21STCV07923

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| 1 2 3 4 5 6 7 | AMELIA ANN ALBANO, CITY ATTORNEY State Bar No. 103640 MICHAEL M. LEE, SR. ASST. CITY ATTY. State Bar No. 246363 JILL VANDER BORGHT, SR. ASST. CITY A State Bar No. 240004 275 E. Olive Avenue Burbank, CA 91502 Tel.: (818) 238-5707 Fax: (818) 238-5724 Email: MMLee@burbankca.gov Attorneys for Plaintiffs CITY OF BURBANK and THE PEOPLE OF THE STATE OF CALIFORNIA | PURSUANT TO GOV. CODE § 6103 |
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| 9 | | HE STATE OF CALIFORNIA |
| 10 | COUNTY OF LOS ANGE | LES – CENTRAL DISTRICT |
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| 12 | CITY OF BURBANK, a municipal corporation; and THE PEOPLE OF THE |) Case No.: 218TCV07923 |
| 13 | STATE OF CALIFORNIA, by and through | COMPLAINT FOR: |
| 14 | AMELIA ANN ALBANO, City Attorney for the City of Burbank, | (1) VIOLATION OF BURBANK MUNICIPAL CODE § 4-1-101-1(8.04.932); |
| 15 | Plaintiffs, |) (2) VIOLATION OF BURBANK |
| 16 | v. | MUNICIPAL CODE § 10-1-501; AND |
| 17 | | (3) ABATEMENT OF A PUBLIC |
| 18 | BARFLY, INC., a California corporation; BARET LEPEJIAN, an individual; LUCAS LEPEJIAN, an individual; TALYA |) NUISANCE (CODE OF CIVIL) PROCEDURE § 731) |
| 19 | LEPEJIAN, an individual; IALYA LEPEJIAN, an individual; ISABELLE | |
| 20 | LEPEJIAN, an individual; and DOES 1 through 100, inclusive, | |
| 21 | Defendants. | |
| 22 | Detellualits. | |
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COMPLAINT

Plaintiffs CITY OF BURBANK (the "City") and THE PEOPLE OF THE STATE OF CALIFORNIA, by and through Amelia Ann Albano, City Attorney for the City of Burbank (the "People" and collectively, "Plaintiffs") hereby allege in their Complaint (the "Complaint"), against Defendants BARFLY, INC., a California corporation; BARET LEPEJIAN, an individual; LUCAS LEPEJIAN, an individual; TALYA LEPEJIAN, an individual; ISABELLE LEPEJIAN, an individual; and DOES 1 THROUGH 100, inclusive (collectively, "Defendants"), as follows:

NATURE OF THE ACTION

- 1. COVID-19 has changed all of our lives. The County of Los Angeles alone has reported approximately 1.2 million known cases and over 21,000 deaths since the pandemic began, and California is the first state to report the grim milestone of crossing 50,000 deaths. Countless small businesses, including restaurants, have suffered enormous hardships in an effort to comply with State, county, and local laws and orders designed to help curb the spread of COVID-19. These orders required great sacrifice from restaurants in closing indoor and/or outdoor dining for extended periods of time. The vast majority of restaurants did their part and acted as good citizens by complying with these orders, despite the tremendous difficulty and hardship they have suffered as a result.
- 2. Not everyone has borne the sacrifice willingly. Defendants operate a restaurant/drinking establishment, Tin Horn Flats Saloon/Bar and Grill ("Tin Horn Flats"), located in the Magnolia Park district in the City of Burbank, a district known for its large variety of small businesses, including restaurants, bars, barber shops and salons, and mom-and-pop stores and boutiques. On December 10, 2020, Defendants declared Tin Horn Flats a "peaceful protest" site and opened for outdoor *and* indoor dining in defiance of the State and County health orders prohibiting any onsite dining. They did so as a means of soliciting patronage to the establishment and in open and blatant defiance of and disrespect for both their fellow neighbors and the applicable orders, laws, and regulations. They loudly and proudly proclaimed to the news media and on social media that they would disobey the rules they disagreed with, and stay

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27 28 open for business, regardless of the applicable health orders or the frightening, exponential surge in COVID-19 cases, hospitalizations, and deaths at the time.

- 3. True to their word, Defendants have remained open even after the Los Angeles County Department of Public Health ("DPH") first suspended and then revoked their public health permit due to their continued operations. They now remain open even after the City revoked their conditional use permit to operate and after being given ample notice and opportunities to comply with the law. Defendants simply believed—and continue to believe that they can cherrypick which rules to follow and that they are above the law.
- But no one—not even Defendants—is above the law. By continuing to remain open without required health and land use permits, Defendants have violated multiple provisions of the Burbank Municipal Code, and their conduct constitutes a public nuisance. Defendants' continued non-compliance with the law has forced the City to file this action to seek help from the Court to stop Defendants and their bad faith conduct once and for all. This is no longer about COVID-19; this is about being a good neighbor, and this is about law and order. Personal disagreement with the law does not allow Defendants the right to repeatedly disobey it without consequence. Court intervention is necessary to prohibit Defendants from further violating the law.

THE PARTIES

- 5. Plaintiff City of Burbank is a municipal corporation organized and existing as a charter city under the Constitution and laws of the State of California and is located in the County of Los Angeles.
- Plaintiff People of the State of California are hereby represented by and through Amelia Ann Albano, City Attorney for the City of Burbank, who acts on their behalf pursuant to Code of Civil Procedure section 731.
- 7. Barfly, Inc. ("Barfly") operates Tin Horn Flats Saloon/Bar & Grill, located at 2623 West Magnolia Boulevard, Burbank, California 91505, APN 2478-023-001.

- 8. Baret Lepejian ("Baret") is the Chief Executive Officer, Chief Financial Officer, Secretary, Director, President, and agent for service of process of Barfly. On information and belief, Baret resides within the County of Los Angeles.
- 9. Lucas Lepejian ("Lucas") is the son of Baret and has held himself out to be a coowner, manager, operator, and/or employee of Tin Horn Flats. On information and belief, Lucas resides within the County of Los Angeles.
- 10. Talya Lepejian ("Talya") is the daughter of Baret and has held herself out to be a manager, operator, and/or employee of Tin Horn Flats. On information and belief, Talya resides within the County of Los Angeles.
- 11. Isabelle Lepejian ("Isabelle") is listed as the parcel owner for the parcel located at 2623 West Magnolia Boulevard, Burbank, CA 91505, APN 2478-023-001, on which Tin Horn Flats is located. On information and belief, Isabelle resides within the County of Los Angeles.
- 12. The Defendants named as Does 1 through 100, inclusive, are sued and designated by fictitious names pursuant to Code of Civil Procedure section 474 because their true names and capacities are unknown at this time. Plaintiffs will amend the Complaint to show the true names and capacities of such defendants fictitiously named when ascertained. Plaintiffs are informed and believe, and on that basis allege, that each of the Doe Defendants is responsible in some manner for the violations alleged herein.
- 13. Plaintiffs are informed and believe, and on that basis allege, that at all times mentioned herein, each of the Defendants was and is the agent, officer, employee, member, representative, and/or alter ego of one or more of the remaining Defendants, and, in doing the things, hereinafter alleged, was acting within the scope of his, her, or its authority as such agent, officer, employee, member, representative, and/or alter ego with the permission and consent of the remaining Defendants.

JURISDICTION AND VENUE

14. This case is an unlimited civil case because it is not one of the proceedings described by statute as a limited civil case.

- 15. Pursuant to Code of Civil Procedure section 410.10, this action lies within the general jurisdiction of this Court, because the causes of action arise under California law and Defendants reside and/or do business within California.
- 16. Pursuant to Los Angeles Superior Court Local Rule 2.3 and Code of Civil Procedure sections 392, 393, and 395, venue is proper in the Los Angeles Superior Court, Central District, as Plaintiffs seek to enjoin unlawful conduct on property located within the County of Los Angeles.

FACTUAL ALLEGATIONS

- A. Defendants and Their Conditional Use Permit from the City.
- 17. Tin Horn Flats is a restaurant/drinking establishment located at 2623 West Magnolia Boulevard, Burbank, California 91505 within the County of Los Angeles (the "County"). This location is approximately 1,628 square feet and includes a back patio area with seating but no onsite parking.
- 18. Tin Horn Flats is located within the "MPC-3 Magnolia Park General Business" zone in the City. Restaurant/drinking establishments within this zone are required to hold a Conditional Use Permit ("CUP") issued by the City in order to operate within the City.
- 19. Tin Horn Flats has been operating under a CUP at its current location since 1987. The most recent CUP for Tin Horn Flats (CUP No. 11-0000126) was issued to Defendants on June 27, 2011. This CUP superseded and replaced previously approved conditional use permits for Tin Horn Flats. The June 27, 2011 CUP contained 35 conditions of approval in order for Defendants to operate their business in the City. As with any CUP, the applicant is required to comply with all conditions of approval.
- 20. Among the 35 conditions of approval, Defendants were required to comply with the following:
 - a. <u>Condition of Approval No. 31</u>: "The applicant shall comply with all federal, state, and local laws. Violation or conviction of any of those laws in connection with the use will be cause for revocation of this permit."

b. Condition of Approval No. 32: "Project No. 11-0000126 may be modified or revoked by the City should it be determined that the use or conditions under which they were permitted are detrimental to the public health, welfare, or materially injurious to property or improvements in the vicinity or if the use is maintained so as to constitute a public nuisance."

B. The COVID-19 Pandemic and Public Health Orders.

- 21. Since early 2020, this country has faced an extraordinary and unprecedented public health crisis with the spread of COVID-19. The City is no exception. Beginning in March 2020, federal and State authorities issued a series of emergency orders to try to slow the spread of COVID-19 and avoid overwhelming the healthcare system.
- 22. On or about March 4, 2020, Governor Gavin Newsom proclaimed a State of Emergency in California as a result of COVID-19.
- 23. On or about March 4, 2020, the Los Angeles County Board of Supervisors and the Los Angeles County Department of Public Health declared a local and public health emergency in response to the COVID-19 pandemic.
- 24. On or about March 12, 2020, the City declared a state of local emergency within the City of Burbank in response to the COVID-19 pandemic.
- 25. Since March 2020, State and local officials have issued emergency health orders, which have been revised several times, based on evolving public health conditions.
- 26. Since July 1, 2020, indoor dining at restaurants within the County has been prohibited under the County Health Officer Orders and State orders.
- 27. On December 3, 2020, the California Department of Public Health issued a "Regional Stay at Home Order," which would take effect once intensive care unit beds dipped below a certain level in specified regions of the state. This order prohibited outdoor and indoor dining. The County is part of the Southern California region, and the State's Regional Stay at Home Order was triggered in the County on December 6, 2020 at 11:59 p.m.

- 28. On December 9 and 30, 2020, the County Health Officer issued revised orders that prohibited both indoor and outdoor dining at restaurants. The December 9, 2020 order was in compliance with the State's "Regional Stay at Home Order."
- 29. On January 25, 2021, the State lifted the "Regional Stay at Home Order" for the Southern California region including the County. The prohibition on outdoor dining remained in effect within the County until January 29, 2021, when the County Health Officer issued a revised order to permit outdoor dining with certain restrictions.
- 30. For purposes of the relevant time frames for this action, both indoor and outdoor dining for restaurants within the County were prohibited by the County's and/or the State's health orders from December 9, 2020 to January 24, 2021. Restaurants during this period could only offer food to customers via delivery service, pick-up, or drive-thru.

C. The Suspension and Revocation of Defendants' Public Health Permit.

- 31. Between December 7 and 10, 2020, the County received approximately 52 complaints about Tin Horn Flats engaging in outdoor dining activities on its patio in violation of the applicable health officer orders.
- 32. On December 10, 2020, DPH investigated the complaints at Tin Horn Flats and observed both food and alcoholic beverages being prepared and served onsite to customers seated in the outdoor dining area. In turn, DPH issued a citation, noting a violation with a corrective action that Defendants discontinue all onsite dining activities and limit services only to prepared foods via delivery service, pickup, or takeout.
- 33. From December 10 to 12, 2020, the County received 72 additional complaints, and DPH followed up with a December 12, 2020 investigation. DPH found Defendants continuing to provide outdoor dining service and observed the service and consumption of food, beverages, and alcoholic beverages onsite in violation of the applicable health officer order. As

¹ Although the County Health Officer had previously issued an order on November 25, 2020 to prohibit outdoor and indoor dining, the December 9 and 30, 2020 orders were issued to comply with the State's order.

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permit.

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On January 26, 2021 and January 27, 2021, DPH inspectors conducted follow-up

On January 27, 2021, DPH issued a Notice of Decision letter to Defendants to

revoke Tin Horn Flats' public health permit. DPH found that Tin Horn Flats did not provide

inspections of Tin Horn Flats and observed operations on a suspended health permit.

evidence that it was in compliance with the California Health and Safety Code, the Los Angeles County Code, and the current health officer order. The Notice of Decision letter required Defendants to keep Tin Horn Flats closed until they were issued a new public health permit. On the same day, the County filed a civil action in the Superior Court for the County of Los Angeles against Defendants Barfly and Baret for violating the health officer orders and operating without a public health permit. (See *County of Los Angeles, et al. v. Croag, Inc., et al.*, Case No. 21STCV03275.)

- 41. On January 28, 2021, January 29, 2021, January 30, 2021, January 31, 2021, February 2, 2021, February 4, 2021, February 5, 2021, February 9, 2021, February 11, 2021, February 16, 2021, and February 18, 2021, DPH inspectors conducted follow-up inspections of Tin Horn Flats and observed ongoing operations without a public health permit.
- 42. On information and belief, Defendants operated outdoor dining at Tin Horn Flats in violation of the health officer orders on each day it has been open from at least December 10, 2020, to January 24, 2021, and Defendants have been operating with a suspended and/or revoked public health permit on each day Tin Horn Flats has been open since December 12, 2020 to the present.
- 43. Social media posts by Defendants, Tin Horn Flats, and their customers on platforms such as Facebook, Twitter, and Instagram contain photographs and videos of onsite outdoor (and indoor) dining at Tin Horn Flats when not permitted under the public health orders and continued operations during these time periods. In fact, Defendants have openly boasted in the media and on social media that they will not comply with applicable health orders and that they will continue operations without a public health permit. Defendants have even posted with enthusiastic approval a video documenting harassment against DPH inspectors who entered their facility to conduct inspections. This documented evidence further cements their blatant disregard for the law.
- 44. In addition, Defendants have participated in and/or encouraged patrons to engage in aggressive, threatening, and intimidating behavior toward DPH inspectors who have attempted to inspect Tin Horn Flats. Such behavior has included yelling profanities, taunting inspectors,

and asking why inspectors have not been killed yet. With this charged and heated atmosphere ever since December 10, 2020, patrons of Tin Horn Flats have verbally intimidated inspectors and prevented inspectors from driving away from Tin Horn Flats. Further, a patron physically assaulted another patron, who was admitted to the hospital for his injuries, right outside Tin Horn Flats, as tempers were flaring. Neighbors have complained about the increased activity and lines of people congregating and smoking outside Tin Horn Flats, which on information and belief has led to dirtier and unsanitary conditions impacting the surrounding neighborhood.

D. The City's Revocation of Defendants' Conditional Use Permit.

- 45. In December 2020 and January 2021, the City received numerous complaints and emails about Defendants' continued operations and offering of outdoor dining on its patio in violation of the applicable health officer orders.
- 46. Pursuant to Burbank Municipal Code section 10-1-1952, the City Council of the City of Burbank (the "City Council") may, after 20 days' notice by mail to the recorded owner of a property and a public hearing, revoke a CUP if the CUP "has been exercised contrary to the terms or conditions of approval, or in violation of any statute, ordinance, law or regulation not excused by the [CUP]" and/or "the conditional use is being or has been so exercised as to be detrimental to the public health or safety or so as to constitute a public nuisance."
- 47. On January 8, 2021, the City issued a Notice of Violation letter to Defendants that the City intended to hold a public hearing on February 22, 2021, to consider revocation, suspension, or modification of CUP No. 11-0000126. The letter referenced Defendants' previously approved CUP and the Conditions of Approval within, which require Defendants to operate Tin Horn Flats in compliance with all federal, State, and local laws and Conditions of Approval within the CUP. The Notice of Violation letter further stated that Defendants were operating Tin Horn Flats in violation of the State and County health officer orders and without a health permit, and thus violating the terms of the CUP including Conditions of Approval Nos. 31 and 32. The Notice of Violation letter required Defendants to provide clear evidence that they had cured all violations of the CUP by January 19, 2021, or the February 22, 2021 hearing would move forward.

their attorney, demanding that Defendants cease and desist operating any restaurant at 2623 West

Magnolia Boulevard until such time as the City has issued either an Administrative Use Permit

On February 24, 2021, the City sent a cease-and-desist letter to Defendants and

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their CUP from the City have been revoked.

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the MPC-3 zone, an AUP is required.

zone, a CUP is required. For the land use of "Restaurant, Full Service" (without alcohol) within

Business zone. For the "Restaurant / Drinking Establishment" use within the MPC-3 zone, a

CUP is required. For the land use of "Restaurant with incidental alcohol" within the MPC-3

to the present.

- 84. Moreover, Defendants' continued operations without a public health permit and CUP, especially in the midst of the COVID-19 pandemic, demonstrates Defendants' flagrant flouting of the code, regulations, rules, and standards required for health and safety practices in businesses such as restaurants. Operating without a public health permit and CUP leads to increased dangers and risks, such as lack of regulatory oversight to monitor whether standard safety practices are being adhered to. Failure to abide by these standards can lead to increases in potential illnesses and unsanitary practices, and thus is injurious to public health and safety in the City of Burbank and surrounding communities. Allowing this to go unchecked could embolden other restaurants and facilities to flout the same permit requirements, which would further undermine public health and safety. This constitutes a public nuisance that should be abated immediately.
- 85. Burbank Municipal Code section 1-1-108 provides: "[A]ny condition caused or permitted to exist in violation of any of the provisions of this code [the Burbank Municipal Code] shall be deemed a public nuisance and may be, by this City, summarily abated as such, and each day that such condition continues shall be regarded as a new and separate offense."
- 86. Each and every Defendant's continued operation of Tin Horn Flats without a public health permit and without a CUP violates Burbank Municipal Code sections 4-1-101-1(8.04.932) and 10-1-501 and is a public nuisance per se.
- 87. Burbank Municipal Code section 10-1-409 provides: "Any property, building or structure used, erected, constructed, moved or altered in violation of the Zoning Ordinance is declared to be a public nuisance."
- 88. Each and every Defendant's continued operation of Tin Horn Flats without a CUP violates the Zoning Ordinance and is a public nuisance per se.
- 89. Pursuant to Code of Civil Procedure section 731, a civil action may be brought in the name of the people of the State of California to abate a public nuisance, as defined by section 3480 of the Civil Code, by the city attorney of any city in which the nuisance exists.

COMPLAINT

businesses in the City of Burbank.

| 1 | 7. For any other relief that the Court sees as just and proper. |
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| 3 | DATED: March 1, 2021 |
| 4 | Respectfully submitted, |
| 5 | AMELIA ANN ALBANO on behalf of the People |
| 6 | of the State of California and City Attorney's Office of the City of Burbank |
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| 8 | By: Michael M. Lee |
| 9 | Senior Assistant City Attorney Attorneys for Plaintiffs CITY OF |
| 10 | BURBANK and THE PEOPLE OF THE STATE OF CALIFORNIA |
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