1	BEFORE THE LAND USE BOARD OF APPEALS
2	OF THE STATE OF OREGON
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4	CHRISTOPHER HUESSY,
5	Petitioner,
6	
7	VS.
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9	TILLAMOOK COUNTY,
10	Respondent.
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12	LUBA No. 2008-037
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14	FINAL OPINION
15	AND ORDER
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17	Appeal from Tillamook County.
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19	David B. Smith, Tigard, filed the petition for review and argued on behalf of
20	petitioner.
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22	William K. Sargent, Tillamook, represented respondent.
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24	HOLSTUN, Board Member; BASSHAM, Board Chair, participated in the decision.
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26	RYAN, Board Member, did not participate in the decision.
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28	REMANDED 01/09/2009
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30	You are entitled to judicial review of this Order. Judicial review is governed by the
31	provisions of ORS 197.850.

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NATURE OF THE DECISION

- 3 Petitioner appeals a county decision that denies his attempted local appeal of a county
- 4 decision not to issue a building permit.

5 FACTS

We take the facts from our earlier order denying the county's first motion to dismiss:

"In 2001, petitioner obtained [county] approval to build a residence on portions of several lots petitioner owned with his wife near the Wilson River in rural Tillamook County. Apparently at the county's request, he built the residence astride the lot lines of several lots he owned. Subsequent to the residence's completion the Oregon Department of Forestry (ODF) obtained a prescriptive easement over petitioner's property for an access roadway. In 2005, the residence was destroyed by arson.

"After obtaining a demolition permit to remove the remains of the burned residence, petitioner applied in February 2006 for a building permit to restore In March 2006, the county planning director informed petitioner that he could not replace the residence in the original location, apparently because it encroached into the ODF easement and because it crossed lot lines. After exchanging numerous letters, in November 2007 petitioner attempted to appeal the denial of the building permit to the planning On January 24, 2008, the planning department rejected commission. petitioner's attempt to appeal the building permit denial to the planning commission, stating that the county's action was not a land use decision and therefore no local appeal was available. On February 5, 2008, petitioner attempted to appeal the denial of an appeal before the planning commission to the board of county commissioners. On February 22, 2008, the county rejected petitioner's attempted appeal and again stated that there was no right of local appeal. On March 4, 2008, petitioner appealed the board of county commissioner's rejection of his local appeal to LUBA." Huessy v. Tillamook County, ___ Or LUBA ___ (LUBA No. 2008-037, October 24, 2008, Order) slip op 1-2.

MOTION TO DISMISS

In our October 24, 2008 Order quoted above, we considered the county's first motion to dismiss this appeal, in which the county argued that its refusal to issue a building permit to petitioner is not a land use decision because it was made under "land use standards which do not require the exercise of policy or legal judgment" or "approves or denies a building permit

issued under clear and objective land use standards." The county took the position that the 2 underlying building permit falls within the ORS 197.015(10)(b)(A) and (B) exceptions to the 3 statutory definition of "land use decision." Based on its position that the county's underlying 4 building permit denial decision is not a land use decision, the county took the position in its first motion to dismiss that petitioner had no right to a local appeal of that decision and that 6 petitioner's appeal in this matter should be dismissed.

In our October 24, 2008 Order we noted that the decision that is before LUBA in this appeal is not the planning director's decision to deny petitioner's building permit application. The only decision that is before LUBA in this appeal is the county's decision to deny petitioner's attempt to appeal that planning director decision to the planning commission. We noted that "[t]he parties seem to believe the answer to whether petitioner has a right to a local appeal turns on whether the underlying [planning director's] decision to deny the requested building permit is a land use decision." Slip op at 2. In our October 24, 2008 Order we assumed "for purposes of this order that the parties' belief is correct," but we

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¹ ORS 197.015(10) provides, in part:

[&]quot;Land use decision':

[&]quot;(a) Includes:

[&]quot;(A) A final decision or determination made by a local government or special district that concerns the adoption, amendment or application of:

[&]quot;****

[&]quot;(iii) A land use regulation; * * *

[&]quot;*****<u>*</u>

[&]quot;(b) Does not include a decision of a local government:

[&]quot;(A) That is made under land use standards that do not require interpretation or the exercise of policy or legal judgment;

[&]quot;(B) That approves or denies a building permit issued under clear and objective land use standards[.]"

ultimately concluded that LUBA has jurisdiction over this appeal. *Id.* Although we continue to believe we have jurisdiction in this matter, we should not have assumed the parties' belief was correct. Under that belief, the analytical focus is on the wrong decision (the planning director's decision) and the critical question is avoided (Is the county's decision to deny petitioner a local appeal a land use decision?) Whether the planning director's decision qualifies as a "land use decision," as ORS 197.015(10)(a) defines that term, has nothing to do with whether the county's subsequent decision to deny petitioner a local appeal of that decision is a land use decision. In fact, as defined by ORS 197.015(10)(a), the planning director's decision to deny petitioner's application for a building permit could only be a "land use decision" if it was the county's *final* decision in this matter. *See* n 1. If the planning director's decision to deny petitioner's building permit application was the county's *final* decision in this matter that would mean petitioner has no right to a local appeal to challenge the planning director's decision.

In our October 24, 2008 Order, we suggested that the proper focus in resolving the county's jurisdictional challenge is on Tillamook County Land Use Ordinance (LUO) 10.020, which governs appeals of actions or rulings of the planning director. The county subsequently filed a second motion to dismiss in this appeal, arguing that petitioner's local appeal was not timely filed under LUO 10.020. If the county is correct that petitioner's attempted local appeal was not timely filed, that would mean that petitioner failed to exhaust an available remedy, and this appeal would have to be dismissed for that reason. ORS 197.825(2)(a); *Burke v. Crook County*, 45 Or LUBA 516, 519 (2003); *Ramsey v. City of Portland*, 28 Or LUBA 763, 768 (1994).

LUO 10.020 sets out the requirements for appealing an action or ruling by the planning director:

"An action or ruling by the DIRECTOR pursuant to this Ordinance may be APPEALED by parties to the decision, as defined in Section 8.020 (8), within 12 days after notification of the decision is mailed to said parties. Written

notice of the APPEAL shall be filed in the Department. If the APPEAL is not filed within the 12-day period, the action or ruling of the DIRECTOR shall be final. If an APPEAL is filed, the Commission shall receive a report and recommendation thereon from the DIRECTOR, and shall hold a public hearing on the APPEAL. Other actions of the DIRECTOR may be APPEALED within 21 days after such an action or decision is reduced to writing." (Capitalization in original.)

The county argues that the county planning director denied petitioner's application for a building permit on March 13, 2006. Although that letter stated the proposed replacement dwelling could not be built within the original footprint of the demolished residence, the letter does not deny the building permit application. In fact, the March 13, 2006 letter states that the county would continue to work with petitioner. Record 157-59. Any doubt that the March 13, 2006 letter was not an action or ruling to deny the building permit is eliminated by the continuing correspondence between petitioner's attorneys and the county regarding the status of the building permit. Record 33, 51, 55, 75, 123, 125.

It appears that the county never expressly denied the building permit application. The closest that the county came to denying petitioner's building permit application is the planning director's February 23, 2007 letter to petitioner's attorney where the planning director explains why he believes the building permit application cannot be approved as proposed. The letter, however, does not deny the building permit but rather explains what must be done to approve the building permit and states that the application may be denied in the future.

"The situation can be remedied. * * * However, to obtain a permit [the applicants] need to revise their plans in accordance with present requirements, which they have been resisting for several years. * * * We will tickle [the file] for review in thirty days, if the * * * setback and property line issues [are not addressed] then we should probably deny [the application.]" Record 52.

Petitioner's attorney finally sent a letter dated April 3, 2007, requesting that the county "either approve, or deny in writing, land use approval" for the building permit. Record 37. The county apparently did not respond to petitioner's April 3, 2007 letter, and

on November 8, 2007, petitioner appealed	the	director's	refusal	to	grant	building	permit
approval to the county planning commission	. Re	ecord 17-21					

Given these circumstances, we believe it is most accurate to view the county's actions as resulting in a *de facto* denial of petitioner's building permit application. That *de facto* denial became effective for purposes of appeal under LUO 10.020 on November 8, 2007, when petitioner filed his local appeal after his April 3, 2007 request for a written decision on his building permit application went unanswered. Petitioner's local appeal was timely under LUO 10.020.

As discussed above, the county subsequently denied petitioner's attempted local appeal to the planning commission, on January 24, 2008. Although the denial of that attempted appeal was issued by planning director, we believe it is correct to view that denial as having been an action or ruling that was rendered on behalf of the planning commission.

13 LUO 10.030 provides:

"An action or ruling of the [PLANNING] COMMISSION pursuant to this Ordinance may be APPEALED to the BOARD within 12 days after the Department's notification of the Commission's action to the applicant. Written notice of the APPEAL must be filed with the BOARD, and a copy sent to the Department. If the APPEAL is not filed within the 12-day period, the [PLANNING] COMMISSION'S decision shall be final. If an APPEAL is filed, the BOARD shall receive a report and recommendation from the Director, and shall hold a public hearing on the APPEAL." (Capitalization in original.)

Petitioner then attempted to appeal the county's January 24, 2008 decision to the board of county commissioners on February 5, 2008, within the 12-day period required by LUO 10.030. Petitioner's appeal to the board of county commissioners was timely under LUO 10.030. Petitioner therefore timely filed all required local appeals.²

² Petitioner also timely appealed the board of county commissioner's refusal to hear his local appeal to LUBA.

Finally, we do not understand the county to argue that the county's final decision to deny petitioner's request for a local appeal in this matter does not qualify as a land use decision, as that term is defined by ORS 197.015(10)(a). See n 1. The county's arguments in that regard have been directed exclusively at the underlying building permit decision. The county's point may be that it believes the LUO requirements that the planning director is relying on to deny the building permit "do not require interpretation or the exercise of policy or legal judgment" or are "clear and objective land use standards." See n 1. Even if the county is correct about that, under LUO 10.020, petitioner is entitled to a local appeal to the planning commission to have the planning commission decide whether the planning director correctly applied the LUO in denying the disputed building permit.

The county's second motion to dismiss is denied.

FIRST ASSIGNMENT OF ERROR

The only question presented in this appeal is whether petitioner is entitled to a local appeal of the planning director's refusal to issue a building permit. Petitioner attempted to appeal the planning director's *de facto* denial of his building permit application. As discussed above, the attempted local appeal pursuant to LUO 10.020 was timely. As we have explained, the county takes the position that a local appeal was not available because the decision whether to issue or deny the building permit is not a land use decision. We see nothing in the language of LUO 10.020 that restricts the right to a local appeal of a planning director "action or ruling" in any way.

In addition, the negative implication of the county's position is that petitioner would only be entitled to a local appeal if the planning director's decision was a "land use decision," as ORS 197.015(10)(a) defines that term. As we have already explained, that is simply a legal impossibility, because as ORS 197.015(10)(a) defines the term "land use decision," a land use decision must be the county's *final* decision. The planning director's decision could not be the county's final decision in this matter while petitioner was timely

- 1 exercising his rights of local appeal under LUO 10.020 and 10.030. The county improperly
- 2 denied petitioner a local appeal of the planning director's decision not to issue the requested
- 3 building permit.

The first assignment of error is sustained.³

SECOND ASSIGNMENT OF ERROR

In the second assignment of error, petitioner asks LUBA to determine whether the planning director misconstrued the LUO in denying his application for a building permit. The only decision before LUBA, however, is the county's refusal to grant petitioner's request for a local appeal of the planning director's decision. Petitioner is entitled to a decision from the planning commission that explains whether it agrees with the planning director's decision. That planning commission decision presumably will identify the LUO provisions that the planning director applied to conclude that the building permit cannot be approved as requested and indicate whether the planning commission agrees with the planning director's interpretation and application of the LUO. Once the county has entered a final decision with supporting findings, at the conclusion of the local appeal that petitioner is entitled to, that decision may be appealed to LUBA if petitioner is dissatisfied with the county's final decision. Until petitioner has been permitted to exhaust the local remedies he is entitled to, a decision by LUBA on the merits is premature. ORS 197.825(2)(a); *Lyke v. Lane County*, 70 Or App 82, 86-87, 688 P2d 411 (1984).

We do not reach the second assignment of error.

The county's decision is remanded.

³ Petitioner's first assignment of error actually assigns error to the county's position that the planning director's denial of his building permit application is not a land use decision. Petitioner does not explicitly assign error to the county's refusal to allow petitioner's appeal of the planning director's decision to proceed to the planning commission. But the county's position that the planning director's denial of petitioner's building permit application is not a land use decision is the only reason the county ever gave petitioner for not allowing petitioner's attempted appeal of the planning director's decision to proceed to the planning commission. We therefore treat the first assignment of error as challenging the county's refusal to allow petitioner's appeal to proceed to the planning commission.