Rodney W. Carter Partner

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January 29, 2024

# VIA ELECTRONIC MAIL sfarris@milwaukee.gov

Deputy City Attorney S. Todd Farris Milwaukee City Attorney's Office Milwaukee City Hall 200 E. Wells Street Milwaukee, WI 53202

Re: Legistar File 231146

Resolution relating to a Minor Modification to the Detailed Planned Development known as Honey Creek Corporate Center, Phase IV, to add college as a permitted use within the building located at 9000 West Chester Street, located on the north side of West Chester Street, east of South 92nd Street, in the 10th Aldermanic District

Dear Deputy City Attorney Farris:

Thank you for taking my call yesterday concerning the above-referenced matter currently pending before the City of Milwaukee Plan Commission. As promised, I am providing you with a letter confirming Husch Blackwell's involvement in this matter, as well as outlining our position concerning the pending Plan Commission application.

Our firm is legal counsel to Greywolf Partners, Inc. ("Greywolf") in its application for a minor modification to the Detailed Planned Development ("DPD") known as Honey Creek Corporate Center, Phase IV. Specifically, Greywolf seeks to add "College" and "University" as permitted uses within the building located at 9000 West Chester Street (the "Minor Modification"). All other aspects of the DPD will remain unchanged.

Our understanding is that, although previously scheduled for Plan Commission deliberation at its January 22, 2024 meeting, Greywolf's Minor Modification request was

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removed from the January 22, 2024 agenda for review by the City Attorney's Office. We believe that, as a matter of law, the Minor Modification should be approved by the City. Our analysis of why this Minor Modification must be approved follows. And accordingly, we ask that this matter be returned to the Plan Commission agenda, with this letter being incorporated as part of the City's record in support of the Minor Modification request.

#### I. HONEY CREEK HISTORY

Honey Creek Corporate Center ("Honey Creek") consists of four Class A office buildings that together make up the 18th largest office park in the Greater Milwaukee area. It was established in 1989 as a General Planned Development ("GPD"). The GPD sets out the general zoning parameters for the campus and includes, among other items, a permitted use list, which is attached hereto as Exhibit A.

Honey Creek initially consisted of three buildings with four stories, with each building known as a Phase. Each Phase is governed by each own DPD, which minors the approved zoning uses of the GPD.

In 2002, however, the City of Milwaukee ("City") approved the construction of an additional approximately 63,600 square foot, 3-story office building with associated parking, known as Phase IV.<sup>2</sup> The DPD for Phase IV also included the permitted use list that was within the GPD.

Throughout the years, the DPD for Phase IV has been modified. In 2004, the City approved a minor modification to allow the removal of 10 surface parking spaces and other site changes on the east side of the building for building code purposes.<sup>3</sup> The same year, the City also approved the 1st Amendment to the DPD for Honey Creek Phase IV to allow an increase in the maximum permitted height of signage.<sup>4</sup> Finally, in 2016, a minor modification was approved to update the signage standards.<sup>5</sup>

<sup>&</sup>lt;sup>1</sup> File No. 881840 as subsequently amended by Files No. 961721 and 990521.

<sup>&</sup>lt;sup>2</sup> File No. 011153

<sup>&</sup>lt;sup>3</sup> File No. 021268

<sup>&</sup>lt;sup>4</sup> File No. 030977

<sup>&</sup>lt;sup>5</sup> File No. 151837

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#### II. REASON FOR MODIFICATION

Since its inception, Honey Creek has—and continues to be—leased to various tenants as permitted by the GPD and DPDs. Those tenants have ranged from insurance agencies, manufacturers, staffing firms, providers of educational and health equipment, legal services, banks, to higher education institutions. Indeed, the higher education institutions which have been tenants of Honey Creek have included Strayer University and Lakeland University (f/k/a Lakeland College).

Currently, Honey Creek has entered into a lease with Arizona College of Nursing ("Arizona College") for space in the Phase IV building, located at 9000 W. Chester Ave.

Subsequent to the investment of approximately \$500,000 in the build-out of the Arizona College space, in reliance with the Building Permit (*see Exhibit B*), it came to light that the "School, Personal Instruction" category approved under the Phase IV DPD no longer covers "College" and "University" in its zoning classifications—even though previous occupants included Strayer University and Lakeland University (f/k/a Lakeland College). That is because since 1989 the City of Milwaukee updated its Zoning Code and associated classifications. As such, some of the zoning classifications under the DPD are outdated and not properly reflected under the current Zoning Code.

Accordingly, Greywolf is now requesting a Minor Modification to include "College" and "University" in the list of permissible uses for the Phase IV building, to ensure that Arizona College, and any future tenants, are in full compliance with zoning requirements.<sup>6</sup>

In making this request, Greywolf would note that Honey Creek has gained the well-deserved reputation of being a leading corporate park in the Milwaukee area. Honey Creek has upheld high development and land use standards and complied with all applicable state and local code provisions relating to the ongoing operations of a corporate park.

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<sup>&</sup>lt;sup>6</sup> Greywolf intends to also update the list for all DPDs and the GPD to reflect the new zoning standards. However, because of the strict timeline to get the new tenant settled and the expensive built-up, it is focusing its efforts in getting this Modification done first.

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#### III. LEGAL STANDARDS FOR A MINOR MODIFICATION

Zoning Ordinance 295-907-3(i) sets out the legal standards for a minor modification. It states: "[t]he common council may by resolution approve modifications to approved detailed plans which are consistent with the spirit and intent of the general planned development or a previously approved detailed planned development provided the common council finds that the modification will not:

- i-1. Change the general character of the planned development.
- i-2. Cause a substantial relocation of principal or accessory structures.
- i-3. Cause a substantial relocation or reduction of parking, loading or recreation areas.
- i-4. Cause a substantial relocation of traffic facilities.
- i-5. Increase the land coverage of buildings and parking areas.
- i-6. Increase the gross floor area of buildings or the number of dwelling units.
- i-7. Reduce the amount of approved open space, landscaping or screening."

The proposed Minor Modification fulfills the criteria of the Zoning Ordinance 295-907-3(i). First, it is "consistent with the spirit and intent of the general planned development or a previously approved detailed planned development" and will "change the general character of the planned development" as illustrated by the historical inclusion of higher education institutions such as Strayer University and Lakeland University (f/k/a Lakeland College). In fact, this is akin to the 2016 minor modification to the DPD that the City Council approved to update the signage standards.<sup>7</sup>

Additionally, the existing DPD already permits operations of a "school/personal instruction" sort, and "College" and "University" can be seen as specific iterations of "personal instruction." Further supporting this, a "College" and "University" setting inherently encompasses a mix of several use types that the DPD already accommodates, as shown in

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<sup>&</sup>lt;sup>7</sup> See File No. 151837

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Exhibit A. This implies that such establishments are in fact a natural extension or combination of permitted uses under the current DPD.

Finally, criteria i-2 to i-7 are inapplicable in this instance. Therefore, pursuant to Zoning Ordinance 295-907-3(i), the City should approve the Minor Modification.

#### IV. OPPOSITION

We are aware that certain parties have submitted letters and comments opposing this Minor Modification.<sup>8</sup> The City, however, should not consider the oppositional letters and comments as they are not pertinent to the discussion of zoning. Those communications are solely focused on the prospective tenant's educational and business practices, which are irrelevant when it comes to the assessment of whether the Minor Modification should be granted.

According to Zoning Ordinance 295-907-3(i), the criteria set therein should be the sole points of consideration for the City. These criteria are exclusive of any business practices of prospective tenants. The core question for the City, under the Ordinance, is the consistency of the proposed Minor Modification with the DPD, which as discussed above, it is.

It is also important to note that the identity of the tenant should not influence the zoning analysis. Greywolf is unaware of any requirement (or authority) for the City to approve or deny a prospective Honey Creek tenant based upon perceptions of the public on whether a prospective tenant should be afforded the opportunity to lease space from Honey Creek. The Minor Request is for a category of use – not for approval of the particular tenant. The opposition's letters lack any substantive argument related to zoning, focusing instead on allegations against Arizona College that are outside the scope of the City's review.

If there is validity to the concerns raised about the tenant's business operations – which Greywolf disputes – those should rightly be directed to state and federal educational licensing authorities equipped to oversee such issues. Therefore, we ask that the City set aside those

<sup>8</sup> https://milwaukee.legistar.com/LegislationDetail.aspx?ID=6431456&GUID=2FA4EB68-AEEE-4300-81C0-653458D552FB&Options=Advanced&Search (approximately five letters of opposition as of the date of this letter.)

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letters to the extent that they lack any zoning-based arguments and proceed with the evaluation of the Minor Modification on its zoning merits alone.

#### V. <u>CONCLUSION</u>

For the above reasons, we believe that it is appropriate for the City to approve this Minor Modification.

We appreciate the City's review of the request for Minor Modification, and we ask that the Minor Modification request return to the next Plan Commission agenda.

Thank you for your attention to the forgoing. Please contact us with any questions or reservations the City might have concerning our position.

Respectfully and sincerely,

Rodney W. Carter, *Partner* Dimitri Zografi, *Attorney* HUSCH BLACKWELL LLP

RWC/wp DZ Enclosures

CC: Greywolf Partners, Inc.

Deputy City Attorney Todd Farris City of Milwaukee January 29, 2024 Exhibit A

#### EXHIBIT A

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#### Suggested Permitted Uses for Honey Creek IV

#### Banking (Group 60)

6011	Federal Reserve Banks
6022	State banks, members of the Federal Reserve System
6023	State banks, not members of the Federal Reserve System, insured by the
	Federal Deposit Insurance Corporation
6024	State banks, not members of the Federal Reserve System, not insured by
	the Federal Deposit Insurance Corporation
6025	National banks, members of the Federal Reserve System
6026	National banks, not members of the Federal Reserve System, insured by
	the Federal Deposit Insurance Corporation
6027	National banks, not insured by the Federal Deposit Insurance Corporation
6028	Unincorporated private banks, not insured by the Federal Deposit
	Insurance Corporation
6032	Mutual Savings banks, members of the Federal Reserve System
6033	Mutual Savings banks, not members of the Federal Reserve System,
	insured by the Federal Deposit Insurance Corporation
6034	Mutual Savings banks, not insured by the Federal Deposit Insurance
	Corporation
6042	State non-deposit trust companies, members of the Federal Reserve
	System, insured and not insured
6044	State non-deposit trust companies, not insured by the Federal Deposit
60.50	Insurance Corporation
6052	Foreign exchange establishments
6054	Safe deposit companies
6055	Clearing house associations
6056	Corporations for banking abroad
6059	Establishments performing functions closely related to deposit banking,
	not elsewhere classified

#### Credit Agencies Other Than Banks (Group 61)

Home Loan Bank System

Rediscount and financing institutions for credit agencies (other than banks) not primarily associated with agricultural credit
Rediscount and financing institutions for credit agencies (other than banks) primarily associated with agricultural credit
Federal savings and loan associations
State savings and loan associations, insured by the Federal Savings and Loan Insurance Corporation
State savings and loan associations, not insured, members of the Federal

	Exhibit			
6125	State savings and loan associations, not insured, not members of the			
	Federal Home Loan Bank System			
6131	Agricultural credit unions			
6142	Federal credit unions			
6143	State credit unions			
6144	Industrial loan companies not engaged in deposit banking			
6145	Licensed small loan lenders			
6146	Installments sales finance companies			
6149	Miscellaneous personal credit institutions			
6153	Short-term business credit institutions			
6159	Miscellaneous business credit institutions			
6162	Mortgage bankers and loan correspondents			
	Loan brokers			
Security and	Commodity Brokers, Dealers Exchanges and Services (Group 62)			
6211	Security brokers, dealers, and flotation companies .			
6221	Commodity contracts brokers and dealers			
6231	Security and commodity exchanges			
6281	Services allied with the exchange of securities or commodities			
Insurance (G	roup 63)			
6311	Life insurance			
6321	Accident and health insurance			
6324	Hospital and medical service plans			
6331	Fire, marine, and casualty insurance			
6351	Surety companies			
6361	Title insurance			
6371	Pension, health, and welfare funds			
6399	Insurance carriers, not elsewhere classfied			
Combination of Real Estate, Insurance, Loans, Law Offices (Group 66)				
6611	Combination of real estate, insurance, loans, law offices			
Business Serv	vice Equipment (Group 73)			
7311	Advertising agencies			
7312	Outdoor advertising agencies			
7312	Radio, television, and Publishers' Advertising Representatives			
7319	Advertising, not elsewhere classified			
7319				
1321	Consumer credit reporting agencies, mercantile reporting agencies, and adjustment and collection agencies			
7331	Direct mail advertising services			
7331				
1332	Blueprinting and photocopying services			

7333	Commercial photography, art, and graphics
7339	Stenographic services, and duplicating services, not elsewhere classified
7341	Window cleaning
7342	Disinfecting and exterminating services
7349	Cleaning and maintenance services to dwellings and other buildings, not
	elsewhere classified
7351	News syndicates
7361	Employment agencies
7362	Temporary help supply services
7369	Personnel supply services, not elsewhere classified
7372	Computer programming and other software services
7374	Data processing services
7379	Computer related services, not elsewhere classified
7391	Research and development laboratories
7392	Management, consulting and public relations services
7393	Detective agencies and protective services
7394	Equipment rental and leasing services
7395	Photofinishing laboratories
7396	Trading stamp services
7397	Commercial testing laboratories
7399	Business services, not elsewhere classified

#### Legal Services (Group 81)

8111 Legal services

#### Educational Equipment and Supplies (Group 82)

- 8241 Correspondence schools
- 8243 Data processing schools
- 8244 Business and secretarial schools

#### In addition to the above (if not listed)

Internally located service businesses which are normally required in a major office complex but will not have direct exterior access or advertising.

These may include an on-site Day Care Provider, News Stand, Travel Agency, Copy Center or similar on-site provider.

Deputy City Attorney Todd Farris City of Milwaukee January 29, 2024 Exhibit B

#### EXHIBIT B



## City of Milwaukee

# Department of Neighborhood Services Commercial Alteration Permit

Permit Number: COM-ALT-23-00075 Issue Date: 04/19/2023

Project Location: 9000 - 9000 W CHESTER ST 300 - 300, MILWAUKEE, WI 532141373

Application Name: Arizona College of Nursing Suite 300

Description of Work: COM-ALT 23-00075 – Level 2, type IIB construction, fully

sprinklered. Selective demolition of partial first floor and full third floor space including partition walls, doors, and interior finishes. New work includes new partition walls, doors, interior finishes. B occupancy; work area is 9,344 sf. Reviewed for substantial compliance with IEBC-2015, IBC 2015, (as amended by WI SPS 361-366) and ICC/ANSI

A117.1-2009).

Issued to: Owner:

Matt Bautch
461 River Crest Ct. Mukwonago, WI
53149

Mukwonago, WI 53149

GENEVA EXCHANGE FUND L LLC 115 S 84TH ST STE 275 MILWAUKEE, WI 53214-1474

Issued By: SPAGAC

No asbestos project, as defined in Ch. 66 of the Milwaukee Code of Ordinances, is included in the work performed under this permit. I understand that any falsification or misinformation may result in penalties prescribed in the Milwaukee Code of Ordinances

Permits are non-transferrable.

There is no refund for a minimum fee permit.



NOTE: The building owner/operator must conduct a thorough inspection for asbestos-containing material BEFORE WORK BEGINS. A State-certified asbestos inspector is required for this inspection. Check on the State of Wisconsin website for a list of certified companies. For more information, call (414) 286-3280.

To obtain more information about this permit or to schedule a required inspection log on to: <a href="https://www.Milwaukee.gov/LMS">www.Milwaukee.gov/LMS</a> or call (414) 286-2513

Permits expire if work is not started within 6 months of issuance or if new construction ceases more than 3 months.

Permits are non-transferrable.

There is no refund for a minimum fee permit.

