IN THE COURT OF APPEALS OF THE STATE OF OREGON

TED M. COOPMAN, PAUL T. CONTE, and GARY NANCE, Petitioners,

v.

CITY OF EUGENE, AL JOHNSON, HOME BUILDERS ASSOCIATION OF LANE COUNTY, ELIZA KASHINSKY, JOSHUA KASHINSKY, ANNE BROWN, PATTY HINE, ISAAC JUDD, ANGIE R. MARZANO, SIGH O'NARA, BABE O'SULLIVAN, BILL RANDELL, CARLEEN REILLY, SETH SADOFSKY, KEVIN SHANLEY, HEATHER SIELICKI, SUE WOLLING, 1000 FRIENDS OF OREGON, BETTER HOUSING TOGETHER, and DEVNW, Respondents,

and

CHRISTOPHER DEEL, Respondent below.

Land Use Board of Appeals 2022056

A180682

Argued and submitted on April 12, 2023.

Charles W. Woodward, IV argued the cause and filed the brief for petitioners.

Lauren A. Sommers argued the cause and filed the brief for respondent City of Eugene.

Bill Kloos and Law Office of Bill Kloos PC filed the brief for respondent Home Builders Association of Lane County.

No appearance for respondents Al Johnson, Eliza Kashinsky, Joshua Kashinsky, Anne Brown, Patty Hine, Isaac Judd, Angie R. Marzano, Sigh O'Nara, Babe O'Sullivan, Bill Randell, Carleen Reilly, Seth Sadofsky, Kevin Shanley, Heather Sielicki, Sue Wolling, 1000 Friends of Oregon, Better Housing Together, and DEVNW.

Before Shorr, Presiding Judge, and Mooney, Judge, and Pagán, Judge.

SHORR, P. J.

Reversed in part and remanded; otherwise affirmed.

DESIGNATION OF PREVAILING PARTY AND AWARD OF COSTS

Prevailing party: Petitioners

- [X] No costs payable by Respondents Al Johnson, Eliza Kashinsky, Joshua Kashinsky, Anne Brown, Patty Hine, Isaac Judd, Angie R. Marzano, Sigh O'Nara, Babe O'Sullivan, Bill Randell, Carleen Reilly, Seth Sadofsky, Kevin Shanley, Heather Sielicki, Sue Wolling, 1000 Friends of Oregon, Better Housing Together, and DEVNW.
- [X] Costs allowed, payable by Respondents City of Eugene and Home Builders Association of Lane County.
- [] Costs allowed, to abide the outcome on remand, payable by

SHORR, P. J.

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2 Petitioners seek review of a final order of the Land Use Board of Appeals 3 (LUBA) that rejected their challenge to respondent City of Eugene's adoption of 4 Ordinance No. 20667 ("the ordinance"). The city adopted the ordinance in response to a 5 directive from the legislature to allow more "middle housing"--duplexes, triplexes, 6 quadplexes, cottage clusters, and townhomes--in cities. Specifically, the legislature 7 enacted a middle housing statute, the majority of which is codified as ORS 197.758¹, to 8 require cities to permit those housing options in areas previously zoned exclusively for 9 single-family dwellings. The legislature set deadlines by which the cities had to update 10 their local ordinances or amend their comprehensive plans or, alternatively, be forced to 11 apply a model ordinance until they adopted their own. Or Laws 2019, ch 639, § 3. The 12 city timely adopted its own ordinance, Ordinance No. 20667, that amended the Eugene 13 Code and the Eugene-Springfield Metropolitan Area General Plan (Metro Plan). 14 Petitioners challenged the city's adoption of the ordinance before LUBA 15 and LUBA affirmed the city's decision. Petitioners now seek review, raising three 16 assignments of error. In their first assignment, petitioners contend that LUBA erred in 17 affirming the city's determination that its comprehensive plan and code amendments 18 complied with Goal 11 of the Statewide Land-Use Planning Goals, OAR 660-015-

The legislature recently passed House Bill (HB) 3395 (2023), which amended ORS 197.758. Those amendments do not affect our analysis, however, and we cite to the current version of the statute throughout this opinion.

- 1 0000(11). As we explain below, we agree with petitioners that LUBA erred in that
- 2 regard and that the city did not adequately address Goal 11 in its findings. We reject
- 3 petitioners' second assignment of error, which contends that LUBA erred in affirming the
- 4 city's construction of law and the city's findings that the ordinance did not implicate Goal
- 5 15 (relating to development on the Willamette River Greenway), OAR 660-015-0005,
- 6 and therefore did not violate that goal. We summarily reject petitioners' third assignment
- 7 of error, which contends that LUBA erred in upholding the ordinance because, according
- 8 to petitioners, the ordinance's terms "dwelling unit size" and "income-qualified middle
- 9 housing" did not provide clear and objective standards, in violation of ORS 197.307(4).
- 10 As a result, we affirm LUBA's decision in part, reverse in part, and remand for further
- 11 proceedings.

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- The "facts" before LUBA are simply a recitation of the enactment of the
- laws relating to middle housing that preceded this dispute. As a result, the parties do not
- 14 contest them. We use the same background facts provided by LUBA:
- "This appeal concerns the city's adoption of [the ordinance amending the Eugene Code and Metro Plan] implementing House Bill 2001 (2019), a portion of which is codified at ORS 197.758 and which we refer to as the Middle Housing Statute. Or Laws 2019, ch 639, § 2.

"The Middle Housing Statute requires large cities, including Eugene, to allow duplexes, triplexes, quadplexes, townhouses, and cottage clusters on properties zoned for residential use that allow for the development of detached single-family dwellings. The Middle Housing Statute required the city to amend its comprehensive plan [or] adopt land use regulations not later than June 30, 2022. Or Laws 2019, ch 639, § 3(1)(b). Had the city failed to implement the Middle Housing Statute within that time, then the city would have been required to directly apply a model ordinance adopted by the Land Conservation and Development Commission (LCDC). *Id.* §

1 3(2), (3). LCDC adopted administrative rules implementing the Middle 2 Housing Statute at OAR chapter 660, division 46. LCDC also adopted a 3 model code for large cities, which is Exhibit B to OAR 660-046-0010. 4 "The Middle Housing Statute does not prohibit local governments 5 from permitting single-family dwellings in areas zoned to allow for single-6 family dwellings or from allowing middle housing in areas not required 7 under the statute. ORS 197.758(6). The [ordinance] do[es] not require or 8 trigger the development of middle housing. The choice to construct middle housing is left to the developer or property owner. 9 10 "Rather than adopting LCDC's model code, the city adopted the 11 [ordinance] to allow for the development of middle housing types on 12 residentially zoned properties where the development of detached single-13 family dwellings is allowed. In some respects, the [ordinance] exceed[s] 14 the minimum requirements of ORS 197.758 and OAR chapter 660, division 15 46, based on the city's policy choice to encourage and, in some cases, 16 incentivize the development of middle housing." 17 (Footnote omitted.) In its opinion, LUBA further referred to the factual findings that the 18 city made when enacting the ordinance. We quote those findings at length within our 19 discussion of petitioners' assignments of error, because petitioners' legal arguments are 20 partially driven by its contention that LUBA erred in affirming the city's findings. 21 We turn to the applicable standard of review before addressing petitioners' 22 assignments of error. Petitioners challenge LUBA's order as "unlawful in substance" 23 under ORS 197.850(9)(a). Petitioners' challenge therefore asks us to review whether 24 LUBA correctly applied the law. Within that challenge, petitioners contend both that 25 LUBA misinterpreted the law and that LUBA erred in affirming the city's legislative 26 findings of fact in support of the ordinance. We review LUBA's interpretation of the law 27 for legal error. See Mountain West Investment Corp. v. City of Silverton, 175 Or App 28 556, 559, 30 P3d 420 (2001) (LUBA decision is "unlawful in substance * * * if it

- 1 represent[s] a mistaken interpretation of the applicable law"). As to the facts, our review
- 2 of LUBA's decision affirming the city's factual findings is different from our ordinary
- 3 factual standard of review in other agency cases:
- 4 "We review LUBA's determination of the substantiality of the evidence for a local government finding on whether the LUBA opinion is unlawful in 5 6 substance under ORS 197.850(9)(a). Our task is not to assess whether the 7 local government erred in making a finding, but to determine whether 8 LUBA properly exercised its review authority. Thus, we do not substitute 9 our judgment for LUBA's on whether a reasonable person could make a 10 finding of fact based upon the entire local government record. Instead, we 11 evaluate whether LUBA properly stated and applied its own standard of 12 review. If LUBA does not err in the articulation of its substantial evidence 13 standard of review under ORS 197.835(9)(a)(C), we would reverse LUBA's 14 decision only when there is no evidence to support the finding or if the 15 evidence in the case is so at odds with LUBA's evaluation that a reviewing 16 court could infer that LUBA had misunderstood or misapplied its scope of review." 17
- 18 Citizens for Responsibility v. Lane County, 218 Or App 339, 345, 180 P3d 35 (2008)
- 19 (internal quotation marks omitted). In other words, we review "LUBA's application of
- 20 the substantial evidence rule for legal correctness and do[] not review the evidence
- 21 independently for substantiality." *Reinert v. Clackamas County*, 286 Or App 431, 446,
- 22 398 P3d 989 (2017).
- We start with the law that informs this dispute. Under existing statewide
- 24 planning laws, local governments must adopt comprehensive plans that are consistent
- 25 with the Statewide Land Use Planning Goals. ORS 197.175(2)(a) ("Pursuant to ORS
- 26 chapters 195, 196 and 197, each city and county in this state shall * * * [p]repare, adopt,
- amend and revise comprehensive plans in compliance with goals approved by [LCDC].").
- 28 Comprehensive plans must be "prepared to assure that all public actions are consistent

- and coordinated with the policies expressed through the comprehensive plans." ORS
- 2 197.010(1)(d); see also ORS 197.175(2)(b), (d) (requiring each city and county to
- 3 "[e]nact land use regulations to implement their comprehensive plans," and, "[i]f [the city
- 4 or county's] comprehensive plan and land use regulations have been acknowledged by
- 5 [LCDC], make land use decisions and limited land use decisions in compliance with the
- 6 acknowledged plan and land use regulations").
- 7 To implement that framework, Eugene has its own laws relating to
- 8 planning. Eugene Code (EC) 9.8065(1) provides that the city may adopt an amendment
- 9 to its land use code that "[i]s consistent with applicable statewide planning goals adopted
- 10 by [LCDC]." EC 9.8065(2) provides that amendments must also be "consistent with
- applicable provisions of the [city's] comprehensive plan and applicable adopted
- 12 refinement plans." EC 9.7735 further provides that the city council apply certain criteria
- 13 in approving or denying a Metro Plan amendment application, including that "[t]he
- 14 proposed amendment is consistent with the relevant Statewide Planning Goals[.]" EC
- 15 9.7735(1).
- We turn to the relevant statewide planning goals. Goal 2 provides in
- 17 relevant part that "[c]ity * * * plans and actions related to land use shall be consistent
- with the comprehensive plans of cities" adopted under law. OAR 660-015-0000(2).
- 19 Goal 11 provides that local governments are "[t]o plan and develop a timely, orderly and
- 20 efficient arrangement of public facilities and services to serve as a framework for urban
- 21 and rural development." OAR 660-015-0000(11). The goal requires cities like Eugene to

- 1 "develop and adopt a public facility plan for areas within an urban growth boundary." *Id.*
- 2 The goal defines key terms and phrases such as "a timely, orderly, and efficient
- 3 arrangement" and a "public facility plan":
- "A Timely, Orderly and Efficient Arrangement--refers to a system or plan that coordinates the type, locations and delivery of public facilities and
- 6 services in a manner that best supports the existing and proposed land uses.
- 7 "****
- 8 "Public Facilities Plan--A public facility plan is a support document or 9 documents to a comprehensive plan. The facility plan describes the water, 10 sewer and transportation facilities which are to support the land uses
- designated in the appropriate acknowledged comprehensive plan * * *."
- 12 *Id.* Goal 11 also provides guidelines, some of which apply to urban areas like Eugene.
- 13 Planning Guideline 3 provides: "Public facilities and services in urban areas should be
- provided at levels necessary and suitable for urban uses." *Id.* Further, Implementation
- 15 Guideline 3 provides: "The level of key facilities that can be provided should be
- 16 considered as a principal factor in planning for various densities and types of urban and
- 17 rural land uses." *Id*.
- Thus, under Oregon's statutory land-use framework and Eugene's code, the
- amendments to the Metro Plan had to be consistent with Goal 11, and the amendments to
- 20 the Eugene Code, in turn, had to be consistent with the Metro Plan as well as Goal 11.
- As noted, the legislature enacted the middle housing statute in 2019. Or
- Laws 2019, ch 639. That law requires that Eugene, as a city "with a population of 25,000
- 23 [people] or more,"
- 24 "allow the development of

1 2	"(a) All middle housing types in areas zoned for residential use that allow for the development of detached single-family dwellings; and
3 4	"(b) A duplex on each lot or parcel zoned for residential use that allows for the development of detached single-family dwellings."
5	ORS 197.758(2); Or Laws 2019, ch 639, § 2(2). The law provides that,
6	"[n]otwithstanding ORS 197.646," which provides the ordinary procedures for
7	amendments to comprehensive plans to comply with new land use statutes or rules after
8	plans are acknowledged by LCDC, a city like Eugene "shall adopt land use regulations or
9	amend its comprehensive plan" no later than June 30, 2022, or, if it fails to do so, "shall
10	directly apply" a model ordinance developed by LCDC.2 Or Laws 2019, ch 639, §
11	3(1)(b), (3). Cities are permitted to regulate the siting and design of middle housing
12	"provided that the regulations do not, individually or cumulatively, discourage * * *
13	development * * * through unreasonable costs or delay. Local governments may regulate
14	middle housing to comply with protective measures adopted pursuant to statewide land
15	use planning goals." ORS 197.758(5).
16	LCDC adopted regulations following the enactment of the middle housing
17	statute. As relevant to this dispute, LCDC adopted OAR 660-046-0010, which elaborates
18	on the legislative directive that "[l]ocal governments may regulate middle housing to
19	comply with protective measures adopted pursuant to statewide land use planning goals."

As well as enacting the model code required by the statute, LCDC has enacted a variety of rules that guide cities and other covered local governments in implementing the middle housing statute, some of which we discuss below. *See* OAR 660-046-000 - 660-046-0370 (providing regulations guiding implementation).

1 ORS 197.758(5). OAR 660-046-0010(3) provides in part:

2 "A Medium or Large City may regulate Middle Housing to comply with 3 protective measures (including plans, policies, and regulations) adopted and 4 acknowledged pursuant to statewide land use planning goals. Where 5 Medium and Large Cities have adopted, or shall adopt, regulations 6 implementing the following statewide planning goals, the following 7 provisions provide direction as to how those regulations shall be 8 implemented in relation to Middle Housing, as required by this rule. **** 9 10 "(e) Goal 11: Public Facilities and Services--Pursuant to OAR 660-11 011-0020(2), a public facility plan must identify significant public facility 12 projects which are to support the land uses designated in the acknowledged 13 comprehensive plan. This includes public facility projects to support the 14 development of Middle Housing in areas zoned for residential use that 15 allow for the development of detached single-family dwellings. Following adoption of Middle Housing allowances by a Large City, the Large City 16 17 shall work to ensure that infrastructure serving undeveloped or 18 underdeveloped areas, as defined in OAR 660-046-0320(8), where Middle 19 Housing is allowed is appropriately designed and sized to serve Middle 20 Housing." 21 The legislature also permitted a city to seek an extension of time to adopt 22 regulations or amend its comprehensive plan for an area where it has identified certain 23 infrastructure and transportation services "that are either significantly deficient or are 24 expected to be significantly deficient before December 31, 2023" and where it has 25 identified a plan that will remedy the deficiency. Or Laws 2019, ch 639, § 4(1), (2). 26 Accordingly, the Department of Land Conservation and Development (DLCD) 27 implemented a program for those extensions. See OAR 660-046-0300 - 660-046-0370.

It is undisputed that the City of Eugene, which is considered a large city under the middle

1 housing regulations,³ did not seek an extension.

The City of Eugene adopted its own ordinance, Ordinance No. 20667, that

amended portions of the Eugene Code and portions of the Metro Plan. The city went

4 further in its ordinance than the requirements of the middle housing statute by not just

5 allowing middle housing but encouraging and even incentivizing the development of

6 middle housing in the city.

As explained above, in the middle housing statute, the legislature required certain cities to allow middle housing in certain areas by amending their comprehensive plans and land use regulations to that effect. Or Laws 2019, ch 639. That legislative act necessarily displaces some of the ordinary statewide land-use planning framework. *See*, *e.g.*, *id.* at § 3(1) (cities must amend their plans and regulations "[n]otwithstanding ORS 197.646"). What is less clear is how much of the framework it displaces. Here, as we will explain, the question is whether, when it enacted the ordinance, the city had to ensure that the Eugene Code and Metro Plan amendments allowing middle housing were consistent with Goal 11 by considering whether, and to what extent, the amendments were compatible with its existing public facilities and services. The city had amended its public facilities and services plan in 2017 (approximately 5 years before the adoption of the ordinance) and was already looking at an upcoming update to that plan following a grant of money from DLCD.

OAR 660-046-0020(8) defines a large city to include one with an "estimated population of 25,000 or more."

1	Recognizing that recent history and upcoming planning process, the city
2	made certain findings when adopting the ordinance:
3	"The Middle Housing Code Amendments ⁴ do not make changes to the
4	City's provision of public facilities and services or to the currently adopted
5	Eugene/Springfield Public Facilities and Services Plan (PFSP). Consistent
6	with the PFSP, the City will continue to plan and develop public facilities
7	to support the land uses designated in the City's acknowledged
8	comprehensive plan, including public facility projects that support the
9	development of middle housing. Therefore, the amendments are consistent
0	with Statewide Planning Goal 11.
l 1	"The City of Eugene updated the PFSP during the adoption of Eugene
12	Urban Growth Boundary in 2017 to ensure that all residential lands could
13	be served. More recently, the City of Eugene and City of Springfield
14	received a grant from [DLCD] on October 6, 2021 to update the PFSP,
15	including updates specifically focused on supporting housing development.
16	Consistent with [OAR 660-046-0010(3)(e)], following adoption of the
17	Middle Housing Code Amendments, the City will work to ensure that
18	infrastructure serving areas where middle housing is allowed, including any
9	undeveloped or underdeveloped areas as defined in OAR 660-046-0320(8),
20	is appropriately designed and sized to serve the land uses allowed by the
21	City's comprehensive plan and land use regulations, including middle
22	housing uses."
23	With that legal and factual background, we turn to petitioners' argument
24	Before LUBA, petitioners contended that, contrary to the city's statement that the

amendments "do not make changes to the City's provision of public facilities and

services," the amendments would result in changes in the city's provision of public

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We understand the City and LUBA's references to the "Middle Housing Code Amendments" or sometimes abbreviated by LUBA as "MHA" to refer to the *entire* ordinance, which both amended the Eugene Code's land use provisions and amended the Metro Plan to account for the legislature's requirement to allow middle housing. Throughout this opinion, we use "the ordinance" to refer to the entirety of Ordinance No. 20667 and, whenever possible, adjust quoted material from the LUBA record to be consistent with our use of that term.

1 facilities and services because they allowed an increase in density in residential zones 2 throughout the city. Petitioners asserted that the city's findings "represent, at best, a non-3 binding promise that the City will eventually address Goal 11 compliance when the PFSP 4 is amended." Petitioners contend that, consequently, the findings did not demonstrate 5 that the amendments *currently* complied with the statewide land use planning goals. 6 Petitioners relied on Friends of Yamhill County v. Yamhill County, 47 Or LUBA 160 7 (2004), for the proposition that compliance issues with statewide planning goals raised by 8 post-acknowledgment plan amendments must be addressed and resolved at the time the 9 plan amendment is adopted. Petitioners maintained that the city could have brought the 10 amendments into current compliance with Goal 11 in any of several ways: It could have 11 updated its public facilities and services plan; "enacted the DLCD Model Code (which 12 includes a restriction on development if there is insufficient infrastructure)"; or simply 13 undertaken a study "to predict the increased impacts on the Goal 11 facilities." (Footnote 14 omitted.) 15 LUBA rejected that argument. First, it stated that the 2017 public service 16 facilities plan contemplated the impacts of increased development through in-fill and 17 redevelopment. It then noted that it was "unclear whether and to what extent the 18 [ordinance] will result in increased density." Regardless, it concluded, 19 "even if the city had determined that the [ordinance] will result in increased density that exceeds existing infrastructure or planned infrastructure 20 21 improvements, Goal 11 does not require that the city amend the PFSP to evaluate the adequacy of its infrastructure prior to or concurrently with 22

adopting the [ordinance]."

1 We understand LUBA to have concluded that, although Goal 11 applied to the city's

2 amendments to the Metro Plan and the Eugene Code, Goal 11 does not mandate that the

3 city consider whether the amendments would allow development without compliance

4 with Goal 11 or amend its public facilities and services plan contemporaneously with

5 adopting the amendments. LUBA later (when analyzing the ordinance's compliance with

a local planning policy with similar text) noted that the dictionary definition of the term

"coordinate" includes "to bring into a common action, movement, or condition," which,

8 LUBA said, did not require contemporaneous action.

LUBA, contending that, when it adopted the ordinance, the city was required, and failed, to demonstrate that the plan and regulations as amended complied with Goal 11 and, consequently, with the existing public facilities and services plan. They note that the ordinance post-dated the existing 2017 public facilities and services plan and so, necessarily, the plan did not contemplate the type of infill and increased density that will result from the ordinance. Petitioners also take issue with LUBA's characterization of their argument as being that the city had to *amend* the public facilities and services plan when it adopted the ordinance, pointing out that they argued that the city only had to consider and explain how the ordinance was consistent with Goal 11, not that it necessarily had to amend the plan. Noting LUBA's focus on the term "coordinate" from Goal 11, they also contend that, to accomplish Goal 11's mandate that the city "coordinates the type, locations and delivery of public facilities and services in a manner

- 1 that best supports the existing and proposed land uses," OAR 660-015-0000(11), when
- 2 the city adopts provisions allowing new land uses, the city has to consider the
- 3 relationship between those new uses and its existing plan for public facilities and
- 4 services.
- To satisfy ORS 197.175(2)(a), cities and counties "shall * * * amend and
- 6 revise" their comprehensive plans "in compliance with" the statewide planning goals.
- 7 Further, the city's own code provides that the council shall apply certain criteria in
- 8 approving or denying an application to amend the Metro Plan, including that "[t]he
- 9 proposed amendment is consistent with the relevant Statewide Planning Goals." EC
- 10 9.7735(1). And, the city may amend its land use code when the amendment "[i]s
- 11 consistent with applicable statewide planning goals" and "with applicable provisions of
- the comprehensive plan and applicable adopted refinement plans." EC 9.8065(1), (2); see
- 13 also ORS 197.175(2)(b) (cities and counties must enact land use regulations "to
- 14 implement their comprehensive plans"). Those requirements are stated in the present
- 15 tense. They do not allow the city to amend the plan and regulations based on an
- assertion, like the one the city made here regarding Goal 11, that, at some point in the
- 17 future, the city will update its plans to account for development allowed by the
- amendments in a way that will comply with the goals. See Stop the Dump Coalition v.
- 19 Yamhill County, 364 Or 432, 449, 435 P3d 698 (2019) ("state and local land use laws
- 20 must be consistent with the statewide land use goals"); see also Friends of Yamhill
- 21 County, 47 Or LUBA at 169 ("As a general principle, goal compliance issues raised by a

- 1 plan amendment must be addressed and resolved at the time the plan amendment is
- 2 adopted."); 1000 Friends of Oregon vs. Washington County, 17 Or LUBA 671, 683
- 3 (1989) (in adopting a post-acknowledgment plan amendment, to the extent the plan
- 4 amendment implicates statewide planning goal standards, findings addressing those goal
- 5 standards are required).
- In its separately filed brief, respondent Home Builders Association of Lane
 County argues that, in enacting the middle housing statute, the legislature intended to
- 8 override the ordinary land-use framework altogether, including the requirements of ORS
- 9 197.175 and provisions like those in the Eugene Code, and exempt cities' middle housing
- amendments from application of the goals. As noted above, the legislature did exempt
- 11 the amendments from the ordinary post-acknowledgment plan amendment statute, ORS
- 12 197.646. However, neither the middle housing statute nor LCDC's rules implementing it
- 13 reflect the intention to override application of the goals as required by ORS 197.175.
- 14 Further, the middle housing law specifically exempts local government's amendments to
- 15 their comprehensive plans and land use regulations from LCDC's Transportation
- 16 Planning Rule, which implements Goal 12. See Or Laws 2019, ch 639, § 3(5) (stating
- 17 that, when a local government legislatively amends its comprehensive plan or land use
- 18 regulations to allow middle housing, it "is not required to consider whether the
- 19 amendments significantly affect an existing or planned transportation facility"). If the
- 20 legislature had intended this type of amendment to be exempt from all of the goals, that
- 21 specific exemption would be meaningless.

1	The legislature also authorized local governments to seek extensions to
2	update their local land use regulations or amend their comprehensive plans for specific
3	areas "where the local government has identified water, sewer, storm drainage or
4	transportation services that" are "significantly deficient or are expected to be significantly
5	deficient before December 31, 2023[.]" Or Laws 2019, ch 639, § 4(1), (2). As noted,
6	DLCD also implemented a program for seeking those extensions. OAR 660-046-0300 -
7	660-046-0370. That decisionto allow local governments additional time to update their
8	land use regulations and comprehensive plans to consider their infrastructure needs in
9	light of the new middle housing lawsupports an inference that the legislature intended
10	to continue to require local governments to comply with statewide planning goals and
11	rules related to public facilities and services.
12	Further, although the parties debate the meaning of OAR 660-046-0010(3),
13	we conclude that it supports our understanding that adoption of the amendments
14	mandated by the middle housing statute must follow regularly applicable procedures,
15	albeit on a dramatically expedited timeline. That provision states, in part, that
16 17 18 19 20 21 22 23 24	"a public facility plan must identify significant public facility projects which are to support the land uses designated in the acknowledged comprehensive plan. This includes public facility projects to support the development of Middle Housing in areas zoned for residential use that allow for the development of detached single-family dwellings. Following adoption of Middle Housing allowances by a Large City, the Large City shall work to ensure that infrastructure serving undeveloped or underdeveloped areas * * * where Middle Housing is allowed is appropriately designed and sized to serve Middle Housing."

OAR 660-046-0010(3)(e) (emphasis added). As we understand it, the italicized sentence

1 demonstrates LCDC's expectation that, when cities adopt the amendments required by the

2 statute, they will engage in some version of the ordinarily required planning for public

3 facilities and services. Although updating the public facilities and services plan likely

4 was not feasible on the schedule that the legislature imposed, as petitioners pointed out

5 before LUBA, there were other ways to achieve compliance with Goal 11, like adopting

provisions similar to those in the model code that limit middle housing on lots that lack

sufficient infrastructure to support it, at least until the public facilities and services plan

8 update was complete.

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In sum, LUBA erred when it affirmed the city's conclusion that it did not have to consider the impact of the amendments to the Eugene Code and Metro Plan on its provision of public facilities and services at the time it adopted them.⁵

We turn to petitioners' second assignment of error, which requires a different analysis. As we understand it, petitioners contend that LUBA erred in affirming the city's construction of the applicable law and in applying its standard of review when it affirmed the city's findings that the ordinance was not out of compliance with Goal 15 (relating to development on the Willamette River Greenway) because it did not implicate that goal. As we discuss below, the city essentially concluded that the ordinance did not make any changes to either the city's existing permitting program governing development

Because we conclude that LUBA erred in applying state law and regulations to the city's decision to amend the Metro Plan and Eugene Code via the ordinance, we do not address petitioners' separate argument that LUBA erred when applying Metro Plan Policy A.12 to the city's decision.

1 in the Willamette River Greenway or provide for any specific development in the 2 greenway. As a result, the city concluded that the ordinance did not implicate Goal 15. 3 LUBA agreed with the city's construction of the controlling law. So do we. 4 The purpose of Goal 15 is "[t]o protect, conserve, enhance and maintain the natural, scenic, historical, agricultural, economic and recreational qualities of lands along 5 6 the Willamette River as the Willamette River Greenway." OAR 660-015-0005. 7 Subparagraph C(3)(j) provides: 8 "Development away from river--Developments shall be directed away from 9 the river to the greatest possible degree; provided, however, lands 10 committed to urban uses within the Greenway shall be permitted to 11 continue as urban uses, including port, industrial, commercial and 12 residential uses, uses pertaining to navigational requirements, water and 13 land access needs and related facilities[.]" 14 OAR 660-015-0005(C)(3)(j). In addition, paragraph (A)(1) provides: 15 "The qualities of the Willamette River Greenway shall be protected, 16 conserved, enhanced and maintained consistent with the lawful uses present 17 on December 6, 1975. Intensification of uses, changes in use or 18 developments may be permitted after this date only when they are 19 consistent with the Willamette Greenway Statute, this goal, the interim 20 goals in ORS 215.515(1) and the statewide planning goals[.]" 21 OAR 660-015-0005(A)(1) (emphasis added). 22 As before, many of the background "facts" quoted in the LUBA opinion are 23 largely a recitation of earlier enacted laws and regulations that provide context for the 24 current dispute. As LUBA observed, the city had an existing regulatory framework for 25 possible development in the Willamette River Greenway:

"Pursuant to Goal 15, the city adopted a Greenway overlay and

criteria for development within the Greenway. EC 9.8800 - 9.8825.

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1 Greenway permits are required for 'intensification of use, changes in uses, 2 or developments.' EC 9.8805. The permit standards are designed to direct 3 development away from the river, maintain access to the river, and preserve 4 habitat and vegetation near the river." 5 In adopting the ordinance, the city expressly found that Goal 15 did not apply, because the ordinance had no effect on the city's existing regulations on development in the 6 7 Willamette River Greenway: 8 "The [ordinance] do[es] not contain any substantive changes to the City's 9 Willamette River Greenway regulations; therefore, Statewide Planning 10 Goal 15 does not apply. The only change to the Willamette Greenway 11 regulations is a new citation to a renumbered code section." 12 Before LUBA, petitioners made the following arguments, which were then 13 rejected by LUBA: 14 "First, [petitioners Conte and Nance] argue that the city's Goal 15 findings 15 are inadequate because they do not address whether the [ordinance] will 16 result in an intensification of uses within and that is incompatible with the 17 Greenway. Second, [they] argue that the [ordinance] fail[s] to comply with 18

Goal 15 because [it] allow[s] a significant intensification of housing development in the Greenway without required review of the potential impacts. ***

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"The city responds that [petitioners Conte and Nance] misapprehend the requirements of Goal 15. We agree. Goal 15 requires the city to adopt standards to review proposed development activity within the Greenway, which the city has done and which are unaffected by the [ordinance]. Goal 15, Implementation Measure 3, sets out the requirements for Greenway compatibility review, which applies to applications for specific development. A Greenway permit is required for intensification, change in use, or development of a specific property. Goal 15 does not require Greenway review for comprehensive plan and code changes that may allow increased residential density with the Greenway. Instead, Goal 15 is implemented through the city's Greenway permit program. We agree with the city that it was not required to comply with Goal 15 in adopting the [ordinance] because the [ordinance] do[es] not amend the city's Greenway permit program or allow any specific development within the Greenway. Based on that conclusion, [petitioners Conte's and Nance's] argument that

1 the [ordinance] fail[s] to comply with Goal 15 provides no basis for 2 remand. We conclude that the city's Goal 15 findings are adequate to 3 establish that the city considered the issue of the applicability of Goal 15." 4 (Footnote omitted.) Before us, petitioners contend that LUBA erred because it avoided 5 petitioners' argument that the ordinance effectively allowed middle housing in zones 6 subject to the Willamette River Greenway and Goal 15. It contends that the city also 7 avoided consideration of the fact that the ordinance requires intensification of use in the 8 greenway. But LUBA did not avoid that argument. It concluded that Goal 15 did not 9 require greenway review "for comprehensive plan and code changes that may allow 10 increased residential development within the Greenway." The ordinance did not make 11 any changes to the greenway permitting program, and the city will have to apply that 12 program if there is a request for development in the greenway, applying the existing 13 permitting standards. 14 For similar reasons, we reject without significant discussion petitioners' 15 argument that the ordinance does not apply clear and objective standards to housing 16 development in the Willamette River Greenway, in violation of OAR 660-046-0010(3)(f) 17 and ORS 197.307(4). As LUBA noted, the ordinance did not adopt or amend any 18 standards for development in the greenway. That development will be judged by the 19 existing standards in the greenway permitting program and not by reference to the 20 ordinance. We reject petitioners' second assignment of error in full. 21 Finally, we reject petitioners' third assignment of error, which contends that 22 LUBA also erred in upholding the ordinance because certain text in the ordinance, which

- defines terms such as "dwelling unit size" and "income-qualified middle housing," does
- 2 not provide clear and objective standards, in violation of ORS 197.307(4). Following our
- 3 review of the ordinance, we agree with LUBA that the definition of those terms in the
- 4 ordinance is clear and objective.
- In sum, as to petitioners' first assignment of error, we reverse LUBA's
- 6 conclusion that the city did not have to consider updates to its public facilities and
- 7 services plan when amending its code and Metro Plan to allow for middle housing. We
- 8 therefore remand to LUBA for further proceedings. We reject petitioners' second and
- 9 third assignments of error and affirm the parts of LUBA's opinion challenged by those
- 10 assignments.
- 11 Reversed in part and remanded; otherwise affirmed.