

SUPERIOR COURT OF CALIFORNIA COUNTY OF SAN FRANCISCO

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CROSS COMPLAINT

CITY AND COUNTY OF SAN FRANCISCO, ACTING VS. CURTIS LIND et al

001C03828457

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San Francisco County Superior Court
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By:

1	SUPERIOR COURT OF CALIFORNIA		
2	COUNTY OF SAN FRANCISCO		
3	UNLIMITED JURISDICTION		
	CITY OF SAN FRANCISCO,	Case No. CGC-12-518382	
	Plaintiff,	UNLIMITED JURISDICTION	
	v .	CROSS-COMPLAINT FOR DAMAGES	
	CURTIS LIND, et.al	[Breach of written contract, Interference with business advantage, Inverse condemnation]	
	Defendants.		
4	CURT LIND,		
5	Cross-Complainant and Defendant		
6	v.		
7	CITY AND COUNTY OF SAN FRANCISCO, Does 26-50		
8	Cross-Defendant and Plaintiff		
9			
10	Come now Defendant and Cross-Complainant Curt Lind, an individual, and alleges by way o		

Cross-Complaint the following:

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PARTIES AND JURISDICTION

- 3 1. At all material times as regards this lawsuit, Plaintiff and Cross-Defendant City and County of
- 4 San Francisco [hereinafter "City"] has been a public entity located in San Francisco, California.
- 5 At all material times as regards this lawsuit, the City operates by and through the San Francisco
- 6 Port Commission [hereinafter "Port"], which is an instrumentality of City. City has filed a
- 7 lawsuit in San Francisco Superior Court, No. CGC-12-518382, against Cross-Complaint Curt
- 8 Lind ["Lind"] as a defendant, among others.
- 9 2. Since suit has been filed in this Court and the parties do not object to this Court having
- 10 jurisdiction over the matter, the Superior Court of California, County of San Francisco has
- 11 jurisdiction over the entire lawsuit. Also, the real property is within this Court's physical
- jurisdiction and all contracts were to be performed here.
- 13 3. No claim need be filed against a public entity for breach of contract or inverse condemnation,
- but on Lind filed a complete, proper Claim with City against Cross-Defendant City. Since City
- 15 has not responded to the Claim within six months of filing it, it can be deemed rejected by
- 16 operation of law.
- 4. Cross-Complainant is ignorant of the true names and capacities of Cross-Defendants sued
- herein as Does 26-50, inclusive, and therefore sues them by such fictitious names. Cross-
- 19 Complainant will amend this Cross-Complaint to allege their true names and capacities when
- 20 ascertained.
- 5. Cross-Complainant is informed and believe and based thereon allege that at all times herein
- 22 mentioned, each of the Cross-Defendants sued herein was the agent and/or employee of the
- 23 remaining Cross-Defendants and at all times was acting within the purpose and scope of such
- 24 agency and employment.

FACTS COMMON TO ALL CAUSES OF ACTION

- 2 6. Christopher Willson ["Willson"] is the sole owner of the vessel named The Aurora, a ship
- approximately 293 feet in length. Curt Lind is the owner of the ship The Fir. Carl Ernst, Jr,
- 4 [herein after "Ernst"], on or about August 1, 1996, entered into a twenty years nine month lease
- 5 with the Port for certain water surface space, floating dock, wharf docking space, and other
- 6 physical areas of the Pier [Lease # L12120]. On or about October 24, 1996, Ernst received
- 7 authorization from San Francisco Bay Conservation and Development Commission to repair and
- 8 build certain docks for boat berthing, with BCDC retaining jurisdiction over the area. The Fir is
- 9 berthed at a dock within these areas and is on surface waters within these areas not apparently
- 10 controlled or owned by Port.

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- 7. Pier 38 is a pier with docking facilities located in a very favorable portion of San Francisco,
- 12 especially as to physical view and tourist location. Before the master lease between Port and
- Ernst, both vessels were docked elsewhere. In or about February 2010, representatives of Pier 38
- Marina [controlled apparently by Ernst] offered to Lind a long term lease option for about 20
- 15 years. Lind felt that if The Fir could be docked there a successful business could be run as a
- 16 waterfront attraction, live performance venue, etc. Investors were successfully obtained based
- 17 upon the assurance that the berthing area would be in San Francisco. Negotiations started with
- 18 an entertainment venue.
- 19 8. Many hours were spent preparing the vessel for the water trip and re-docking; many months
- of planning took place. Representatives of Pier 38 requested that additional physical alterations
- 21 be done to the current docks and that was accomplished.
- 9. Port alleges that it was the trustee from the State, under the Burton Act, for certain pier, dock,
- apron, and berthing space. It has not defined with particularity the areas it controls or owns.
- 24 10. A map from the City showing the boundaries of the area controlled or owned by the City

- superimposed upon a photograph of the area in question appears to show that all of the subject
- 2 vessel is not on the land controlled by Port. In a Port Commission report of October 20, 2011,
- 3 item 7B, there is an indication that the California Department of Boating and Waterways retains
- 4 lease rights in the lease between Ernst and Port.
- 5 11. Representatives of the Pier required further work to be done on the Pier, which was
- 6 accomplished. Lind was told that his vessel would be berthed at the Pier.
- 7 12. In or about 2010, The Fir was brought to and docked at the end of Pier 38. City and Port
- 8 were fully aware of the berthing.
- 9 13. For approximately one year nothing was heard from the Port or City. On July 6, 2011, an
- 10 unlawful detainer suit against Ernst by the Port was won by Port and Ernst vacated the pier area
- around July 31, 2011; in the lawsuit the City did not ask for the lease to be forfeited. Cross-
- 12 Complaint thought that meant the master lease was still in effect and that he could remain there
- under the sub-lease. The Court decision is on appeal.
- 14. On or about July 17, 2011, Port posted the Pier area as unsafe and ordered everyone to leave
- within three days. No provision was made as to repairing the premises; no claim was made that
- any tenant had caused the damages or lack of safety. None of the three vessels that are the
- subject of this lawsuit could be legally moved as Coast Guard approval had to be first obtained.
- Not all of the dock area was declared unsafe. The vessel owners disagreed as to the lack of
- safety for the areas they had to traverse. They did not invite members of the public to come into
- 20 the area but tried to have their crew members be allowed to work on the ships so that they could
- 21 be moved. No attempts were made to exercise sole possession or right of access to any part of
- 22 the Pier.
- 23 15. On or about October 31, 2011, Port asked the ship owners to sign a general release so that
- 24 they could stay for an indefinite time [subject to revocation at any time], but the owners refused

- to sign because they felt it was too one sided. Port offered to move the ships to Pier 96, but there
- 2 was no security set up there so parts of the ships could be stolen if docked there.
- 3 16. Port never presented any proof that it owned or had the legal right to control the parts of the
- 4 Pier or surrounding areas in question.
- 5 17. On or about August 12. 2011, Port again posted the Pier areas with warning notices; the
- 6 owners of the ships in issue again stated they could not be moved within that period of time and
- 7 needed more access to their ships to repair and prepare them to leave. They were told that all
- 8 electrical power would be shut off after the 72 hour period, which did occur later.
- 9 18. Due to lack of repair crew members and access, the ship has deteriorated physically. Some
- 10 thefts have also occurred.

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FIRST CAUSE OF ACTION

12 BREACH OF CONTRACT

- 19. Cross-Complainant hereby re-alleges and incorporates paragraphs 1 through 18, inclusive, as
- though fully set forth herein.
- 15 20. In 1996, Ernst entered into a long term lease agreement with Port; a few years later Cross-
- 16 Complaint entered into a 20 year lease with Ernst for the rental of space at Pier 38. Neither lease
- has been forfeited. Cross-Complaint has carried out all the material terms of the lease possible
- and has done nothing to breach said lease, including causing any damage to the Pier or prevent
- any access to any portion of the Pier.
- 20 21. When Port obtained a judgment against Ernst in the unlawful detainer action, which
- 21 judgment is still on appeal, it did not seek or obtain a forfeiture of the lease, so the sub-lease with
- 22 Ernst is still valid, as is his lease with Port, contrary to the statement in the letter of September 6,
- 23 2011, from Susan Reynolds of Port justifying the eviction as a sub-tenant on the basis that the

- sub-leases had been terminating by court action. Not being a party to the unlawful detainer suit,
- 2 the ship owners could not have their sub-leases affected by the lawsuit.
- 3 22. City was well aware of the sub-lease and Cross-Complaint's intent to berth his ship at the
- 4 Pier. Port officials invited him to do so and made no objection for almost one year to the
- 5 berthing of the ship at Pier 38. The ship would not have been moved to the Pier unless the City
- 6 had approved of the move and docking; the ship's owner reasonably relied upon the actions and
- 7 inactions of City and Port to infer and conclude that he had approval to dock and permanently
- 8 stay at Pier 38. Port was also aware of the general physical condition of the ship and that it
- 9 would have to remain docked at that berth for some time before it could be moved any
- significant distance from the Pier.
- 23. According to a City map of the Pier and surrounding lands, and the agreements between
- 12 BCDC and State Boating and Waterways, it appears that all of the ship is on surface water not
- owned by the Port or held in trust by it.
- 14 24. The condition of the Pier apparently was such that it would not be necessary to bar access by
- 15 the owners and crews of the ships; the Port's allowing such access for over two months implies
- 16 that such access was not dangerous to the owners or crews and that they had not created any
- damage to the Pier. No claim was made that they created any damage until the subject lawsuit
- against the owners was filed. All such damage appears to have existed before the ships were
- 19 allowed to dock; before they docked, Port deemed the conditions to be such that it was safe for
- 20 the ships to be berthed at that location, suggesting the safety of the area was not the reason for
- 21 ordering the ships to be removed. Moreover, most if not all of the areas deemed unsafe were
- either not related to the area of the berthing or could be repaired by the ships owners, who had
- volunteered to do so.
- 24 25. As a lawful tenant of the Port, Cross-Complaint was entitled, to a valid three day notice to
- vacate, which was not served on nor filed against him. He also suffered an illegal partial

1 eviction.

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- 2 26. Denial of access to and to ready his ship to leave the Pier has resulted in Cross-Complaint
- 3 suffering general and special damage, both present and future loss of use of, and diminished
- 4 value of and to his real and personal property.

5 SECOND CAUSE OF ACTION

INTENTIONAL INTERFERRENCE WITH PROSPECTIVE

ECONOMIC ADVANTAGE

- 8 27. Cross-complaint hereby re-alleges and incorporates each and every preceding paragraph, 1
- 9 through 26, inclusive, as though restated herein.
- 10 28. Cross-Complaint had arranged for the repair of The Fir, its towing to Pier 38, and further
- repairs so that it could be used as an entertainment venue, among other commercial uses. Cross-
- 12 Complaint had also obtained investment funds from several people to help pay for the large costs
- of such repairs and turning the ship into commercial usage.
- 14 29. It was planned that the ship would be successful [profitable] as a commercial venture. There
- would be no need, nor was there any request of or from the Port or City for any money or actions
- 16 to result in such economic success. Neither Port nor City were, directly or indirectly, investors
- or business partners in such economic operation. By ordering on very short notice that The
- Aurora leave the Port, but knowing that it was not in a condition to do so for some time, shutting
- down the utilities, which would greatly interfere with any repairs, barring access to the ship and
- surrounding areas, including vehicle access and garbage/waste removal, threatening action if any
- 21 owner or crew member came onto the Pier area—Port made it basically impossible to finish the
- 22 needed repairs to the vessel and directly interfered with the future business advantage of the
- 23 project planned for the ship.

- 1 30. Port did not have to interfere with the business plan by attempting to and in effect closing
- 2 the Pier down. Before giving The Fir permission to dock, Port was aware or reasonably should
- 3 have been aware of certain defects and inadequacies in the Pier, but none the less felt these
- 4 defects were not sufficient enough to prevent the berthing of the ship for some time. Port was
- 5 aware that Lind planned to spend at least several months to make extensive repairs to the ship
- 6 and then to have it for several decades tied up to the Pier or its dock.
- 7 31. Port intentionally acted to stymie the repairs of The Fir and to force it to be moved from Pier
- 8 38 when it was not necessary to do so and it had already acted to encourage the making of such
- 9 repairs and business plan. Port demanded the removal of The Fir from an area that in fact
- appears not to be under Port's control or ownership, although it acted as though that area was so.
- 11 32. Such action by the Port caused Cross-Complaint to lose the costs incurred for repairs and
- 12 transportation of The Fir, the revenues that would have been earned over a twenty year
- 13 renewable lease, the investments made in the plan, and various incidental costs, expenses, and
- 14 profits of the business plan.

15 THIRD CAUSE OF ACTION

- 16 NEGLIGENT INTERFERENCE WITH PROSPECTIVE BUSINESS ADVANTAGE
- 17 33. Cross-Complaint hereby re-alleges and incorporates paragraphs 1 through 32, inclusive, as
- 18 though fully set forth herein.
- 19 34. Cross-Defendant negligently interfered with the future economic business advantage of
- 20 Cross-Complaint in that it failed to act as a reasonable party would have under the circumstances
- and did various acts and inactions, as indicted above, that resulted in a substantial interference
- with Cross-Complaint's prospective economic advantage.
- 23 35. Such action and inaction by the Port caused Cross-Complaint to lose the costs incurred for

- repairs and transportation of The Fir, the revenues that would have been earned over a twenty
- 2 year renewable lease, the investments made in the plan, and various incidental costs, expenses,
- 3 and profits of the business plan.

FOURTH CAUSE OF ACTION

INVERSE CONDEMNATION

- 6 36. Cross-complaint re-alleges and incorporates paragraphs 1 through 35, inclusive, as though
- 7 fully set forth herein.

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- 8 37. Before docking at Pier 38, Cross-Complainant entered into a valid lease agreement with
- 9 Ernst, who had a master lease with Port over the area, both land and surface water, that it owned
- or controlled, for berthing, for twenty years, his boat at that location at Pier 38. Port was aware
- of that lease and the presence of Cross-Complaint's ship. Not until Port won an unlawful
- detainer action as to Ernst being in possession of the Pier or relevant portions of it, but not a
- 13 forfeiture of the lease, some one year after the ship docked at the Pier, did Cross-Defendant
- allege Cross-Complaint had no right to be at the Pier, claiming at that time that the sub-lease had
- also been forfeited even though Cross-Complaint was not a named party in the unlawful detainer
- 16 suit.
- 17 38. According to City's Building Department records, the surface waters in which the ships
- 18 rested surrounding the Pier are not owned by the City. Since it is dangerous to enter the ships
- 19 from the water side and not physically possible to bring certain supplies or needed equipment for
- 20 repair and maintenance of the ships from the water side, Cross-Complaint had an easement of
- 21 necessity across the Pier to his ship. Under the sub-lease, there also was the right to access the
- ships from the land side using portions of the Pier.
- 23 39. On or about July 2011, Port posted the Pier as unsafe and informed Cross-Complaint that he
- 24 would have to move his ship within three days from the Pier and would not be allowed access

- 1 from the Pier to his vessel. Approximately two months later, Port again stated that there would
- 2 be no access and the ship would have to be moved within three days.
- 3 40. Port was well aware that in order for the ship to be moved it would have to be seaworthy and
- 4 receive Coast Guard approval; the ship clearly was not fit to be moved by water and it would
- 5 take months for it to be so able to be moved. Coast Guard approval would take several weeks if
- 6 not longer to obtain.
- 7 41. Port closed off land access to the ship, knowing that doing so would prevent any substantial
- 8 work on the ship to repair it or provide adequate maintenance to it.
- 9 42. The action taken by Port was claimed to be for the public good. It placed a much more
- severe burden on Cross-Complainant that on the public. Prior access to the ships had been
- sufficient and they were being fixed for commercial usage. The action of Port was a taking of
- the ships and the real property interest in them. If land access is not allowed [Cross-Complaint is
- willing to waive injury from physical defects in Pier and to repair the needed parts of the Pier,
- but his offer has been rejected, the ship will suffer major and probably irreparable harm. An
- actual, substantial invasion of property rights has occurred. The actual defects in the Pier, none
- of which has been repairs for over 14 months, are not an impending peril.
- 17 43. Cross-Complaint has suffered, therefore, a substantial invasion of his property rights, a loss
- in the fair market rental value of the vessel for the present and for the remaining period of his
- lease and any renewal part, the costs and expenses incurred in trying to repair the vessel, develop
- the commercial plan for its use, and other direct and incidental damages.
- 21 PRAYER
- 22 1. For general and special damages to be proven at trial, but in no event less than the minimum
- 23 jurisdictional amount of this Court;

2. For general and special future damages to be proven at trial but in no event less than the		
minimum jurisdictional amount of this Court;		
3. For recoverable costs of suit;		
4. For attorney fees;		
5. For such other and further relief as the ourt may deem proper.		
Date: 10/3/1> Law Offices of George H. Shers		
By: Seorge W. Show		
George H. Shers, Attorney for Cross-Complaint and Defendant		
Curt Lind		