, with no access to the 305 Building or Sepulveda Blvd. This would separate Skechers' traffic from that of the nearby residents and prevent vans, trucks and other vehicles from accessing the 305 Building from the west along Boundary Place;

(vi) Construct improvements or barriers that would physically require all vans, trucks and other vehicles to access or exit the 305 Building only via Sepulveda Blvd., and/or to prevent such traffic from making use of Boundary Place to the west of the 305 Building; and/or

(vii) Require the service/loading area, trash and recycling receptacles to be relocated off of Boundary Place.

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RESOLUTION OF THE PLANNING COMMISSION OF THE CITY OF MANHATTAN BEACH APPROVING A MASTER USE PERMIT FOR CONSTRUCTION OF A NEW 3-STORY COMMERCIAL BUILDING CONTAINING APPROXIMATELY 57,000 SQUARE FEET OF OFFICE SPACE AND 1,000 SQUARE FEET OF RESTAURANT SPACE, WHICH WOULD REPLACE EXISTING AUTOMOTIVE, OFFICE, AND RESTAURANT USES ON THE PROPERTY LOCATED AT 330 SOUTH SEPULVEDA BOULEVARD (Killen/Skechers USA)

THE PLANNING COMMISSION OF THE CITY OF MANHATTAN BEACH DOES HEREBY RESOLVE AS FOLLOWS:

SECTION 1. The Planning Commission of the City of Manhattan Beach hereby makes the following findings:

- A. The Planning Commission of the City of Manhattan Beach conducted a public hearing on January 9, 2002, to consider an application for a use permit to allow construction of a new 3-story commercial building containing approximately 57,000 square feet of space, which would replace existing automotive/office/restaurant uses on the property legally described as Lots 8 12, Tract 14274 located at 330 (324-356) South Sepulveda Boulevard in the City of Manhattan Beach.
- B. The application was filed on October 29, 2001. The applicant for the subject project is Pat Killen, and the owner of the property is Skechers USA.
- C. An initial study was completed and it was determined that the project will not have any significant impacts upon the environment with the incorporated conditions, and a mitigated negative declaration shall be filed pursuant to the California Environmental Quality Act (CEQA).
- D. The project will not individually nor cumulatively have an adverse effect on wildlife resources, as defined in Section 711.2 of the Fish and Game Code.
- E. The property is located within Area District I and is zoned CG Commercial General. The surrounding private land uses consist of general commercial and single-family residential.
- F. The General Plan designation for the property is General Commercial. The General Plan encourages private investment in the city's commercial areas, and encourages the use of landscaping, notches, and architectural details as provided in this project.
- G. Approval of the replacement of existing automotive/office/restaurant buildings with a 3-story office building, subject to the conditions below, will not be detrimental to the public health, safety or welfare of persons residing or working in or adjacent to the neighborhood of such use; and will not be detrimental to properties or improvements in the vicinity or to the general welfare of the City since it is in compliance with all regulations, improves existing parking and circulation design, and provides aesthetic enhancements, as detailed in the project Staff Report.
- H. The project shall be in compliance with applicable provisions of the Manhattan Beach Municipal Code.
- I. The new office building will not create adverse impacts on, nor be adversely impacted by, the surrounding area, or create demands exceeding the capacity of public services and facilities.
- J. This Resolution, upon its effectiveness, constitutes the Master Use Permit for the subject project.

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Section 2. The Planning Commission of the City of Manhattan Beach hereby APPROVES the subject Use Permit application subject to the following conditions:

Site Preparation / Construction

- 1.* The project shall be constructed and operated in substantial compliance with the submitted plans as approved by the Planning Commission on March 13, 2002. Any substantial deviation from the approved plans must be reviewed and approved by the Planning Commission.
- 2. * A Traffic Management Plan shall be submitted in conjunction with all construction and other building plans, to be approved by the Police and Public Works Departments prior to issuance of building permits. The plan shall provide for the management of all construction related traffic during all phases of construction, including delivery of materials and parking of construction related vehicles. Construction traffic shall not be permitted to use routes through adjacent residential areas.
- 3. All electrical, telephone, cable television system, and similar service wires and cables, including the existing adjacent Sepulveda Boulevard utility poles, shall be installed underground to the appropriate utility connections in compliance with all applicable Building and Electrical Codes, safety regulations, and orders, rules of the Public Utilities Commission, the serving utility company, and specifications of the Public Works Department.
- 4. During building construction of the site, the soil shall be watered in order to minimize the impacts of dust on the surrounding area.
- 5. The siting of construction related equipment (job site offices, trailers, materials, etc.) shall be subject to the approval from the Director of Community Development prior to the issuance of any building permits.
- 6.* A site landscaping plan utilizing drought tolerant native plants shall be submitted for review and approval concurrent with the building permit application. All plants shall be identified on the plan by the Latin and common names. The current edition of the Sunset Western Garden Book contains a list and description of drought tolerant plants suitable for this area. This plan shall be prepared by a licensed/qualified individual, as required by state law. Plant sizes installed shall be consistent with the landscape plan approved by the Planning Commission on March 13, 2002. Trees along the east side of the project shall be sized, located, and provided in sufficient quantities to protect residential privacy as required by the Community Development Department. Any water features shall be prohibited from spilling or spraying into the public right-of-way.
- 7. A low pressure or drip irrigation system shall be installed in the landscaped areas, which shall not cause any surface run-off under normal operating conditions. Details of the irrigation system shall be noted on the landscaping plans. The type and design shall be subject to the approval of the Public Works and Community Development Departments.
- 8. Water lines, sanitary sewer laterals, grease interceptors, and mop sinks shall be installed, modified, and maintained as required by the Public Works Department.
- 9.* Sidewalks and driveway aprons shall be replaced or installed around the entire site pursuant to the requirements of the Public Works Department.
- 10. All defective or damaged curb, gutter, street paving, and sidewalk improvements shall be removed and replaced with standard improvements, subject to the approval of the Public Works Department.
- 11. Property line clean outs shall be installed as required by the Department of Public Works.

- 12.* Backflow prevention valves shall be installed as required by the Department of Public Works, and the locations and screening of any such valves or similar devices shall be subject to approval by the Community Development Department prior to issuance of building permits.
- 13.* Enclosed parking area drains must be connected to oil water separators and drain into the sanitary sewer system.
- 14. * Security lighting for the site shall be provided in conformance with Municipal Code requirements including glare prevention design. Interior lighting within the easterly portion of the building shall be designed to limit unnecessary light visible to adjacent neighbors by use of screening, timing devices, motion sensors, and other available technology.
- 15. * Prior to issuance of building permits, a detailed traffic improvement plan shall be provided for review and approval by the Community Development Department, Public Works Department, and Caltrans. All required traffic improvements shall be completed prior to final building occupancy. The plan shall include:
 - A northbound Sepulveda Boulevard turnout lane as shown on project plans subject to design modifications by the city's traffic engineer and Caltrans.
 - Longfellow Drive widening and related modifications adjacent to the site to include at least two westbound lanes approaching the Sepulveda intersection and one eastbound lane.
 - Traffic signal modifications determined to be appropriate by the city's traffic engineer and Caltrans including a protected left turn signal for southbound traffic on Sepulveda Boulevard.
- 16.* Prior to issuance of building permits, a plan shall be provided for review and approval by the Community Development Department addressing appropriate traffic improvements, trip reduction strategies, or other compensation to prevent the project from resulting in a deficit with respect to the County Congestion Management Program. Acceptance by the Metropolitan Transportation Agency, and implementation of the plan shall be required prior to final approval of building occupancy.

Operational Restrictions

- 17.* The facility shall be limited to general office use and a 1,001 square foot eating and drinking establishment use. Other uses including medical office, assembly, entertainment, manufacturing, storage, and commercial parking shall be prohibited unless a use permit amendment is approved.
- 18.* Parking shall be provided in conformance with the current Manhattan Beach Municipal Code but shall include a minimum of 270 spaces regardless of code ratios. Gates or other obstructions to parking areas, including surplus parking, during hours of operation shall be subject to Community Development Department approval. No fees for use of parking shall be charged to employees or visitors of the project. Ground floor parking shall be restricted to visitor parking and shall be appropriately marked as such.
- 19. A covered trash enclosure(s), with drainage connected to the sanitary sewer, and adequate capacity shall be provided on the site subject to the specifications and approval of the Public Works Department, Community Development Department, and City's waste contractor. A trash and recycling plan demonstrating diversion of at least 50% of solid waste shall be provided as required by the Public Works Department.
- 20.* The facility operator shall prohibit employees from parking personal vehicles on the surrounding public streets. Employees must park on-site or be transported to the site from other off-street parking facilities subject to Community Development Department approval.

As a minimum, the owner of the building shall include prohibitions against employee parking on local streets in any lease and/or rental agreements. Prior to building permit issuance, a written employee parking program shall be submitted for Community Development Department approval.

- 21.* The facility operator shall prohibit left turns from the project's Longfellow Drive driveways. Signs, driveway designs, and supervision preventing left turns shall be provided as required by the Community Development Department.
- 22. * Vehicles operated by, or under the supervision of, on-site businesses shall use Sepulveda Boulevard as a primary means of access and shall not use surrounding residentially fronted streets for ingress or egress from the facility unless a traffic plan for such specific trips is approved by the Community Development Department.
- 23.* The facility operator shall restrict delivery vehicles using the rear loading area to entering from Kuhn Drive and exiting onto Longfellow Drive. All vehicles and deliveries shall be prohibited from using or occupying the loading area between 9pm and 7:30am daily.
- 24. * All signs shall be in compliance with the City's Sign Code. Pole signs and internally illuminated signs shall be prohibited. A sign program to be approved by the Community Development Department shall be required for sign concepts other than that shown on the plans reviewed by the Planning Commission.
- 25. Noise emanating from the site shall be in compliance with the Municipal Noise Ordinance.
- 26. The facility shall comply with all South Coast Air Quality Management District Regulations and shall not transmit excessive emissions or odors across property lines.
- 27. The operation shall remain in compliance with all Fire and Building occupancy requirements at all times.
- 28. The management of the facility shall police the property and all areas immediately adjacent to the business during the hours of operation to keep it free of litter.
- 29. * No waste water shall be permitted to be discharged from the premises subject to Public Works Department review. Waste water and parking structure drainage shall be discharged into the sanitary sewer system.
- 30.* No equipment, antenna dishes, or similar items shall be located on the building roof. All such items shall be located within the designated equipment area at the north end of the building. The building roof shall have a gravel or comparable decorative treatment.

Procedural

- 31.* All provisions of the Use Permit are subject to review by the Community Development Department 6 months after occupancy and yearly thereafter. The property owner shall provide an analysis of traffic conditions in the surrounding area pursuant to the specifications of the Community Development Department at the time of the first use permit review.
- 32. This Use Permit shall lapse two years after its date of approval, unless implemented or extended pursuant to 10.84.090 of the Municipal Code.
- 33. Pursuant to Public Resources Code section 21089(b) and Fish and Game Code section 711.4(c), the project is not operative, vested or final until the required filing fees are paid.
- 34. The applicant agrees, as a condition of approval of this project, to pay for all reasonable legal and expert fees and expenses of the City of Manhattan Beach, in defending any legal

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actions associated with the approval of this project brought against the City. In the event such a legal action is filed against the project, the City shall estimate its expenses for the litigation. Applicant shall deposit said amount with the City or enter into an agreement with the City to pay such expenses as they become due.

35. At any time in the future, the Planning Commission or City Council may review the Use Permit for the purposes of revocation or modification. Modification may consist of conditions deemed reasonable to mitigate or alleviate impacts to adjacent land uses.

SECTION 3. Pursuant to Government Code Section 65009 and Code of Civil Procedure Section 1094.6, any action or proceeding to attack, review, set aside, void or annul this decision, or concerning any of the proceedings, acts, or determinations taken, done or made prior to such decision or to determine the reasonableness, legality or validity of any condition attached to this decision shall not be maintained by any person unless the action or proceeding is commenced within 90 days of the date of this resolution and the City Council is served within 120 days of the date of this resolution. The City Clerk shall send a certified copy of this resolution to the applicant, and if any, the appellant at the address of said person set forth in the record of the proceedings and such mailing shall constitute the notice required by Code of Civil Procedure Section 1094.6.

I hereby certify that the foregoing is a full, true, and correct copy of the Resolution as adopted by the Planning Commission at its regular meeting of March 13, 2002 and that said Resolution was adopted by the following vote:

| AYES: | Kirkpatrick, Kuch, Milam, Simon, Chairman Ward |
|-------|---|
| NOES: | None |

ABSTAIN: None

ABSENT: None

RICHARD THOMPSON,

Secretary to the Planning Commission

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Sarah/Boeschen, For Sarah/Sociola Recording Secretary

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- 1. The Project shall be in substantial conformance with the plans and Project description submitted to, and approved by, the Planning Commission on March 7, 2018. Applicant shall submit a final plan incorporating all of the refinements, modifications, and conditions approved in this resolution within 30 days of the date of approval of this Resolution. The Director of Community Development ("Director" hereinafter) shall determine whether any deviation from the approved project is substantial which requires an amendment to the Use Permit or any other discretionary entitlements. Any substantial deviation from the approved plans or Project description shall require approval from the Planning Commission.
- 2. The developer and operator(s) of the Project shall comply with the Mitigation Monitoring and Reporting Program attached to Resolution No.18-XX, and each mitigation measure set forth therein.
- 3. The Applicant shall pay all costs and fees incurred by the City in connection with the Project: (a) in ensuring that the conditions of approval are complied with, as well as monitoring of the mitigation measures in the adopted Mitigation Monitoring and Reporting Program attached to this Resolution as Exhibit A; (b) in the processing of Project-related permits and applications, including time spent by City staff and legal staff to process and review all necessary permits, applications, and land use entitlements, and the preparation of this Agreement and the Consultant Services Agreements; (c) the costs of staff review of Owner submittals and the costs of Consultants retained by City in connection with the Project. The applicant shall enter into a reimbursement agreement with the City and shall deposit a minimum amount subject to the terms and conditions in the agreement, within 30 days of final project approval.

Site Preparation/Construction

- 4. All electrical, telephone, cable television system, and similar service wires and cables shall be installed underground to the appropriate utility connections in compliance with all applicable Building and Electrical Codes, safety regulations, and orders, rules of the Public Utilities Commission, the serving utility company, and specifications of the Public Works Department. Final utility equipment locations and visual screening shall be subject to Community Development review and approval.
- 5. Modifications and improvements to the site shall be in compliance with applicable requirements of the City Building Division, Fire Department and other regulatory agencies as required.
- 6. During demolition and construction on the site, the soil shall be watered in order to minimize the impacts of dust on the surrounding area. Demoliton and grading activities shall be in conformance with the Project EIR including Mitigation measure MM 4.2-1 prohibiting overlap with the Hermosa Beach component of the overall Project.

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- 7. A site landscaping and irrigation plan utilizing drought tolerant plants, including large-box-sized trees, shall be submitted for review and approval by the Community Development and Public Works Departments concurrent with the building permit application. All plants shall be identified on the plan by the Latin and common names. Substantial buffers shall be provided along the property lines abutting/facing the neighboring residences. A micro spray or drip irrigation system shall be installed in the landscaped areas, which shall not cause any surface run-off. Landscaping and irrigation shall be installed per the approved plan prior to building final.
- 8. Backflow prevention valves shall be installed as required by the Department of Public Works, and the locations of any such valves or similar devices shall be subject to approval by the Community Development Department prior to issuance of building permits.
- 9. All substandard, defective or damaged curb, gutter, sidewalks, street paving, catch basins or similar public infrastructure adjacent to the project site shall be removed and replaced with standard improvements, subject to the review and approval of the Public Works Department. All existing sidewalks adjacent to the project site shall be removed and replaced along the property frontages. Parkway landscaping enhancements and disabled access improvements shall be constructed as determined by the City's Traffic Engineer and Public Works Department.
- 10. No waste water shall be permitted to be discharged from the premises. Waste water shall be discharged into the sanitary sewer system.
- 11. Property line clean outs, mop sinks, erosion control, and other sewer and storm water items shall be installed and maintained as required by the Department of Public Works or Building Official. Oil clarifiers and other post-construction water quality items may be required.
- 12. An appropriate merger document eliminating or adjusting antiquated property lines within the site shall be submitted for review and be approved by the Community Development and Public Works (Engineering) Departments and City Attorney, prior to issuance of building permits.

Commercial Operational Restrictions

13. The facility shall include general office use with ancillary employee food and other support service areas only.

- 14. Occupancy, use, or maintence of exterior deck areas shall be limited to 9:00 a.m. to 6:00 p.m. daily.
- 15. The management of the facility shall police the property and all areas immediately adjacent to the business on the site during the hours of operation to keep it free of litter.
- 16. The operators of the facility shall provide adequate management and supervisory techniques to prevent loitering and other security concerns outside the subject business. Security items or procedures shall be implemented and maintained on-site as determined to be appropriate by the Police Department.
- 17. A covered trash and recycling enclosure(s), with adequate capacity shall be provided on the site subject to the specifications and approval of the Public Works Department, Community Development Department, and City's waste contractor. A trash and recycling plan shall be provided as required by the Public Works Department and shall be implemented prior to building permit final and occupancy of the site.
- 18. All signs shall be in compliance with the City's Sign Code. Pole signs and internally illuminated awnings or other architectural elements shall be prohibited.
- 19. Noise emanating from the site shall be in compliance with the Municipal Noise Ordinance. Any outside sound or amplification system or equipment audible beyond the property is prohibited unless a Temporary Use Permit is issued for an individual event.
- 20. A lighting plan shall be submitted for the entire project site for approval by the Community Development and Police Departments. The Plan shall include energy efficient security lighting for the site. All outside site lighting shall be directed away from the public right-of-way and shall minimize spill-over onto the sidewalks and street. Shields and directional lighting shall be used where necessary to prevent spillover onto adjacent properties. (MBMC 10.64.170)

Traffic and Parking

21. The applicant shall maintain sufficient dedicated parking supply to provide a minimum of 338 existing and new parking spaces at 330 N. Sepulveda Boulevard and 124 spaces at 305 N. Sepuveda Boulevard at all times with no fewer than 525 total available spaces at both sites, as shown on the approved plans and project description. Electric vehicle and carpool spaces shall be provided in conformance with the project description and approved plans. The Director of Community Development shall determine whether any deviation from the parking configuration in the Approved Plans and project description requires an amendment to the Use

Permit or any other discretionary entitlements, and a written determination shall be made by the Community Development Director.

- 22. A Construction Management and Parking Plan (CMPP) shall be submitted by the applicant concurrent with the submittal of plans to plan check. The CMPP shall be reviewed and approved by the City, including but not limited to, the City Traffic Engineer, Planning, Fire, Police and Public Works, inconsulation with the City of Hermosa Beach prior to permit issuance. The Plan shall include, but not be limited to, provisions for the management of all construction related traffic, parking, staging, materials delivery, hauling, excavation and shoring activity, pedestrian access, materials storage, BMP's, compliance with mitigation measures, and buffering of noise and other disruptions. The Plan shall minimize construction related impacts and prohibit parking by workers in the surrounding neighborhood. The Contractor to be responsible for and bind all subcontractors and agents to this Plan.
- 23. Prior to the first building final inspection approval and/or occupancy, whichever occurs first, an Adaptive Transportation Demand Management and Employee Parking Management (TDM/EPM) Plan shall be submitted to the Traffic Engineering and Planning Divisions for City review and approval. The Plan shall include, but not be limited to, the recommendations in the Mitigation Measures and Monitoring Plan (MMRP) Mitigation Measure 4.12-2(e) from the Skechers Design Center and Executive Offices Final EIR as well as the prohibition of employee Penalties and corrective measures for employee parking on City streets. non-compliance shall be identified in the Plan. The TDM/EPM Plan shall be approved prior to building final and/or occupancy, whichever occurs first, and shall be implemented immediately. Thereafter, the applicant shall monitor the effectiveness of the TDM/EPM Plan annually and will submit an annual monitoring and management report to the City every January pursuant to the terms of Mitigation Measure 4.12-2(e).
- 24. For the 305 Sepulveda site, deliveries and loading shall be limited to vehicles with a maximum length of 30 feet and between the hours of 8:00 a.m. and 6:00 p.m. Monday-Saturday only. No delivery vehicles shall be allowed to remain in the loading dock or on surrounding streets outside of these hours. No deliveries or loading related to the site shall be permitted on residential streets or alleys with the exception of Boundary Place adjacent to 305 S. Sepulveda Boulevard only. The applicant shall post truck restriction signs as determined by the City Traffic Engineer.
- 25. For the 330 Sepulveda site, deliveries and loading shall be limited to between the hours of 8:00 a.m. and 6:00 p.m. Monday-Saturday only. No delivery vehicles shall be allowed to remain in the loading dock or on surrounding streets outside of these hours. No deliveries or loading related to the site shall be permitted on residential streets or alleys.

- 26. Upon issuance of the Certificate of Occupancy, the applicant shall implement a pilot lunchtime shuttle service to shuttle employees between the Skechers buildings and downtown Hermosa Beach and downtown Manhattan Beach. The pilot program would involve a minimum one year of ridership monitoring to determine the success of the program.
 - a. The shuttle service shall utilize, at a minimum, two, 15-passenger shuttles operating from 11:00 AM to 2:00PM, Monday through Friday. Each shuttle shall transverse a separate route on a continuous loop, with one shuttle providing service to Hermosa Beach and the second to Manhattan Beach. Success of the program shall be determined by the cities.
 - b. The applicant shall provide a report to the City of Hermosa Beach and the City of Manhattan Beach regarding ridership of the lunchtime shuttle no later than six (6) months and 12 months after issuance of the first building final or Certificate of Occupancy, so that both cities' Community Development Directors may make determinations regarding the success of the shuttle and whether it must be continued, modified, or discontinued. The applicant shall monitor ridership and performance at least one day per week.
- 27. All on-site and off-site improvement plans, shall be submitted to plan check, at the same time as the building plans. The plans shall be reviewed and approved by the City Traffic Engineer, Planning, Public Works, Police, Fire and Caltrans where applicable, prior to the issuance of permits. Such improvements shall be fully constructed or completed per the approved plans prior to issuance of a building final inspection and/or occupancy, whichever occurs first. The plans shall include, but not be limited to the following features:
 - a. All two-way driveways and approaches shall be as wide as the aisle they serve, not including approach wings or radii.
 - b. For the 305 Sepulveda site, outbound traffic at the driveway on Duncan Avenue shall be restricted to Right Turn Out only and posted with signs and other physical design features as directed by the City Traffic Engineer.
 - c. All parking spaces in the parking structure shall remain unrestricted for all users during business hours except as permitted in the approved Transportation Demand Management and Employee Parking Management (TDM/EPM) Plan.
 - d. Parking stall cross-slope shall not exceed 5%.
 - e. Doors, gates, staircases, and similar improvements, shall not swing into a vehicle aisle or walkway.

- f. Provide unobstructed triangle of sight visibility (5' x 15') adjacent to each driveway and behind the ultimate property line, after dedications, when exiting the parking areas without walls, columns, landscaping, or similar obstructions over 36 inches high. (MBMC 10.64.150)
- g. Provide unobstructed triangle of sight visibility (15' x 15') on each street intersection adjacent to the project sites as measured from the ultimate property lines after dedications, without walls, columns, landscaping, or similar obstructions over 36 inches high. (MBMC 10.64.150)
- h. All parking spaces adjacent to a vertical obstruction, except columns and obstructions adjacent to the front five feet (5') of a parking space, must be at least one foot wider than a standard space. (MBMC 10.64.100B)
- i. Wheel stops or bollards shall be provided for all parking spaces except parallel spaces, spaces abutting a masonry wall or spaces protected by a 6-inch high curb. (MBMC 10.64.100.D)
- j. At least two feet of additional aisle is required beyond the end of a dead end aisle to provide sufficient back-up space for vehicles in the last space of the aisle.
- k. Disabled parking must comply with current standards including but not limited to ADA and the CBC, and one or more van size spaces may be required.
- I. For the 330 Sepulveda site, replace and/or construct new minimum 8-foot wide sidewalk along property frontages on the south side of of Duncan Place, west side of Kuhn Drive and on the east side of Sepulveda Boulevard adjacent to the property frontages. All aboveground infrastructure and landscaping within the right-of-way shall be relocated and/or placed within the first 3 feet behind the curb face along each property frontage to maintain a minimum 4 -1/2 feet wide uninterrupted sidewalk clearance.
- m. For the 305 Sepulveda site, replace and/or construct new minimum 8-foot wide sidewalk along property frontages on the south side of Duncan Avenue and on the west side of Sepulveda Boulevard adjacent to the property frontages. All aboveground infrastructure and landscaping within the right-of-way shall be relocated and/or placed within the first 3 feet behind the curb face along each property frontage to maintain a minimum 4 -1/2 feet wide uninterrupted sidewalk clearance.
- n. All unused driveways and undeveloped property frontages shall be reconstructed with curb, gutter and sidewalk. Remove and replace existing

driveway approaches to be reused in conformance with City and State standards, including ADA and CBC compliance.

- o. All compact spaces shall be labeled with signs and stencil markings at the back of each space.
- p. Bicycle parking shall be provided at a rate of 5% of all required parking spaces. (MBMC 10.64.80)
- q. All parking lots shall be signed and marked to the satisfaction of the City Traffic Engineer.
- 28. The applicant shall provide dedications as detailed below for ADA access, other improvements and to upgrade the area to current standards for pedestrian and vehicular circulation. The applicant shall submit plans for the improvements to the Public Works, Fire, Police and Community Development Departments, the City Traffic Engineer, and Caltrans, as applicable, for review and approval, concurrent with the submittal of the building plan check. All dedications shall be recorded and required improvements completed per the approved plans prior to the issuance of a building final and/or occupancy of the adjacent site.
 - a. For the 305 Sepulveda site, a street dedication of five feet (5') along the west side of Sepulveda Boulevard along the property frontage at 305 S. Sepulveda Boulevard westerly of the existing Caltrans right-of-way shall be granted to the City (or Caltrans) that includes the entire proposed sidewalk width.
 - b. For the 330 Sepulveda site, a street dedication along the east side of Sepulveda Boulevard along the project's property frontage at 330 S. Sepulveda Boulevard easterly of the existing Caltrans right-of-way shall be granted to the Caltrans for a street widening of Sepulveda Boulevard similar to the existing street/curb alignment to the south.
 - c. For the 330 Sepulveda site, a street dedication along the east side of Sepulveda Boulevard along the entire property frontage at 330 S. Sepulveda Boulevard easterly of the existing and proposed Caltrans right-of-way shall be granted to the City (or Caltrans) that includes the entire existing and proposed sidewalk width.
 - d. For the 305 Sepulveda site, A triangular 8-foot corner cut-off dedication shall be provided to the City at the southwest corner of Sepulveda Boulevard and Duncan Avenue as formed by the future property lines. The applicant shall construct a public sidewalk and pedestrian ramp on this corner to City and Caltrans standards. The applicant shall show the proposed right of way dedication on all plans.

- e. For the 305 Sepulveda site, A triangular cut-off dedication shall be provided to the City at the northwest corner of Sepulveda Boulevard and Boundary Place, that includes the proposed curb radius, as determined by the City Traffic Engineer. The applicant shall construct a public sidewalk and pedestrian ramp on this corner to City and Caltrans standards. The applicant shall show the proposed right of way dedication on all plans.
- 29. The applicant shall submit to the City a cost estimate for completion of all of the required off-site improvements, including but not limited to the traffic and public improvements, with the submittal of plans to plan check. If the City accepts the final cost estimate, the applicant shall provide a bond or other financial security, equal to 1.25 times the estimated construction and inspection costs of the improvements, acceptable to the satisfaction of the Finance Director, Director of Public Works and the City Attorney, prior to the issuance of building permits.
- 30. The applicant shall construct high-visibility ladder-style crosswalks at the following locations:
 - a. West leg of Duncan Avenue at Sepulveda Boulevard,
 - b. East lleg of Duncan Drive at Sepulveda Boulevard
 - c. West leg of Boundary Place at Sepulveda Boulevard, and
 - d. West leg of Longfellow Avenue at Kuhn Street

Traffic Calming-

31. On or before the submittal of plans for building plan check, the applicant shall pay \$200,000 to the City for the preparation of a Traffic Calming Study in the cities of Manhattan Beach and Hermosa Beach to recommend potential measures that would enhance the livability of the neighborhood streets in the vicinity of the project site. The study will evaluate a number of potential measures to address non-residential traffic and parking intrusion, pedestrian safety and speeding, including, but not limited to sidewalks, bikeways, vehicle barriers, turn restrictions, parking restrictions, speed calming devices and other common traffic calming measures. Any amount remaining in excess of the study costs shall be used for the implementation of those measures as deemed appropriate by the cities. Any implementation measures not covered by the remaining funds shall be funded by the applicant, up to a total not-to-exceed amount of \$300,000 combined.

Procedural

32. Terms and Conditions are Perpetual; Recordation of Covenant. The provisions, terms and conditions set forth herein are perpetual, and are binding on the Applicant, its successors-in-interest, and, where applicable, all tenants and lessees of the site. Further, the Applicant shall record a covenant indicating its consent to the conditions of approval of this Resolution with the Office of the County Clerk/Recorder of Los Angeles. The covenant is subject to review and

approval by the City Attorney. APPLICANT shall deliver the executed covenant, and all required recording fees, to the Department of Community Development within 30 days of the adoption of this Resolution. If APPLICANT fails to deliver the executed covenant within 30 days, this Resolution shall be null and void and of no further effect. Notwithstanding the foregoing, the Director may, upon a request by APPLICANT, grant an extension to the 30-day time limit.

33. Indemnity, Duty to Defend and Obligation to Pay Judgments and Defense Costs, Including Attorneys' Fees, Incurred by the City. APPLICANT shall defend, indemnify, and hold harmless the City, its elected officials, officers, employees, volunteers, agents, and those City agents serving as independent contractors in the role of City officials (collectively "Indemnitees") from and against any claims, damages, actions, causes of actions, lawsuits, suits, proceedings, losses, judgments, costs, and expenses (including, without limitation, attorneys' fees or court costs) in any manner arising out of or incident to this approval, related entitlements, or the City's environmental review thereof. APPLICANT shall pay and satisfy any judgment, award or decree that may be rendered against City or the other Indemnitees in any such suit, action, or other legal proceeding. The City shall promptly notify APPLICANT of any claim, action, or proceeding and the City shall reasonably cooperate in the defense. If the City fails to promptly notify APPLICANT of any claim, action, or proceeding, or it if the City fails to reasonably cooperate in the defense, APPLICANT shall not thereafter be responsible to defend, indemnify, or hold harmless the City or the Indemnitees. The City shall have the right to select counsel of its choice. APPLICANT shall reimburse the City, and the other Indemnitees, for any and all legal expenses and costs incurred by each of them in connection therewith or in enforcing the indemnity herein provided. Nothing in this Section shall be construed to require APPLICANT to indemnify Indemnitees for any Claim arising from the sole negligence or willful misconduct of the Indemnitees. In the event such a legal action is filed challenging the City's determinations herein or the issuance of the approval, the City shall estimate its expenses for the litigation. APPLICANT shall deposit that amount with the City or enter into an agreement with the City to pay such expenses as they become due.

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Exhibit I for Skechers Item

Plans for 305 S. Sepulveda Boulevard located at:

http://www.hermosabch.org/modules/showdocument .aspx?documentid=8833

> EXHIBIT I PC MTG 02-14-18

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Exhibit J for Skechers Item

Plans for 330 S. Sepulveda Boulevard located at:

http://www.hermosabch.org/modules/showdocument .aspx?documentid=8832

> EXHIBIT J PC MTG 02-14-18

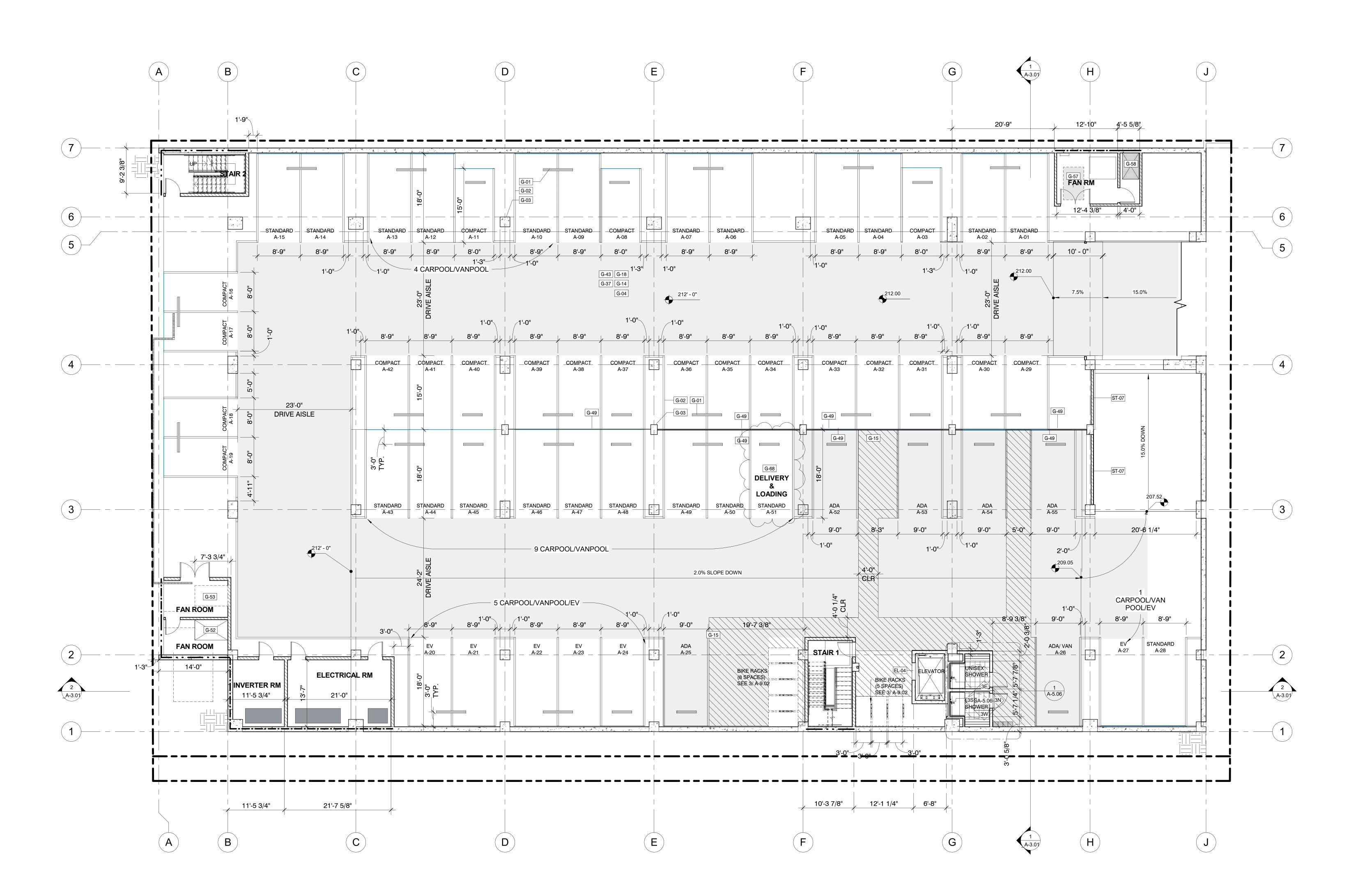
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KEYNOTES

ATTACHMENT G PC MTG 3-14-18

| EL-04 | SMOKE GUARD MODEL 200- LARR #25201 - PER DETAILS 2/A8.10 |
|-------|---|
| G-01 | WHEELSTOP |
| G-02 | DOUBLE STRIPING OF STALLS SHALL BE PER ZONING CODE CHAPTER 1 |
| G-03 | CONCRETE COLUMN PER STRUCT, TYP. |
| G-04 | GARAGE COLUMNS AND WALLS TO BE PAINTED, TYP. |
| G-14 | MAINTAIN MINIMUM 7'-0" A.F.F. CLEAR IN GARAGE U.N.O. |
| G-15 | CROSSWALK STRIPING PER SHEET T-1.04 |
| G-18 | 8'-2" A.F.F. MINIMUM CLEAR HEAD HEIGHT REQUIRED AT HATCHED AREA |
| G-37 | VEHICULAR GRADE SEALED CONCRETE FLOOR W/ MEDIUM BROOM FINI |
| G-43 | PROVIDE COLLISION BARRIER ADEQUATE TO PROTECT CONTROL METE PIPING FOR HAZARDOUS MATERIALS THAT ARE EXPOSED TO VEHICULA |
| G-49 | GALVANIZED POST TENSION CABLE RAIL |
| G-52 | 80"x50" EXHAUST RISER DN. GRATE AT FLOOR |
| G-53 | 80"x50" EXHAUST RISER UP |
| G-57 | 80"x50" GARAGE INTAKE GRATE AT CEILING |
| G-58 | 40"x64" GARAGE INTAKE GRATE AT FLOOR |
| | |

G-68 PROVIDE SIGNAGE FROM GARAGE ENTRY DIRECTING DELIVERY VANS TO THE DESIGNATED AND LABELED LOADING/DELIVERY SPACE.

ST-07 SHADED REGION AT WALLS INDICATES MINIMUM 2-HR FIRE RATED WALL ASSEMBLY REQUIRED.

