1	BEFORE THE LAND USE BOARD OF APPEALS
2	OF THE STATE OF OREGON
3 4 5	STEVE DOOB and LISA BERGER Petitioners,
6 7	vs.
8	
9	CITY OF GRANTS PASS,
10	Respondent,
11	
12	and
13	
14	KIRK CHAPMAN CONSTRUCTION, LLC
15	and EASTWOOD CHAPMAN, LLC,
16	Intervenors-Respondent.
17	
18	LUBA No. 2004-120
19	
20	FINAL OPINION
21	AND ORDER
22	
23	Appeal from City of Grants Pass.
24	
25	Steve Doob, Merlin, and Lisa Berger, Grants Pass, represented themselves. Steve
26	Doob filed the petition for review and argued on his own behalf.
27	
28	No appearance by City of Grants Pass.
29	
30	Ben Freudenberg, Grants Pass, filed the response brief and argued on behalf of
31	intervenors-respondent.
32	
33	HOLSTUN, Board Chair; BASSHAM, Board Member; DAVIES, Board Member,
34	participated in the decision.
35	
36	REMANDED 11/15/2004
37	
38	You are entitled to judicial review of this Order. Judicial review is governed by the
39	provisions of ORS 197.850.

1

Opinion by Holstun.

2 NATURE OF THE DECISION

Petitioners appeal a city decision that grants tentative approval for a 53-lot residential
subdivision.

5 MOTION TO INTERVENE

6 Kirk Chapman Construction, L.L.C. and Eastwood Chapman, L.L.C. move to 7 intervene on the side of respondent in this appeal. There is no opposition to the motion, and 8 it is allowed.

9 FACTS

10 The subject 11.42-acre property is zoned for residential development and is located 11 inside the City of Grants Pass UGB but outside city limits. The property includes a wetland. 12 The property fronts on three county roads, Redwood Avenue, Hubbard Lane, and Elmer 13 Nelson Lane. None of those county roads is constructed to city standards, and the proposed 14 subdivision would have access onto all three of those roads.

15 The interior roads would be constructed to city standards at the time of development. 16 As approved, the applicant will be required to construct half-street improvements to Elmer 17 Nelson Lane and to pay a cash deposit and sign a deferred development agreement to 18 facilitate construction of Redwood Avenue and Hubbard Lane to city standards at some 19 unspecified date in the future.

20 FIRST ASSIGNMENT OF ERROR

The City of Grants Pass Development Code (GPDC) sets out several criteria that the city must apply when considering applications for tentative subdivision approval. One of those criteria is GPDC 17.413(3), which governs street layout:

When one is required or proposed, the street layout conforms to the
applicable requirements of the adopted street plans, meets the requirements of
Article 27 and other applicable laws, and best balances needs for economy,
safety, efficiency, and environmental compatibility."

1 In their first assignment of error, petitioners argue:

2 "In his appeal of the [planning commission's] approval, petitioner [Doob] 3 asserted that: 'The street layout fails to best balance needs for economy, 4 safety, efficiency, and environmental compatibility.' In its findings, the city 5 addresses petitioner's claim, but not in a meaningful way. They describe various facts about the street layout, but do not explain how those facts satisfy 6 7 the criterion. The criterion alludes to needs for economy, safety, efficiency, 8 and environmental compatibility, but those needs are not described and no 9 street layout alternatives addressing those needs are discussed. Presumably, 10 certain street layouts would favor one or the other of those needs; however, it 11 is impossible to tell from the findings if any alternative street layouts were 12 considered and, thus, if the one that was chosen best balances the economic, 13 safety, efficiency and environmental compatibility needs." Petition for 14 Review 5.

There is nothing in the text of GPDC 17.413(3) that supports petitioners' apparent contention that GPDC 17.413(3) requires that one or more *alternative* street layouts necessarily must be developed and evaluated in all cases. It may well be that in some cases a number of alternatives are possible and those alternatives implicate the considerations listed in GPDC 17.413(3) differently. While petitioners suggest that such might be the case here, they do not identify what those alternatives might be.

In its decision, the planning commission's findings identify a number of features that have been incorporated into the proposed subdivision street system. Record 207-08. Following petitioner Doob's appeal, the city council first noted that petitioner "does not provide detail on how the proposed street layout fails to balance the above needs." Record 12. The city council then proceeded to identify a number of additional features of the proposed street system that the city council found were adequate to address the identified needs in GPDC 17.413(3). Record 12-13.

Apparently petitioners did not identify alternative street designs that they believe better address the needs identified in GPDC 17.413(3). As we have already noted, GPDC 17.413(3) does not expressly require that the city or the applicant develop and evaluate alternatives. Accordingly, we reject petitioner's contention that the city's failure to identify
 and evaluate alternatives in the challenged decision necessarily requires remand.

Petitioners also appear to argue that it was reversible error for the city not to provide an interpretation of or describe the GPDC 17.413(3) "needs for economy, safety, efficiency, and environmental compatibility." However, petitioners neither offer any reason why those needs are ambiguous in ways that require a city interpretation nor explain why the findings the city did adopt are inadequate to establish that the proposed street system best balances those needs.

9 The first assignment of error is denied.

10 SECOND ASSIGNMENT OF ERROR

11 GPDC 17.413(3), quoted above, requires that the proposed street plan must "meet[]

12 the requirements of Article 27." GPDC 27.110(1) provides:

13 "Where proposed development abuts on an existing substandard street or a 14 future street as shown on the Official Street Map, the applicant is obligated to 15 improve one-half (½) the street width for the distance the property abuts the 16 street to the full standards contained in this Code. The improvements must be 17 constructed or secured either prior to Final Plat or Map, if subdividing or 18 partitioning, or prior to final Use and Occupancy Permit.

"Proposed subdivisions, major partitions, and private streets (serving 4 or
more dwelling units) shall be connected to an existing City standard paved
street." (Emphasis added.)

22 There is no dispute that all three streets that provide access to the proposed 23 subdivision are not currently constructed to city standards. In approving the subdivision at 24 issue in this appeal, the city required that the applicant make or secure the improvements 25 required by the first of the above quoted paragraphs of GPDC 27.110(1). We recently 26 considered a case in which the city approved a subdivision where the streets would not 27 connect to an *existing* city standard paved street. In that case, as the city has done in this 28 case, the city required that the abutting substandard streets be improved or secured in 29 accordance with the first paragraph of GPDC 27.110(1) to facilitate the improvement of the

abutting streets so that the subdivision would connect with a standard street in the future. *Doob v. City of Grants Pass*, ____ Or LUBA ____ (LUBA No. 2004-043, June 16, 2004). But
the city did not require that the proposed subdivision connect to at least one "existing City
standard paved street." We concluded that the city's interpretation and application of GPDC
27.110(1) effectively wrote the second paragraph out of GPDC 27.110(1):

6 "GDC 27.110(1) is not a model of clarity, but it does appear to envision two 7 different circumstances where improved streets are required. In the first 8 paragraph, GPDC 27.110(1) provides that when proposed development abuts 9 a substandard street that the improvements must either be constructed at the 10 time of development [or] secured for future construction. That is what occurred for substandard Redwood Avenue. The second paragraph provides 11 12 that in more limited circumstances, namely larger developments (*i.e.* 13 subdivisions, major partitions, and private streets serving four or more 14 dwelling units), the development must also be connected to an 'existing city 15 standard paved street.' The city appears to have treated the requirement for a connection to an 'existing city standard paved street' in the same manner that 16 17 it treated required improvements to development that merely abuts substandard streets: that the requirement can be satisfied by offering security 18 19 to construct half-street improvements on Willow Lane at some future date. 20 The problem with this interpretation is that it transposes the allowance for 21 future construction from the first paragraph to the second paragraph. 22 However, that alternative allowance for future improvements is not provided 23 for in the second paragraph. As the explicit language of the code provides, the 24 subdivision must be connected to 'an existing City standard paved street.' 25 The city's interpretation would effectively read the word 'existing' out of the 26 second paragraph and read in an allowance for deferred construction or 27 improvement to city standards. In essence, the city interpreted the code to provide for connection to 'an existing or future City standard paved street.' 28 29 Although the city has discretion in interpreting its code, and there are certainly 30 valid policy considerations expressed in the decision for the interpretation the 31 city adopted, the city may not interpret its code to say what it does not say." 32 Slip op at 5.

We note that GPDC 27.110(1) apparently was amended on October 6, 2004, after the application that led to the decision in this appeal was filed and after the city adopted the appealed decision. That amendment may have been adopted in response to our June 16, 2004 decision in *Doob v. City of Grants Pass*. However, the prior version of GPDC 27.110(1), which is set out in the text, applied in *Doob v. City of Grants Pass* and applies in this appeal. ORS 227.178(3)(a) ("approval or denial of the application shall be based upon the standards and criteria that were applicable at the time the application was first submitted"). The public hearing before the city council in this appeal occurred on June 16, 2004, the same day we issued our decision in *Doob v. City of Grants Pass*. Although that may explain why the city repeated its error in this case, it does not excuse the error.

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THIRD ASSIGNMENT OF ERROR

The second assignment of error is sustained.

8 In accordance with longstanding city/county practice in reviewing applications for 9 land use approval in areas within the UGB but outside the city limits, the city provided notice 10 to the Division of State Lands that it had received an application to subdivide land with 11 wetlands. Record 246. The applicant prepared a Wetland Determination and Delineation 12 Report, dated March 22, 2004. Record 247-60. A June 2, 2004 Wetland Delineation was 13 subsequently prepared. Record 35-77. On June 30, 2004, DSL concurred with the June 2, 14 2004 Wetland Delineation. According to the challenged decision, the applicant plans to 15 preserve 1.6 acres of the 1.85-acre wetland and deed that part of the wetland to the city. 16 Record 16. Deed restrictions will be imposed to limit uses on the lot that will abut the 17 wetland, and the applicant will be required to comply with DSL and Army Corps of Engineer 18 requirements. Id.

19 Under their third assignment of error, petitioners allege the city erred by neither 20 adopting a program to protect the 1.85-acre wetland nor applying the "safe harbor" provisions 21 of OAR 660-023-0100(4)(b) to protect that wetland. We first review the rules that petitioners 22 argue the city erroneously failed to apply in this case, before turning to the city's decision.

OAR 660-023-0100 sets out planning requirements for wetlands under Statewide
Planning Goal 5 (Natural Resources, Scenic and Historic Resources, and Open Spaces).
Within urban growth boundaries, OAR 660-023-0100(3) requires:

1 2	"For areas inside urban growth boundaries (UGBs) and urban unincorporated communities (UUCs), local governments shall:		
3 4 5 6	"(a)	Conduct a local wetlands inventory (LWI) using the standards and procedures of OAR 141-086-0110 through 141-086-0240 and adopt the LWI as part of the comprehensive plan or as a land use regulation; and	
7 8 9 10	"(b)	Determine which wetlands on the LWI are 'significant wetlands' using the criteria adopted by the Division of State Lands (DSL) pursuant to ORS 197.279(3)(b) and adopt the list of significant wetlands as part of the comprehensive plan or as a land use regulation."	
11	Once the wetlands within a UGB are inventoried, and "significant wetlands" on the inventory		
12	are identified, OAR 660-023-0100(4) requires:		
13	"For s	ignificant wetlands inside UGBs * * *, a local government shall:	
14 15 16	"(a)	Complete the Goal 5 process and adopt a program to achieve the goal following the requirements of OAR 660-023-0040 and 660-023-0050; or	
17 18	"(b)	Adopt a safe harbor ordinance to protect significant wetlands consistent with this subsection, as follows:	
19 20 21 22		"(A) The protection ordinance shall place restrictions on grading, excavation, placement of fill, and vegetation removal other than perimeter mowing and other cutting necessary for hazard prevention; and	
23 24 25 26 27		"(B) The ordinance shall include a variance procedure to consider hardship variances, claims of map error verified by DSL, and reduction or removal of the restrictions under paragraph (A) of this subsection for any lands demonstrated to have been rendered not buildable by application of the ordinance."	
28	The above rules were adopted and became effective in 1996. Prior to that date, in		
29	1991, Josephine County initiated a study of wetlands, the Wetlands Resource Plan. The		
30	Wetlands Resource Plan was completed in 1998 and adopted by the county and city in 1998.		
31	The plan was subsequently amended and was acknowledged by the Land Conservation and		
32	Development Commission (LCDC) in 1999.		

1 Although the precise status of the disputed wetland is somewhat unclear, it is 2 undisputed that the Wetlands Resource Plan does not include the disputed wetland on a 3 LWI.¹ Neither has the city conducted the additional planning for the disputed wetland that is 4 required by OAR 660-023-0100(4)(b). Nevertheless, it also is undisputed that the Wetlands 5 Resource Plan was acknowledged by LCDC in 1999. In that circumstance, the acknowledged 6 comprehensive plan and land use regulations apply, and neither Goal 5 nor its implementing 7 rules apply directly to this application for subdivision approval. ORS 197.175(2)(d). 8 Although there are limited circumstances where the statewide planning goals may apply 9 directly to a permit or subdivision decision that is governed by an acknowledged 10 comprehensive plan and land use regulations, petitioners do not allege that any of those circumstances exist here.² 11

Petitioners' argument under the third assignment of error is effectively an argument that the Wetland Resource Plan should not have been acknowledged in 1999 and, as a consequence, that the Goal 5 rule should apply directly to this decision. That argument is an impermissible *de facto* collateral challenge to the 1999 acknowledgment decision. *See Friends of Neabeack Hill v. City of Philomath*, 139 Or App 39, 49, 911 P2d 350 (1996).

17 The third assignment of error is denied.

Because we sustain petitioners' second assignment of error, the city's decision isremanded.

¹ A planning staff report in the record explains "[t]hese wetlands were neither included in the study area nor the wetlands plan, and therefore identified simply as 'wetlands not covered by this plan'." Record 86.

² For example LCDC may require that new or amended Goals be applied directly and it may order a local government with an acknowledged comprehensive plan and land use regulations to apply the goals directly. ORS 197.245; 197.320.