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1	BEFORE THE LAND USE BOARD OF APPEALS
2	OF THE STATE OF OREGON
3	
4	SAVE STAFFORD ROAD,
5	Petitioner,
6	
7	VS.
8	
9	CLACKAMAS COUNTY,
10	Respondent,
11	
12	and
13	
14	PORTLAND GENERAL ELECTRIC COMPANY,
15	Intervenor-Respondent.
16	
17	LUBA No. 2024-057
18	
19	FINAL OPINION
20	AND ORDER
21	
22	Appeal from Clackamas County.
23	
24	Gregory S. Hathaway represented petitioner.
25	
26	Caleb J. N. Huegel represented respondent.
27	
28	William L. Rasmussen represented intervenor-respondent.
29	
30	RUDD, Board Member; RYAN, Board Member, participated in the
31	decision.
32	
33	ZAMUDIO, Board Chair; did not participate in the decision.
34	
35	DISMISSED 12/12/2024
36	
37	You are entitled to judicial review of this Order. Judicial review is
38	governed by the provisions of ORS 197.850.

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#### NATURE OF DECISION

Petitioner appeals the county's issuance of a land use compatibility

statement (LUCS) for a transmission line.

#### **BACKGROUND**

Intervenor Portland General Electric Company (PGE) wishes to construct its Rosemont-Wilsonville Transmission Line (RW Line). As shown on the drawing below, the RW Line is proposed to cross certain private properties within the county zoned Exclusive Farm Use (EFU) and Rural Residential Farm Forest

### 10 5 Acre (RRFF-5.)



12 Record 6.

Page 2

- 1 In order to condemn property interests necessary for construction and operation
- 2 of the RW line, PGE must acquire a certificate of public convenience and
- 3 necessity from Oregon's Public Utilities Commission (OPUC).<sup>1</sup>

### ORS 197.180(1) provides:

- "(1) Except as provided in ORS 197.277 or subsection (2) of this section or unless expressly exempted by another statute from any of the requirements of this section, state agencies shall carry out their planning duties, powers and responsibilities and take actions that are authorized by law with respect to programs affecting land use:
  - "(a) In compliance with the goals, rules implementing the goals and rules implementing this section; and
  - "(b) In a manner compatible with acknowledged comprehensive plans and land use regulations."

OAR 660-030-0070(1) provides, in part, that state agencies will "adopt appropriate rules and procedures to assure that the agency's land use programs are compatible with acknowledged comprehensive plans." OPUC has determined that it is required to determine that its issuance of a certificate of public convenience and necessity is consistent with acknowledged city and county comprehensive plans and land use regulations. County Motion to Dismiss Ex A, at 24. OPUC's OAR 860-025-0040 provides, in part:

<sup>&</sup>lt;sup>1</sup> OAR 860-025-0030(1) provides: "Petitions under ORS 758.015, for a certificate of public convenience and necessity to construct an overhead transmission line that will necessitate a condemnation of land or an interest therein, must be filed in accordance with OAR 860-001-0170."

1 "(1) The Commission, as part of its approval of a petition filed 2 under OAR 860-025-0030, shall adopt findings which assure 3 the proposed transmission project complies with the 4 Statewide Planning Goals and is compatible with the 5 acknowledged comprehensive plan(s) and land 6 regulations of each local government where the project is to 7 be located. The Commission's findings shall be developed 8 consistent with the rules and procedures in the Commission's 9 state agency coordination program pursuant to ORS 197.180. 10 The Commission's land use findings assuring the proposed project's goal compliance and plan compatibility shall be 11 12 based on the hearing record, which shall include at least one 13 of the following: A copy of the local land use permit from each affected 14 "(a) 15 city or county planning agency, building department, 16 or governing body stating that the proposed 17 transmission project has received the jurisdiction's 18 approval; or 19 A copy of a letter from each affected local planning 20 agency, building department, or governing body stating 21 that the proposed transmission project is permitted 22 under the jurisdiction's comprehensive plan, land use 23 regulations, and development codes, but does not 24 require specific approval by the jurisdiction; or 25 "(c) Other written or oral land use information and 26 documentation equivalent to OAR 860-025-0040(2)(a) 27 or (b) above properly presented to the Commission 28 from an authorized representative from each affected 29 city or county.

In making findings under section (2) of this rule, the

Commission may rely on a Land Use Compatibility Statement

('LUCS') issued by an authorized representative from an

affected city or county to the extent the LUCS:

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1 2 3	"(a)	Confirms the city or county has issued a land use permit approving the proposed transmission project; or
4 5	"(b)	States the applicable city or county acknowledged comprehensive plan does not require specific approval
6		of the proposed transmission project; or
7 8	"(c)	States the proposed transmission project will be compatible with the jurisdiction's acknowledged
9		comprehensive plan if petitioner obtains the land use
10		permits identified in the LUCS, and the LUCS confirms
11		the acknowledged comprehensive plan's general
12		provisions will not be substantially affected by
13		issuance of a certificate if those permits are obtained.
14	"(4) A pe	titioner must notify the Commission promptly when a
15		use permit or land use compatibility statement submitted
16		pport findings under this subsection has been appealed
17		s been modified or withdrawn before a final order has
18	issue	d in a CPCN proceeding." <sup>2</sup> (Emphases added.)
19	As part of its appli	cation for a certificate of public necessity, PGE sought a LUCS
20	in compliance wi	th OAR 860-025-0040(3). On August 23, 2024, the county
21	issued its LUCS s	setting out the relationship between segments of the RW Line
22	and the county co	de (ZDO). This appeal followed.

<sup>&</sup>lt;sup>2</sup> In the 1991 OPUC State Agency Coordination Program, the OPUC explains that section III of the document "responds to the requirements of OAR 660-30-060(4)." County Motion to Dismiss Ex A, at 24. Portions of OAR 660-30-060(4) quoted in section III of the coordination document closely track OAR 660-030-0040, which we understand was adopted after 1991.

#### **MOTION TO DISMISS**

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2	On September 13, 2024, petitioner filed its notice of intent to appeal. <sup>3</sup> On
3	October 1, 2024, the county moved to dismiss the appeal for lack of jurisdiction.
4	On October 24, 2024, petitioner filed its response to the county's motion to
5	dismiss. On October 30, 2024, intervenor filed its motion to dismiss for lack of
6	jurisdiction. On November 7, 2024, the county filed a reply to petitioner's
7	response to its motion to dismiss. On November 13, 2024, petitioner filed its
8	response to intervenor's motion to dismiss.4
9	A. ORS 197.015(10)(b)(H)
10	ORS 197.015(10)(b)(H) provides that land use decisions subject to our
11	review do not include:
12	"* * * a decision of a local government:
13	66* * * * * *
14 15 16 17	"(H) That a proposed state agency action subject to ORS 197.180(1) is compatible with the acknowledged comprehensive plan and land use regulations implementing the plan, if:

"(i)

The local government has already made a land

use decision authorizing a use or activity that encompasses the proposed state agency action;

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<sup>&</sup>lt;sup>3</sup> Petitioner filed a corrected NITA on September 24, 2024.

<sup>&</sup>lt;sup>4</sup> Petitioner titled its response to intervenor's motion to dismiss as also a surreply to the county's reply. Our rules do not provide for sur-replies.

"(ii) The use or activity that would be authorized, funded or undertaken by the proposed state agency action is allowed without review under the acknowledged comprehensive plan and land use regulations implementing the plan; or	
"(iii) The use or activity that would be authorized, funded or undertaken by the proposed state agency action requires a future land use review under the acknowledged comprehensive plan and land use regulations implementing the plan[.]" (Emphases added.)	
The county determined that the portion of the RW Line within public right-	
of-way within the EFU zone, is allowed as an outright use as	
"reconstruction or modification of public roads and highways, including the placement of utility facilities overhead and in the subsurface of public roads and highways along the public right-of-way, but not including the addition of travel lanes, where no removal or displacement of buildings would occur, or no new land parcels result." County Motion to Dismiss Ex G, at 2.	
The county concluded that specific county approval was not required for this	
portion of the RW Line within the public right-of-way.	
PGE has an existing distribution line along Stafford Road but outside the	
public right-of-way. The county concluded that if the existing distribution line is	
verified to be a nonconforming use and an alteration of the nonconforming use	
in the EFU and RRFF-5 zones is approved, the portion of the RW Line so	
approved would be compatible with the acknowledged comprehensive plan and	

- 1 the acknowledged comprehensive plan general provisions would not be
- 2 substantially affected.<sup>5</sup> County Motion to Dismiss Ex G, at 2-3.
- The county determined that the portion of the RW Line on private property
- 4 zoned EFU could be approved as a utility facility necessary for public service.
- 5 ZDO Table 401-1.6 County Motion to Dismiss Ex G, at 2. Once approved, the

<sup>&</sup>lt;sup>5</sup> The county found that nonconforming use law is part of the county's land use system.

<sup>&</sup>quot;As required by state law, the ZDO and, therefore, Clackamas County's 'acknowledged comprehensive plan' allow the alteration of nonconforming uses. ORS 215.130; ZDO 1206.07. If the proposed transmission project is verified as a nonconforming use and an alteration of that nonconforming use is approved, then the acknowledged comprehensive plan's general provisions will not be substantially affected by issuance of a certificate because they will not apply." County Motion to Dismiss Ex G, at 3.

<sup>&</sup>lt;sup>6</sup> Table 401-1 allows, subject to a Type II process, "Utility facilities necessary for public service, including associated transmission lines as defined in ORS 469.300 and wetland waste treatment systems but not including commercial facilities for the purpose of generating electrical power for public use by sale or transmission towers over 200 feet in height" per ZDO 401.05(G)(2). ZDO Table 401-1. This language is similar to ORS 215.283(1)(c), authorizing on EFU land:

<sup>&</sup>quot;Utility facilities necessary for public service, including wetland waste treatment systems but not including commercial facilities for the purpose of generating electrical power for public use by sale or transmission towers over 200 feet in height. A utility facility necessary for public service may be established as provided in:

<sup>&</sup>quot;(A) ORS 215.275; or

<sup>&</sup>quot;(B) If the utility facility is an associated transmission line, as defined in ORS 215.274 and 459.300."

- 2 acknowledged comprehensive plan and the acknowledged comprehensive plan's
- 3 general provisions would not be substantially affected.
- 4 In the RRFF-5 zone, the county concluded that the portions of the RW Line
- 5 on private property zoned RRFF-5 could be approved as a public utility facility.
- 6 ZDO Table 316-1. County Motion to Dismiss Ex G, at 3. Once approved, the
- 7 county determined that this element of the project would be compatible with the
- 8 acknowledged comprehensive plan and the acknowledged comprehensive plan's
- 9 general provisions would not be substantially affected.
- Lastly, the county explained:
- "IIIf detailed construction plans reveal proposed development or
- vegetation removal in a floodplain or stream or wetland buffer in
- either EFU or RRFF-5, additional land use permitting may be
- required pursuant to ZDO Sections 703, Floodplain Management
- District; 704, River and Stream Conservation Area; 706, Habitat
- 16 Conservation Area District; or 709, Water Quality Resource Area
- District." County Motion to Dismiss Ex G, at 3.

# 18 The county determined:

- "If the proposed transmission project is approved pursuant to ZDO
- Section 703, 704, 706, or 709, then the acknowledged
- comprehensive plan's general provisions will not be substantially
- affected by issuance of a certificate because those code sections
- implement the Water Resources policies of Chapter 3 and the
- Floodplains policies of Chapter 4 of the Comprehensive Plan."
- County Motion to Dismiss Ex G, at 3.
- 26 The county argues in its motion to dismiss that the LUCS falls under the
- exclusions to our jurisdiction in ORS 197.015(10)(b)(H)(ii) and (iii).

The county argues that within the right-of-way, the LUCS decision is not a land use decision under ORS 197.015(10)(b)(H)(ii), because the activity is authorized without review, given

"ZDO Table 401-1 allows outright the 'reconstruction or modification of public roads and highways, including the placement of utility facilities overhead and in the subsurface of public roads and highways along the public right-of-way, but not including the addition of travel lanes, where no removal or displacement of buildings would occur, or no new land parcels result." County Motion to Dismiss Ex G, at 2.

The county maintains that the LUCS decision concerning the remaining portions of the RW Line not located in the right-of-way fall within the exception to LUBA's jurisdiction at ORS 197.15(10)(b)(H)(iii) because the county identified the future land use review required to achieve compatibility with the local comprehensive plan and land use regulations. In its motion to dismiss, PGE also argues that the LUCS is excluded from our review under ORS 197.015(10)(b)(H) and phrases the "central question" as "whether OAR 860-025-0040 requires more than just a determination of compatibility between the local

<sup>&</sup>lt;sup>7</sup> This is consistent with ORS 215.283(1)(i) which provides that allowed uses on EFU land include

<sup>&</sup>quot;[r]econstruction or modification of public roads and highways, including the placement of utility facilities overhead and in the subsurface of public roads and highways along the public right of way, but not including the addition of travel lanes, where no removal or displacement of buildings would occur, or no new land parcels result."

- 1 comprehensive plan and the project under consideration." PGE Motion to
- 2 Dismiss 2.
- 3 In McPhillips Farm, Inc. v. Yamhill County, we dismissed the petitioner's
- 4 appeal of a county decision approving a LUCS certifying that a state agency
- 5 permit to construct a landfill berm was compatible with county land use laws,
- 6 explaining:
- 7 "[T]he jurisdictional question cannot be simply resolved based on
- 8 the fact that the decision on its face concludes that the agency action
- 9 is compatible for one of the reasons listed in ORS
- 10 197.015(10)(b)(H)(i) through (iii). LUBA must determine whether
- the local government correctly concluded that the agency action is
- compatible for one of those listed reasons, which in turn entails
- resolving the likely merits of the appeal." 66 Or LUBA 355, 360
- 14 (2012).
- 15 The Court of Appeals affirmed our decision dismissing the petitioner's appeal of
- the county's issuance of a LUCS, concluding:
- "LUBA did not err in determining that it lacked jurisdiction, because
- the county's LUCS is not a 'land use decision' under ORS
- 19 197.015(10)(b)(H)(i). That is so because (1) the county's 1980 land
- 20 use decisions specifically contemplated and explicitly authorized a
- landfill with berms, and the MSE berm is included or encompassed
- within the scope of that authorization, and (2) the 1992
- interpretation of the county's site design review ordinance by its
- board to not require review of approved components of an expressly
- 25 permitted land use was a reasonable construction of its site design
- review ordinance, so that (3) further land use review of the landfill
- use is not required by the county's land use regulations and the
- 28 existing authorization is sufficient to qualify as a compatibility
- determination under ORS 197.015(10)(b)(H)(i)." McPhillips Farm,
- 30 Inc. v. Yamhill County, 256 Or App 402, 410 (2013).

Petitioner does not dispute that the proposed use is authorized by the provisions cited by the county in the LUCS. Petitioner agrees with part of the county and PGE's position, positing:

"[T]he County's determination that PGE's Proposed Transmission Line would be 'compatible' with the County's acknowledged Comprehensive Plan and land use regulations if PGE obtained approval of its Application is not a land use decision nor subject to LUBA's review. On the other hand, the County's determination that the County's acknowledged Comprehensive Plan's general provisions would not be 'substantially affected' if PGE obtained approval of its Application is a land use decision subject to LUBA's jurisdiction." Petitioner's Response to County Motion to Dismiss 11 (emphasis added; record citations omitted).

As petitioner observes, the county's LUCS is structured to answer two questions posed by OAR 860-025-0040(3)(c), that is whether the LUCS (1) "[s]tates the proposed transmission project will be compatible with the jurisdiction's acknowledged comprehensive plan if petitioner obtains the land use permits identified in the LUCS," and (2) "the LUCS confirms the acknowledged comprehensive plan's general provisions will not be substantially affected by issuance of a certificate if those permits are obtained." The body of the LUCS explains that the answer to the two questions posed by OAR 860-025-0040(3)(c) is yes if listed land use permits are obtained for the various segments of the transmission line.

Petitioner argues that rules of statutory construction require that we consider the text and context. *State v. Gaines*, 346 Or 160, 206 P3d 1042 (2009),

PGE v. Bureau of Labor and Industries, 317 Or 606, 859 P2d 1143 (1993). ORS

- 174.010 provides that we may not omit what has been inserted. Petitioner 1
- maintains that OAR 860-025-0040 goes beyond the parameters of ORS 2
- 197.015(10)(b)(H)(iii) and requires a finding that the general provisions of the 3
- comprehensive plan are not substantially affected. 4
- The county anticipated this argument in its motion and argues that it is 5
- possible that the LUCs would be a land use decision subject to our jurisdiction 6
- "if, in concluding that the county's general plan provisions will not 7
- be substantially affected, the LUCS actually applied the county's 8 general plan provisions to the line. However, the LUCS does not do
- 9
- that. Instead, the LUCS concludes that the county's general plan 10
- provisions will not be substantially affected if certain permits are 11
- obtained. The LUCS did not need to apply the county's general plan 12
- provision to the line to conclude that they will not be substantially 13
- 14 affected because the LUCS concludes that that result is assured by
- the nature of and the criteria for the required future land use review. 15
- Put differently, the LUCS concludes that the county's general plan 16
- provisions will not be substantially affected because the line 17
- requires future land use review. The county observes that a 18
- conclusion that 'the acknowledged comprehensive plan's general 19
- provisions will not be substantially affected' by a use is itself a 20
- conclusion that the use is 'compatible.' See OAR 660-030-21
- 0070(2)(b)." County Motion to Dismiss 14-15 (emphasis added). 22
- We understand the county to argue that it did not in fact apply general plan 23
- provisions to the LUCS request and instead found that obtaining the stated land 24
- use permits would ensure that the comprehensive plan's general provisions were 25
- 26 not substantially affected.
- Similarly, PGE argues that OAR 860-025-0040 does not require the county 27
- to answer two separate questions because "[d]etermining that a state agency 28

1	proposal will not substantially affect the local comprehensive plan is the legal
2	equivalent of determining that the proposal is 'compatible' with the local
3	comprehensive plan under [OAR 660-030-0070(2)(b).]" PGE Motion to Dismiss
4	2. PGE argues: "The core question is whether a County determination that its
5	comprehensive plan 'will not be substantially affected' by a project for purposes
6	of OAR 860-025-0040(3)(c) is the same as a decision that the project is
7	'compatible' with the comprehensive plan for purposes of ORS
8	197.015(10)(b)(H)." PGE Motion to Dismiss 9. PGE also argues, even if the PUC
9	arguably asks for more, the county did not apply the substance of the
10	comprehensive plan provisions to the LUCS. PGE Motion to Dismiss 3.
11	Furthermore, PGE argues that if there are two determinations or two decisions,
12	each is exempt because they both fall under ORS 197.015(10)(b)(H)(iii) and
13	determine that the project will be compatible with the comprehensive plan and
14	land use regulations if required permits are obtained.

"[W]here a local government issues a LUCS decision concluding 15 that a proposed agency action is compatible with the local 16 17 government's plan and land use regulations for one of the three 18 reasons listed at ORS 197.015(10)(b)(H)(i-iii), LUBA must 19 determine whether the LUCS decision correctly categorized the proposed use in order to determine whether the exclusion applies. If 20 the answer is yes, \* \* \* LUBA lacks jurisdiction over the appeal of 21 22 that decision." Bishop v. Deschutes County, 72 Or LUBA 103, 114 23 (2015).

# LCDC rule OAR 660-030-0070 provides, in part:

"(2) An agency can achieve compatibility in several ways depending upon the nature of its land use program and the

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acknowledged specificity of the and 1 organization agency shall 2 comprehensive plan in question. Each incorporate one or more of the following approaches as 3 appropriate into its own compatibility procedures pursuant to 4 section (4) of this rule. An agency program or action is 5 6 compatible when the agency: 7 Receives land use approval from the local government "(a) where the acknowledged comprehensive plan contains 8 9 requirements or conditions specifically applicable to the agency's land use program or action thereunder; or 10 Determines, based on the response to written notice 11 "(b) provided to local government, the results of meetings 12 held pursuant to subsection (4)(a) of this rule, or other 13 equivalent steps as described in the agency's certified 14 15 coordination program, that the acknowledged comprehensive plan's general provisions will not be 16 substantially affected by the agency's program or 17 18 action; or "(c) Determines based on the results of steps taken under 19 subsection (2)(b) of this rule, that the acknowledged 20 21 comprehensive plan contains no specific or general provisions applicable to the agency's program or 22 action. In this situation, however, an agency shall 23 comply with the statewide planning goals as provided 24 in OAR 660-030-0065(3)(c); or 25 26 "(d) Utilizes in conjunction with a local government, the provisions of this division and the 27 coordination program, where certified, to resolve a 28 land use dispute involving the agency's land use 29 program action and the acknowledged 30 or comprehensive plan; or 31 32 "(e) Issues a permit in accordance with the requirements of

OAR chapter 660, division 31." (Emphases added.)

We agree with the county and PGE that we do not have jurisdiction. OAR 660-030-0070(2)(b) provides that an agency action is compatible with an acknowledged comprehensive plan when "the acknowledged comprehensive plan's general provisions will not be substantially affected by the agency's program or action." ORS 197.015(10)(b)(H)(iii) provides "land use decision" does not include a local government decision that a proposed agency action is compatible with the comprehensive plan and land use regulations if the agency action requires a future land use review under the applicable comprehensive plan and land use regulations. The county's LUCS falls within the exception because the county's finding that the issuance of the certificate will not adversely affect the acknowledged comprehensive plan's general provisions is simply a finding that issuance of agency action is compatible with the plan *if* the identified land use permits are obtained, and we agree with the county that the use is allowed if approved under the cited ZDO provisions.

# B. Significant Impacts Test

Petitioner also argues that the LUCS is subject to our jurisdiction under the significant impacts test discussed in *Marks v. Land Conservation and Development Commission*, 327 Or App 708, 710-11, 536 P3d 995, 998 (2023). Response to PGE Motion to Dismiss 10. A significant impacts land use decision creates "an actual, qualitatively, or quantitatively significant impact on present or future land uses." *Carlson v. City of Dunes City*, 28 Or LUBA 411, 414 (1994). We have explained that "where the legislature adopts a statute that excludes

- 1 certain decisions from the statutory definition of 'land use decision,' LUBA has
- 2 no review authority over such decisions under the significant impact test."
- 3 McLaughlin v. Douglas County, 76 Or LUBA 77, 83 (2017). Petitioner identifies
- 4 nothing in Marks that leads to the conclusion that land use decisions expressly
- 5 excluded from our jurisdiction under ORS 197.015(10)(b) may nonetheless be
- 6 reviewed by us because the decision has a significant impact on land use.
- 7 The motion to dismiss is granted.
- 8 The appeal is dismissed.