1	BEFORE THE LAND USE BOARD OF APPEALS
2	OF THE STATE OF OREGON
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4	JEFFREY HENDRICKSON,
5	Petitioner,
6	
7	VS.
8	
9	LANE COUNTY,
10	Respondent,
11	
12	and
13	
14	LANDWATCH LANE COUNTY,
15	Intervenor-Respondent.
16	
17	LUBA No. 2021-117
18	
19	ORDER
20	BACKGROUND
21	Petitioner appealed a decision by the county hearings official denying
22	petitioner's application for a temporary hardship dwelling on land zoned for
23	exclusive farm use (EFU). Petitioner requested that LUBA reverse the county's
24	decision and grant the application, pursuant to ORS 197.835(10), which provides,
25	in part:
26 27 28 29	"(a) The board shall reverse a local government decision and order the local government to grant approval of an application for development denied by the local government if the board finds:
30 31	"(A) Based on the evidence in the record, that the local government decision is outside the range of discretion

1 2	allowed the local government under its comprehensive plan and implementing ordinances; or
3	··* * * * *
4 5 6 7	"(b) If the board does reverse the decision and orders the local government to grant approval of the application, the board shall award attorney fees to the applicant and against the local government."
8	In our final opinion and order, we agreed with petitioner that the county
9	applied standards "outside the range of discretion allowed the local government
10	under its comprehensive plan and implementing ordinances." ORS
11	197.835(10)(a)(A); <i>Hendrickson v. Lane County</i> , Or LUBA, n 6
12	(LUBA No 2021-117, Apr 11, 2022) (slip op at 14 n 6). We reversed the county's
13	decision to deny the application and ordered it to approve petitioner's application.
14	<i>Id.</i> at (slip op at 15).
15	MOTION FOR ATTORNEY FEES
16	An award of attorney fees under ORS 197.835(10)(b) is mandatory. If
17	LUBA reverses a local government decision to deny an application and orders
18	the local government to approve the application under ORS 197.835(10)(a),
19	LUBA must award attorney fees to the applicant against the local government. In
20	awarding attorney fees pursuant to ORS 197.835(10)(b), although the award is
21	mandatory, as noted, LUBA is afforded the discretion to determine the amount
22	of attorney fees that is reasonable under the specific facts of the case. Young v.
23	City of Sandy, 33 Or LUBA 817, 819 (1997). LUBA will look to the factors listed
24	in ORS 20.075(2) for guidance in determining the amount of an attorney fee

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award. *Schaffer v. City of Turner*, 37 Or LUBA 1066, 1072 (2000).¹ We identify
the relevant facts and legal criteria on which we rely in determining what award
of attorney fees is reasonable. *See McCarthy v. Oregon Freeze Dry, Inc.*, 327 Or
84, 96, *on recons*, 327 Or 185, 957 P2d 1200 (1998) (so stating).

5 Petitioner has moved for an award of attorney fees in the amount of
6 \$31,540.00. The county filed a response stating that the county has no objection.²

7

A. Appeal Period

8 The Court of Appeals has interpreted the phrase "attorney fees" in ORS 9 197.835(10)(b) to mean the "reasonable value of legal services provided by an 10 attorney that are related to the applicant's appeal of a local government decision 11 to LUBA." Stewart v. City of Salem, 240 Or App 466, 473, 247 P3d 763 (2011). 12 In other words, "an award of attorney fees under ORS 197.835(10)(b) must 13 necessarily relate to the prosecution of an appeal before the board." Id. Fees that "necessarily relate" to petitioner's prosecution of the LUBA appeal generally 14 15 start with the final local government decision. Stewart, 240 Or App at 473; MJAI

¹ LUBA does not independently review submissions by the parties for mathematical accuracy.

² Intervenor-respondent (intervenor) filed a response stating that fee awards under ORS 197.835(10)(b) are limited to those "against the local government." We have previously acknowledged that point. *See Legacy Development Group, Inc. v. City of the Dalles*, _____ Or LUBA ____, ___ (Order, LUBA No 2020-099, May 17, 2021) (slip op at 3) (an award of fees under ORS 197.835(10)(b) is "against the local government"; thus, intervenor is not liable for an award of fees under ORS 197.835(10)(b)).

Oregon 5, LLC v. Linn County, ___ Or LUBA ___ (Order, LUBA No 2018-096, 1 2 Aug 16, 2019). Differently, fees that necessarily relate to the LUBA appeal 3 include legal work past the date of LUBA's final decision, such as preparing a motion for costs and attorney fees. Strawn v. Famers Ins. Co. of Oregon, 233 Or 4 5 App 401, 425-26, 226 P3d 86 (2010) ("[T]he process of litigating the fee petition 6 for appellate work is properly considered part of the appeal.").

7 In Stewart v. City of Salem, which petitioner cites, we explained that "only 8 legal expenses necessarily related to the appeal of the challenged decision to 9 LUBA are recoverable under ORS 197.835(10)(b), and that any expenses 10 incurred to assist petitioner to persuade the city council to rule favorably on his 11 pending application cannot be recovered." 63 Or LUBA 555, 557 (2011). 12 However, we awarded fees incurred in anticipation of an appeal to LUBA after 13 the city council's tentative oral decision to deny the application but before the 14 final decision because those fees were "clearly related to an anticipated appeal to 15 LUBA, involving research of LUBA's administrative rules, editing 'Petitioners' Brief,' and review and editing of the 'Notice of Appeal.'" Id. at 558. We 16 17 concluded that it was reasonable for petitioner to authorize his attorney to 18 research and prepare for an appeal to LUBA of the anticipated written decision, 19 and that such expenses are recoverable under ORS 197.835(10)(b).

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In *MJAI*, the challenged decision was a decision by the board of county 21 commissioners. After prevailing at LUBA, the petitioner sought to recover fees 22 incurred before the board of county commissioners issued its decision for time

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that the petitioner's attorney spent analyzing the planning commission decision and evaluated petitioner's chances of success on appeal. The county objected to those fees and argued that the prosecution of the LUBA appeal started on the date that the board of county commissioners issued its decision. We agreed with the county.

6 In the local proceeding in this appeal, the planning director approved the 7 application and intervenor appealed the planning director's decision to the 8 hearings official. On September 16, 2021, the hearings official held a hearing and 9 subsequently denied the application in a decision dated September 28, 2021. 10 After the initial hearings official decision, petitioner engaged their attorneys for 11 assistance at LUBA. Petitioner's attorneys examined the decision and the record 12 and decided to seek local reconsideration of the hearings official's decision. The 13 hearings official granted the reconsideration request and again denied the 14 application. Petitioner appealed to LUBA and prevailed.

Petitioner argues that the \$5,160 of fees charged for work on hearings official reconsideration and done prior to the final challenged decision are recoverable at LUBA because (1) at the time petitioner filed for hearings official reconsideration, petitioner had already decided that they would appeal to LUBA and (2) the legal research in support of reconsideration done related to issue preservation and other issues briefed at LUBA, thus it necessarily relates to petitioner's prosecution of the LUBA appeal.

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1 In most instances, the issues litigated in the local proceeding will be the 2 same issues that are raised in a LUBA appeal. In most instances, an issue must 3 be raised in the local proceeding in order to ensure preservation for an appeal. In 4 many instances, a party knows in advance of a final local government decision 5 whether and under what circumstances they are likely to pursue an appeal to 6 LUBA. Thus, under the standard that petitioner proposes that we adopt, most, if 7 not all, attorney fees incurred in the local proceeding would be recoverable under 8 ORS 197.835(10)(b). We do not believe that is what the legislature intended in 9 providing for mandatory recovery of attorney fees in a LUBA proceeding under 10 ORS 197.835(10)(b). Accordingly, we do not award the \$5,160 in fees that 11 petitioner incurred in seeking reconsideration of the hearings official's decision 12 during the local proceeding.

13

B. Reasonableness

14 The burden is on the party seeking the attorney fees to establish that the requested rates are reasonable. Hollander Hospitality v. City of Astoria, ____ Or 15 LUBA ____, ___ (Order, LUBA No 2021-061, Mar 21, 2022) (slip op at 2); 16 Legacy Development Group, Inc. v. City of The Dalles, ____ Or LUBA ____, ___ 17 (Order, LUBA No 2020-099, May 17, 2021)) (slip op at 5); Nieto v. City of 18 Talent, ____ Or LUBA ____, ___ (Order, LUBA No 2020-100, May 10, 2021) (slip 19 20 op at 5). In determining the amount of attorney fees, we consider the time and 21 labor required in the proceeding, the novelty and difficulty of the questions 22 involved in the proceeding, the skill needed to properly perform the legal

services, the fee customarily charged in the locality for similar legal services, and
 the experience, reputation, and ability of the attorney performing the services.
 ORS 20.075(2).

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1. Time

5 Excluding the time spent seeking reconsideration of the hearings official's 6 decision during the local proceeding, petitioner's counsel seeks to recover fees 7 generated for 69.1 hours of legal services, including the time spent on attorney 8 fee recovery. We agree with petitioner that 69.1 hours is a reasonable amount of 9 time to have spent in pursuing this LUBA appeal. *MJAI Oregon 5, LLC*, ____ Or 10 LUBA at ____ (slip op at 5) (108.9 hours found reasonable); *Stewart*, 63 Or LUBA 11 at 556-57 (41.3 hours found reasonable).

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2. Rates

Petitioner's primary attorney billed for this matter at an hourly rate of
\$400. Another associated attorney billed at an hourly rate of \$300. Motion for
Attorney Fees 5.

One of the factors we consider in determining whether the attorney fees sought are reasonable is the "fee customarily charged in the locality for similar legal services." *Hollander Hospitality*, ____ Or LUBA at ____ (slip op at 3) (citing ORS 20.075(2)(c)); *Legacy Development Group, Inc.*, ____ Or LUBA at ____ (slip op at 5). The Oregon State Bar Economic Survey (2017) (the 2017 Survey) describes various billing rates throughout the state based upon years of experience and practice area and is an "accurate indicator of fees customarily charged in a local community." 6710 LLC v. City of Portland, 41 Or LUBA 608,
 612 (2002).

3 Petitioner's primary attorney states that they practice in the Upper 4 Willamette Valley in real estate and land use law and have more than 30 years of 5 practice experience. According to the 2017 Survey, \$250 was the median hourly 6 billing rate for the following groups of attorneys in the Upper Willamette Valley: 7 (1) all surveyed practicing attorneys; (2) attorneys specializing in real estate and 8 land use law; and (3) attorneys with over 30 years admitted to practice. Petitioner 9 asserts that, adjusted for inflation, the median rate for those categories is \$325 in 2022. See Legacy Development Group, Inc., ___ Or LUBA at ___ (slip op at 5) 10 (concluding it is reasonable to adjust the OSB survey rate for inflation). Based 11 12 on the 2017 Survey, and as adjusted by petitioner for inflation, the hourly rate for 13 petitioner's primary attorney is a bit above the 75th percentile and the hourly rate 14 for the associated attorney is below the median rate. Petitioner's motion for 15 attorney fees included declarations explaining their primary attorney's extensive 16 practice and expertise in land use law and a declaration from another experienced 17 land use attorney in the same geographic area who bills at \$380 an hour and 18 opines that \$400 is a reasonable rate.

Based on the foregoing, we conclude that the requested hourly rates arereasonable for both petitioner's attorneys.

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3. *Pro Bono* Services

2 As petitioner points out, ORS 20.075(2) was recently amended to add the 3 consideration of whether or not the services being performed were "on a pro bono" 4 basis or the award of attorney fees otherwise promotes access to justice." ORS 5 20.075(2)(i); see Petitioner's Motion for Attorney Fees 10; see also Or Laws 6 2021, ch 325, § 1 (amending ORS 20.025(2)). Petitioner's attorney represented 7 petitioner at LUBA on a *pro bono* basis. Petitioner emphasizes the social utility 8 of temporary hardship dwellings for the residents of the county and petitioner. 9 The purpose of the temporary hardship residence provision is to provide 10 temporary relief to a resident or a relative of a resident of EFU zoned property 11 who is experiencing a qualifying hardship. That relief is in the form of allowing 12 temporary residential use of a manufactured dwelling, recreational vehicle, or 13 existing building in conjunction with an existing dwelling on a unit of property 14 zoned EFU. We take the *pro bono* status of the petitioner's representation in this matter into consideration when weighing the reasonableness of the fees 15 16 requested.

Petitioner's motion for attorney fees is hereby granted, in part. The county
is hereby ordered to pay petitioner's attorney fees in the amount of \$26,380.00
(\$31,540 minus \$5,160).

20 **COSTS**

Petitioner may be awarded its cost of the filing fee, which is \$300. See
OAR 661-010-0075(1)(b)(A) ("If the petitioner is the prevailing party, the

1 petitioner may be awarded the cost of the filing fee."). Petitioner requested an 2 award of \$300 for its filing fee. Petitioner is awarded its filing fee in the amount 3 of \$300, to be paid by the county and intervenor. 4 Dated this 18th day of August 2022. 5 6 7 8 9 H. M. Zamudio 10 **Board Chair**