| 1 | BEFORE THE LAND USE BOARD OF APPEALS |
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| 2 | OF THE STATE OF OREGON |
| 3 | |
| 4 | JUSTIN KULONGOSKI |
| 5 | and CAREY KULONGOSKI, |
| 6 | Petitioners, |
| 7 | |
| 8 | VS. |
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| 10 | CITY OF PORTLAND, |
| 11 | Respondent, |
| 12 | |
| 13 | and |
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| 15 | ITO, MENDEZ & ASSOCIATES, LLC, |
| 16 | Intervenor-Respondent. |
| 17 | • |
| 18 | LUBA No. 2021-004 |
| 19 | |
| 20 | FINAL OPINION |
| 21 | AND ORDER |
| 22 | |
| 23 | Appeal from City of Portland. |
| 24 | |
| 25 | William Kabeiseman field the petition for review and reply brief and |
| 26 | argued on behalf of petitioners. Also on the brief was Bateman Seidel Miner |
| 27 | Blomgren Chellis & Gram, PC. |
| 28 | |
| 29 | Lauren King and James D. Howsley filed the joint response brief and |
| 30 | argued on behalf of respondent and intervenor-respondent. Also on the brief was |
| 31 | Jordan Ramis PC. |
| 32 | |
| 33 | RYAN, Board Member; RUDD, Board Member, participated in the |
| 34 | decision. |
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| 36 | ZAMUDIO, Board Chair, did not participate in the decision. |
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| 38 | REMANDED 07/08/2021 |
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You are entitled to judicial review of this Order. Judicial review is governed by the provisions of ORS 197.850.

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NATURE OF THE DECISION

Petitioners appeal a decision by the city's Design Review Commission approving a two-story addition to an existing two-story dwelling and two modifications to the applicable side yard setbacks.

6 FACTS

The existing dwelling is a two-story dwelling on property zoned Single-Dwelling Residential 5,000 (R5), located on SW Miles Place, south of Willamette Park, a city park. SW Miles Place is part of the Willamette River Greenway Trail (Greenway Trail). Park land is located between the subject property and the river.

The existing dwelling was remodeled in 1971 and, in connection with that remodel, the city approved a variance to allow reduced setbacks on the north and south side yards. However, as constructed, the remodeled dwelling does not conform to the approved variance from the setback standard.

In 2020, intervenor applied to add two stories to the existing two-story dwelling and, as a part of the application, sought modifications to the applicable five-foot setback standard for the north and south side yards in Portland City Code (PCC) Table 110-3. The city's planning staff approved the application, and petitioners appealed the decision to the city's Design Review Commission

¹ Due to its riverfront location, the front of the dwelling faces west, the east side of the dwelling faces the Willamette River, and the side yards are located on the north and south sides of the dwelling.

- 1 (DRC). The DRC held a hearing on the appeal and, at the conclusion, voted to
- 2 deny the appeal and approve the application, including the modifications to the
- 3 setback standard. This appeal followed.

FIRST ASSIGNMENT OF ERROR

- 5 PCC 33.825.040 allows a review body to approve modification of site-
- 6 related development standards:
- 7 "Modifications That Will Better Meet Design Review Requirements
- 9 "The review body may consider modification of site-related development standards * * * as part of the design review process.
- * * * The review body will approve requested modifications if it
- finds that the applicant has shown that the following approval
- 13 criteria are met:

- "A. Better meets design guidelines. The resulting development
 will better meet the applicable design guidelines; and
- "B. Purpose of the standard. On balance, the proposal will be consistent with the purpose of the standard for which a modification is requested." (Boldface in original.)
- 19 Development of the property is subject to the Macadam Corridor Design
- 20 Guidelines (Guidelines). Guideline 1, which is the Guideline at issue in this
- 21 appeal, is to "[c]reate public views to the river, Greenway Trail and Willamette
- 22 Park from Macadam Avenue and other public parks and rights-of-way west of
- 23 Macadam as well as views from the river and the Greenway to the west."
- On the south side of the dwelling, the application proposed to remove a
- 25 bay window that protrudes 18 inches from the existing dwelling and allow other

- 1 portions of the existing dwelling to extend into the five-foot setback by 19 1/4
- 2 inches. On the north side of the dwelling, the application proposed to remove a
- 3 two-foot roof overhang and allow other portions of the existing dwelling to
- 4 extend into the five-foot setback by between 24 3/4 and 25 1/4 inches.
 - The city found that the proposed modifications to the setback standard
- 6 "better meet" Guideline 1:

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- "South. The proposal better meets the visual connection goal on the south side of the building by removing the portion of the house which encroaches the closest to the south property line. This area is currently a bay window on the second-floor protruding 18" from the building face. * * * The removal of this bay increases the visual connection to the river. Additionally, this proposal removes existing roof overhangs (see next paragraph).
 - "North. The proposal better meets the visual connection goal on the north side of the building by removing the roof overhangs on all existing portions of the house which encroach 24" from the building face. The proposed design has no roof overhangs at the first or [second] floor (or anywhere on the side elevations). * * * The removal of these roof lines increases the visual connection to the river." Record 10 (underscoring in original).
 - In their first assignment of error, petitioners argue that the city improperly construed PCC 33.825.040 and, therefore, the decision "does not comply with applicable provisions of the land use regulations." ORS 197.828(2)(b). Petitioners argue that the city wrongly compared the existing non-compliant setbacks with the proposed non-compliant setbacks to find that the proposed setbacks better meet Guideline 1, when the city should have compared the

proposed non-compliant setbacks to compliant, five-foot setbacks in order to determine whether the proposed setbacks "better meet" Guideline 1.

In support of their argument, petitioners point to the plain language of PCC 33.825.040, which allows the review body to consider "modification of site-related development standards." Petitioners argue that that plain language means that the review body may approve a modification of "development standards," in this case the five-foot setback in PCC Table 110-3. According to petitioners, PCC 33.825.040 does not authorize the city to modify an existing non-compliant setback because existing non-compliant setbacks are not "site-related development standards."

The city and intervenor-respondent (together, respondents) respond that the DRC properly considered the project as a whole in determining whether the proposed modifications to the setback standard "better meet" Guideline 1. Respondents cite *Michaelson v. City of Portland*, 77 Or LUBA 504 (2018), *aff'd*, 296 Or App 248, 437 P3d 1215 (2019), in support of their argument.

Petitioners respond, and we agree, that *Michaelson* does not stand for the proposition that respondents describe. *Michaelson* involved an application for development of new buildings that sought five modifications to various height, dimensional, retail space, and setback standards. The city council approved all of the proposed modifications, concluding that they better met the applicable guidelines. 77 Or LUBA at 511. The Court of Appeals specifically found that nothing in the city council's decision compared a proposed modification of a

- 1 development standard to a different proposed modification of the same
- 2 development standard:

- "Throughout the city's discussion of the five requested modifications, the city consistently compared the overall project design with modifications (that is, the 'resulting development') to a building design that instead met the particular design standard at issue, to determine if the modification better met the identified, applicable guidelines implicated by the modification. In doing so, the city used as a comparison either the standard-meeting design that was part of the proposal before the modification request—see, e.g., the modification to the building height at the southwest corner—or a hypothetical standard-meeting design—see, e.g., the modification to retail frontage—depending on what was appropriate under the circumstances for the particular modification request at issue. However, contrary to some of petitioners' assertions, the city did not in any instance compare the resulting development to a design that also did not meet the design standard at issue." 296 Or App at 256.
- LUBA's and the court's opinions in *Michaelson* do not sanction the approach that the DRC took in this case, because it is not the approach that the city council took in *Michaelson*. *Michaelson* does not assist respondents.
 - We agree with petitioners that the DRC's decision incorrectly compared the existing non-compliant development with the proposed non-compliant development. On remand, the DRC must compare the proposed modifications to a development that conforms with the five-foot setback standard.
 - In the remainder of their first assignment of error, petitioners argue that the proposed modifications do not "better meet" Guideline 1 and that the DRC should have denied the modifications. However, we need not address that argument here.
- 28 Because of the city's analytical error in evaluating the proposed modifications,

- the city will need to adopt a new decision on remand that includes the proper
- The first assignment of error is sustained, in part.

SECOND ASSIGNMENT OF ERROR

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comparison.

- 5 Apart from the proposed modifications, the proposed two-story addition 6 itself must satisfy Guideline 1. Again, that guideline is to "[c]reate public views 7 to the river, Greenway Trail and Willamette Park from Macadam Avenue and other public parks and rights-of-way west of Macadam as well as views from the 8 9 river and the Greenway to the west." During the proceedings before the DRC, petitioners argued that the proposed addition does not create public views "from 10 the river and the Greenway to the west." The city adopted findings that the 11 proposed addition satisfies Guideline 1: 12
- "SW Miles Place is considered part of the Greenway trail, and it provides an important connection from Willamette Park to the north to the rest of the riverside bike and pedestrian path network to the south. This proposal supports visual connections to the river with the following moves:
 - "• The rooftops of the building have been designed to enhance views to the river from the house by incorporating a series of step downs toward the river. Additionally, the new third and fourth floors step back from the side property lines to allow views past the house towards the river to preserve views of the river.
 - "• As noted in the Greenway review approval while most of the subject property is developed with residential use, riverward of the Greenway Setback (sea wall) has remained in a natural state. The proposed Planting Plan approved through that

| 1 2 | review, will aid in enhancement of view corridors to the river, the natural riverbank and its ecosystem. |
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| 3 | "This guideline is met." Record 7 (italics in original; citations omitted). |
| 5 | In their second assignment of error, petitioners argue that the city's findings are |
| 6 | inadequate to explain why the DRC concluded that the proposed addition will |
| 7 | "[c]reate public views * * * from the river and the Greenway to the west" because |
| 8 | the findings do not address that portion of Guideline 1 at all. |
| 9 | Respondents first respond by citing findings that address why the proposed |
| 0 1 | modifications better meet Guideline 1: |
| 11 12 13 14 15 16 17 | "In conclusion, the subject property is not on Macadam and is not visible from the majority of the neighborhood west of Macadam, and the elevation gain west of Macadam allows for views over the 1st and 2nd floors of the property. The proposed design is along the Greenway Trail, however, and in response the existing overhanging roof lines and the south bay which encroaches the most into the south setback will be removed. The proposed design thus allows greater view lines and better meets visual connections." Record 10-11. |
| 20 | Even if we assume that findings adopted to address one requirement (i.e., that the |
| 21 | proposed modifications better meet Guideline 1) can be adequate to address |
| 22 | another requirement (i.e., that the proposed addition meets Guideline 1), the |
| 23 | findings that respondents cite do not adequately explain why the proposed |
| 24 | addition will "[c]reate public views * * * from the river and the Greenway to the |
| 25 | west." We agree with petitioners that the findings are inadequate to explain why |
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the proposed addition meets the second part of Guideline 1. Findings must

- address and respond to specific issues relevant to compliance with applicable
- 2 approval standards that were raised in the proceedings below. Norvell v. Portland
- 3 *Area LGBC*, 43 Or App 849, 853, 604 P2d 896 (1979).
- 4 Respondents also respond that LUBA should affirm the city's decision
- 5 under ORS 197.835(11)(b), even in the absence of findings addressing the second
- 6 part of Guideline 1, because the evidence in the record "clearly supports" a
- 7 conclusion that the proposed addition will satisfy Guideline 1. ORS
- 8 197.835(11)(b) authorizes LUBA to overlook minor discrepancies or deficiencies
- 9 in findings. Del Rio Vineyards, LLC v. Jackson County, 70 Or LUBA 368, 384
- 10 (2014); Terra v. City of Newport, 36 Or LUBA 582, 589-90 (1999). The "clearly
- supports" standard is generally only appropriately applied to approval standards
- that are objective or do not require interpretation or much discretionary judgment.
- 13 Waugh v. Coos County, 26 Or LUBA 300, 306-08 (1993). Guideline 1 is too
- subjective for LUBA to find that the evidence clearly supports a conclusion that
- 15 Guideline 1 is met.
- The second assignment of error is sustained.
- 17 The city's decision is remanded.