1 2 3 4 5 6 BEFORE THE HEARING EXAMINER 7 8 FOR THE CITY OF SEATTLE 9 10 In the Matter of the Appeals of: Hearing Examiner File No.: 11 **MUP-17-001** END PRISON INDUSTRIAL 12 COMPLEX, et al. DCI Project No. 3020845 13 MOTION TO DISMISS PATRICK From a decision by the Director, 14 Department of Construction and DONNELLY AND STRIKE RELATED Inspections, on a Master Use Permit **FILINGS** 15 16 I. **INTRODUCTION** 17 18 Appellants, Ending the Prison Industrial Complex (EPIC) and over seventy other 19 community based organizations and interested individuals (hereinafter Appellants), respectfully 20 request that the Hearing Examiner dismiss Patrick Donnelly as a party to the appeal of the 21 Director's decision to approve a Master Use Permit and strike any papers, pleadings, or motions 22 that he has filed or may file in this matter. Mr. Donnelly is not a "party" as that term is defined 23 24 under Hearing Examiner Rule 2.02 and so he may not participate in this appeal. 25 **FACTS** II. 26 King County seeks to build a new jail to incarcerate children and teenagers on the site 27 located at 1211 East Alder Street in Seattle. On September 2, 2015, King County filed an 28 **MOTION TO DISMISS-1** SMITH & LOWNEY, P.L.L.C. 29 2317 EAST JOHN STREET

SEATTLE, WASHINGTON 98112 (206) 860-2883 application for a Master Use Permit from the City of Seattle. In its documents, King County stated that Mr. Donnelly was its agent solely for contact purposes related to the application. Exhibit 1 (Statement of Financial Responsibility/Agent Authorization). Mr. Donnelly is the architect on the project and has no financial interest in the project. *Id.* On the Plan Cover Sheet stating the applicant information for the permit, King County is listed as the owner and Mr. Donnelly is indicated to be a "contact person." Exhibit 2 (Plan Cover Sheet).

On December 22, 2016, the City of Seattle granted King County a Master Use Permit for the property. On January 4, 2017, the Appellants timely filed an appeal of the decision.

In response to this appeal, King County and Mr. Donnelly, in his capacity as agent for King County, entered separate appearances alleging to be proper parties in the suit. King County entered an appearance through the prosecuting attorney's office and Mr. Donnelly entered an appearance with McCullough Hill, PS. Exhibits 3 & 4 (Notice of Appearance by King County; Notice of Appearance by Patrick Donnelly). At no point did the Appellants name Mr. Donnelly as a party.

### III. ARGUMENT

The Hearing Examiner should dismiss Patrick Donnelly as a party to this appeal or, perhaps more aptly, should confirm that he is not and never was a party. Mr. Donnelly did not make himself a proper party merely by submitting a notice of appearance in this case.

Mr. Donnelly is not a "party" as defined by the Hearing Examiner Rules (HER). He is neither the "owner" of the property nor an "applicant" within the definition of HER 2.02(e) or Director's Rule 5-2003. He has no financial or other legally cognizable interest. Rather, as King County's agent, Mr. Donnelly's interest in this matter is purely derivative of King County's

interest. His participation adds unnecessary procedural complications, unduly burdens the Appellants and the Hearing Examiner, and does not represent any position that King County will not also advance. Accordingly, he should be dismissed from this appeal.

# A. Mr. Donnelly does not meet any of the definitions of "party" under applicable rules and therefore must be dismissed.

In order to participate in this proceeding, Mr. Donnelly must show that he is a "party" as that term is defined in the Hearing Examiner Rules. *See* HER 2.02(t). HER 2.02(t) defines a "party," in relevant part as, "the person, organization, or other entity that has filed an appeal or is granted a hearing automatically by law...[or] the person, organization, or other entity who filed the application, request, or petition for a permit or other type of City authorization or action that is the subject of the appeal...[or] the owner of the of the property subject to the City decision or other action." HER 2.02(t). Mr. Donnelly does not fall within any of these definitions.

# 1. Mr. Donnelly is not a party under the Hearing Examiner Rules because he is not an applicant.

Under the Hearing Examiner Rules, an "applicant" is the "person, organization or other entity who files the application or otherwise formally requests a permit or other type of City action that is the subject of an appeal or other review by the Hearing Examiner." HER 2.02(e) (emphasis added).

Seattle City Land Use Code 23.76.010 states in relevant part:

Applications for Master Use Permits shall be made by the property owner, lessee, contract purchaser, a City agency, or other public agency proposing a project the location of which has been approved by the City Council by ordinance or resolution, or by an authorized agent thereof. A Master Use Permit applicant shall designate a single person or entity to receive determinations and notices from the Director.

SMC 23.76.010 (emphasis added). Mr. Donnelly does not fall within any of these categories of recognized "applicants." Instead, he is merely the person that King County designated "to MOTION TO DISMISS- 3

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receive determinations and notices from the Director."

King County's documents make this abundantly clear. King County filed a Statement of Financial Interest in support of its Master Use Permit application. Director Rule 5-2003 governing the Statement of financial interest defines an applicant as "[a] person or entity with a financial interest in the project." Director's Rule 5-2003 (emphasis added). King County admits in its application that Mr. Donnelly "does not have a financial interest in the project." Exhibit 1.

Moreover, Rule 5-2003 explicitly excludes agents and architects from the definition of "applicant":

"Applicant," under this definition does not include **architects**, **agents**, or other design professionals who submit applications on behalf of a property owner. Such person may not sign in lieu of the Owner or the Applicant as defined by the rule.

Director's Rule 5-2003 (emphasis added). Mr. Donnelly is the architect on this project and in its application materials. King County identifies Mr. Donnelly as its "agent" related to the project. Exhibit 1. Because Mr. Donnelly is an architect *and* an agent, he is specifically excluded from being an applicant under Director's Rule 5-2003.

King County's Statement of Financial Responsibility explicitly recognizes that Mr.

Donnelly is not the "applicant" of the permit. The City of Seattle requires an applicant who is not the owner of the property to complete the second page of the Statement of Financial Responsibility/Agent Authorization form. *See* Exhibit 1. King County completed the first page in which it identified Mr. Donnelly as its agent, an agent without any financial interest in the project. *Id.* In this project, King County did not submit this second page since the agent doesn't have a financial interest. Lowney Decl.

Instead, King County filled out an "Agent Authorization" which says that Patrick

Donnelly and his architectural firm may act merely as King County's "agent for this project."

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Exhibit 1. It says that he is the County's "agent is the applicant on this project for contact purposes only and does not have a financial interest in this project." *Id*.

By contrast, King County is identified in several relevant documents filed in support of its application as both the "owner" and the "applicant." *See e.g.* Exhibits 1 & 2. The application and supporting documents confirm that Mr. Donnelly is not an owner or an applicant. Instead, he is merely King County's "agent" and "contact person." Thus, he does not meet the relevant criteria to qualify as a party pursuant to HER 2.02(t). He must therefore be dismissed.

B. The land use rules barring Mr. Donnelly from participating in this appeal are based upon well-established legal principles that require a party to have an actual cognizable interest in the matter, an interest which Mr. Donnelly does not possess.

Mr. Donnelly is an improper party and barred from appearing in this action. The requirement under the Hearing Examiner Rules that an appeal be defended by a party with an actual cognizable interest is in line with long-standing, well stablished legal principles requiring that actions to be litigated by parties with actual interests at stake.

1. Existing law on real parties in interest and agency support a finding that Mr. Donnelly is not a party.

Superior Court Civil Rule 17 provides guidance on who may be considered a party by requiring that "every action shall be prosecuted in the name of the real party in interest." CR 17. <sup>1</sup> A real party in interest is the person who possesses the right sought to be enforced. *Peyton Bldg.*, *LLC v. Niko's Gourmet, Inc.*, 180 Wn. App. 674, 680, 323 P.3d 629 (2014). The real party in interest is "the person who, if successful, will be entitled to the fruits of the action." *Northwest* 

<sup>&</sup>lt;sup>1</sup> Under the City of Seattle Hearing Examiner Rules, "when questions of practice or procedure arise that are not addressed by these Rules, the Hearing Examiner shall determine the practice or procedure most appropriate and consistent with providing fair treatment and due process. The Hearing Examiner may look to the Superior Court Civil Rules for guidance." HER 1.03(c).

Independent Forest Mfrs. v. Dep't of Labor and Indus., 78 Wn. App. 707, 716, 899 P.2d 6 (1995).

It is black letter law that agents may not litigate matters on behalf of their principals without an independent, legally recognized interest. *Kim v. Moffett*, 156 Wash. App. 689, 698, 234 P.3d 279, 283–84 (2010) (agent may not forward legal claim of principal without own legally recognized interest); *Denman v. Richardson*, 284 F. 592, 594 (W.D. Wash. 1921) (agent may not bring litigation on behalf of principal); *Maynor v. Onslow Cty.*, 488 S.E.2d 289, 291 (N.C. 1997) (an agent of the owner is not a real party in interest and cannot maintain an action without the owner). The Oregon Land Use Board of Appeals has ruled in a similar case that a person who is not the applicant for a permit and has no other legally cognizable interest in the challenged land use decision has no standing to challenge that decision. *Wetherell v. Douglas Cty*, 54 Or. LUBA 782; 2007 Ore. Land Use Bd. App. Lexis 76 (May 23, 2007) (the person who sought to litigate the land use appeal did not sign the application and was only identified as a representative of the actual owner. She therefore could not be considered an "applicant under any reasonable definition of that term").

Mr. Donnelly is not a real party in interest because he is an agent who does not possess the right to be enforced or defended in this matter. The right to be enforced in this case is King County's ability to begin work on construction of the youth jail. And, the principal, King County, as the true applicant and owner of the property on which the youth jail would be constructed, possesses that right. *See* Exhibits 1 & 5 (No Protest Agreement). Furthermore, because Mr. Donnelly's agency is limited to being a contact person for King County, he has no financial interest in the project and will not be entitled to the "fruits of the action" if successful.

Moreover, because he has no independent interest in this appeal, Mr. Donnelly has no standing to defend the City's decision. Standing refers to the demonstrated existence of an injury to a legally protected right. Peyton Bldg., LLC v. Niko's Gourmet, Inc., 180 Wn. App. at 680. Standing generally prohibits a party from asserting another's legal right. West v. Thurston County, 144 Wn. App. 573, 578, 183 P.3d 246 (2008). For these reasons, Mr. Donnelly would have been barred from intervening in this action even if he had sought it.<sup>1</sup>

A litigant may have third party standing if "(1) the litigant has suffered an injury-in-fact, giving him a sufficiently concrete interest in the outcome of the disputed issue; (2) the litigant has a close relationship to the third party; and (3) there exists some hindrance to the third party's ability to protect his or her interests." Ludwig v. Dep't of Ret. Sys., 131 Wn. App. 379, 385, 127 P.3d 781 (2006).

As detailed above, Mr. Donnelly lacks any legitimate, non-derivative interest in this appeal. He has not suffered an injury in fact to a legally protected right. Furthermore, King County is fully able to defend its own interests. Indeed, during the pre-hearing conference, King County's attorney indicated that King County would bring dispositive motions on the same subjects as Mr. Donnelly's forthcoming dispositive motions.

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HER 3.09 allows for intervention and provides that:

A person, organization or other entity who has not filed an appeal may request by motion to participate in the appeal...The request must...demonstrate a substantial interest that is not otherwise adequately represented.

As detailed above, Mr. Donnelly has no actual interest in the property or transaction at issue here. King County is the owner, applicant and party. Mr. Donnelly is not. King County will represent any limited, derivative interest he may have.

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C. Allowing Mr. Donnelly to appear as a party in this action will unnecessarily burden the Hearing Examiner and unduly prejudice the Appellants.

Mr. Donnelly's participation in this appeal is unnecessary, duplicative, and prejudicial.

Unlike the over seventy Appellants who have pursued a common litigation strategy and present a unified appeal, Mr. Donnelly seeks to participate in this action solely to make arguments and present evidence that support the County's position, a position that the County is very able to present on its own.

Allowing the County to present the same arguments and evidence from two different litigants, unnecessarily complicates this matter, prejudices the Appellants' ability to present their case, and provides the hearing examiner with nothing additional that she would not have if the County alone were litigating this action.

For example, as discussed at the pre-hearing conference, Mr. Donnelly seeks to introduce evidence from three to five experts in addition to the four to six experts that the County will present. Requiring the Appellants to conduct seven to eleven depositions and review documents and reports related to each expert that will be undoubtedly duplicative, since the only case that Mr. Donnelly will be putting on will be in favor of King County's permit. As the real party in interest in this appeal, the County has the means and wherewithal to present all relevant arguments and evidence. Mr. Donnelly will simply reiterate the County's position, significantly increasing the burden and expense of the litigation, while presenting nothing new or relevant that the County could not also present.

Another example is the dispositive motions. Appellants have less than two weeks to respond to dispositive motions on behalf of around seventy groups. Yet, King County admits

that its dispositive motions will cover the same subjects as Mr. Donnelly's – and the County made this representation even though audio problems prevented the County attorneys from hearing the description of Mr. Donnelly's dispositive motions. The County knows that its issues will be the same because Mr. Donnelly is simply an agent for the County.

Mr. Donnelly is not a party to this appeal; has no independent, cognizable interest in its outcome; and will provide the Hearing Examiner with nothing additional beyond which the County can introduce. Accordingly, he should be dismissed from this appeal and any motion or other papers that he has filed should be stricken.

#### D. Allowing an architect to litigate for a project alongside his employer sets a dangerous precedent.

It is clear from the prehearing conference that the attempted appearance of Mr. Donnelly is nothing more than an artifice to drive up the costs and burden of this land use appeal. Both King County and Mr. Donnelly stated an intent to bring overlapping dispositive motions and present duplicative expert witnesses. Allowing one party of interest to litigate as two parties – as itself and through an agent – increases the cost and burden of a land use appeal process that is already out of reach for the public. If this is allowed, then most well-heeled developers can be expected to follow suit, undermining the stated goal of the Office of the Hearing Examiner to make land use appeals efficient and accessible to the public.

Indeed, while King County designated an architect as the agent and contact person for this project, another applicant could have just as easily designate a land use attorney for that task. Then, following Mr. Donnelly's theory, the applicant's attorney could retain his own attorneys to defend the permit before the hearing examiner. The Hearing Examiner rules and the caselaw

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limiting party status to the real parties in interest are intended to prevent such unnecessary inefficiencies.

# **E.** Granting party status to Mr. Donnelly undermines transparency.

Finally, apart from the legal authority requiring Mr. Donnelly's dismissal, it should be noted that allowing Mr. Donnelly to hire counsel for the proceeding also undermines the transparency of this appeal process and good government interests. The public has a right to understand the role of their local governments in this appeal process, and it appears that one of the purposes of Mr. Donnelly's participation is to obfuscate the County's role in this litigation. If King County wishes to make an argument, it should put it on its pleading paper and not pretend that the argument is coming from a third party. Allowing a government to litigate through an agent has the potential to expand and degrade the litigation, since political accountability leads to efficiency and a higher level of decorum.

This is especially true here. As the Hearing Examiner is undoubtedly aware this project has generated tremendous opposition from many quarters. The opposition includes not only the numerous organizations and individual that have joined this appeal, but also Mayor Murray, many members of the Seattle City Council, and at least one King County Councilperson. *See* Exhibits 6 (letter from Mayor Murray) and 7 (Editorial by Seattle City Councilmember Bruce Harrell and King County Councilmember Rod Dembowski opposing youth jail). Mr. Donnelly's efforts to bar the Hearing Examiner from addressing the poor planning and terrible social costs associated with this project is a bold effort to protect the County from having to present politically inexpedient arguments. Mr. Donnelly brings nothing to this case except for political cover for the County.

Similarly, this project is already \$15 million over budget, Exhibit 7, and there would typically be accountability for a government's decision to use two law firms to put on a single case, filing duplicative motions, hiring duplicative experts, etc. Allowing Mr. Donnelly to hire outside counsel allows the County to appear frugal (by using county attorneys), while the taxpayers' costs to hire outside counsel is hidden in the details of project budgets. The Hearing Examiner should not endorse the fiction that the County's agent is somehow a separate party in interest, entitled to put on its own duplicative case at taxpayer's expense.

## IV. MOTION TO STRIKE

Because Mr. Donnelly is not a proper party, his pleadings, including any dispositive motions he may file, should be stricken.

### V. CONCLUSION

For the reasons stated above, Appellant respectfully requests that the Hearing Examiner remove Patrick Donnelly as a party to this appeal and strike all motions filed by Mr. Donnelly.

RESPECTFULLY SUBMITTED this 3rd day of February, 2017.

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