

1 BEFORE THE LAND USE BOARD OF APPEALS
2 OF THE STATE OF OREGON

3
4 ERNEST J. MAZOROL III, SHELLEY L. JOHNSON,
5 WILLIAM PFEIFFER, DONNA PFEIFFER,
6 and KEN COOPER,
7 *Petitioners,*

8
9 vs.

10
11 CITY OF BEND,
12 *Respondent,*

13
14 and

15
16 RICHARD K. RATHMELL, JR.,
17 and ABBY C. VOLUSE,
18 *Intervenors-Respondents.*

19
20 LUBA No. 2009-038

21
22 FINAL OPINION
23 AND ORDER

24
25 Appeal from City of Bend.

26
27 Ernest J. Mazorol III and Shelley L. Johnson, Bend, filed the petition for review and
28 argued on their own behalf. Ken Cooper, William Pfeiffer and Donna Pfeiffer, Bend,
29 represented themselves.

30
31 Gary Firestone, Assistant City Attorney, Bend, filed the response brief and argued on
32 behalf of respondent. With him on the brief was Mary A. Winters, City Attorney.

33
34 Richard K. Rathmell Jr. and Abby C. Voluse, Bend, filed the response brief and
35 Richard K. Rathmell Jr. argued on his own behalf. Abby C. Voluse represented herself.

36
37 BASSHAM, Board Chair; HOLSTUN, Board Member; RYAN, Board Member,
38 participated in the decision.

39
40 REMANDED

07/29/2009

41
42 You are entitled to judicial review of this Order. Judicial review is governed by the
43 provisions of ORS 197.850.

NATURE OF THE DECISION

Petitioners appeal a conditional use approval of an accessory dwelling.

FACTS

Intervenors-respondents (intervenors) applied for a conditional use permit (CUP) to add an accessory dwelling unit (ADU) to an existing single family dwelling in the city’s Drake Park neighborhood. The Drake Park neighborhood is listed in the federal National Register of Historic Places, but it is not identified in the city’s comprehensive plan inventory of historic sites. The applications were administratively approved, and petitioners appealed the administrative approval to the planning commission. The planning commission approved the applications over petitioners’ objections, and petitioners appealed to the city council. The city council declined to hear petitioners’ appeal of the planning commission decision. This appeal followed.

FIRST ASSIGNMENT OF ERROR

Petitioners’ first assignment of error is that the city council “erred by not requiring a hearing on the appeal, at least for arguments.” Petition for Review 3. The Bend Development Code (BDC) provides that the city council has discretion whether to consider such appeals from the planning commission. Petitioners argue that the city violated ORS 227.180 by not providing a hearing before the city council. Petitioners also argue that the fee charged by the city council to decide whether to hear petitioners’ appeal was excessive and thereby violated ORS 227.180. We address each argument in turn.

A. Whether the City Council Was Required to Provide a Hearing

The initial decision approving the applications was an administrative approval by city staff. Petitioners appealed the administrative approval to the planning commission. The planning commission held a *de novo* hearing on the applications and approved them. Petitioners then appealed to the city council. BDC 4.1.1140.B provides:

1 “Before the Council:

2 “1. Review of land use decisions by the City Council shall be
3 discretionary. A decision by the City Council to not grant
4 discretionary review of the appeal shall be the final determination of
5 the City, and the appeal of the decision shall be to the Land Use Board
6 of Appeals as provided by law. The City Council’s decision whether
7 to grant discretionary review shall be made without testimony or
8 argument from persons interested in the appeal, except as specifically
9 permitted by the City Council.”

10 There does not appear to be any dispute that the city followed BDC 4.1.1140.B and
11 that the BDC allows for discretionary review of land use decisions. However, petitioners
12 argue that in declining review under BDC 4.1.1140.B the city is nonetheless required,
13 pursuant to ORS 227.180(1)(a), to provide a hearing on the appeal. ORS 227.180(1)
14 provides in part:

15 “(a) A party aggrieved by the action of a hearings officer may appeal the
16 action to the planning commission or council of the city, or both,
17 however the council prescribes. The appellate authority on its own
18 motion may review the action. The procedure for such an appeal or
19 review shall be prescribed by the council, but shall:

20 “(A) Not require that the appeal be filed within less than seven days
21 after the date the governing body mails or delivers the decision
22 of the hearings officer to the parties;

23 “(B) *Require a hearing at least for argument;* and

24 “(C) Require that upon appeal or review the appellate authority
25 consider the record of the hearings officer’s action. That
26 record need not set forth evidence verbatim.

27 “(b) Notwithstanding paragraph (a) of this subsection, *the council may*
28 *provide that the decision of a hearings officer or other decision-*
29 *making authority in a proceeding for a discretionary permit or zone*
30 *change is the final determination of the city.” (Emphases added.)*

31 Apparently, the city’s practice is for city staff to prepare a summary of the issues
32 raised by the appellants and recommend whether the city council should hear the appeal. In
33 this case, staff recommended against hearing the appeal at a city council meeting, and the
34 city council agreed. According to petitioners, because the city council declined to hear their

1 appeal without conducting a hearing to allow petitioners an opportunity to argue about the
2 issues petitioners sought to raise on appeal, the city violated ORS 227.180(1)(a)(B) which
3 “[r]equire[s] a hearing at least for argument[.]”

4 The problem with petitioners’ argument is that ORS 227.180(1)(b) provides that the
5 decision of a “hearings officer or other decision-making authority” such as a planning
6 commission may be the “final determination of the city.” ORS 227.180(1)(b) does not
7 specify or limit the manner in which the city council must go about making those decisions
8 the city’s “final determination.” We do not believe it is inconsistent with the statute for the
9 city to adopt procedures under which the city council may decline review and thereby make
10 the planning commission’s decision the city’s final determination, without conducting the
11 hearing required by ORS 227.180(1)(a)(B). In other words, the obligation to conduct a
12 “hearing at least for argument” applies in circumstances where the city council conducts a
13 review of the appealed decision. That obligation does not apply where the city council
14 simply chooses to make the underlying decision the city’s final determination. BDC
15 4.1.1140.B is therefore consistent with ORS 227.180(1)(a), and the city council did not
16 violate the statute by failing to provide petitioners a “hearing at least for argument.”

17 This subassignment of error is denied.

18 **B. Whether the City’s Appeal Fee Was Excessive**

19 The city charged petitioners a fee of \$1,620.32 to appeal the planning commission
20 decision to the city council. Petitioners question whether that appeal fee is consistent with
21 ORS 227.180(1)(c), which requires that appeal fees to the governing body be “reasonable
22 and shall be no more than the average cost of such appeals or the actual cost of the
23 appeal[.]”¹

¹ ORS 227.180(1)(c) provides:

“The governing body may prescribe, by ordinance or regulation, fees to defray the costs incurred in acting upon an appeal from a hearings officer, planning commission or other

1 The city responds that the fee schedule was adopted in a prior resolution and that the
2 proper time for challenging that fee schedule was when it was initially adopted. According
3 to the city, any challenge to the fee schedule is an impermissible collateral attack on the
4 resolution that adopted the fee schedule. Although none of the parties cite any cases
5 regarding the appeal fee issue, the city’s argument is consistent with prior LUBA decisions
6 where we held that any challenge to a fee schedule must be a challenge to the decision
7 adopting the fee schedule rather than the subsequent application of the appeal fee. *See*
8 *Maxwell v. Lane County*, 39 Or LUBA 556, 574, *rev’d and rem’d on other grounds* 178 Or
9 App 210, 35 P3d 1128 (2001) (so stating); *Cummings v. Tillamook County*, 30 Or LUBA 17,
10 25 (1995) (same).

11 In *Young v. Crook County*, 56 Or LUBA 704, *aff’d* 224 Or App 1, 197 P3d 48 (2008),
12 however, we questioned the holdings of *Cummings* and *Maxwell*:

13 “To the extent *Cummings* and *Maxwell* categorically reject the possibility of
14 advancing an as-applied challenge under ORS 215.422(1)(c) to the local
15 appeal fee imposed in a particular case, we question whether those cases were
16 correctly decided. Neither *Cummings* nor *Maxwell* cites any authority for that
17 conclusion. No authority that we are aware of renders quasi-judicial land use
18 decisions immune from review under applicable statutes simply because those
19 decisions apply local regulations or standards that were adopted in an earlier,
20 unappealed decision. While local land use decisions rendered pursuant to
21 acknowledged comprehensive plans and regulations are not reviewable for
22 compliance with statewide planning goals and rules, that principle does not
23 apply to arguments that land use decisions applying acknowledged regulations
24 may be inconsistent with applicable state statutes. *Forster v. Polk County*,
25 115 Or App 475, 478, 839 P2d 241 (1992).” 56 Or LUBA at 716.²

designated person. The amount of the fee shall be reasonable and shall be no more than the average cost of such appeals or the actual cost of the appeal, excluding the cost of preparation of a written transcript. The governing body may establish a fee for the preparation of a written transcript. The fee shall be reasonable and shall not exceed the actual cost of preparing the transcript up to \$500. In lieu of a transcript prepared by the governing body and the fee therefore, the governing body shall allow any party to an appeal proceeding held on the record to prepare a transcript of relevant portions of the proceedings conducted at a lower level at the party’s own expense. If an appellant prevails at a hearing or on appeal, the transcript fee shall be refunded.”

² ORS 215.422(1)(c) is the county equivalent of ORS 227.180(1)(c) which applies to cities.

1 In *Young*, we did not ultimately reach the question of whether as-applied challenges
2 to appeal fee schedules were permissible, because we held that even if such challenges were
3 permissible, the petitioner had not established that the appeal fee was unreasonable or more
4 than the average or actual cost of such appeals. *Id.* at 717. In the present appeal, we must
5 reach that question. We believe our holdings in *Cummings* and *Maxwell* were incorrect for
6 the reasons expressed in *Young* and quoted earlier. Furthermore, while the Court of Appeals’
7 decision in *Young* did not specifically address whether as-applied challenges were
8 permissible, the Court affirmed our resolution of how such as-applied challenges should be
9 made and agreed that the petitioner had not met his burden to raise such a challenge. 224 Or
10 App at 7-8. Presumably, if the Court believed as-applied challenges were categorically
11 precluded it would not have considered the petitioner’s arguments regarding our resolution of
12 his as-applied challenge. Therefore, we now overrule those portions of our decisions in
13 *Cummings* and *Maxwell* that hold that as-applied challenges to previously adopted appeal fee
14 schedules are barred.

15 We explained in *Young* what a petitioner must do in an as-applied challenge to an
16 appeal fee schedule:

17 “[W]e believe that in the context of an as-applied challenge the initial burden
18 rests on the local appellant to produce a *prima facie* case that the appeal fee
19 that is charged pursuant to a previously adopted fee schedule is ‘more than the
20 average cost of such appeals or the actual cost of the appeal,’ depending on
21 which approach the county’s fee schedule has taken. We do not believe that
22 the county has that initial burden in an as-applied challenge, merely because
23 the local appellant asserts below that the appeal fee charged the appellant is
24 inconsistent with ORS 215.422(1)(c).” 56 Or LUBA at 717-18.

25 In *Young*, the petitioner merely alleged that the appeal fee was unreasonable and
26 exceeded the average cost of such appeals or the actual cost of the appeal but did not produce
27 any evidence in support of his allegation. *Id.* at 718. In the present appeal, we understand
28 petitioners to question whether the fee of \$1,620.23 is reasonable or represents the average
29 cost of such appeals, but petitioners cite to no evidence on that point. Petitioners have

1 therefore not met their *prima facie* burden of demonstrating, in an as-applied challenge, that
2 the appeals fee of \$1,620.23 is itself unreasonable or not representative of the average cost of
3 such appeals.

4 Petitioners' argument does not end there, however. Petitioners dispute that it costs
5 "an average of \$1,620.23 to summarily gavel up and down during a Bend City Council
6 hearing." Petition for Review 5. Petitioners then point out that under BDC 4.1.1115(C) the
7 city refunds 75 percent of the appeal fee if the city council declines to review the appeal, as
8 long as the appellant does not file an appeal of the city's final decision to LUBA.³
9 Petitioners argue that BDC 4.1.1115(C) is inconsistent with ORS 227.180(1)(c) in part
10 because it "establish[es] financial disincentives to seek further review [by] LUBA." *Id.*

11 Although petitioners' arguments on this point are not well-developed, we understand
12 petitioners to argue that the provision for refunding 75 percent of the appeal fee when the
13 city council does not hear the appeal presumably reflects the lower cost to the city when the
14 city council declines review of a planning commission decision, and thereby avoids the costs
15 that would be incurred if an appeal hearing were scheduled and a city council decision on
16 merits had to be prepared. If so, we understand petitioners to argue that retaining the entire
17 appeal fee simply because petitioners appeal the city council's decision to LUBA after the
18 city's appeal is complete constitutes an unreasonable fee that exceeds the actual or average
19 cost of petitioners' local appeal, in violation of ORS 227.180(1)(c). In other words,
20 petitioners argue that any costs the city incurs as a result of petitioner's LUBA appeal are
21 incurred after the local appeal is complete and therefore cannot be part of the actual or
22 average cost of the local appeal.

³ BDC 4.1.1115(C) provides:

"If the City Council is the Hearings Body and the council declines review, 75% of the appeal fee will be refunded when City Council does not hear the appeal and when the appellant does not appeal the issue to the Land Use Board of Appeals."

1 The city has established what is essentially a two-tiered review system, which
2 provides either (1) a summary decision not to review the appealed decision and to make the
3 planning commission decision the city’s final determination, or (2) a review with a hearing
4 and a final city council decision on the merits of the appeal. Given the refund structure of
5 BDC 4.1.1115(C), it *appears* that the city charges an upfront fee that presumably reflects the
6 actual or average cost of a full city council hearing and review. If the city council declines
7 review, however, the city refunds 75 percent of the fee. Arguably, that refund is intended to
8 reflect the actual or average costs of an abbreviated procedure in which the city decides not
9 to allow review of the planning commission’s decision, which is presumably much less
10 expensive than allowing review and conducting a public hearing. Because respondents do
11 not contend otherwise, we will presume that to be the case for purposes of our analysis.

12 Such a two-tier appeal and fee structure is not necessarily inconsistent with
13 ORS 227.180(1)(c). The difficulty, as petitioners point out, is that BDC 4.1.1115(C) goes on
14 to provide that the city will retain 100 percent of the full upfront appeal fee even when the
15 city council declines review, if the appellant appeals the city’s decision to LUBA. We
16 cannot see how an appeal of the underlying decision to LUBA has any bearing on the
17 average or actual cost to the city of providing a local appeal.⁴ ORS 227.180(1)(c) limits the
18 maximum appeal fees the city may charge for a local appeal to the reasonable, actual or
19 average cost of processing appeals to the city council.

20 Under these circumstances, we believe that petitioners have established a *prima facie*
21 case that charging them the full appeal fee of \$1,620.23 under BDC 4.1.1115(C) for the
22 summary review provided, simply because he appealed the city’s decision to LUBA, *may*
23 constitute a violation of ORS 227.180(1)(c). Although we did not reach this point in *Young*

⁴ If the intent of BDC 4.1.1115(C) is to recoup city costs for defending a LUBA appeal in addition to the costs of the local appeal, then that would likely constitute a violation of ORS 227.180(1)(c), which permits the city to recover only the reasonable or average costs of the local appeal, not the appeal to LUBA.

1 because the petitioner did not establish a *prima facie* case, we believe that once a *prima facie*
2 case has been made, the burden shifts to the city to demonstrate that the appeal fee schedule
3 complies with the statute.

4 The city council's decision does not include any findings on this point.⁵ The city's
5 response brief also provides no basis for us to conclude that the appeal fee charged
6 petitioners is consistent with the statute. Accordingly, remand is necessary for the city to
7 consider that question in the first instance.

8 On remand, the city must explain the reason for refunding 75 percent of the appeal
9 fee when the city council declines review, and whether, as we assumed above, that refund is
10 intended to reflect the lower actual or average cost where the city council declines review, as
11 compared to cases where the city council allows review and conducts a hearing. That
12 assumption of a two-tier cost approach may be incorrect, of course, but on the current record
13 we have no basis to assume otherwise. However, if petitioners are correct that the 75 percent
14 refund when the city declines review reflects its lower actual or average costs, as compared
15 to cases where the city council accepts review and conducts a public hearing, then the city
16 would likely violate the statute by declining review but charging petitioners the fee that
17 reflects the higher average cost in cases where the city council accepts review, based on
18 considerations that have nothing to do with the actual or average costs of providing a local
19 appeal.

20 This subassignment of error is sustained.

21 The first assignment of error is sustained, in part.

⁵ It is possible that, notwithstanding opportunity to do so during the proceedings below, petitioner did not challenge imposition of the appeal fee or otherwise raise the issue below. The city, however, has not asserted waiver under ORS 197.763(1) or 197.835(3), and we do not consider that question.

1 **SECOND ASSIGNMENT OF ERROR**

2 Petitioners argue that the notice for the planning commission hearing was improper.
3 First, petitioners argue that the notice was not sent to all property owners within 100 feet of
4 the subject property as required by ORS 197.763(2)(a)(A). Secondly, petitioners argue that
5 the notice did not list all of the applicable approval criteria. In particular, petitioners argue
6 that the notice does not mention that the subject property is located within a historic district.

7 Even if petitioners are correct that the notice was not sent to all property owners
8 within 100 feet of the subject property, that procedural error would not provide a basis for
9 reversal or remand unless the error prejudiced petitioners’ substantial rights.
10 ORS 197.835(9)(a)(B).⁶ Petitioners may not raise alleged prejudice to other people’s
11 substantial rights as a basis for reversal or remand. *Cape v. City of Beaverton*, 41 Or LUBA
12 515, 523 (2002); *Bauer v. City of Portland*, 38 Or LUBA 432, 439 (2000). There is no
13 dispute that petitioners received notice and appeared at the planning commission hearing and
14 were able to present their case. As to the alleged failure to list the applicable criteria,
15 petitioners make no attempt to explain how that alleged error prejudiced their substantial
16 rights. Petitioners do not identify any city land use regulations that apply to the CUP/ADU
17 application by virtue of the subject property’s location within a federal historic district,
18 which were not listed in the notice. In any case, the usual consequence for the procedural
19 error of failing to list applicable criteria in the notice is that petitioners may assign error
20 based on issues that were not raised below.⁷ Petitioners’ arguments do not provide a basis
21 for reversal or remand.

⁶ ORS 197.835(9)(a) provides that LUBA shall reverse or remand a land use decision if the Board finds that the local government “[f]ailed to follow the procedures applicable to the matter before it in a manner that prejudiced the substantial rights of the petitioner[.]”

⁷ ORS 197.835(4) provides:

“A petitioner may raise new issues to the board if:

1 The second assignment of error is denied.

2 **THIRD ASSIGNMENT OF ERROR**

3 Petitioners argue that the planning commission “lacked jurisdiction to decide this
4 matter.” Petition for Review 7. According to petitioners, the Deschutes County Historical
5 Landmarks Commission (HLC) should have made the decision regarding the CUP and ADU
6 applications. Petitioners do not dispute that the planning commission generally has
7 jurisdiction over CUP and ADU applications. However, petitioners argue that because the
8 subject property is in a historic district that the HLC divests the planning commission of
9 jurisdiction.

10 The city and intervenor explain that intervenor filed an application with the HLC
11 seeking its approval under the city’s historic preservation ordinance, the HLC reviewed and
12 approved the appearance and design of the proposed accessory dwelling under the historic
13 resource preservation ordinance, and that decision was not appealed. Intervenors then
14 submitted the CUP and ADU applications to the city planning department for the city’s land
15 use approval, under the city’s land use regulations. Respondents argue, and we agree, that
16 that separate permitting process is consistent with the city’s code and petitioners have not
17 demonstrated that anything in the city’s code vests jurisdiction over the CUP and ADU
18 applications with the HLC.

19 The HLC’s jurisdiction is established in Bend Code Chapter 10-17, Section 10.103:

20 “(1) This ordinance [preservation of historic resources] shall be
21 administered by the [HLC].

“(a) The local government failed to list the applicable criteria for a decision under ORS 197.195 (3)(c) or 197.763 (3)(b), in which case a petitioner may raise new issues based upon applicable criteria that were omitted from the notice. However, the board may refuse to allow new issues to be raised if it finds that the issue could have been raised before the local government; or

“(b) The local government made a land use decision or limited land use decision which is different from the proposal described in the notice to such a degree that the notice of the proposed action did not reasonably describe the local government’s final action.”

1 “ * * * * *

2 “(4) The [HLC] *shall serve as a land use decision making body on*
3 *applications required by this ordinance* and as an advisory body to the
4 City Council on city policy, ordinances, decisions, and on city projects
5 that could affect the historic resources and their settings that are
6 protected by this code.” (Emphasis added.)

7 As the emphasized languages illustrates, the HLC has jurisdiction over applications
8 required by the city’s historic resources preservation ordinance. Nothing cited to us in that
9 ordinance or elsewhere suggests that the HLC exercises jurisdiction over CUPs and ADUs
10 that are subject to city land use regulations that are not part of the historic resources
11 preservation ordinance.

12 Petitioners next argue that the city violated state law that requires the city “to
13 establish a consolidated procedure for all permits or zone changes, which has never been
14 implemented.” Petition for Review 10. Although petitioners do not cite the state law to
15 which they refer, presumably they mean ORS 227.175(2), which provides:

16 “The governing body of the city shall establish a consolidated procedure by
17 which *an applicant may apply at one time for all permits or zone changes*
18 *needed for a development project.* The consolidated procedure shall be
19 subject to the time limitations set out in ORS 227.178. The consolidated
20 procedure shall be available for use at the option of the applicant no later than
21 the time of the first periodic review of the comprehensive plan and land use
22 regulations.” (Emphasis added.)

23 However, while ORS 227.175(2) requires the city to have a consolidated permit
24 procedure available, it does not require applicants to use that procedure or prohibit applicants
25 from submitting separate permit applications. There is no statutory requirement that an
26 applicant must “apply at one time for all permits or zone changes needed for a development
27 project” even though ORS 227.175(2) requires that the city make that option available.

28 The third assignment of error is denied.

1 **FOURTH ASSIGNMENT OF ERROR**

2 Petitioners argue that “[p]roper procedure was not followed throughout the
3 evidentiary hearing process and as a result, [petitioners’] rights were substantially
4 prejudiced.” Petition for Review 11. Petitioners then provide seven pages of generalized
5 complaints about the procedure that the city followed. As noted, ORS 197.835(9)(a)(B)
6 provides that LUBA shall reverse or remand a land use decision if the local government
7 “[f]ailed to follow the procedures applicable to the matter before it in a manner that
8 prejudiced the substantial rights of the petitioner[.]” Although petitioners never explain
9 which of their substantial rights were prejudiced, presumably they mean the right to an
10 adequate opportunity to prepare and submit their case and a full and fair hearing. *See Muller*
11 *v. Polk County*, 16 Or LUBA 771, 775 (1988) (explaining what “substantial rights” are).

12 Petitioners’ most focused argument is that the city prejudiced their substantial rights
13 by reversing the burden of proof and requiring petitioners to demonstrate that the
14 applications should be denied. According to petitioners, the planning commission
15 improperly labeled petitioners the “proponents” and required them to proceed first when the
16 proper procedure would have been to require the applicants to proceed first as proponents of
17 the CUP and ADU applications.

18 Apparently, the planning commission was initially confused regarding which party
19 spoke first under the city’s procedures, and at the first hearing required petitioners to present
20 their arguments before intervenors. However, the planning commission soon realized the
21 potential error and allowed all parties several additional opportunities to submit and rebut
22 evidence. More importantly, the planning commission clearly understood that the applicant
23 retained the ultimate burden of demonstrating that the application complies with the approval
24 criteria, as shown in its final decision. Petitioners do not cite to anything in the planning
25 commission findings suggesting that the planning commission reversed the burden of proof
26 or misunderstood which party had the burden of proof. As far as petitioners have

1 established, any procedural errors that may have occurred regarding order of presentation
2 were remedied and there was no prejudice to petitioners' substantial rights.

3 Petitioners' remaining allegations are merely complaints about the city's procedure
4 without any explanation of what substantial rights were affected or how such rights were
5 prejudiced. We agree with the city that the remaining allegations do not demonstrate any
6 procedural error, let alone prejudice to petitioners' substantial rights. For instance,
7 petitioners complain that the staff report contains a recommendation for approval and
8 provides draft findings. Petitioners, however, do not explain why that is error or how any
9 alleged error affects their substantial rights. Petitioners also complain that the planning
10 commission did not respond to or consider their public records request. Again, petitioners do
11 not explain why that was a procedural error or how it prejudiced their substantial rights.
12 Finally, petitioners complain that the staff person who worked on the applications and
13 recommended approval at the administrative level was the same staff person who
14 participated in the appeal to the planning commission. Once again, petitioners do not explain
15 why that is a procedural error or how it prejudiced their substantial rights.

16 The fourth assignment of error is denied.

17 **FIFTH ASSIGNMENT OF ERROR**

18 Petitioners' fifth assignment of error is difficult to follow. The assignment of error is
19 that the city's "decision to approve the applications is not supported by substantial evidence
20 in the whole record." Petition for Review 18. However, petitioners generally fail to identify
21 the approval criteria at issue, identify the findings addressing those approval criteria, or
22 explain why those findings are not supported by substantial evidence.⁸

23 The only specific approval criterion petitioners cite is BDC 4.4.400(A)(2), which is
24 one of the approval criteria for CUPs:

⁸ As a review body, we are authorized to reverse or remand the challenged decision if it is "not supported by substantial evidence in the whole record." ORS 197.835(9)(a)(C).

1 “Any negative impacts of the proposed use on adjacent properties and on the
2 public can be mitigated through application of other Code standards, or other
3 reasonable conditions of approval that include but are not limited to those
4 listed in Section 4.4.400(C) below[.]”

5 The findings of the administrative approval decision, which are incorporated by the
6 planning commission’s decision, address BDC 4.4.400(C)(2). The decision states that the
7 only four negative impacts identified by opponents are: (1) construction noise; (2) alley
8 congestion; (3) solar access; and (4) undesirable tenants. Record 325. Petitioners do not
9 acknowledge these or any other findings in challenging the city’s decision. In fact, in their
10 assignment of error, petitioners do not identify or discuss any specific negative impacts at all.
11 Petitioners’ primary objections appear to be that there are no existing ADUs in the vicinity of
12 the subject property and that allowing an ADU in the neighborhood will, in some unspecified
13 manner, conflict with the historic neighborhood. The administrative decision findings state:

14 “Comments received in opposition to the proposed ADU suggest that the
15 property is zoned ‘single family’ and further suggest that ADUs would be
16 more correctly placed on other ‘multi-family’ zones. Rather than being site
17 specific, the comments received indicate general opposition to allowing
18 ADUs within the RS Zone (as prescribed in the [BDC]); the comments
19 suggest that a zone change should apply. While Staff has considered the
20 comments received, the current review can only apply the existing [BDC] to
21 the application. Staff finds that the subject property is not zoned ‘single-
22 family’ but rather Residential Urban Standard Density (RS). Within the RS
23 zone, there are uses that are permitted outright and there are uses that can be
24 permitted with Conditional Use Permit review. As detailed throughout this
25 review, the ADU is conditionally permitted in the RS zone and the proposal
26 can comply with the applicable development standards.” Record 325-26
27 (footnote omitted).

28 Petitioners do not challenge those findings, do not allege any negative impacts that
29 have not been mitigated, and do not explain how the city’s decision is not supported by
30 substantial evidence. Petitioners complain that there are five nearby homes that are on the
31 city’s inventory of historic resources, but petitioners make no attempt to explain how that
32 circumstance is relevant to any approval criterion, or how it has any bearing on whether the
33 city’s decision is supported by substantial evidence. Petitioners also complain about the state

1 of the city’s historic resources inventory. Again, however, petitioners make no attempt to
2 explain how any problems with the city’s inventory have any bearing on the challenged
3 decision in general, let alone whether there is substantial evidence to support the city’s
4 finding that BDC 4.4.400(C)(2) is satisfied.

5 The fifth assignment of error is denied.

6 **SIXTH ASSIGNMENT OF ERROR**

7 The challenged decision by the planning commission adopts the findings of the staff
8 administrative approval. Petitioners argue that the planning commission erred by not
9 addressing material issues raised at the evidentiary hearing and in adopting the staff decision.
10 Petitioners list four “material issues” that they believe were not addressed. Petitioners,
11 however, make no attempt to explain how those issues relate to any applicable city approval
12 criteria.⁹ The incorporated decision appears to address all of the applicable approval criteria,
13 and the issues petitioners raise do not appear to have any bearing on those criteria. Absent
14 some explanation from petitioners as to how the city’s findings are inadequate regarding
15 specific approval criteria, we cannot say that the findings are inadequate.

16 The sixth assignment of error is denied.

17 The city decision is remanded.

⁹ Petitioners raise the following issues: (1) impact on all adjacent properties in the historic district; (2) compliance with state and federal laws regarding historic districts; (3) the applicant’s assertion that ADUs are a common use in the area; and (4) whether ADUs are a conflicting use in the Drake Park neighborhood.