

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

3
4 OREGON DEPARTMENT OF FISH AND WILDLIFE,
5 *Petitioner,*

6
7 vs.

8
9 CROOK COUNTY,
10 *Respondent,*

11
12 and

13
14 WEST PRINEVILLE SOLAR FARM LLC,
15 *Intervenor-Respondent.*

16
17 LUBA No. 2020-114

18
19 FINAL OPINION
20 AND ORDER

21
22 Appeal on remand from the Court of Appeals.

23
24 Erin L. Donald represented petitioner.

25
26 John Eisler represented respondent.

27
28 Merissa A. Moeller represented intervenor-respondent.

29
30 RYAN, Board Member; ZAMUDIO, Board Chair; RUDD Board Member,
31 participated in the decision.

32
33 REMANDED

05/09/2022

34
35 You are entitled to judicial review of this Order. Judicial review is
36 governed by the provisions of ORS 197.850.

NATURE OF THE DECISION

Petitioner appeals a decision by the county court approving a modification of a previously issued conditional use permit for a solar facility to increase the facility site from 320 acres to 654 acres.

FACTS

This matter is on remand from the Court of Appeals. *ODFW v. Crook County*, 315 Or App 625, 640-43, 504 P3d 68 (2021) (*ODFW II*). In *ODFW v. Crook County*, ___ Or LUBA ___ (LUBA No 2020-114, June 9, 2021) (*ODFW I*), petitioner appealed a board of county commissioners’ decision approving intervenor-respondent’s (intervenor’s) application for a modification of a conditional use permit for a solar facility on land zoned exclusive farm use, substantially increasing the solar farm’s size. We first summarize, again, the applicable statutes and rules.

ORS 215.446(3)(a)(C) requires intervenor to “[d]evelop a mitigation plan to address significant fish and wildlife habitat impacts consistent with the administrative rules adopted by the State Fish and Wildlife Commission for the purposes of implementing ORS 496.012.” The “administrative rules adopted by the State Fish and Wildlife Commission for the purposes of implementing ORS 496.012” are found in OAR chapter 635, division 415, titled “Fish and Wildlife Habitat Mitigation Policy” (Mitigation Policy).

OAR 635-415-0005(18) defines “mitigation plan” to mean

1 “a written plan or statement that thoroughly describes the manner in
2 which the impact of a development action will be reduced or
3 eliminated over time, avoided, and/or minimized; and the affected
4 environment, including fish and wildlife habitat, monitored,
5 restored, rehabilitated, repaired and/or replaced or otherwise
6 compensated for in accordance with OAR 635-415-0010 of these
7 rules.”¹

8 The Mitigation Policy at OAR 635-415-0025 provides the mitigation goals
9 for the six categories of habitat. Habitat Categories 3 and 4 are habitats that are
10 essential or important for wildlife, and have mitigation goals of “no net loss” of
11 habitat quantity or quality. OAR 635-415-0025(3)(a), (4)(a). The parties agree
12 that the “no net loss” mitigation goal that applies to habitat category 4 applies
13 here. Supplemental Petition for Review 4 n 1; Supplemental Response Brief 10.
14 For habitat 4 categories, OAR 635-415-0025(4)(b) directs ODFW to achieve the
15 mitigation goals by “recommending or requiring”:

16 “(A) Avoidance of impacts through alternatives to the proposed
17 development action; or

18 “(B) Mitigation of impacts, if unavoidable, *through reliable in-*
19 *kind or out-of-kind, in-proximity or off-proximity habitat*

¹ OAR 635-415-0010 provides:

“It is the fish and wildlife habitat mitigation policy of the Oregon Department of Fish and Wildlife to require or recommend, depending upon the habitat protection and mitigation opportunities provided by specific statutes, mitigation for losses of fish and wildlife habitat resulting from development actions. Priority for mitigation measures shall be given to habitat for native fish and wildlife species. Mitigation actions for nonnative fish and wildlife species may not adversely affect habitat for native fish and wildlife.”

1 *mitigation to achieve no net loss in either pre-development*
2 *habitat quantity or quality.* Progress towards achieving the
3 mitigation goals and standards shall be reported on a schedule
4 agreed to in the mitigation plan performance measures. The
5 fish and wildlife mitigation measures shall be implemented
6 and completed either prior to or concurrent with the
7 development action.” (Emphasis added.)

8 Against that backdrop, we take the facts from *ODFW I*:

9 “In April 2019, the county approved a conditional use permit
10 (Original CUP) to site a solar facility on approximately 320 acres of
11 land zoned Exclusive Farm Use-3 (EFU-3). The Original CUP was
12 not appealed and that decision is final.

13 “In April 2020, intervenor-respondent (intervenor) applied to
14 modify the Original CUP to expand the solar facility by an
15 additional 334 acres, for a total facility size of 654 acres (Modified
16 CUP). A majority of soils on the 654-acre subject property are
17 classified by the National Resources Conservation Service as class
18 VI or VII. Because they do not have a history of irrigation, those
19 soils are considered nonarable. OAR 660-033-0130(38)(e). The
20 property contains agricultural fields, sagebrush, and juniper uplands,
21 with steep juniper forested areas in the southwest and northeast of
22 the property. The property is located within an elk migration
23 corridor and is adjacent to pronghorn winter range. The entire 654-
24 acre solar facility is proposed to be fenced at a minimum height of
25 eight feet, with gates to allow wildlife inadvertently trapped in the
26 fenced area to exit.

27 “Approximately 200 acres of the 334-acre expansion area are
28 proposed to be permanently impacted by construction and
29 development of the project. * * * The project life is presumed to be
30 40 years. Intervenor submitted a wildlife conservation plan and then
31 submitted a revised version of the plan, which the parties refer to in
32 their briefs and we refer to in this opinion as the V2 Plan. The V2
33 Plan includes three proposed options for mitigating the impacts on
34 deer, elk, antelope, and migratory birds that the project cannot avoid.
35 The V2 Plan explains that it is not the final mitigation plan, that a

1 final plan will be prepared that identifies the specific mitigation
2 options chosen by intervenor, that the final plan will be submitted to
3 the county planning department, and that intervenor will seek
4 ‘reasonable concurrence’ from ODFW for any deviations from the
5 V2 Plan.

6 “Option 1 proposes off-site removal of juniper and enhancement of
7 shrubs and herbaceous vegetation on up to 200 acres—plus a failure
8 buffer of between one and 30 percent, depending on the quality of
9 the mitigation site—either proximate to the property, elsewhere in
10 the county, or somewhere else if intervenor cannot locate a suitable
11 site in proximity to the property or in the county. Option 2 proposes
12 a one-time payment to the Deschutes Land Trust or a similar land
13 trust to pay for mitigation at the ‘Aspen Valley Ranch (or some other
14 comparable project) in Crook County,’ in lieu of intervenor carrying
15 out the mitigation itself. Option 3 proposes ‘alternative mitigation
16 measures agreed to by ODFW.’

17 “On June 2, 2020, the planning commission approved the Modified
18 CUP and conditioned the approval on intervenor providing
19 ‘evidence to the County that one of the three options for
20 implementing habitat mitigation, as detailed in [the V2 Plan] and
21 adopted as part of this Condition of Approval, has been initiated.’
22 ODFW appealed the planning commission’s decision to the county
23 court. The county court held a public hearing on the appeal on
24 October 6, 2020, and the hearing was continued to October 21, 2020.
25 On November 10, 2020, the county court affirmed the planning
26 commission’s decision but removed Option 3 as an available
27 mitigation option.” *ODFW I*, ___ Or LUBA at ___ (slip op at 3-5)
28 (internal citations omitted).

29 Petitioner’s petition for review included one assignment of error with five
30 subassignments. We agreed with petitioner’s proffered interpretation of the
31 pertinent statute, ORS 215.446(3)(a)(C), in its third and fourth subassignments
32 of error, and given our resolution of the third and fourth subassignments of error,
33 agreed with petitioner’s argument in its first subassignment of error that the

1 county's findings were inadequate. We therefore sustained a portion of
2 petitioner's first, and petitioner's third and fourth subassignments of error, and
3 remanded the county's decision.

4 We did not reach the second subassignment of error, which argued that the
5 county's conclusion, that the application meets ORS 215.446(3)(a)(C) and OAR
6 635-415-0025(4)(a) because the development action will result in "no net loss"
7 to habitat quantity or quality, is not supported by substantial evidence in the
8 whole record. We also did not reach the fifth subassignment of error, which
9 alleged that the decision improperly deferred a determination of compliance with
10 those laws to a future process that does not include any public participatory rights.
11 *Id.* at ___ (slip op at 26-27).

12 Intervenor and the county (respondents) sought judicial review of our
13 decision. The Court of Appeals concluded that our decision represented a
14 "mistaken interpretation of" ORS 215.446(3)(a)(C). *ODFW II*, 315 Or App at
15 640-43. The court reversed and remanded our decision on that basis. *Id.* at 643.

16 The court also offered "observations, as relevant to the issues the parties
17 raise on review that LUBA will consider on remand." *Id.* The court "highlight[ed]
18 elements of OAR 635-415-0025 and other provisions of the Mitigation Policy
19 that must be considered when a county makes a determination that a mitigation
20 plan is 'consistent with' the Mitigation Policy." *Id.* Among other things, the court
21 observed that the definition of "mitigation plan" at OAR 635-415-0005(18)
22 indicates that "specificity and definiteness are required for a mitigation plan to

1 be consistent with the Mitigation Policy.” *Id.* at 644. The court also observed that
2 the “no net loss” standard calls for “reliable ‘no net loss’ mitigation” in either
3 existing habitat quantity or quality, “a schedule of performance measures,” and
4 it cannot allow for “mitigation measures that fail to accommodate the impact on
5 habitat for the full life of a renewable energy facility.” *Id.* at 645.

6 After we received the appellate judgment, we requested and received
7 supplemental briefing from petitioner and respondents regarding the court’s
8 observations as they relate to our resolution of the remaining subassignments of
9 error. We now address the first, second, and fifth subassignments of error.

10 **FIRST AND SECOND SUBASSIGNMENTS OF ERROR**

11 In its first and second subassignments of error in *ODFW I*, petitioner
12 argues that that there is not substantial evidence in the record to support the
13 county’s conclusion that the mitigation proposed in the V2 Plan will achieve the
14 no net loss mitigation goal, and that the county’s findings are inadequate to
15 explain its conclusion because they do not explain the justification for approving
16 the V2 Plan as required by ORS 215.416(9), and do not respond to specific issues
17 raised by petitioner. In its supplemental petition for review, petitioner
18 supplements those arguments in light of the court’s observations regarding what
19 level of detail must be included in a “mitigation plan” in order to support a
20 conclusion that mitigation proposed is consistent with the Mitigation Policy.
21 Respondents filed a joint supplemental response brief in which they concede that
22 additional findings are necessary but argue that the record contains substantial

1 evidence upon which the county may find that the applicable criteria are met. We
2 address these assignments of error together because they contain overlapping and
3 dependent arguments.

4 Substantial evidence is evidence a reasonable person would rely on to
5 support a conclusion. *City of Portland v. Bureau of Labor and Ind.*, 298 Or 104,
6 690 P2d 475 (1984); *Carsey v. Deschutes County*, 21 Or LUBA 118, *aff'd*, 108
7 Or App 339, 815 P2d 233 (1991). In reviewing the evidence, we may not
8 substitute our judgment for that of the local decision maker. Rather, we must
9 consider and weigh all the evidence in the record to which we are directed, and
10 determine whether, based on that evidence, the local decision maker's conclusion
11 is supported by substantial evidence. *Younger v. City of Portland*, 305 Or 346,
12 358-60, 752 P2d 262 (1988); *1000 Friends of Oregon v. Marion County*, 116 Or
13 App 584, 588, 842 P2d 441 (1992); *Eckis v. Linn County*, 110 Or App 309, 311-
14 12, 821 P2d 1127 (1991). If there is substantial evidence in the whole record to
15 support the county's decision, LUBA will defer to it, notwithstanding that
16 reasonable people could draw different conclusions from the evidence. *Adler v.*
17 *City of Portland*, 25 Or LUBA 546, 554 (1993).

18 In addition, to be sufficient, findings must be based upon and accompanied
19 by a brief statement that explains the criteria and standards considered relevant
20 to the decision, state the facts relied upon in rendering the decision, and explain
21 the justification for the decision based on the criteria, standards and facts set
22 forth. ORS 215.416(9); *Sunnyside Neighborhood v. Clackamas Co. Comm.*, 280

1 Or 3, 21, 569 P2d 1063 (1977). Also, when a party raises issues regarding
2 compliance with an approval criterion, it is incumbent upon the local government
3 to address those issues in its findings. *Norvell v. Portland Area LGBC*, 43 Or App
4 849, 604 P2d 896 (1979).

5 The central issue remaining in this appeal is whether the county's
6 conclusion, that the V2 Plan and the mitigation it describes are consistent with
7 the Mitigation Policy, is supported by substantial evidence in the whole record;
8 that is, whether the V2 Plan is a "mitigation plan" within the meaning of OAR
9 635-415-0005(18). Determining that requires us to consider whether the V2 Plan
10 contains the requisite qualities of "specificity and definiteness," including a
11 "definiteness of future action" and "completeness and attention to detail." *ODFW*
12 *II* at 644 ("[W]hen a county assesses whether a mitigation plan is 'consistent
13 with' the Mitigation Policy, it must determine whether the plan has [specificity
14 and definiteness] qualities."). ODFW recommendations for mitigation of Habitat
15 Category 4 are set out in OAR 635-415-0025 and include "reliable 'no net loss'
16 mitigation," that is, accommodations for the impact on habitat for the full life of
17 a renewable energy facility, and "a schedule of performance measures." *Id.* at
18 644-45. If the V2 Plan fails to include all of those qualities, then it is not a
19 "mitigation plan" within the meaning of ORS 215.446(3)(a)(C), OAR 635-415-
20 0005(18), and OAR 635-415-0025, and the county's reliance on the V2 Plan to
21 conclude that intervenor has satisfied the no net loss standard in the Mitigation
22 Policy is not supported by substantial evidence.

1 As noted, as relevant here, the V2 Plan identifies two options for
2 mitigation.² Option 1 proposes off-site removal of juniper and enhancement of
3 shrubs and herbaceous vegetation on up to 200 acres—plus a failure buffer of
4 between one and 30 percent, depending on the quality of the mitigation site—
5 either proximate to the property, elsewhere in the county, or somewhere else if
6 intervenor cannot locate a suitable site in proximity to the property or in the
7 county. Record 205-09. Option 2 proposes a one-time payment to the Deschutes
8 Land Trust or a similar land trust to pay for mitigation at the “Aspen Valley
9 Ranch (or some other comparable project) in Crook County,” in lieu of intervenor
10 carrying out the mitigation itself. Record 209-10.

11 **A. Specificity and Definiteness**

12 The board of county commissioners concluded:

13 “The Court concludes that the Applicant’s final habitat mitigation
14 plan is within the legally acceptable range of mitigation approaches
15 to provide ‘appropriate’ mitigation, as the County interprets that
16 term. Specifically, the Court recognizes that the County has
17 historically allowed a variety of mitigation approaches for solar
18 projects in Crook County, with input from ODFW, and that
19 ‘appropriate mitigation’ differs from project to project. The
20 Planning Commission engaged in a robust discussion of possible
21 mitigation options for this project, including considering approaches
22 taken at other solar projects on nearby properties, and determined
23 that the Applicant’s final mitigation proposal was consistent with
24 the County’s previous decisions.

² As explained above, the board of commissioners held that V2 Plan’s Option 3 was not allowed.

1 “* * * * *

2 “The Court believes that the modified conditions of approval
3 proposed by the Applicant, which require the Applicant to
4 demonstrate compliance with the final conditional use permit before
5 beginning construction, are sufficient to ensure that, if the project is
6 ultimately developed, the Applicant will actually implement one of
7 the two mitigation alternatives that this Court has determined
8 provide appropriate mitigation. The Applicant is not authorized to
9 construct the project without performing the approved mitigation,
10 and the County has ongoing authority to initiate appropriate
11 enforcement against the Applicant in the event of any
12 noncompliance.” Record 5.

13 Condition 9, which was adopted by the planning commission and the board of
14 county commissioners, provides:

15 “The Applicant will conduct avoidance and mitigation measures
16 outlined in the Wildlife Conservation Plan (Exhibit 4) [the V2 Plan].
17 Prior to site clearing and grading, the Applicant shall provide
18 evidence to the County that one of the three options for
19 implementing habitat mitigation, as detailed in Applicant’s final
20 Wildlife Conservation Plan (WCP) dated May 6, 2020 (Exhibit 1)
21 and adopted as part of this Condition of Approval, has been
22 initiated.”³ Record 102.

23 In its petition for review and supplemental petition for review, petitioner
24 argues that the V2 Plan is not a “mitigation plan” as defined in OAR 635-415-
25 0005(18) because it does not—in the words of the court—include “specificity
26 and definiteness” or, stated differently, “completeness and attention to detail.”
27 *ODFW II*, 315 Or App at 644. Petitioner first argues that Option 1 and Option 2

³ Again, the board of commissioners removed V2 Plan Option 3.

1 both lack the requisite completeness and attention to detail because both allow
2 intervenor to provide the definite, specific, and complete information on the
3 location within the county or outside of the county of either in-kind juniper
4 treatment or land trust performed mitigation *after* the county has issued the land
5 use approval for the project, with no accompanying public process to evaluate
6 any specific site or sites for their habitat quantity or quality to confirm that the
7 mitigation will achieve the no net loss standard.

8 **1. Habitat Quantity**

9 “Habitat quantity” is defined as “the amount of a given habitat type.” OAR
10 635-415-0005(6). “Habitat type” is defined as “the classification of a site or area
11 based on its dominant plant, soil, and water associations or other salient features
12 (e.g. tidal influence, salinity, substrate, alkalinity, etc.) of value to the support and
13 use by fish and wildlife.” OAR 635-415-0005(8).

14 Regarding the quantity of habitat mitigation, petitioner argues that the
15 plain language of the V2 Plan caps the quantity of mitigation in both Option 1
16 and Option 2 at 200 acres plus a failure buffer, and that quantity is insufficient to
17 demonstrate that intervenor’s proposal will mitigate the effects of the
18 development of the additional 354-acre site.⁴ Petition for Review 26; Record 206.

⁴ The V2 Plan provides:

“Maximum development impact to non-previously permitted incremental acres of existing habitat of up to 200 acres for the Application if fully developed defines the maximum scale of impact

1 Respondents respond that testimony provided by intervenor's
2 representative during the hearing clarifies that intervenor agreed to a one-to-one
3 replacement ratio, not capped at 200 acres, and that the V2 Plan explains that
4 mitigation will be at a one-acre replacement for every acre disturbed. Record 206-
5 07; Record 419. Respondents explain that the record includes evidence and
6 testimony from intervenor's representatives that although the entire 354-acre site
7 will be fenced, it cannot be fully developed because the site is constrained by a
8 transmission line easement, north facing slopes that preclude solar development,
9 and setbacks, and that the total number of acres that will be developed will not
10 be known until final site design. Intervenor-Respondent's Brief 28 (citing Record
11 419-20). Petitioner replies that the V2 Plan language itself contains a 200 acre
12 plus buffer maximum, and, accordingly, intervenor's statements during the
13 hearings that the entire site may not be developed is not evidence a reasonable
14 person would rely on to conclude that there is not a cap of 200 acres plus a buffer.
15 Thus, petitioner argues, intervenor's testimony is contradicted by the text of the
16 V2 Plan.⁵ Reply Brief 2-3.

for which the project must mitigate its permanent impacts through
one or more of the following measures." Record 206.

⁵ We note that the 354-acre site is within the larger 654-acre site that is proposed to be fully fenced with an eight-foot fence. Record 541. Presumably, the fencing will exclude some wildlife. We do not understand petitioner to argue that intervenor is required to mitigate the entire 354 acres. Instead, we understand petitioner to argue that intervenor's development might ultimately impact more than 200 acres and the approval caps required mitigation at 200 acres.

1 We agree with intervenor that the V2 Plan does not include a maximum
2 mitigation acreage of 200 but instead agrees to a one-to-one ratio of mitigation.
3 Although the V2 Plan language contains some ambiguity, we understand the
4 language of the V2 Plan to agree to ODFW’s recommendation of a one-to-one
5 ratio of replacement acreage, plus a buffer, and to use a “maximum of 200 acres”
6 as an example of the ratio plus a buffer to demonstrate the replacement acreage
7 ratio.⁶ Accordingly, intervenor is obligated to replace each acre developed with
8 an acre of mitigation plus a buffer depending on the quality of mitigation. The
9 V2 Plan is complete and detailed enough for the county to conclude that there
10 will be no net loss of habitat quantity.

11 **2. Habitat Quality**

12 OAR 635-415-0005(7) defines “habitat quality” as “the relative
13 importance of a habitat with regard to its ability to influence species presence and
14 support the life-cycle requirements of the fish and wildlife species that use it.”
15 Regarding the quality of replacement habitat, petitioner argues that without
16 identification of the location of potential mitigation site or sites, the V2 Plan does

⁶ The V2 Plan includes the following:

“For the sake of clarity, ODFW agrees if 200 acres of habitat were developed, 200 acres of juniper mitigation project (plus applicable buffer and subject to other criteria herein) meets or exceeds the required mitigation *scale*. (If lesser development occurred, this mitigation amount would scale down proportionally.)” Record 206-07 (emphasis in original).

1 not qualify as a “mitigation plan,” and that there is not substantial evidence in the
2 record to support the county’s conclusion that mitigation will result in no net loss
3 of habitat quality for either Option 1 or Option 2.

4 For Option 1, petitioner argues that the V2 Plan is not specific and definite
5 enough to qualify as substantial evidence that the eventual mitigation site will
6 add habitat quality that is equal to or greater than the habitat lost by the
7 development action:

8 “To demonstrate that a development action will not result in loss of
9 habitat function, a developer must assess the habitat quality of the
10 development site (*e.g.* through a baseline survey) and match the lost
11 quality (from development) with the gained quality (from
12 mitigation). Demonstrating no loss of habitat quality without an
13 identified mitigation site would be a challenge, and the V2 Plan does
14 not accomplish this.” Petition for Review 27.

15 Petitioner explains:

16 “While removing encroaching juniper would likely improve habitat
17 quality, the vague requirement that juniper treatment occur where
18 there is encroaching juniper is not sufficient evidence to conclude
19 that the implementation of the mitigation plan will result in no net
20 loss of habitat quality. Juniper encroachment can occur at varying
21 levels, and just because some juniper is removed, resulting in some
22 improvement to habitat quality, does not necessarily mean the end
23 result will be no net loss of habitat quality.” Petition for Review 27-
24 28 (internal footnote omitted).

25 For Option 2, petitioner argues that the V2 Plan’s statement that the
26 payment would be made “for wildlife enhancement on the Aspen Valley Ranch
27 (or some other comparable project) in Crook County” is too vague and provides

1 no evidence that the project will result in no net loss of habitat quality.⁷ Petition
2 for Review 31 (referencing Record 209). According to petitioner, simply
3 committing to a cash payment does not demonstrate that no net loss standard will
4 be met, especially given the lack of a definite identification of the recipient of the
5 cash payment or the project the payment will be used for, and the vague statement
6 in the record from a land trust regarding implementation of the mitigation project.
7 See n 9. Relatedly, petitioner argues that the county was required to make, but
8 failed to adopt, findings addressing these issues when petitioner raised them
9 below. *Norvell*, 43 Or App 849.

10 Respondents respond that the V2 Plan includes enough detail that the
11 county could reasonably rely on it to conclude that the project will result in no
12 net loss to habitat quantity or quality, because the V2 Plan broadly incorporates
13 petitioner’s recommendations for the “type, amount, scale, and location of
14 mitigation.” Intervenor-Respondent’s Brief 3. Intervenor argues that under
15 Option 1, it has committed to conserving habitat with at least the same habitat
16 quality as the development site, and under Option 2, intervenor has committed to
17 a payment formula that makes up for the net loss of habitat in its payment
18 calculation. Accordingly, intervenor responds, the V2 Plan contains enough

⁷ More to the point, as we discuss in our resolution of the fifth subassignment of error, petitioner argues that assessing the habitat quality of the mitigation site is not an assessment that intervenor and the county can evaluate in private, without public participation.

1 detail for the county to rely on it, especially given Condition 9’s requirement for
2 intervenor to implement the V2 Plan and report back to the county on its choice
3 of option prior to construction.

4 We agree with petitioner that the V2 Plan lacks the specificity and
5 definiteness regarding habitat quality necessary to qualify it as a “mitigation
6 plan” required to be developed under ORS 215.446(3)(a)(C), and that the county
7 erred in relying on it to conclude that the project will achieve the no net loss
8 standard. First, while Option 1 is specific regarding the type of replacement
9 habitat, Option 1 lacks sufficient detail regarding the location of replacement
10 habitat.⁸ Option 1 proposes that a variety of information, including the final
11 location of mitigation sites, be prepared “prior to construction:”

⁸ Option 1 provides:

“Any mitigation project(s) related to impacts from the Application will be implemented within Crook County, selecting a specific final habitat mitigation area (HMA) therefrom to benefit big game associated with the area of impact (unless otherwise reasonably approved by ODFW) and will satisfy ODFW’s request the mitigation satisfy ‘proximity’ criteria applicable to its recommendation standards.

“*Habitat type:* For juniper removal mitigation, the final HMA site selected will be habitat which is (or was previously) sagebrush and/or bitterbrush dominant (or would be expected to be restored to such state after mitigation efforts) but suffering from juniper encroachment, such that juniper removal would improve habitat by facilitating the re-growth of vegetation that would provide forage for big game. For the sake of clarity, acceptable sites for juniper

1 “Prior to construction of the proposed facilities (or other applicable
2 habitat disturbance) a final mitigation plan will be prepared,
3 defining the specific mitigation project(s) being implemented for the
4 applicable habitat disturbance, including documenting how such
5 final mitigation plan addresses the criteria herein and applicable
6 permit conditions, such as the specific land/site where the mitigation
7 project will occur (including a map), quantitative and qualitative
8 success criteria, project timeline (including evaluation of applicable
9 goals and standards, along with monitoring and evaluation methods
10 and frequency), durability measures being implemented, and
11 reporting schedule (including a reasonable timeline after the
12 execution of the mitigation agreements, such as with the landowner)
13 by which time the mitigation measures will initially be completed.”
14 Record 208.

15 Condition 9, quoted previously, requires intervenor to “provide evidence to the
16 County that one of the [two] options for implementing habitat mitigation, as
17 detailed in [the V2 Plan] * * * has been initiated.” Record 102. The problem with
18 that approach is that, for both Option 1 and Option 2, defining the location and

removal mitigation projects would not include different habitat types, such as removal of juniper from lodge pole pine stands, as this would not meet the ‘in kind’ criteria applicable to ODFW’s recommendation standards.

“*Alternative locations:* The Applicant will undertake commercially reasonable efforts to secure a mitigation location with the above-specified habitat characteristics in Crook County. If despite such efforts a suitable mitigation project cannot be realized in the County, a mitigation project in another location reasonably approved by ODFW shall be implemented; however Applicant understands that more scrutiny of such alternate locations would occur by ODFW relative to mitigating impacts in the project vicinity and be subject to ODFW’s reasonable consent and approval absent with the alternative location would not be acceptable for a mitigation project.” Record 207.

1 habitat quality of the final mitigation site is left to intervenor, possibly with some
2 input from ODFW. It is unclear what future actions intervenor is required to take
3 if it chooses Option 2. That approach comes exceedingly close to the approach
4 the court rejected in *Gould v. Deschutes County*, 216 Or App 150, 171 P3d 1017
5 (2007), which we discuss in detail in our resolution of the fifth subassignment of
6 error below, because it allows the important details of the mitigation to be hashed
7 out in private between intervenor and the county, and possibly ODFW. Option 2
8 similarly lacks location and type of replacement detail, beyond the amount of the
9 cash payment, and is unsupported by any statement in the record that
10 demonstrates that the cash payment will ever end up enhancing any habitat at all.⁹
11 Moreover, the record fails to demonstrate how, when, or where the mitigation
12 will occur, and the quality and quantity of mitigation that will result from the
13 payment. In short, the V2 Plan is a promise by intervenor to achieve the no net
14 loss standard in some unspecified location by pursuing one of two options.

⁹ The record includes an email from Deschutes Land Trust to intervenor's representatives that states in its entirety:

“Thanks for taking some time to talk through possible mitigation opportunities at Aspen Valley Ranch the other day. I definitely appreciate your willingness to support the remaining pieces of the first phase of conserving Aspen Valley Ranch, and we’re looking forward to further discussions. Our staff is still thinking through how we might best accept and use some kind of up-front mitigation payment toward our remaining project needs, and we can circle back with you once we have more clarity there.” Record 211.

1 However, neither option is specific enough to allow any interested party to
2 evaluate the quality of the replacement acreage ultimately chosen. Rather, that
3 evaluation is left to county planning staff and intervenor, in a non-public manner.

4 **B. Reliable and Durable Mitigation**

5 Petitioner also argues that the V2 Plan does not propose reliable mitigation,
6 for the same reasons that it lacks specificity and definiteness. The V2 Plan
7 acknowledges that the Mitigation Policy requires an applicant to protect the
8 mitigation site for the life of the facility, here 40 years, and to establish
9 maintenance procedures to achieve that protection for the 40-year life of the
10 project. Option 1 proposes:

11 *“Site Protection:* Prior to construction (or other disturbances to
12 habitat or big game wildlife’s access thereto) at the site by
13 Applicant, Applicant or third party will provide mechanisms of
14 durability assurance such that the survival and beneficial impacts of
15 the mitigation measures are reasonably expectable to be
16 substantially commensurate with the expected operating life of the
17 facilities or disturbance.

18 “This durability requirement may be accomplished by means of an
19 outright purchase of the mitigation area, a conservation easement, a
20 working lands agreement, or other materially similar restriction,
21 reasonably expected to prevent development or other substantial
22 adverse impacts to the site habitat by the landowner. Actions may
23 include other durability measures reasonably approved by ODFW
24 to implement the intent of this durability requirement. Facility life
25 for the project shall be presumed to be 40 years unless reasonably
26 demonstrated otherwise by Applicant. Thus, the term for any
27 durability restriction or agreement described above will be for a
28 minimum of 40 years unless reasonably demonstrated otherwise by
29 Applicant.” Record 207.

1 For maintenance, Option 1 proposes (1) “retreatment actions,” that is “[a]ctions
2 which examine the success and failures of the treatment and take reasonable
3 remedial actions at such time, at one or more intervals during the target durability
4 term;” (2) extra buffering; or (3) other measures “reasonably likely to have
5 comparable effects as reasonably approved by ODFW.” Record 208. As noted,
6 for Option 2 no specifics are provided as to maintenance or treatment.

7 Petitioner argues that the mechanisms of reliable site protection are too
8 vague for the county to rely on to conclude that the no net loss standard is met.
9 Petitioner argues that while fee acquisition of the mitigation area is likely
10 sufficiently reliable, a conservation easement, working lands agreement, or other
11 restrictive instrument may not be sufficiently robust or run with the land such that
12 it adequately prevents conflicting uses and allows access for monitoring and
13 enforcement, and accordingly, is too vague for the county to reasonably rely on
14 the V2 Plan to find that the no net loss standard is met. Petitioner similarly argues
15 that the described habitat maintenance, particularly the catch-all measure, is too
16 vague for the county to rely on. And related to the requirement for performance
17 measures, petitioner argues that without specific performance measures to
18 examine the success and failures of the treatment, the treatment measures are
19 insufficiently reliable to serve as evidence that the mitigation will last for the life
20 of the project. Petition for Review 30.

21 Respondents respond that the “mechanisms of durability assurance”
22 explained in the above-quoted language in the V2 Plan are evidence that the

1 county could reasonably rely on to conclude that intervenor will secure a binding
2 instrument that prevents development on the mitigation site for the life of the
3 project, and that the details of the instrument used are not necessary for the county
4 to have relied on the V2 Plan to conclude that the no net loss standard is met.
5 Intervenor-Respondent’s Brief 32-33. However, absent any sample or example
6 instrument that evidences reliability (such as an instrument that runs with the land
7 and is binding on future owners), we agree with petitioner that the V2 Plan is not
8 evidence of a mitigation plan that is “reliable.” We also agree with petitioner that
9 the treatment options are too vague to be relied on to conclude that the mitigation
10 will last for the duration of the project, especially in the absence of defined
11 performance measures.

12 **C. Schedule of Performance Measures**

13 The court observed that a “mitigation plan” defined in OAR 635-415-
14 0005(18) includes a schedule of performance measures. *ODFW II*, 315 Or App
15 at 645. OAR 635-415-0025(4)(b)(B) provides that “[p]rogress towards achieving
16 the mitigation goals and standards shall be reported on a schedule agreed to in
17 the mitigation plan performance measures.” Petitioner argues that the V2 Plan
18 fails to include any performance measures, and instead provides that performance
19 measures will be included in the “final mitigation plan” to be prepared (but not
20 necessarily submitted to the county) “prior to construction.” Respondents do not
21 dispute that the V2 Plan included in the record does not include performance
22 measures. We agree with petitioner. The statement in the V2 Plan that intervenor

1 will provide performance measures prior to construction in “the final mitigation
2 plan” is not evidence a reasonable person would rely on to conclude that the no
3 net loss standard is met.

4 **D. Conclusion**

5 In conclusion, the V2 Plan is not substantial evidence in the record as to
6 the quality of mitigation, the reliability or durability of mitigation, and lacks a
7 schedule of performance measures required to be included in a mitigation plan.
8 Accordingly, the V2 Plan is not evidence a reasonable person would rely on to
9 conclude that the development action meets the no net loss standard.

10 Given that conclusion, we need not address petitioner’s related
11 subassignment of error that argues that the county’s findings are inadequate to
12 satisfy ORS 215.416(9). On remand, the county will need to adopt findings that
13 state the facts relied upon in rendering the decision and explain the justification
14 for the decision based on the criteria, standards and facts set forth, presumably
15 based on additional evidence provided by intervenor. ORS 215.416(9). The
16 county should also address issues regarding compliance with an approval
17 criterion raised by participants in the proceeding. *Norvell*, 43 Or App 849.

18 The second subassignment of error is sustained.

19 **FIFTH SUBASSIGNMENT OF ERROR**

20 In the fifth subassignment of error, petitioner argues that the V2 Plan’s
21 allowance for implementation in unidentified alternative locations without any
22 public process unlawfully defers a determination of compliance to a future

1 proceeding that lacks the required public process in violation of the principle
2 articulated in *Gould v. Deschutes County*, 216 Or App 150, 159, 171 P3d 1017
3 (2007) (holding that a decision that lacks a sufficient description of the wildlife
4 impact mitigation plan and justification of that plan based on the applicable
5 mitigation standards is inconsistent with ORS 215.416(9)). *Gould* involved a
6 local destination resort approval standard that required avoidance or complete
7 mitigation of impacts on wildlife habitat, based on a mitigation plan. The county
8 found compliance with the local standard, despite the absence of any mitigation
9 plan, based on a habitat study and findings that development of a mitigation plan
10 was “feasible” and likely to gain acceptance in negotiations with the appropriate
11 wildlife management agencies. LUBA affirmed that approach. *Gould v.*
12 *Deschutes County*, 54 Or LUBA 205 (2007). However, the Court of Appeals
13 reversed, holding that the county’s approach impermissibly denied the public
14 input into the mitigation plan, and meant that final adoption of the plan would be
15 based on evidence outside the land use record. *Gould*, 216 Or App at 159-60. The
16 Court noted that, in the absence of a proposed mitigation plan to review, the only
17 permissible option other than denial was for the county to postpone a
18 determination of compliance with the approval standard to a second stage
19 proceeding that was infused with the same participatory rights as the initial
20 proceeding. *Id.* at 162.

21 Intervenor disagrees that the county deferred a finding of compliance with
22 the Mitigation Policy, and we agree with intervenor. Intervenor-Respondent’s

1 Brief 35-36. Reasonably read, we conclude that the county found that the
2 application complies with the Mitigation Policy, relying on the V2 Plan to
3 support that conclusion. As we understand Condition 9 (and the portion of the
4 V2 Plan that provides for development of a “final mitigation plan” “prior to
5 construction”), it is not a deferred finding of compliance with the Mitigation
6 Policy to a future proceeding. It is a requirement for intervenor to notify the
7 county whether it has chosen Option 1 or Option 2. Accordingly, Condition 9
8 does not implicate *Gould*.¹⁰ For the reasons we explained above, the V2 Plan is
9 not evidence a reasonable person would rely on to conclude that the no net loss
10 standard is met, because the V2 Plan lacks the requisite information required to
11 qualify it as a mitigation plan as defined in OAR 635-415-0005(18).

12 The fifth subassignment of error is denied.

13 The county’s decision is remanded.

¹⁰ However, if the county intended to defer a finding of compliance with the Mitigation Policy to a future proceeding, we would agree with petitioner that such a deferral violates the principle articulated in *Gould* because the future proceeding lacks any opportunity for public participation.