KEY WEST CITY COMMISSION MEETING

BOARD OF ADJUSTMENT

ITEM NUMBER 2

QUASI-JUDICIAL HEARING

Denying the appeal by Tropical Soup, Inc., of the Planning Director's determination dated May 7, 2019, pursuant to Section 108-91 D.1 & 2, with regard to referring a Mallory Square major development plan back to the Planning Board in light of significant material changes.

COMMISSION:

Mayor Jill Johnston Commissioner Mary Lou Hoover Commissioner Gregory Davila Commissioner Jimmy Weekley Commissioner Clayton Lopez Commissioner Billy Wardlow Commissioner Samuel Kaufman

ALSO PRESENT:

Shawn Smith, City Attorney Greg Veliz, City Manager Jim Scholl, Former City Manager Patti McLauchlin, Assistant City Manager Roy Bishop, Planning Director Cheri Smith, City Clerk

> Key West City Hall 1300 White Street Key West, Florida 33040 Tuesday, May 7, 2019 7:44 p.m. - 8:21 p.m.

(WHEREUPON, the following proceedings were 1 2 had on September 4, 2019, at 7:44 p.m., with all 3 parties present:) Item Number 2. Quasi-Judicial 4 THE CLERK: Hearing, granting -- denying the appeal by 5 Tropical Soup of the Planning Director's 6 determination dated May 7th, 2019, pursuant to 7 Section 108-91 D.1 and 2, with regard to referring 8 a Mallory Square major development plan back to 9 10 the Planning Board in light of significant 11 material changes. 12 MAYOR JOHNSTON: Do we have a presentation by 13 the applicant? 14 MR. FISCHER: Good evening. Van Fischer. Ι 15 represent Tropical Soup. 16 MAYOR JOHNSTON: Cheri, do you need to swear 17 people in? 18 THE CLERK: No. 19 MAYOR JOHNSTON: No, okay. 20 MR. FISCHER: Thank you. As just read, this is a challenge of the administrative 21 22 determination. I trust that everyone has had an 23 opportunity to review the original appeal 24 submission with the basis of appeal. I don't want 25 to regurgitate that. So what I'm planning to

present tonight is sort of supplemental to that and raises some -- hopefully, clarifies some points.

1

2

3

4 The May 7th, 2019, administrative determination by the former Planning Director is 5 6 not supported by the City Code. To start, the determination was made more than two years after 7 the kitchen change was made to the site plan and 8 after a lengthy HARC appeal which resulted in the 9 10 issuance of a certificate of appropriateness for 11 the project with the changed kitchen. It's simply 12 too late now to send it back to the Planning 13 Board.

14 Until the administrative determination, the 15 removal of the kitchen was never identified or 16 raised as a concern by the City. In fact, back in 17 2017, the Planning Director treated the removal of the kitchen as an administrative modification to 18 19 the development plan pursuant to Section 108.91 20 C.1(a) which allows reduction of building size to 21 be approved by the City Planner. This is more 22 fully discussed in the basis of appeal. 23

Patrick Wright's email dated July 10th, 2019,
directly supports this administrative modification
as he admits in the email that he and Enid

Torregrosa, the HARC Planner, were aware that the kitchen had been removed in the second HARC iteration. Further, Mr. Wright's email explained that such changes to the development plan were contemplated by the Planning Board and that the project was still a restaurant by definition of Section 86-9 of the Code.

1

2

3

4

5

6

7

8 Literally, there were not any material 9 changes made; there was simply a reduction of 10 building size and the kitchen was reconfigured. 11 This was the reason why the Planning Director felt 12 the project was ready to proceed to the City 13 Commission.

However, based on the email, the reason for the administrative determination appeared to have been the result of a meeting Mr. Wright had with the City Manager and Attorney whereby they raised concerns from a landlord's perspective, and informed him that neither of them had known about the removal of the kitchen specifically.

As mentioned, the City Code does not require an on-site kitchen for restaurants. As such, the removal of the kitchen is not a material change, let alone a significant material change under the Code.

This brings us to Sections 108-91 D.1 and 2, 1 2 which were cited in the administrative determination as a basis for that determination. 3 4 Specifically, 108-91 D.1 provides for development not fitting within the categories set 5 6 forth herein, the City Planner shall determine the appropriate review process after considering 7 similarity, complexity of the development, impacts 8 on the demand for city services, and the potential 9 10 for adverse impacts upon neighboring areas. 11 The fact remains that this project was 12 reviewed as a major development plan which 13 necessarily means that it fit within a category 14 set forth in Section 108-91. As such, Section 15 108-91 D is inapplicable, because it's only 16 triggered for development not fitting within the 17 categories set forth herein. 18 Specifically, the category that it fit within was 108-91 A.2(b) non-residential floor area, 19 20 addition or reconstruction of equal to or greater 21 than 2,500 square feet of gross floor area. This 22 is more fully described in the executive summary 23 which is dated April 2nd, 2019, which should have 24 been May 7th, 2019. Thus, the available evidence 25 strongly supports that the administrative

determination was a result of the objection letter received from Tannex Development incorrectly asserting that the removal of the kitchen somehow changed the status of the project as a restaurant. As explained, this is not supported by Code.

1

2

3

4

5

22

23

6 Referring this matter back to the Planning Board would cause unwarranted and unnecessary 7 delay. The project is ready for review and action 8 9 by the City Commission pursuant to Section 108-10 198. The Planning Board's power and authority is 11 limited to carrying out the duties and 12 responsibilities conferred upon it by the Land 13 Development Regulations. This is found in 14 Sections 90-51 C, and 90-55 A.

Pursuant to 90-55 A(4), the Planning Board reviews major development plans and makes recommendations to the City Commission regarding such plans; and, importantly, pursuant to Section 90-55 B, the Planning Board shall act only in an advisory capacity to the City Commission and shall not render final determinations.

As such, there are two problems with sending the project back to the Planning Board.

One, the Planning Board does not have poweror authority under the Land Development

Regulations to consider the removal of the kitchen. The Planning Board is restricted to applying the Land Development Regulations. As mentioned, the Land Development Regulations do not require a restaurant to have a kitchen, thus there is no basis under the Code for the Planning Commission to review the kitchen change. The project remains a restaurant, per Code, regardless of kitchen location or size. Further, the logistics of operating a restaurant are outside of the scope of the LDRs.

1

2

3

4

5

6

7

8

9

10

11

12 Two, the Planning Board can only act in an 13 advisory capacity and cannot render any final 14 determinations. That power and authority rests 15 with the City Commission. As such, this project 16 will come right back to the City Commission in its 17 current form, albeit unnecessarily delayed, the 18 only possible change being a second recommendation 19 from the Planning Board. As explained, this would 20 simply cause delay and not result in anything more 21 than a second recommendation.

The City Commission has ample information and understanding of this project to render a final decision and does not require any additional recommendation from the Planning Board.

An issue that was raised and alluded to in the email was there were concerns raised by the City Manager and Attorney regarding removal of the kitchen possibly affecting the nonconforming use. These concerns are unfounded. The nonconforming use is the restaurant use and not a nonconforming commercial kitchen use.

1

2

3

4

5

6

7

15

16

17

20

The use of the Cable Tank parcel or leasehold 8 as a restaurant is what constitutes the existing 9 10 nonconforming use pursuant to Sections 122-26, 11 which is the nonconformity provisions of the Code. 12 This nonconforming restaurant use is limited to 13 2,344 square feet of consumption area as detailed 14 in the executive summary.

Under the Code, whether or not there is a kitchen on site or not does not affect the nonconforming restaurant use because:

18 One, a kitchen is not a requirement for a restaurant use under the Code. 19

And, two, the presence or absence of a kitchen does not affect consumption area. 21

22 Thus, the nonconforming restaurant use of 23 2,344 square feet of consumption area will remain 24 on the property regardless of the ultimate 25 configuration of the kitchen space or lack

thereof. In other words, the reduction of the kitchen size requested by Tropical Soup will not affect a future tenant's ability to operate a restaurant on the site as the nonconforming restaurant use status will remain.

1

2

3

4

5

6 A second concern was related to food delivery and simply put, food delivery is not an expansion 7 of use. Having food delivered to a restaurant, 8 9 whether it is prepared or not, is not an expansion 10 of the restaurant use. It is just routine 11 deliveries. The logistics of restaurant 12 operations are outside of the scope of the Land 13 Development Regulations and as such, deliveries of 14 foodstuffs prepared elsewhere does not expand use.

15 Every restaurant in Key West relies on 16 regular deliveries of food and supplies necessary 17 to operate a restaurant. This takes many forms but is not limited to deliveries by Cisco and 18 similar food-service delivery trucks, deliveries 19 20 from local bakeries and breweries, and deliveries 21 from farmers and fishermen. The point being that virtually every restaurant in existence uses foods 22 23 prepared offsite in one capacity or another. Ιt 24 is industry practice to do so and a reality of 25 operating a restaurant.

I had brought up in the basis of appeal, a discussion of equitable estoppel. I'm not going to repeat it here, but I would like to close with a quote from the Florida Supreme Court, and I think it's very appropriate in this particular instance.

1

2

3

4

5

6

"Every citizen has the right to expect that 7 he will be dealt with fairly by his government. 8 While a City Commission certainly possesses the 9 10 prerogative of deciding to defer action on such a 11 proposal over a long period of time, it must 12 assume the attendant responsibility for that 13 adverse effect, it knows or should know its 14 deliberate inaction will have upon the parties 15 with whom it is dealing." This was from Hollywood 16 Beach Hotel Company vs. City of Hollywood, 329 17 So.2d 10, Florida Supreme Court, 1976. 18 MAYOR JOHNSTON: Thank you. 19 MR. FISCHER: Thank you. 20 Presentation from the staff? MAYOR JOHNSTON: 21 MR. BISHOP: Mayor, City Commissioners. Roy 22 Bishop, Planning Director. 23 I'm a new person here, obviously. As the 24 Planning Director, I just wanted to confirm the 25 previous Planning Director's decision that the

item should go back to the Planning Board. We've already made that determination. I was acting with respect to what I view the Planning Department was acting -- what I view as they are the landlords in this particular situation is the City, and the City had an RFP calling for a fullscale restaurant. The landlords were not aware of the kitchen being removed and they were concerned about that.

1

2

3

4

5

6

7

8

9

And we decided that because of all the changes that had been made that it should go back to the Planning Board. We don't think that this is going to take a long time to review and it would be a much cleaner process. Let the Planning Board review it and make a decision, and then it would come back to the City Commission.

MAYOR JOHNSTON: Do I have a motion before --COMMISSIONER WEEKLEY: Could we hear from -could we hear from our attorney?

20 MAYOR JOHNSTON: Commissioner Weekley is 21 asking to hear from the attorney. 22 MR. SMITH: What would you like me to

address, sir?
COMMISSIONER WEEKLEY: Well, I'd like you to

25 -- can you address what the attorney was saying in

1	some of his remarks?
2	MR. SMITH: Sure. And again, my role as
3	COMMISSIONER WEEKLEY: I'd like to you
4	know, we have
5	MR. SMITH: My role in this process isn't to
6	advocate for the Planning Director or Planning
7	Board. It's simply to advise you on any questions
8	of law.
9	The one thing that stood out to me was it
10	shouldn't go back to the Planning Board because
11	they're merely advisory to the City Commission.
12	Well, that's absolutely true, and they're advisory
13	to you because you put them in place because they
14	are the entity that is best suited to revise and
15	review issues such as this.
16	So the fact that you ultimately vote on the
17	major conditional use in this instance doesn't
18	obviate the need for Planning Board review should
19	you find that the Planning Director's decision to
20	send it back is appropriate.
21	COMMISSIONER WEEKLEY: Okay. Has the
22	Commission in the past sent anything back to the
23	Planning Board?
24	MR. SMITH: Yes, sir.
25	COMMISSIONER WEEKLEY: Okay. So it's not

unusual to do so? 1 2 MR. SMITH: No, sir. 3 COMMISSIONER WEEKLEY: Okay. Then with that, 4 I will move to deny the appeal. COMMISSIONER HOOVER: Second. 5 6 MAYOR JOHNSTON: We have a motion to deny and a second by Commissioner Hoover. Discussion. 7 MR. SMITH: Commissioner Weekley, is your 8 9 motion based upon the fact that you believe the 10 Planning Director complied with the substantive 11 and reasonable -- substantive and procedural 12 requirements of the Land Development Regulations 13 and Comp Plan? 14 COMMISSIONER WEEKLEY: Yes. COMMISSIONER KAUFMAN: Madame Mayor? 15 16 MAYOR JOHNSTON: Yes, Commissioner Kaufman. 17 So, I have questions COMMISSIONER KAUFMAN: 18 but I'm not sure it's fair to ask Mr. Bishop 19 because he's new to the position, and I recognize 20 that. So I want to be clear with you, I know that 21 -- you know, it's maybe awkward to ask you some of 22 these questions because I don't know that you have 23 the answers to them. 24 MR. BISHOP: Uh-huh. 25 COMMISSIONER KAUFMAN: But the same questions

I asked on May 7th, and I've been asking since then, and there is a record in the -- on this item in our agenda of an email exchange. The day after the meeting on May 7th, I posed these same questions to the City Manager and I don't think they've been answered.

1

2

3

4

5

6

24

25

So the first question is related to what you 7 just said, that the landlord had no idea about the 8 kitchen change. Well, we were -- this is not the 9 10 first time this has come before this Commission 11 and we know that that's not true. We know that 12 just from the email from our Planning Director, in 13 the record, he acknowledges back in 2017 he had a 14 meeting with Enid in HARC and recognizing the 15 change of the kitchen.

So we also have a signed development plan by our City Manager that recognizes the change that was accepted. And HARC, by the way, is part of the Planning Department, if I'm not mistaken.

20 So the Planning Department has known at least 21 two years of this change. So, how -- and again, 22 I'm feeling a little awkward asking you this 23 question.

MR. BISHOP: Uh-huh.

COMMISSIONER KAUFMAN: But when you say the

landlord didn't know about the change to the kitchen, and you reference the Planning Department being the representative of the landlord, how, factually, could that be possibly true?

1

2

3

4

5

6

7

MR. BISHOP: All I can say is when I reviewed the record, that's exactly what the City Planner reported on.

COMMISSIONER KAUFMAN: But he says in his 8 email dated May 22nd, it's attached to our agenda, 9 10 5:03 p.m., he says that in there, that he met --11 "At that time, I met with Historic Preservation 12 Planner Enid to review the different plans and 13 iterations to make sure we had the correct set to 14 move forward to the Commission when it was time. 15 We discussed the changes to the plan and I was 16 aware that the kitchen had been removed in the 17 second HARC iteration." This is referenced 2017.

So the former Planning Director acknowledgesin his email that your department knew that.

20 MR. BISHOP: But that was two years before 21 the 2019. You're talking about something that 22 happened in 2017. And then, in 2019, he said 23 something different.

24COMMISSIONER KAUFMAN: Well, because --25MR. BISHOP: Because changes --

1 COMMISSIONER KAUFMAN: Because on May 7th we 2 were --3 MR. BISHOP: -- had been made over the twoyear period. 4 COMMISSIONER KAUFMAN: My problem is that 5 6 April 2nd -- the other question I asked is why is there an April 2nd memo from -- again, I feel 7 awkward asking you these questions, okay, but I've 8 9 been asking this since this May time frame. 10 MR. BISHOP: Uh-huh. 11 COMMISSIONER KAUFMAN: Why is there an April 12 2nd memo from your department recommending --13 MR. BISHOP: You're talking what year? 14 COMMISSIONER KAUFMAN: -- recommending --15 MR. BISHOP: April 2nd of what year? Excuse 16 me. 17 COMMISSIONER KAUFMAN: This year. 18 MR. BISHOP: Okay. 19 COMMISSIONER KAUFMAN: Recommending approval. 20 MR. BISHOP: Okay. 21 COMMISSIONER KAUFMAN: The Friday before the 22 May meeting we received a memo from the opposition 23 with a litany of arguments against this project. 24 MR. BISHOP: Uh-huh. I think number five or 25 COMMISSIONER KAUFMAN:

six was this kitchen idea. And then, the next 1 2 thing we know, the day of the meeting, shortly 3 before the meeting, we receive the administrative 4 decision from your former -- the former director of your department. 5 6 MR. BISHOP: Uh-huh. So, and in that, in 7 COMMISSIONER KAUFMAN: that appeal, I mean, in his administrative 8 decision, he says that he didn't know about this 9 10 change in the kitchen, or that's what was 11 presented to us. And we had this whole discussion 12 about this at the time, remember, and we asked Jim 13 Scholl, our former City Manager, if he recalled 14 signing off on that application. He said he 15 didn't recall. It turned out that, in fact, in 16 2017, it's acknowledged in the email from the 17 former Planning Director. So how is it that this is -- two years goes 18 19 by and the City Landlord can say that we didn't 20 know there was a change in the kitchen when the 21 City Planner says that we knew? 22 I can't answer that. MR. BISHOP: 23 COMMISSIONER KAUFMAN: Right. And I haven't 24 had an answer to that question. MR. VELIZ: Well, Commissioner, I think we 25

1 did. You know, these packages, and this isn't 2 over a span of a short period of time. This is an 3 extremely long period of time from the proposal to 4 Planning Board, HARC, litigation, and the fact that the changes happened, you know. And I think 5 6 what I said before was, yeah, I might have signed off on the memo that said this was going forward 7 but I don't believe the package was complete with 8 all of the plans that came before me for that 9 10 approval to go forward.

11 And I think Patrick acknowledged that the 12 change, you know, there was a kitchen in the 13 original plans. That's stated over and over 14 again. And that the absence of a kitchen with the adjustment of plans to preserve the historic Cable 15 16 Hut and adjust the consumption area, I think, 17 wasn't necessarily contemplated as removal of a kitchen. 18

And when we discussed this before as the landlord, you know, we have a relationship, at least with a proposal and approval to go forward with the proposal with Mr. Walsh who can, with his other businesses, other restaurants close by, accommodate perhaps preparing food and moving it to this structure.

But that's good as long as Mr. Walsh is the tenant in this particular location. But if for some reason in the future that doesn't continue and we're left with a restaurant that is not what I believe is a full-service restaurant then it becomes less valuable and perhaps harder for us to be able to engage another tenant to operate a restaurant down there.

1

2

3

4

5

6

7

8

9 So there were a lot of issues involved over a 10 very long period of time and the details of which 11 obviously didn't rise to the level of exposure to 12 me with saying, hey, this is a significant change 13 until -- and we didn't, we weren't aware of that 14 until just prior to that approval coming to the 15 Commission for the development plan.

16 So, yeah, it was a long period of time, very 17 complicated. Could I have known? I think I 18 probably could have, but I didn't. And, 19 obviously, when we became aware, that's when we 20 had concerns over the real value to the City 21 should the relationship terminate between 22 Mr. Walsh and the City with regard to operating 23 that facility.

COMMISSIONER KAUFMAN: Well, I'm not sure
 that the email from our Planner bears that out.

He says that he moved the project to the City Commission with the recommendation of approval from the Planning Board and staff, and that was true until May 7th of 2019. And he says he reviewed this with the HARC, Historic Preservation, they acknowledged in 2017 the change in the kitchen.

1

2

3

4

5

6

7

So, I mean, all the way -- this only came to 8 our attention, this only came to our attention 9 10 because the opposition brought it to the attention 11 of the City, I would assume, because it was the 12 Friday before. And it was in that litany, a list 13 of arguments in opposition. And so, this would 14 have been approved unless the -- if the opposition 15 -- my view is unless the opposition, if the opposition had not provided that memo, this most 16 17 likely would have just been approved.

So, I don't know. It doesn't seem right to me that the way that this -- that this took place, I still don't have an answer as to why we had the memo in support of this from the Planning Board on April 2nd, 2019.

23 COMMISSIONER DAVILA: Madame Mayor?
24 MAYOR JOHNSTON: Yes, Commissioner Davila.
25 COMMISSIONER DAVILA: I agree with

Commissioner Kaufman in that, in that sense that 1 2 the City essentially had all the information 3 presented to it in its packet with the adjustment to the kitchen. And I don't see -- we're expected 4 here to, you know, either grant or deny an appeal 5 6 because of the Planning -- to the Planning Board because there's been a significant material change 7 in the plan. And I just don't see, I can't make a 8 finding that there's been a significant material 9 10 change in the plan. Especially since our Code 11 doesn't necessarily define kitchen, nor does it 12 require a kitchen in a restaurant.

So how can it be a material change if we -we may look at it and say there's no kitchen there, that's a material change, but the Code, the law doesn't say that. So we might believe that but we have to go by what's in our books. Our book doesn't recognize how big or how small a kitchen needs to be.

20 So I just don't see how we can say that 21 there's been a significant material change to the 22 plan when we can't define that.

MAYOR JOHNSTON: Commissioner Wardlow.
 COMMISSIONER WARDLOW: Yeah. I believe it
 should go back to the Planning Board for the

reason both of you all are saying. We've had so many changes and different things going on from their side and our side, and the only way we're going to get it straightened up is to go back to the Planning Board and start the process over. It's not like he's not going to get the restaurant. I mean, he does a great job with restaurants.

1

2

3

4

5

6

7

8

9 But I think it should go back and start the 10 process over and let the Planning Board decide, 11 and then HARC, and bring it back to us just like 12 we did, and then everything will be cleared from 13 the bottom and we start over.

14 MAYOR JOHNSTON: I'd like to comment here 15 because, you know, I see no reason for it to go 16 back to the Planning Board for a number of 17 reasons.

First of all, the Planning Board has nothing to rule on. The LDRs don't require a kitchen to be a restaurant. I mean, it clearly says that, so they have really nothing to rule on.

When we say it's just another couple months, this has been nine and-a-half years. I mean, we haven't put this gentleman through just a little wringer, he's been through a huge wringer. I just want to point out, you know, we keep talking about this restaurant or this kitchen when we don't require a kitchen to be a restaurant. Our RFP asked for a restaurant to be put on that site.

1

2

3

4

5

In fact, in 2010, there were two respondents. 6 One was Tropical Soup and the other one was Ed 7 Swift. And if you take a look at Ed, the 8 presentation that Mr. Swift made, on page fifteen 9 10 it says, "In quantities large enough to pay the 11 desired rent to the City, must have a prep storage 12 in kitchen and tray system area that is much 13 larger than this site can hold. It is our intent 14 to use a much larger area of El Meson de Pepe with 15 its current freezers, coolers, prep areas and 16 service building, thus allowing the interior of 17 the Cable Hut to be mostly for cooking food.

18 "One further thing should be pointed out is 19 that delivery to this site, especially fresh food 20 and removal of trash, will be especially 21 challenging to the operation. To overcome this, 22 we will use El Meson de Pepe as a drop-off for all 23 goods and will transfer prepped foods and supplies 24 across the square before and after peak operating 25 hours."

1 So, to me, both of our respondents knew this 2 was a small area and that you were going to 3 operate differently. Second of all, we did have the plans. 4 The plans were approved with the kitchen removed. 5 You 6 know, we say it's no big deal, let's just take it 7 back to the Planning Department, but had we approved this in 2010, with a year and-a-half 8 construction time, Mr. Walsh, in his proposal, 9 10 agreed to pay the City \$303,000 a year, plus seven 11 percent above the reasonable break point. So 12 let's just assume we would have had seven or eight 13 years of rent. That's \$2,424,000. That's 16,160 14 reserve pays for the City of Key West, now that 15 we're all in budgeting, just to put it in 16 perspective. We've been through four Planning 17 Directors. Three times, this has come in front of 18 us; once by the City Commission -- or, once by the 19 City Manager and twice by Commissioner Weekley, 20 that asked to cease negotiations with Mr. Walsh.

All three times, that failed or was withdrawn. We just, I mean, the reason that we are asking to bring this back has nothing to do with our LDRs or the plans that have been approved. They've been approved for years.

So, I agree with Commissioner Kaufman that 1 2 this was -- this was initiated by an unhappy 3 neighbor who has been unhappy for the entire time 4 after we gave the RFP approval process to They've been unhappy. They've sued. 5 Mr. Walsh. 6 They had every right to bring forth a proposal of their own. They didn't. I mean, they didn't, 7 realistically. What they've done is they've made 8 it miserable for the City and for Mr. Walsh to 9 10 move forward at a cost of thousands and thousands 11 and thousands of dollars for this applicant. 12 I think it's clear that we need to move 13 forward right now and we need to -- we need to 14 approve this request to -- for this appeal. So 15 that's, that's my thoughts on it. 16 COMMISSIONER WEEKLEY: Just one point, Madame 17 Mayor. 18 MAYOR JOHNSTON: Yes. 19 COMMISSIONER WEEKLEY: And that is at one 20 time this was denied and it was early on when we 21 had gone out for the -- after the RPF, and the 22 process began and the project was denied. 23 MAYOR JOHNSTON: Uh-huh. 24 COMMISSIONER WEEKLEY: At that time, it 25 should have ended. The City should have gone back

1 out for RFP again. And I've asked the question a 2 number of times, why didn't that happen. I've never been able to obtain an answer. No one seems 3 4 to know why it wasn't re-advertised in any manner. So, with -- because of that, and I believe in the RFP it said a full-service restaurant, you know, and to me, a full-service restaurant has a 7 kitchen. 8

5

6

9 You know, in my business, I have food 10 delivered to me all the time, you know, but I'm 11 not doing the same type of businesses as Mr. Walsh 12 is doing but, you know, so that's food service 13 delivery. That's what that -- that's what that 14 is.

15 And really listening to what you were saying 16 just a few minutes ago about the other participant 17 of the RFP, you know, I understood it to mean that 18 deliveries would be dropped off at Meson de Pepe 19 but everything else would be prepped and prepared at the restaurant location that we're discussing, 20 21 so.

22 MAYOR JOHNSTON: Actually, I need to, I need to -- I need to disagree with something that you 23 just said, Commissioner Weekley. You said that 24 25 motion to cease negotiations was a long time ago,

and actually, it was June 18, 2019. 1 2 COMMISSIONER WEEKLEY: No, ma'am. I'm 3 talking --4 MAYOR JOHNSTON: A motion was made by --COMMISSIONER WEEKLEY: I'm talking, if I may 5 6 interrupt. MAYOR JOHNSTON: Go ahead. 7 8 COMMISSIONER WEEKLEY: I'm talking about when 9 this first came before the Commission, it was 10 denied. I don't know what --11 MAYOR JOHNSTON: No, it actually wasn't. It 12 as withdrawn. The City Manager --13 COMMISSIONER WEEKLEY: No, no. 14 MAYOR JOHNSTON: -- brought it in front of the --15 16 COMMISSIONER WEEKLEY: No, no. 17 MAYOR JOHNSTON: -- City Commission the first time and it was withdrawn. 18 19 COMMISSIONER WEEKLEY: You're mixing times. 20 It was --21 MAYOR JOHNSTON: Well, I'll tell you, the 22 last time that --23 COMMISSIONER WEEKLEY: You're talking about 24 two different time frames. MAYOR JOHNSTON: -- that it was brought 25

forward in front of the City Commission to cease 1 2 negotiations, it was brought forward on June 18th, 3 2019. 4 COMMISSIONER WEEKLEY: That's correct. MAYOR JOHNSTON: The motion was made by 5 Commissioner Weekley, seconded by Commissioner 6 Wardlow, the resolution failed --7 COMMISSIONER WEEKLEY: Right. 8 9 MAYOR JOHNSTON: -- by the following vote. 10 No: Commissioner Davila, Commissioner Kaufman, 11 Commissioner Lopez, Commissioner Wardlow and Mayor 12 Johnston. Yes: Commissioner Hoover and 13 Commissioner Weekley. 14 COMMISSIONER WEEKLEY: Yes, that's correct, 15 but this was early on. I don't -- I don't have 16 the exact date in front of me but it was first 17 brought before the Commission, it was denied at 18 that time. The project was denied at that time. I don't recall that date. 19 20 COMMISSIONER LOPEZ: We were all, we were all 21 on Angela, I believe it might be Angela Street at 22 the time. We were at Old City Hall is when that 23 was --24 COMMISSIONER WEEKLEY: Right. COMMISSIONER LOPEZ: That was when it first 25

came up.

1

2

3

4

5

6

7

8

9

10

11

12

13

15

16

17

18

COMMISSIONER WEEKLEY: That's correct. And we denied it then, and that's when it should have -- that's when it should have died.

MAYOR JOHNSTON: But it didn't die, so we have plans that have been approved since 2017. Ιt had the kitchen removed in 2017. The Planning Director, the fourth Planning Director that we've had involved in this process said it had been removed and did not have an issue with that.

So I don't know how we got here one more time trying to deny this process when they've got a restaurant, they've got a workable restaurant.

14 Do we have any other discussion? No? Oh, Commissioner Hoover. Sorry.

COMMISSIONER HOOVER: So, Shawn, I'd like to ask you if -- tonight, if we deny, what happens; and tonight, if we approve, what happens?

19 MR. SMITH: If you deny the appeal, then the 20 Planning Board will take up the item, and then it 21 will move to the City Commission after their 22 action.

23 If you grant the appeal, you'll have to 24 rescind the resolution you made the last time that 25 the major development plan was before you where

you voted to refer it to the Planning Board to be 1 2 heard by the City Commission immediately after the 3 Planning Board meeting. So you'll make the 4 recision of that resolution, and then you would hear the major development plan as it stands 5 6 today. So, basically, what 7 COMMISSIONER WEEKLEY: we're doing, then if this is approved, we're 8 9 denying the motion which made -- that was made to 10 send it back to the Planning Board? 11 MR. SMITH: Well, it's a -- it would be a 12 two-step process. Actually, three. If you uphold 13 the appeal, then it will not go back to the 14 Planning Board. 15 COMMISSIONER WEEKLEY: Right. 16 MR. SMITH: Okay. It will come back to the 17 City Commission after you rescind your previous 18 action referring it to the Planning Board. And 19 then, you take it up as a major development plan before you, for final action. 20 21 COMMISSIONER WEEKLEY: So when we sent it to 22 the Planning Board, it was a unanimous vote, I 23 believe. I think it was a unanimous vote by this 24 Commission to send it to the Planning Board. 25 I can't recall the vote. MR. SMITH:

1 COMMISSIONER WEEKLEY: Yeah, but it was -- it 2 was --3 MR. SMITH: I watched it at the request of Commissioner Kaufman and I think it may have been. 4 COMMISSIONER WEEKLEY: Yeah. It was. 5 So, 6 okay. MAYOR JOHNSTON: Okay. So the motion on the 7 table right now is to deny the appeal. 8 9 COMMISSIONER WEEKLEY: That's correct. 10 MAYOR JOHNSTON: Motion by Commissioner 11 Weekley. Seconded by --COMMISSIONER WEEKLEY: Commissioner Hoover. 12 13 MAYOR JOHNSTON: -- Commissioner Hoover. Τs 14 there any further discussion? 15 Okay. Cheri, can you call the roll. THE CLERK: Commissioner Davila. 16 17 COMMISSIONER DAVILA: No. THE CLERK: Commissioner Hoover. 18 19 COMMISSIONER HOOVER: Wait a minute. I want 20 to deny. 21 MR. SMITH: This is to deny the appeal, to 22 send it to the Planning Board. 23 COMMISSIONER HOOVER: So I say yes? 24 COMMISSIONER WEEKLEY: Yes. MR. SMITH: Correct. 25

1	COMMISSIONER HOOVER: Yes.
2	THE CLERK: Commissioner Kaufman.
3	COMMISSIONER KAUFMAN: No.
4	THE CLERK: Commissioner Lopez.
5	COMMISSIONER LOPEZ: Yes.
6	THE CLERK: Commissioner Wardlow.
7	COMMISSIONER WARDLOW: Yes.
8	THE CLERK: Commissioner Weekley.
9	COMMISSIONER WEEKLEY: Yes.
10	THE CLERK: Mayor Johnston.
11	MAYOR JOHNSTON: No. Motion passes.
12	MR. SMITH: Madame Mayor.
13	MAYOR JOHNSTON: Yes.
14	MR. SMITH: Now, your last motion on the
15	major development plan will still apply. So what
16	will happen is it will go back to the Planning
17	Board.
18	The next, your motion was, the next City
19	Commission meeting, so long as it fits within the
20	LDRs and the advertising time frame, it will come
21	immediately to the City Commission after that
22	Planning Board consideration.
23	MAYOR JOHNSTON: Yeah. Okay. Meeting
24	adjourned.
25	(Item Number 2 was concluded at 8:21 p.m.)

1	CERTIFICATE OF REPORTER
2	
3	STATE OF FLORIDA)
4	COUNTY OF MONROE)
5	
6	I, Suzanne Ex, Certified Verbatim Reporter
7	and Florida Professional Reporter, do HEREBY CERTIFY
8	that I was authorized to and did transcript the
9	foregoing proceedings from the City of Key West audio;
10	and that the transcript, pages 1 through 32 are a true
11	and correct record.
12	
13	I further certify that I am not a relative,
14	employee, attorney, or counsel of any of the parties,
15	nor am I a relative or employee of any of the parties'
16	attorneys or counsel connected with the action, nor am
17	I financially interested in the action.
18	
19	Dated this 12th day of October, 2019.
20	
21	
22	
23	Suzanne Ex, CVR-M, FPR
24	Certified Verbatim Reporter
25	Florida Professional Reporter .

1	CERTIFICATE OF REPORTER
2	
3	STATE OF FLORIDA)
4	COUNTY OF MONROE)
5	
6	I, Suzanne Ex, Certified Verbatim Reporter
7	and Florida Professional Reporter, do HEREBY CERTIFY
8	that I was authorized to and did transcript the
9	foregoing proceedings from the City of Key West audio;
10	and that the transcript, pages 1 through 32 are a true
11	and correct record.
12	
13	I further certify that I am not a relative,
14	employee, attorney, or counsel of any of the parties,
15	nor am I a relative or employee of any of the parties'
16	attorneys or counsel connected with the action, nor am
17	I financially interested in the action.
18	
19	Dated this 12th day of October, 2019.
20	
21	Suspine F. ty
22	Jusanne - ++
23	Suzanne Ex, CVR-M, FPR
24	Certified Verbatim Reporter
25	Florida Professional Reporter .
1	