

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

CARL KOPACEK,
Petitioner,

vs.

CITY OF GARIBALDI,
Respondent,

and

COASTAL HOUSING SOLUTIONS, LLC,
Intervenor-Respondent.

LUBA No. 2020-094

FINAL OPINION
AND ORDER

Appeal from City of Garibaldi.

Tyler D. Smith filed the petition for review and argued on behalf of petitioner. Also on the brief was Tyler Smith & Associates, P.C.

No appearance by City of Garibaldi.

Jennie Bricker filed the response brief and argued on behalf of intervenor-respondent. Also on the brief were Sarah Stauffer Curtiss, Max Yoklic, Land Shore Water Legal Services, LLC, and Stoel Rives, LLP.

RUDD, Board Chair; RYAN, Board Member; ZAMUDIO, Board Member, participated in the decision.

REMANDED

02/11/2021

1 You are entitled to judicial review of this Order. Judicial review is
2 governed by the provisions of ORS 197.850.

NATURE OF THE DECISION

Petitioner appeals a city council approval of a conditional use permit for a multi-family residential development.

MOTION TO INTERVENE

Coastal Housing Solutions, LLC (intervenor), moves to intervene on the side of the city. The motion is unopposed and is granted.

FACTS

The subject property is 3.62 acres in size, slopes to the north, and is developed with a single-family home, accessory building, manufactured home, and billboard. It is zoned Medium Density Residential (R-1) and Commercial (C-1), with the Hillside overlay zone applied to the sloped portion.

On January 29, 2020, intervenor applied for a conditional use permit (CUP) to develop a multi-family residential complex on the subject property. As proposed, the complex is anchored by 66 apartment units in six separate buildings and has five parking areas with 95 spaces, four trash enclosures, open space, and an enclosed recreation area. On May 13, 2020, the planning commission held a public hearing on the CUP. The record was left open and the hearing was continued to June 10, 2020. At the conclusion of the hearing on June 10, 2020, the planning commission voted to deny the application. On June 26, 2020, intervenor appealed the planning commission's decision to the city council. On July 21, 2020, the city council held a public hearing on the appeal.

1 After closing the July 21, 2020 public hearing, Mayor Riggs asked for a
2 vote on whether to remand the decision to the planning commission. Garibaldi
3 Municipal Code (GMC) 18.210.050(C) provides, in part, that “[a] member who
4 represents personal interest at a hearing may do so only by abstaining from voting
5 on the proposal” and “[a] member absent during the presentation of evidence in
6 a hearing may not participate in the deliberations or final decision regarding the
7 matter of the hearing unless the member has reviewed the evidence received.”
8 Intervenor was represented by a member of the city council, Councilor Daniels,
9 before both the planning commission and city council, and Councilor Daniels
10 recused himself from the vote because his role as intervenor’s representative
11 created a conflict of interest. Additionally, Councilor Cavitt abstained from
12 voting because, although she was present at the July 21, 2020 hearing, she had
13 only recently become a council member and had not reviewed the record prior to
14 the vote. The vote on the motion to remand the decision to the planning
15 commission was two in favor (Riggs and Elmore), one opposed (Hall), and two
16 abstaining (Cavitt and Daniels).¹

17 Subsequent to the July 21, 2020 hearing, Councilor Daniels was recalled
18 and replaced on the city council by Councilor Forsman. At an August 24, 2020
19 special city council meeting, Mayor Riggs announced that Councilor Cavitt was

¹ The record is unclear as to what action the planning commission would be expected to take on remand.

1 required to vote at the July hearing because GMC 2.05.070(D) only allows a
2 council member to abstain due to declared conflicts of interest.² Following some
3 discussion among the city council, Councilor Forsman made a motion, which was
4 seconded, to approve the CUP. The CUP was approved by a three-to-two vote
5 with Mayor Riggs and Councilors Elmore and Forsman voting to approve and
6 Councilors Cavitt and Hall voting to deny the CUP.

7 This appeal followed.

8 **FOURTH ASSIGNMENT OF ERROR**

9 Petitioner asserts three subassignments of error related to the city council's
10 decision to vote on the application at its August 24, 2020 special meeting rather
11 than rely on the result of the vote at its July 21, 2020 meeting. ORS
12 197.835(9)(a)(B) provides that LUBA "shall reverse or remand the land use
13 decision under review if the board finds" that "[t]he local government or special
14 district" "[f]ailed to follow the procedures applicable to the matter before it in a
15 manner that prejudiced the substantial rights of the petitioner." Petitioner argues
16 that Councilor Cavitt was required to abstain from the July vote and that the GMC
17 does not allow for a revote under the facts of this case. Petitioner also argues that

² GMC 2.05.070(D) provides:

"Voting Required. When a questioned is called, every present member of council shall vote either yes or no, except for declared conflicts of interest under applicable law. If any member declines to vote, and the result of such action would create a tie, that member's vote shall be counted as a no."

1 the city has adopted Roberts Rules of Order into its code and that, under those
2 rules, any objection to Councilor Cavitt's decision to abstain from voting at the
3 July meeting had to be made at the July meeting. According to petitioner, any
4 action by the city council to conduct a second vote on whether to remand the CUP
5 decision to the planning commission had to occur at the same meeting as the
6 initial vote. Alternatively, petitioner argues that Councilor Forsman should not
7 have participated in the August 24, 2020 vote. Petitioner maintains that they
8 suffered prejudice to their substantial rights because, rather than remanding the
9 planning commission's decision consistent with the July vote, the city council's
10 August vote approved the CUP. The three subassignments of error are denied.

11 With respect to the first subassignment of error, petitioner argues:

12 "A remand to the Planning Commission, is [a] substantively
13 different result for Petitioner Kopace[]k than an approval by the City
14 Council, and thus substantively affects Petitioner's rights.
15 Therefore, pursuant to ORS 197.835(9)(a)(B), LUBA must reverse
16 and remand the decision of the Garibaldi City Council." Petition for
17 Review 30.

18 With respect to the second subassignment of error, petitioner argues:

19 "Had the proper procedures been followed, the Application would
20 have been remanded to the Planning Commission for further
21 development of the findings. Moreover, Council Member
22 Forsman—who replaced Council Member Daniels ([intervenor's]
23 Representative) on the City Council—would not have improperly
24 partaken in the new, improper vote, leading to a 2-2 tie." Petition for
25 Review 32-33.

26 With respect to the third subassignment of error, petitioner argues:

1 “[T]he concept of a revote would suggest that only those who
2 partook in the original vote would be voting, requiring that Council
3 Member Forsman abstain. Had this occurred, the vote would have
4 been 2-2 and the Planning Commission’s original decision would
5 have stood. This impaired Petitioner’s substantial rights pursuant to
6 ORS 197.835(9)(a)(B) and merits reversal and remand.” Petition for
7 Review 33-34.

8 In each of the three subassignments of error, petitioner argues that their
9 substantial rights were prejudiced and that reversal or remand is appropriate
10 because, had the alleged procedural errors not occurred, the planning
11 commission’s decision denying the application would have stood or the matter
12 would have been remanded to the planning commission but, in either case,
13 intervenor’s application would not have been approved. A party is not, however,
14 entitled to a certain result.

15 In *Muller v. Polk County*, the petitioners argued that, because the board of
16 commissioners did not initiate review within the time specified by the notice of
17 appeal rights, they were entitled to the planning commission’s decision. 16 Or
18 LUBA 771, 772-73 (1988). We explained:

19 “[T]he ‘substantial rights’ of parties in land use proceedings do not
20 include a right to a particular result. Under [ORS 197.835(9)(a)(B)],
21 as under OAR 661-10-005, we believe the ‘substantial rights’ of
22 parties that may be prejudiced by failure to observe applicable
23 procedures are the rights to an adequate opportunity to prepare and
24 submit their case and a full and fair hearing.” *Id.* at 775 (citation
25 omitted).³

³ OAR 661-010-0005 provides, in part, that our rules are intended “to promote the speediest practicable review of land use decisions * * * while affording all

1 There is no argument in the petition for review that petitioner was not allowed an
2 adequate opportunity to prepare and submit their case or was denied a full and
3 fair hearing. Petitioner has not alleged or established any prejudice to their
4 substantial rights. Absent any showing of prejudice to their substantial rights,
5 petitioner has not established any basis for reversal or remand.

6 The fourth assignment of error is denied.

7 **FIRST ASSIGNMENT OF ERROR**

8 ORS 227.173(3) provides:

9 “Approval or denial of a permit application or expedited land
10 division shall be based upon and accompanied by a brief statement
11 that explains the criteria and standards considered relevant to the
12 decision, states the facts relied upon in rendering the decision and
13 explains the justification for the decision based on the criteria,
14 standards and facts set forth.”

15 Petitioner’s first assignment of error is that the city council failed to make
16 adequate findings because it did not identify the facts relied upon in rendering
17 the decision and explain the justification for the decision based on the criteria,
18 standards, and facts. We agree with petitioner.

19 Although the city council’s decision recites evidence and argument, it does
20 not contain findings identifying the relevant criteria and the facts relied upon and
21 explaining why the criteria, as applied to the facts, lead to the city council’s

interested persons reasonable notice and opportunity to intervene, reasonable time to prepare and submit their cases, and a full and fair hearing.”

1 decision. The decision therefore fails to comply with ORS 227.173(3). Intervenor
2 argues:

3 “[T]he City’s decision was thorough and sufficient when viewed in
4 the context of the entire record, including the findings made by the
5 Planning Commission and the staff report prepared for the Planning
6 Commission, which formed the basis for the appeal to City
7 Council.” Response Brief 5-6.

8 The city council’s decision contains a “summary of the facts and testimony found
9 to be relevant to th[e] decision.” Record 2. The first 22 pages of the city council’s
10 decision describe the property, the project, and the proceedings before the
11 planning commission. The remainder of the city council’s decision describes the
12 proceedings before the city council. Neither the section of the city council’s
13 decision describing the planning commission proceedings nor the section
14 describing the city council proceedings includes an analysis of all applicable
15 criteria.

16 The city council’s decision overturned the planning commission’s denial
17 of the CUP:

18 “It is ORDERED by the Garibaldi City Council that Case File #CU-
19 2020-01, previously denied by the Garibaldi Planning Commission,
20 be APPROVED by overturning the Garibaldi Planning Commission
21 decision, as a majority of the Council did not find that the
22 application as presented failed to meet the applicable GMC and
23 Comprehensive Plan standards * * *.” Record 38.

24 The city council does not set forth how the planning commission’s decision is to
25 be modified or identify specific elements of the planning commission’s
26 evaluation of the criteria with which the city council disagrees. The city council’s

1 decision states, after a list conditions of approval, “The Planning Commission
2 adopts the findings of fact and conditions listed above and in the Planning
3 Commission’s June 10, 2020 decision.” Record 40. However, as petitioner
4 explains, the planning commission did not approve the application or adopt
5 findings or conditions.

6 Intervenor argues that the city council incorporated the planning
7 commission’s decision and the staff report into its final decision. Although
8 intervenor does not tell us that this is the case and we have not compared them
9 word for word, the first 22 pages of the city council’s final order may be a cut-
10 and-paste of a portion of the planning commission’s decision. As we explained,
11 the city council’s decision, including the summary of the planning commission
12 proceedings, does not contain findings addressing the applicable criteria. To the
13 extent intervenor argues that the planning commission’s June 10, 2020 decision
14 is incorporated into the city council’s decision by reference, intervenor is
15 incorrect.

16 In *Gonzalez v. Lane County*, we explained:

17 “[I]f a local government decision maker chooses to incorporate all
18 or portions of another document by reference into its findings, it
19 must clearly (1) indicate its intent to do so, and (2) identify the
20 document or portions of the document so incorporated. A local
21 government decision will satisfy these requirements if a reasonable
22 person reading the decision would realize that another document is
23 incorporated into the findings and, based on the decision itself,
24 would be able both to identify and to request the opportunity to
25 review the specific document thus incorporated.” 24 Or LUBA 251,
26 259 (1992) (footnote omitted).

1 Nothing in the city council's decision incorporates the planning commission's
2 June 10, 2020 decision. Similarly, the city council failed to incorporate the staff
3 report into its final decision. The city council's decision states, "Staff believes
4 findings can be established indicating the Conditional Use is in compliance with
5 the Development Code criteria," but the decision does not adopt staff findings or
6 state that any findings in the staff report have been incorporated by reference.
7 Record 38. The summary of the planning commission proceedings contained in
8 the first section of the city council's decision and in the planning commission's
9 decision reflects the existence of a staff report and staff findings. For example,
10 the summary and the planning commission's decision describe a commissioner
11 questioning whether there was a need to amend the staff report to correct an error
12 related to the location of the Hillside overlay zone and a staff member responding
13 that there was no need to revise the findings because, if the project were
14 approved, engineering reports would still be required and the city could require
15 more information at the building permit stage. Record 10. These statements
16 recognize the existence of the staff report and the findings contained therein but
17 do not identify the documents as part of the city council's decision.

18 The final decision does not clearly indicate an intent to incorporate other
19 documents and a reasonable person would not be able to review the city council's
20 decision and determine that the planning commission's June 10, 2020 decision
21 and the March 12, 2020 staff report are part of the city council's September 1,
22 2020 decision.

1 We agree with petitioner both that the city council’s decision lacks the
2 requisite findings and that the city council did not incorporate the planning
3 commission’s decision or the staff report into its final decision. Remand is
4 required for the city to adopt a decision that sets out the applicable criteria, states
5 the facts relied upon in rendering the decision, and “explains the justification for
6 the decision based on the criteria, standards and facts set forth.” ORS 227.173(3).

7 The first assignment of error is sustained.

8 **SECOND ASSIGNMENT OF ERROR**

9 GMC 18.110.010(D) requires that a minimum of 25 percent of the lot area
10 in the R-1 zone be devoted to natural open space or landscaping. In the C-1 zone,
11 a minimum of 20 percent of the lot area is required to be devoted to natural open
12 space or landscaping for family-oriented developments, and 10 percent of the lot
13 area is required to be devoted to natural open space or landscaping for senior
14 citizen/adult handicapped housing. *Id.* A fenced playground is required for all
15 family-oriented development. *Id.* Petitioner argues that, even assuming that the
16 city’s findings are adequate to constitute a reviewable decision, the CUP does not
17 comply with GMC 18.110.010(D).

18 Intervenor argues that petitioner did not raise compliance with GMC
19 18.110.010(D) below and that the issue is waived under ORS 197.835(3), which
20 limits LUBA’s review to issues “raised by any participant before the local
21 hearings body as provided by ORS 197.195 or 197.763, whichever is applicable.”
22 An issue must be raised with sufficient specificity to permit the parties and the

1 decision maker an opportunity to respond. ORS 197.763(1);⁴ *Boldt v. Clackamas*
2 *County*, 21 Or LUBA 40, 46-47, *aff'd*, 107 Or App 619, 813 P2d 1078 (1991).

3 Petitioner replies that the issue of compliance with GMC 18.110.010(D)
4 was raised prior to the close of the evidentiary hearing by a member of the
5 planning commission and a city staff member responding to that commissioner's
6 inquiries. Reply Brief 3. The discussion between the planning commissioner and
7 the staff member that petitioner cites to establish preservation of this issue
8 occurred during the public hearing before the planning commission as part of the
9 staff review of the application for compliance with applicable criteria. The
10 commissioner asked the staff member how the staff member determined that the
11 standard was met because it appeared to the commissioner that the entire site was
12 being developed. The staff member expressed their opinion that more than 20
13 percent of the lot area was devoted to landscaping and that compliance could be
14 guaranteed through a condition of approval. Record 11.

15 In *Fleming v. City of Albany*, the

⁴ ORS 197.763(1) provides:

“An issue which may be the basis for an appeal to [LUBA] shall be raised not later than the close of the record at or following the final evidentiary hearing on the proposal before the local government. Such issues shall be raised and accompanied by statements or evidence sufficient to afford the governing body, planning commission, hearings body or hearings officer, and the parties an adequate opportunity to respond to each issue.”

1 “[i]ntervenor argue[d] that statements made by a city councilor after
2 the close of the hearings d[id] not satisfy the ORS 197.835(3)
3 requirement that issues LUBA may consider must be ‘raised by any
4 participant before the local hearings body’ or the ORS 197.763(1)
5 requirement that such issues be raised ‘not later than the close of the
6 record at or following the final evidentiary hearing.’ We agree[d]
7 with both contentions. A member of the decision-making body is
8 not a ‘participant before the local hearings body.’” 54 Or LUBA
9 168, 172-73 (2007).

10 Although the facts in this case differ from those in *Fleming* in that the planning
11 commissioner’s inquiry here occurred before the close of the final evidentiary
12 hearing, our holding in *Fleming* that a member of the decision-making body is
13 not a participant did not depend on the timing of the statements made by the city
14 councilor. Further, we also held in *Fleming* that a passage in a staff report
15 explaining why staff agreed to use in its analysis a figure requested by the
16 intervenor did not serve to preserve a challenge to the use of that figure. *Id.* at
17 173-75. Similarly, here, the explanation by staff at the planning commission
18 hearing for why they believed GMC 18.110.010(D) was satisfied did not preserve
19 a challenge to that conclusion.

20 We have also held that, when only one point of view regarding compliance
21 with a standard is raised, an alternative point of view may not be raised for the
22 first time at LUBA. *Boucot v. City of Corvallis*, 56 Or LUBA 662, 674 (2008).
23 In *Boucot*, the petitioners argued that the city erred in its approval of conceptual
24 and detailed development plans and a tentative subdivision plat for a 45-lot
25 subdivision when it determined that a drainageway was not a natural
26 drainageway. *Id.* The city responded that the issue was waived because it was not

1 raised below with sufficient specificity for the city to address the issue. *Id.* The
2 petitioners responded with record citations establishing that the city itself had
3 raised the issue of whether the drainageway was natural. *Id.* We rejected that
4 response:

5 “In the staff report to the planning commission, staff discusses the
6 applicable criteria and explains why the east drainage is a natural
7 drainageway and why the west drainage is not a natural
8 drainageway. The staff report does not consider alternative points of
9 view or conflicting evidence in making the determination that the
10 west drainage is not a natural drainageway. As far as we are directed,
11 the only position taken by the applicant, staff, or opponents below
12 was that the west drainageway was not a natural drainageway. That
13 is not sufficient to raise the issue below. The issue is waived.” *Id.*

14 Similarly, here, only one view—the planning staff’s opinion described above—
15 was presented in response to the planning commissioner’s question. The issue
16 that petitioner seeks to raise in this appeal was not raised with sufficient
17 specificity to permit intervenor and the city council an opportunity to respond.

18 Petitioner also argues that, although they did not cite GMC 18.110.010(D),
19 they raised the issue of open space in two letters to the planning commission.
20 Record 398-406. Petitioner does not direct us to any specific language in these
21 pages sufficient to preserve the issue, and we find none. This issue has been
22 waived.

23 GMC 18.80.050 governs the Hillside overlay zone. Petitioner argues that
24 there is not substantial evidence to support a conclusion that GMC
25 18.80.050(G)’s requirement that “[t]he total amount of the lot on which structures

1 and other impervious surfaces may be constructed shall not exceed 40 percent”
2 is satisfied and that the findings do not explain how that development coverage
3 standard is met. Intervenor responds that its submittals addressed GMC
4 18.10.050(G) and that the challenge is premature because approval is conditioned
5 on the submission of engineering plans “provid[ing] sufficient information to
6 comply with provisions in the Hillside Overlay Zone.” Record 40.

7 Substantial evidence is evidence a reasonable person would rely upon to
8 make a decision. *Dodd v. Hood River County*, 317 Or 172, 179, 855 P2d 608
9 (1993) (citing *Younger v. City of Portland*, 305 Or 346, 351-52, 752 P2d 262
10 (1988)). The decision suggests that the 40 percent restriction is met if two parking
11 spots are removed. Record 17. Although Condition J removes two parking spots,
12 we have not been directed to any calculation in the record showing that the
13 removal of two parking spaces is sufficient to ensure that the 40 percent
14 restriction is met. Record 40. We agree with petitioner that there is not substantial
15 evidence to support a conclusion that this standard is satisfied or will be satisfied
16 by conditions of approval.

17 We also agree with petitioner that the findings are inadequate. Findings
18 must “(1) identify the relevant approval standards, (2) set out the facts which are
19 believed and relied upon, and (3) explain how those facts lead to the decision on
20 compliance with the approval standards.” *Heiller v. Josephine County*, 23 Or
21 LUBA 551, 556 (1992). The findings do not explain the basis for concluding that
22 the 40 percent standard is met.

1 The second assignment of error is sustained, in part.

2 **THIRD ASSIGNMENT OF ERROR**

3 GMC 18.185.020(A) provides that approval of a CUP requires findings
4 that “[t]he proposed use is consistent with the policies of the comprehensive
5 plan.” Petitioner’s third assignment of error is that the application does not
6 comply with the comprehensive plan and that, “in the Final Order, the City
7 Council appears to have included and—to the extent it was adopted, if at all—
8 adopted an erroneous legal conclusion, supplied to it by [intervenor’s] attorney,
9 as part of its decision to approve the Application.” Petition for Review 16. As we
10 explained in our resolution of the first assignment of error, the decision describes
11 testimony in favor of and opposed to the application but does not explain the city
12 council’s conclusion. Because the decision is being remanded for the adoption of
13 adequate findings, on remand, the city council may address petitioner’s argument
14 related to GMC 18.185.020(A). We do not reach or resolve the third assignment
15 of error.

16 The city’s decision is remanded.