

In the Matter of:

Hilary Kozikowski, et al

v.

Monroe RE, LLC, et al

Hearing Transcript

December 12, 2022



Phone: 703-837-0076
Fax: 703-837-8118
Toll Free: 877-837-0077

1010 Cameron Street
Alexandria, VA 22310
transcript@casamo.com

1 VIRGINIA

2 IN THE CIRCUIT COURT FOR LOUDOUN COUNTY

3 HILARY KOZIKOWSKI, et al,)

4 Plaintiff,)

5) Case No.

6) CL2200002838

7 v.)

8)

9 MONROE NEWPORT, RE, LLC, et al)

10 Defendant.)

11)

12

13 Leesburg, Virginia

14 Monday, December 12, 2022

15

16 A hearing in the above-styled matter before

17 the Honorable Paul F. Sheridan, Judge, for the Circuit

18 Court of Loudoun County, at the Loudoun County

19 Courthouse, Courtroom 2F, 18 Market Street, Leesburg,

20 Virginia 20176, on the 16th day of December, 2022, set

21 for 10:00 a.m., when there were present on behalf of the

22 respective parties:

1	A-P-P-E-A-R-A-N-C-E-S
2	On Behalf of the Plaintiff:
3	GIFFORD R. HAMPSHIRE, ESQUIRE
4	JIM MEIZANIS, ESQUIRE
5	Blankingship & Keith, PC
6	4020 University Drive
7	Suite 300
8	Fairfax, Virginia 22030
9	
10	On Behalf of the Defendant:
11	HOWARD CHRISTOPHER BARTOLOMUCCI, ESQUIRE
12	Schaerr Jaffe, LLP
13	1717 K Street
14	Suite 900
15	Washington, DC 20006
16	Leesburg, Virginia 20175
17	
18	JOHN D. WILBURN, ESQUIRE
19	McGuire Woods
20	1750 Tysons Boulevard
21	Suite 1800
22	Tysons, Virginia 22102

1 On Behalf of Loudoun County:

2 NICHOLAS J. LAWRENCE, ESQUIRE

3 3920 University Drive

4 Fairfax, Virginia 22030

5

6

7

8

9

TABLE OF CONTENTS

10 Hearing Proceedings 4

11 Court's Ruling 107

12

13

14

15

INDEX OF EXHIBITS

16

EXHIBITS

17

(None)

18

19

20

WITNESSES

21

(None)

22

1 P-R-O-C-E-E-D-I-N-G-S

2 THE DEPUTY: All rise. The Circuit
3 Court of Loudoun County is now in session, the
4 Honorable Paul F. Sheridan presiding. Please be
5 seated and come to order.

6 THE COURT: Good morning. Sorry to
7 keep you waiting. Do we have everyone we need
8 to proceed?

9 MR. WILBURN: Yes, Your Honor.

10 THE COURT: I understand the zoning
11 permit was published November 16 or so.

12 MR. WILBURN: That's correct. November
13 16 it was issued.

14 THE COURT: Can you show me what the
15 written document was?

16 MR. HAMPSHIRE Yes, sir. I have -- I'm
17 sorry I've marked this. This is my copy. I
18 didn't bring another copy. I thought this was
19 already sent --

20 MR. WILBURN: I have a copy of just the
21 permit.

22 MR. HAMPSHIRE: Thank you.

1 THE COURT: Let me read it a second. I
2 read down to C and I see there is a specific
3 reference to Code of Virginia 15.2-2291, some of
4 that content seems to be written above, but
5 specifically I want to be sure the statute
6 wasn't cited and whatever.

7 You can take this back. Thank you.
8 Counsel, you may proceed.

9 MR. HAMPSHIRE Gifford Hampshire for
10 the petitioners. We are here today, as you just
11 noted, Your Honor, that the zoning permit has
12 been issued since the last time we spoke.
13 I'd just like to point out a couple things about
14 it.

15 And, number one, say that we have
16 appealed this permit pursuant to a pleading that
17 I believe Mr. Lawrence submitted in a way of a
18 supplement to the record.

19 THE COURT: When did you file that?

20 MR. HAMPSHIRE We filed that on November
21 22nd.

22 THE COURT: In this court or the

1 appellate court?

2 MR. HAMPSHIRE No, with the Loudoun
3 County Board of Zoning Appeals.

4 THE COURT: Within the zoning system.
5 Okay.

6 MR. HAMPSHIRE And I need to explain
7 that a little bit. We are forced to appeal that
8 because it's unclear, if Your Honor looks at
9 this permit, what exactly it says.

10 Our position is, and always has been,
11 that the previous zoning determination on the
12 one that we appealed and which is now subject to
13 this proceeding in circuit court, is the
14 substantive zoning decision at issue both in
15 that appeal and also the one that that has just
16 been filed.

17 When you look at this permit, it really
18 does not have anything by the zoning
19 administrator in the way of any kind of
20 rationale other than the signature of the zoning
21 administrator on the last page. So it's unclear
22 to us, frankly, if this permit reflects a new

1 and different determination, or whether the old
2 determination is embedded in it.

3 We think because - precisely because it
4 really doesn't say anything other than the
5 permit is issued.

6 THE COURT: I've got to confess I only
7 read down to 2291, which is one of the keys,
8 starting with the declaration doctrine, backed
9 the battle between local zoning and the court of
10 Virginia state-wide.

11 MR. HAMPSHIRE That is the statute we
12 have discussed at great detail in this
13 proceeding. And the contention of the county is
14 that it controls over the local zoning
15 definitions and the local zoning ordinances, and
16 we take the opposite position that it does not,
17 from our point of view.

18 But you will not see any kind of a
19 rationale of a decision in this document other
20 than the only difference I would submit to you
21 is that the permit says in the very first
22 paragraph, this zoning permit is approved with

1 the condition that the use maintain licensure by
2 the Virginia Department of Behavioral Health and
3 Developmental Services. Whereas the decision --
4 the determination that has been appealed and
5 before the Court here says that the actual use
6 was conditioned upon securing that ferment. So,
7 that's the only difference that I see in between
8 the two things. I think substantively, the
9 determination is the same. The substantive
10 zoning determination is the same.

11 And I need to harken back to the
12 arguments that I made before, and that is -- and
13 the Court has these code sections. But when you
14 look at the zoning ordinance code section at 6-
15 401 subsection ©), that is the provision that I
16 argued before that allows zoning administrators
17 to make discretionary determinations,
18 discretionary determinations about what uses are
19 allowed or aren't allowed in the zoning
20 ordinances and whether a given use meets a
21 definition of the zoning ordinance.

22 We submit that that discretionary

1 determination was made a year ago, more than a
2 year ago, in November, and that it's the very
3 same determination that has been reflected in
4 this zoning permit. And that's precisely why we
5 say -

6 THE COURT: You believe that the
7 present writing is a rejection of the governing
8 factors in 522291?

9 MR. HAMPSHIRE Are you talking about
10 the zoning permit?

11 THE COURT: Yes.

12 MR. HAMPSHIRE: No. I think all I can
13 say is that the zoning permit appears to cite
14 that code section.

15 THE COURT: Well, if the statute
16 governs, discretion is not allowed to vary from
17 the state statute.

18 Is there any language that suggests
19 that is what's being said?

20 MR. HAMPSHIRE No, sir. I think it's
21 hard to know what's being said here. It says
22 simply that the zoning permit is approved with

1 the condition that user maintain licensure by
2 the state agency. And then there's a citation
3 to the definition of family in the zoning
4 ordinances. And then there's also a cut and
5 paste, if you will, of 15.2-2291. It seems to
6 imply - it's hard to know what it says, but it
7 seems to imply that that is the code section
8 that the zoning permit is relying upon for the
9 issuance of the zoning permit.

10 Of course, we have argued that at
11 great length, saying that code section does not
12 supersede local zoning and does not contradict
13 the zoning ordinance prohibition on congregate
14 living facilities, and that it is merely
15 licensure by the state agency.

16 It does not trump the zoning ordinances
17 prohibition on those congregate living
18 facilities, zoning being a separate
19 determination under a separate regulatory
20 structure than the Virginia State Department of
21 Behavioral Health state licensure issue.

22 THE COURT: But the declaration page

1 itself said that local zoning would prohibit
2 what they want to build and operate, right?

3 MR. HAMPSHIRE Which declaration page,
4 Your Honor, are you referring to?

5 THE COURT: The document that starts
6 this in the zoning office. The declaration
7 page, which you're more familiar with the pages
8 here, it starts with the local zoning, but then
9 moves to the Virginia code.

10 MR. HAMPSHIRE You're talking about the
11 determination itself?

12 THE COURT: It says we don't issue
13 this. We issue it under the state code, which
14 it should.

15 MR. HAMPSHIRE Okay.

16 THE COURT: Am I being too sloppy with
17 my language here?

18 MR. HAMPSHIRE No, sir. I think you're
19 referring to the zoning determination itself --
20 what was appealed. The first part of it says -

21 THE COURT: It's the first document I
22 remember reading several times to make sure I

1 understood it.

2 MR. HAMPSHIRE Right. That's the
3 determination issue. That's the one that we
4 appealed to the BZA. The BZA didn't make a
5 decision on our appeal, said we didn't have the
6 right to appeal it, we didn't have standing, and
7 then we ended up here.

8 But determination said on the one hand,
9 that the use is not allowed because it's a
10 congregate living facility. But in the next
11 paragraph, or two, it went on to say that it was
12 allowed because of 15.2-2291. I think that's
13 what you're referring to.

14 THE COURT: It seems to me the very
15 language used within the zoning authorities here
16 is saying, under local zoning, we can't do it,
17 but under the code, we can do it.

18 MR. HAMPSHIRE Well, it doesn't say
19 that in this permit. I don't see that in here.
20 I don't see much of anything in this permit from
21 a zoning determination point of view. Yet we
22 are forced to appeal it because we're not

1 exactly sure what it says, and in our -- or
2 we'll be stuck with it in 30 days if we don't
3 appeal it.

4 THE COURT: What do you think it should
5 say?

6 MR. HAMPSHIRE Well, I think it should
7 say, at the minimum, there should be an explicit
8 reference back to the determination that was
9 issued a year ago and say, for the reasons set
10 forth in that opinion, we find under subsection
11 ©), six - excuse me, under section 6-1002, we
12 found a year ago that this use is allowed under
13 the zoning ordinance. It should have some kind
14 of explicit reference to that. I think it may
15 be implied here.

16 If you look at the last page, Your
17 Honor, you will see a reference to two things
18 under related applications. You will see
19 related applications NBR (phonetic) number one,
20 and there's a reference to the, I believe that's
21 the zoning determination, and then there's a
22 related applications NBR number two, which

1 appeals, which references the appeal to the
2 Board of Zoning Appeals. So it sort of implied
3 that this is a continuation of those two things
4 but it doesn't quite say that.

5 So we're a little bit frankly confused on
6 what this permit does say in terms of a
7 decision. It appears to imply that the old
8 determination is imbedded within it, which has
9 been our position all along. That the old
10 determination was appealable because it was the
11 substantive discretionary zoning determination
12 that said it may be allowed if you do two
13 things, you get the zoning permit, and you get
14 licensure from the state, and that is a permit.

15 But for that opinion, our position
16 would be under the zoning ordinance, that
17 wouldn't be allowed at all, you wouldn't even
18 have the opportunity to appeal to apply for
19 those things.

20 So that's that's our position. We have
21 appealed it. We believe and I believe Mr.
22 Wilburn joins me in this, and he can speak for

1 himself in a minute here, of course, but we
2 think the Court has jurisdiction,
3 notwithstanding the appeal of the zoning permit
4 that has just been made, to render a substantive
5 decision on the legal issue that we have
6 briefed, precisely because we think that zoning
7 determination is imbedded in this most recent
8 permit, at least implicitly.

9 And the Court's ruling would be
10 instructive, to say the least, to the Board of
11 Zoning Appeals on the appeal of any new permit.
12 If the Court were to rule one way or the other,
13 I would think that the BZA would have to follow
14 that substantive ruling to the extent the
15 determination is the same.

16 THE COURT: That would address the
17 concept of how much intervention is allowable by
18 Judge in matters done by zoning authorities.
19 Sometimes we don't have the power to say
20 anything or rule, sometimes we do. And what you
21 described to me is something that I started
22 today with. I wanted to see the words permit.

1 And frankly, I'm telling you right now, I'm
2 sorry I took so little time reading it because
3 it is vitally important as to whether they are
4 applying the county zoning or they're applying
5 the state code.

6 MR. HAMPSHIRE Yes, sir. The Court has
7 jurisdiction certainly to address the
8 substantive legal before it. And that
9 substantive legal issue is the November 2021
10 determination, or I guess it was September 2021
11 determination - I may be wrong on those dates.
12 November 2021, that is the substantive decision
13 that is before the Court. Assuming the Court
14 finds that the November zone determination was
15 appealable.

16 You have two issues before you, was
17 that appealable, you have already resolved the
18 standing issue. Was that determination
19 appealable, and the second issue, if you should
20 find it is, and we think you should, was the
21 zoning determination correct in its rational.

22 And we have briefed that back and

1 forth, both sides. That determination can be
2 can be made. That legal determination by this
3 Court can be made regardless of what's going on
4 for the board of zoning appeals.

5 To the extent the county takes the
6 position that that new determination is a
7 different determination then the Court's ruling
8 would be less persuasive I suppose to the BZA.
9 I don't see how they're going to say that,
10 because it seems to me it's exactly the same
11 determination that's imbedded in this new
12 permit, the only difference being maintain
13 licensure instead of secure licensure. So
14 that's where we are on this.

15 THE COURT: Thank you.

16 MR. HAMPSHIRE: Thank you, Sir.

17 MR. WILBURN: May it please the Court.

18 Your Honor, my name is John Wilburn, I'm with
19 McGuire Woods. I agree. I think counsel has
20 correctly represented our collected view that
21 Your Honor has the jurisdiction and authority to
22 decide the legal question before you.

1 We think you can get there a couple of
2 ways. You might agree with the petitioners that
3 the zoning administrator's determination was, in
4 fact, appealable, and these questions are now
5 before you or even failing that, the statute
6 allows Your Honor two things in particular. One
7 is, it allows you to reverse, modify, or affirm
8 the decision, so you can take the issue up. But
9 perhaps most importantly, the statute gives the
10 Court the authority de novo on legal questions,
11 which we all agree we're here on a legal
12 question. So we think what should be done, what
13 we hope the Court will do is issue a decision.
14 We obviously disagree on the outcome, but we
15 think that would be appropriate.

16 THE COURT: A decision of what kind?

17 MR. WILBURN: A decision whether --
18 that the fundamental decision is, is my client's
19 facility able to operate? Is it consistent with
20 the law to operate in this R-1 district? That's
21 the fundamental question. And the answer is, we
22 think, yes, there's no disagreement between the

1 zoning ordinance -

2 THE COURT: What do you believe your
3 facility is legally required to do, which --
4 either state code, local ordinance, or some -
5 something in between, and the decision we're
6 discussing here today?

7 MR. WILBURN: Both the state code and
8 the zoning ordinance expressly allow it.
9 There's no distance between the two. Just very
10 briefly. 15.2-2291 requires four things be
11 present for our facility to operate in the
12 residential district. And remember, this code
13 section was specifically drafted to allow this
14 use because the public need to address these
15 mental health issues. There's four things. The
16 statute has to -- we have to meet.

17 One, is we have to have no more than
18 eight individuals at the location, and we'll
19 have six under the license, so that's satisfied.
20 Two, they have to be treated for a mental health
21 issue. That's satisfied. Because the license
22 is specific for mental health treatment. The

1 Court has seen that, there's no appeal of that
2 license. Three, there has to be one or more non
3 resident staff people at the facility, so that's
4 satisfied too, it's in the license. Petitioners
5 don't challenge that aspect. And the only other
6 requirement is that we, in fact, get a license,
7 which we did get a license. And so those four
8 elements are easily satisfied. And I don't
9 believe the petitioners challenge those.

10 And when we look at the zoning
11 ordinance, and by the way, the statute has
12 primacy. If the Court were to find there's a
13 distinction between the two, article one, and --
14 I forget the code section, but article one of
15 the Virginia code makes it very clear that if
16 there's a disagreement between state law and
17 local law, state law controls, the code controls
18 over any inconsistent zoning ordinance.

19 So when the petitioners say there's an
20 inconsistency, if that were true, it doesn't
21 matter, this code section would control, but
22 it's not accurate. The Loudoun County zoning

1 ordinance was modified in response to the
2 statute, and they specifically built into their
3 zoning ordinance this 15.2-2291. It's not --
4 there's no inconsistency. This is article eight
5 of the zoning ordinance, which defines as a
6 family, a group of -- there's different
7 definitions -- but the last definition says as
8 follows, any group identified in section 15.2-
9 2291 of the Virginia code.

10 THE COURT: Does that mean it's one
11 group of family? Does that mean the single
12 group of family?

13 MR. WILBURN: Well, what it says is
14 that if you have a license, if you are a group
15 identified under 15.2-2291, and that would be --
16 that's satisfied by the license, then you are
17 deemed a family and can operate in a residential
18 district. It's perfectly clear.

19 The petitioners are asking you to
20 adopt a totally different definition. They want
21 you to find that this is not a residential
22 facility licensed under the statute, which it

1 is, and instead say it's a congregate facility.
2 That definition doesn't apply for a couple of
3 reasons.

4 One, the definition starts with a
5 structure other than a single family dwelling.
6 If Your Honor recalls from the photographs and
7 from the record, this is a single family
8 dwelling. It also includes people that are not
9 treated as a family. These are, by statute,
10 we're treated as a family. So, Your Honor, we
11 suggest to Your Honor it's perfectly clear the
12 statute has four elements, each of which are
13 met. The statute says we are deemed a
14 residential treatment facility. We meet the
15 definition if we get a license. And we did get
16 a license, they had an opportunity to appeal
17 that under the administrative processes act to
18 challenge that, and they did not do that. So
19 the license is final. Each of those four
20 elements are present, and there's no distance
21 between the zoning ordinance and the code. The
22 county can probably speak to that.

1 THE COURT: Help me understand. You're
2 way ahead of me in the exact wording of things.
3 Does the prohibition against the use of illegal
4 drugs appear in the county zoning information?

5 MR. WILBURN: I don't believe it does.
6 I don't believe it does.

7 THE COURT: How then can it say it
8 relies on 2291?

9 MR. WILBURN: Well, it relies on 2291 -
10 The drug treatment issue is tied to the staff --
11 to the to the license. And so when my client
12 applies for a license, they have two paths they
13 can go with, and they're mutually exclusive.
14 One path is for medical treatment and path two
15 is for drug treatment. And they are mutually
16 exclusive.

17 We applied for and obtained a license
18 solely for mental health treatment. We don't
19 have the right and we didn't apply for the
20 right, nor do we have the right to treat as a
21 detox center. And there's no evidence that
22 that's what this would be. If there were, we'd

1 be in violation of the license. But there's
2 simply no evidence of that.

3 THE COURT: Why wouldn't the
4 prohibition against current drug use apply to
5 the mental health side. Why would it only apply
6 to those being cured for drug dependency? The
7 language in it, as it comes down in the code?

8 MR. WILBURN: The prohibition in the
9 statute. It's really an exception rather than a
10 prohibition -- what it says in the statute is
11 for the purpose of determining whether a
12 resident is mentally ill, there are a lot of
13 different things that people can be diagnosed
14 with that would be mental, including drug abuse.
15 For that purpose the only reason can't be
16 current drug use. Current drug use. So what we
17 can't do as part of our -- when we pick the
18 eight residents to come in and treat them, the
19 diagnosis -

20 THE COURT: I thought you said six.

21 MR. WILBURN: Well, under the statute -
22 - correct, here we're limited to six, correct.

1 When we identify the six people that come in for
2 treatment, they may have a variety of diagnosis,
3 it may be anorexia, it could be a variety of
4 different things, but we can't take somebody in
5 when their diagnosis is they are currently a
6 drug addict, you can't take them in. So they
7 wouldn't meet the requirements.

8 But there's no evidence, Your Honor,
9 that we've done that, and we haven't because we
10 haven't opened. We are not licensed to do that,
11 so we can't do it. And if, in fact, we did do
12 that in violation of the license and the
13 statute, then there would be an action that
14 could be taken by the state or perhaps maybe the
15 zoning administrator, but that's all
16 speculative.

17 The the question is, if we're licensed,
18 and we are, the statute is dispositive on that
19 point. It says if you're licensed, you are a
20 residential treatment facility under the
21 statute. We've obtained the license. We will
22 operate within the parameters of the license,

1 which we'll have more than one or more non
2 resident treatment people there, we'll have less
3 than eight, we'll have six residents there being
4 treated for mental illness. And so we meet each
5 of the requirements of the statute, and that is
6 built into the zoning ordinance.

7 So the zoning administrator got this
8 correct at the very beginning. The document
9 Your Honor referred to and read, the zoning
10 administrator looked at these identical issues,
11 and she got it correct, or he, I apologize, got
12 it correct when they said we would meet the
13 requirements of the statute and the zoning
14 ordinance, if we obtained a license and permit,
15 both of which we've now done.

16 And so that's the issue. There's two
17 issues. One is procedural, and counsel and I
18 are in agreement on it, that Your Honor can and
19 should decide this question. And the other
20 substantive, which is having obtained a license
21 and operating within the parameters of the
22 license may we operate in a residential

1 district, and the statute says we can, and the
2 zoning ordinance says we can.

3 Just by way of a reminder on defenses,
4 the petitioners only asserted two defenses to
5 this, none of which deal with, for example,
6 well, the two defenses were one, you can't have
7 a commercial function. And as I pointed out
8 previously, there's not a case or statute or
9 ordinance that says that. In fact, the attorney
10 general filed an amicus brief and pointed out
11 the legislative history makes it very clear that
12 while that was considered, it was unanimously
13 rejected, so that doesn't apply.

14 And the other argument they made is
15 that we wouldn't be residents within the meaning
16 of the statute. The Court, I think in
17 commentary, said you thought they would be, and
18 that would be correct, consistent with all the
19 case law we cited, and the decision by Judge
20 Bach.

21 But at the risk of repetition, Your
22 Honor, there's no daylight between the statute

1 and the ordinance as it applies to us. We had
2 to obtain license, we did. The licensing body
3 said we can operate with six people at this
4 specific location to treat for mental health,
5 consistent with the statute. And the zoning
6 ordinance allows that as well.

7 So the zoning administrator got it
8 correct. Your Honor, we don't think it's a
9 complex, or an overly complex issue, once you
10 obtain the license. And so we would like, I
11 think both parties would like Your Honor to
12 tackle the legal question. We think the answer
13 is essentially the zoning administrator got it
14 correct, the licensing body got it correct, and
15 that we can operate at this particular location.

16 THE COURT: Take me back again to what
17 you were telling me about my question about
18 within the the Virginia code where it says a
19 person can't be there with current drug usage,
20 right? You know what I'm saying?

21 MR. WILBURN: I do, Your Honor. The
22 statute requires that these individuals be

1 treated for mental health.

2 THE COURT: I'm unclear whether the
3 patient is mental health or a drug user. And
4 you can tell me it's only mental health. I'm
5 going down farther in the code section and
6 looking at no patient can be a current drug
7 user.

8 MR. WILBURN: It says for purposes of
9 determining mental health, the patient may not
10 be, their current drug use may not be the basis
11 for the diagnosis. And we don't disagree that -
12 - I mean, we agree that's the language in the
13 statute, but that has no factual bearing on what
14 we're doing here.

15 There's no evidence or would there be,
16 that we intended to take people in who are
17 current drug users. What the record was at the
18 BZA, and this is before the Court, and we
19 submitted a declaration from our CEO, among
20 other things, is we screen, so any patient who
21 wants to to enter our program, they're screened
22 for drug use. And if somebody is a current drug

1 user, they're not allowed in the program, among
2 other things, to ensure that somebody doesn't
3 try and cheat our policies or procedures,
4 they're drug tested periodically.

5 Anybody who is found to be using a drug
6 is removed immediately from the program. So --
7 and that's in the record, that's before the
8 Court.

9 THE COURT: Are those written rules or
10 just understandings?

11 MR. WILBURN: I believe there are
12 written policies and procedures there, and this
13 is attested to by our CEO and material that was
14 submitted to the BZA. So our own policies don't
15 allow us to treat for this. We screen for it
16 both, you know, in the way you normally would
17 with questionnaires and conversations, but also
18 with drug testing. So there is no evidence or
19 even an indication that we would circumvent or
20 violate that provision, that exception in the
21 statute.

22 These six individuals will have a

1 mental health diagnosis, that will be treated,
2 that it will not be current drug use. They will
3 not be allowed in if they're current drugs
4 users. They're tested for that.

5 And, by the way, we're supervised by
6 the Department of Behavioral Health and
7 Developmental Services. So our license is year
8 to year. And as part of the renewal process and
9 throughout were subject to inspection and
10 oversight, including on the issue that we're
11 talking about here. So there's simply. in my
12 opinion, there's no basis to find that we would
13 violate that exception in the statute.

14 We haven't opened yet. We don't --
15 we're not licensed to have anybody in there who
16 has a current drug use problem. And to ensure
17 that we don't, we screen them and we test them,
18 and were supervised by the Commonwealth on this
19 point.

20 THE COURT: So what are you asking me
21 to rule?

22 MR. WILBURN: I'm asking Your Honor to

1 rule that that we meet the requirements of 15.2-
2 2291 now that we've obtained our license and can
3 operate in the residential district. And
4 that's exactly what the statute says.

5 The statute says that if you obtain a
6 license, then you are deemed residential use.
7 The statute itself is titled residential use.
8 And so the very purpose of the statute, I know
9 people don't want this in their neighborhood,
10 sort of a classic NIMBY situation, but the
11 purpose of the statute was recognizing that when
12 you have adolescents, young people, who have
13 mental health issues, they perform better when
14 they're put into a nice home in a small group
15 and they're treated in that setting rather than
16 if we warehouse them in a group of hundreds in
17 Richmond or Norfolk.

18 And so the General Assembly decided to
19 enact this statute, the localities modify their
20 zoning ordinance specifically because this
21 treatment is necessary and it's best in this
22 environment.

1 If you take the petitioners' position,
2 you would just gut the statute. They want it
3 somewhere else. We would have to be in Richmond
4 or someplace else.

5 So the elements are met, the last
6 element we met was the licensing. And Your
7 Honor properly continued the case until we
8 obtained the license. But we have obtained that
9 license, and it's dispositive of these issues,
10 and no appeal was taken from that -- the
11 issuance of the license.

12 And so we are we are in agreement with
13 the petitioners that Your Honor can and should
14 decide this. We are at odds on this fundamental
15 question, having met the requirements of 15.2-
16 2291 and the zoning ordinance, can we operate in
17 the residential district as the statute says we
18 can. The zoning administrator correctly got
19 this right. The permit recognizes the statute
20 and we think that that's the correct outcome
21 from this case.

22 THE COURT: Help me roughly trace

1 somewhat old issues, what I call the
2 declaration, which was one of the original
3 documents I studied along with everything else.

4 One, the local zoning didn't allow it
5 and two, the code did. We could talk about that
6 all day long. You're telling me that the local
7 zoning has now conformed?

8 MR. WILBURN: No, Your Honor. What
9 that original opinion that you're referring to
10 actually said, and it's page one rolling over to
11 -- I'm sorry, page two, rolling over to page
12 three. What the zoning administrator originally
13 said was in the absence of the statute, this
14 would not meet the definition of a single family
15 use. It might be a congregate facility, which
16 is not allowed in the R-1 district in the
17 absence of the statute.

18 She went on to write, however, there is
19 the statute and the zoning ordinance recognizes
20 the statute. And because of the presence of the
21 statute and the definition of single family,
22 which Loudoun County built into their ordinance,

1 they said any group identified in section 15.2-
2 2291 of the code of Virginia. So the zoning
3 administrator did not say one thing and then
4 later change her mind. In the very opinion, in
5 the very next sentence, she points out, even
6 though it doesn't look like single family
7 housing, it looks like congregate, it's not
8 because the General Assembly enacted this
9 statute which requires we treat them like a
10 single family and a residential and our
11 ordinance, in fact, does that.

12 So I think it's inaccurate to say that
13 the zoning administrator found that that we
14 weren't lawful under the ordinance, but we were
15 under the statute. What she did say was
16 ordinarily you wouldn't be a single family in
17 residential, but there's a statute that says you
18 are. And our ordinance, because of that
19 statute, defines you as one.

20 So there's no inconsistency. That was
21 15.2-2291, was incorporated into the local
22 ordinance specifically as single family. No

1 inconsistency. She said ordinarily it would be
2 this, but because of the statute, it's not, it's
3 treated as single family in R-1. And she was a
4 100% correct in that decision. Okay.

5 And, Your Honor, the General Assembly
6 said, if you get a license, you're single family
7 residential, which we did. And the whole point
8 of this would be -- the whole point of the
9 statute was to allow these uses in a residential
10 neighborhood because of their enhanced benefits
11 -- pardon me -- benefits to the treatment of
12 doing it would be completely gutted if it was
13 interpreted contrary to that.

14 So we think there's no inconsistency
15 between the ordinance and the statute. The
16 statute controls if there is, but there is no
17 inconsistency. The zoning ordinance
18 incorporates into its definition that very
19 statute.

20 And, again, simply as the zoning
21 administrators said, ordinarily, this wouldn't
22 qualify in R-1 because you're not a single

1 family, you're unrelated people. But, however,
2 15.2-2291 does exist, and we've incorporated
3 that into our zoning ordinance, and as a result,
4 you may lawfully operate in that in that zone.

5 So that was the original decision. And
6 it was correct then, it remains correct. Okay.
7 And it's, I think enhanced by the fact that we
8 got a license to do exactly that at this
9 location in a residential district for six
10 people for mental health treatment. And that's,
11 you know, that's what the record is.

12 THE COURT: What do you say to any
13 argument that the permit itself has a long list
14 of things within it, some of which are
15 inconsistent with each other?

16 MR. WILBURN: I think I agree with
17 petitioners' counsel that the permit doesn't
18 address any of this. I mean, the permit was --
19 in prior arguments petitioners made this point
20 to the Court, and I think correctly, that that's
21 an administrative function. So there are things
22 that they look at. You know, do we have enough

1 - are we going to have a right number of people.
2 They have to check and see whether we got a
3 septic approval from the commonwealth, which we
4 did. But I don't think there's anything in the
5 permit that is inconsistent with the rights
6 under the statute, with the zoning ordinance.

7 And I think the petitioners would agree
8 with that. Their view of this is the permit
9 just does the same thing that the zoning
10 administrator did years ago, a continuation of
11 the same thing. I think that they believe that
12 bolsters their argument that it was an
13 appealable decision. But there's nothing in the
14 permit that would prevent us from operating.
15 For example, the permit allows us to operate,
16 and it cites 15.2-2291 in the body of the of the
17 permit.

18 THE COURT: Thank you.

19 MR. HAMPSHIRE: Your Honor, I know the
20 County may want to go ahead.

21 THE COURT: I think a third participant
22 just stood up.

1 MR. HAMPSHIRE Yes, sir. I'll sit
2 down.

3 THE COURT: Did you have something you
4 wanted to address, Mr. Hampshire?

5 MR. HAMPSHIRE I just want to make a
6 point. I've not addressed the substantive issue
7 that Mr. Wilburn just addressed. I was focused
8 on the procedural one, but I'd like to do that
9 at the appropriate time.

10 MR. LAWRENCE: Good morning, Your
11 Honor. Nicholas Lawrence, Board of Supervisors.
12 I agree that there are two issues. I agree the
13 first issue is the procedural issue of whether
14 the November 29, 2021 letter Your Honor has been
15 referring to it as the declaration, they refer
16 to it as a determination, and in are view that's
17 an advisory opinion.

18 The procedural question is whether that
19 was properly appealed to the BZA and whether the
20 BZA's ruling, that it should not, should be
21 affirmed by the Court. So that's the procedural
22 question.

1 And then there's the substantive
2 question Mr. Wilburn has gotten into, which is
3 whether that advisory opinion is substantively
4 correct. And so our view I'm going to focus on
5 the on the procedural issue.

6 Our view is that the zoning
7 administrator has authority to issue advisory
8 opinions. If somebody wants to come to him and
9 ask him, can I do this, he's allowed to answer
10 that question, and he's allowed to give them an
11 advisory opinion on how the ordinance would be
12 applied. And that's what that November 29, 2021
13 letter does. It tells them this is what you
14 know, you have to have the license, you have to
15 apply for and obtain the zoning permit, and, you
16 know, if you meet those requirements, then you
17 would be allowed to do it. But it's advisory
18 because that letter in and of itself doesn't
19 actually allow them to do anything. It's not a
20 decision that says, Mr. Wilburn, your client may
21 begin operations. It's merely advisory. It's
22 simply to inform the citizen as to the

1 requirements they have to meet.

2 So certainly, the zoning administrator
3 is authorized to do that. Our assessment of the
4 statutory authority of the BZA is that they
5 don't have the authority to issue advisory
6 opinions. They are a subordinate tribunal under
7 the supervision of this Court, and so they're
8 bound to review essentially decisions not
9 advice.

10 And so that's why we took the position
11 in the BZA that the matter was not right, that
12 there was no basis for them to issue a ruling on
13 the substance of the question, because what had
14 been provided to Mr. Wilburn's client at that
15 point was merely advisory. We took the position
16 there, and we've taken the position in each of
17 the hearings Your Honor has heard here, that as
18 much as everybody might like to rush forward,
19 they need to wait for the permit. And so Your
20 Honor continued it to allow them to finish the
21 process to obtain a state license, which was a
22 prerequisite to them applying for the permit.

1 You then continued it, and the permit
2 has been processed. It's been granted. The
3 administrator has now made a decision, however,
4 that decision has to be appealed to the BZA,
5 that's how the statutory scheme works.

6 We left here last time and we went out
7 and I suggested to counsel that we look for a
8 way to simply streamline the process. And I
9 asked them both to consider, is there a way that
10 we can come to a set of stipulations whereby we
11 bring the permit, you know, in front of Your
12 Honor, and now we've got the permit and we can
13 set this up so that we're all satisfied that you
14 can properly rule on it and reach that question.

15 And after making that proposal,
16 everybody thought that that was worthy of at
17 least thinking about, I went back to my office
18 and sitting down with the statute trying to
19 draft a set of stipulations that would fit that
20 requirement, I found myself unable to do so.

21 And the reason is because the BZA -

22 THE COURT: Thank you.

1 MR. LAWRENCE: The BZA has to have a
2 public hearing. You will see here in 15.2-2312,
3 the board shall fix a reasonable time for the
4 hearing of the application, and then it's
5 required to give public notice, as well as
6 notice to the parties of interest, and it has to
7 make its decision within 90 days of the filing
8 the application.

9 And so as I sat at my desk trying to
10 draw up the stipulations that these parties
11 could agree to that would allow us to bypass the
12 BZA and bring that permit directly before you
13 for consideration, I couldn't do that because
14 the public has a right to notice, and the public
15 has a right to come before the BZA and express
16 their position. That's a statutory right. And
17 I just don't see any way to get around that.

18 So what I've suggested to the
19 parties, they're obviously not delighted with my
20 suggestion, or they wouldn't be taking the
21 position that they're taking today, but what I
22 suggested to them and what I would advise the

1 Court is that we should continue to hold this
2 matter in abeyance. Because the BZA will hold
3 its public hearing and the BZA will make its
4 ruling on the permit. It has to do that within
5 90 days.

6 And the county staff tells me it will
7 almost certainly be taken up in the second half
8 of January at the next - at the next meeting
9 that the BZA expects to hold. And so in
10 January, after the proper public notice and
11 advertisement and all that, the BZA will hold
12 the public hearing. Whoever, you know, nonparty
13 members of the public who wish to be heard on
14 this will come forward and they will, you know,
15 provide their testimony, or their view to the
16 board, and then the BZA will will make its
17 ruling.

18 And, you know, the one thing I'm
19 morally certain of in all this is that one of
20 these parties is going to be disappointed by the
21 BZA'S decision, because they're either going to
22 affirm the administrator's decision to grant the

1 permit or they're going to conclude that he
2 erred and reverse him.

3 But either way, whichever one of these
4 parties is disappointed, will have the right to
5 appeal to this Court. And along about the first
6 week of February, we could simply consolidate
7 the two matters. We could consolidate the
8 appeal that, in our view, has come up properly
9 on the permit, and is properly before the Court.
10 We can consolidate it with this matter, which in
11 our view, is not properly here because it's
12 merely advisory. We believe the BZA was
13 correct, that it was merely an advisory opinion.
14 The BZA would have erred if it were to give a
15 substantive ruling on an advisory opinion. And
16 this Court respectfully, Your Honor, we believe,
17 would also err if it were to give an advisory
18 ruling on an advisory ruling.

19 But if you allow this to continue into
20 February and allow the two appeals to be
21 consolidated then the argument I've been making
22 at each one of these hearings will be satisfied,

1 Your Honor can address the substance and we can
2 all go down to Richmond.

3 THE COURT: What substance is left for
4 the Court to decide?

5 MR. LAWRENCE: Well, if they're both
6 consolidated and you'll have the permit in front
7 of you and you'll be in a position to make a
8 ruling.

9 THE COURT: After the BZA rules?

10 MR. LAWRENCE: Correct. You'll be in a
11 position to make a ruling as to whether that
12 permit was properly granted. And again, it's
13 our view that that's what's properly appealable
14 because it's the permit that tells Mr. Wilburn's
15 client they can commence operations. The
16 November 29, 2021 letter from Michelle Rohr
17 (phonetic) is merely advisory, it merely told
18 them what they would have to do in order to
19 commence operations.

20 And so that's our position is that, you
21 know, what I'm trying to avoid, Judge, is
22 getting down to Richmond and having the court of

1 appeals tell us that you should not have ruled
2 on the substance at this point because what had
3 come before you was merely an advisory, non
4 appealable decision.

5 THE COURT: I'm half smiling because
6 I've relied upon the assistance of counsel
7 throughout this case. And all of you have been
8 educational. You've been really productive as
9 to how to let these parties have closure to this
10 debate whether for good or for bad, whether they
11 like it or not, and yet not do things to trigger
12 a trip from this Court to the appellate court
13 and back again.

14 MR. LAWRENCE: The only thing that
15 would be worse, for either party, is getting a
16 decision from the court of appeals they don't
17 like would be getting an opinion that says, you
18 know, go back down and try again and spend
19 twice, spend your money twice to brief two
20 different cases, two different issues, and with
21 all of the attendant delay and waste of time.

22 So that's our position. If Your Honor

1 would like to hear from me on the substance, I'm
2 happy to address that.

3 THE COURT: I want to hear any
4 opposition to what you just proposed.

5 MR. HAMPSHIRE: Your Honor, Gifford
6 Hampshire for the Petitioners. We do oppose
7 that on a number of grounds. Keep in mind,
8 well, first of all, that this zoning permit that
9 was issued relates to only one of the three
10 properties, if you look at that, not for all
11 three.

12 THE COURT: Say it again.

13 MR. HAMPSHIRE The zoning permit that
14 has just been issued relates to only one of the
15 three properties, namely 20173 Gleedsville Road.
16 So it's a false argument to say that allowing
17 the BZA to rule on this takes care of all three
18 properties. But on the other hand, the zoning
19 determination does relate to all three
20 properties. And is the same substantive
21 decision that appears to be imbedded in the
22 zoning permit.

1 Again, if you look at that permit, you
2 will not see really a discussion or rationale of
3 any sort other than a implicit reference to the
4 earlier determination of November of 2021. So
5 the substantive decision is ripe before Your
6 Honor, and it's either going to be the County is
7 either going to take the position that the that
8 the substantive decision is embedded in the
9 zoning permit or it's a different determination.

10 And frankly, it doesn't matter with
11 respect to the Court's jurisdiction today
12 because the Court has the substantive decision
13 before it that it has. It's either the same or
14 different from what the BZA will rule.

15 To the extent that it's the same, and
16 we think it is. We think what's substantive
17 going to be before the BZA is exactly the same
18 issue substantively, the zoning determination
19 decided then this Court's legal determination
20 would be highly persuasive towards the BZA and
21 maybe dispositive.

22 The other thing to keep in mind, as Mr.

1 Wilburn said, is that on appeal as a matter of
2 judicial economy, the appeal, that is a petition
3 to cert. from the BZA to this Court. This Court
4 decides questions of law de novo anyway. And so
5 the BZA, this Court's determination on de novo
6 questions would simply be a waste of judicial
7 resources to have it go down to the BZA on the
8 very same substantive legal issue. I want to
9 get to that in a minute.

10 And to only for it to come back up for
11 the Court to hear it de novo, anyway, and only
12 with respect to one of the three properties.
13 When the Court currently has all three
14 properties before it on the subject of legal
15 issue. So we think, on the contrary, it would
16 be a waste of judicial resources for the Court
17 to hold off to allow this process to go before
18 the BZA on only one of the properties at issue.

19 I'd like to get to the substantive
20 issue because I didn't really get a chance to
21 talk about that.

22 A lot of times these cases -

1 THE COURT: Just a second.

2 MR. LAWRENCE: I don't know if we
3 wanted to get into that or whether you wanted to
4 hear from Mr. Wilburn on the procedural issue.
5 I'd like to be heard on the substantive issue
6 as well. So I just wanted to make sure.

7 THE COURT: You've got the podium in
8 front of you. You want to stay there or yield?

9 MR. HAMPSHIRE: I'll yield to my friend
10 for a few minutes on the substantive issue, and
11 then I'll come back. If that's all right.

12 THE COURT: That's courteous. Thank
13 you.

14 MR. WILBURN: Thank you. I'll just
15 talk about the procedural issue. I agree with
16 Mr. Hampshire, the right thing, the legally
17 correct thing is for the Court to decide the
18 legal question. There are a couple of reasons
19 why. One of which Mr. Hampshire already
20 expressed is that there are three properties
21 that are at issue in this zoning administrative
22 determination. There's only one that would be

1 at issue before the BZA. And so the county is
2 incorrect to suggest that delaying this action
3 pending the BZA hearing would add value, would
4 resolve it.

5 The other point, perhaps most
6 importantly is the legal question. We are here
7 only on a legal question, a pure legal question
8 if we meet those four requirements of 15.2-2291,
9 which we do, can we operate in an R-1 zoning
10 district or not? It's a pure question of law.
11 On that issue the BZA has no primacy. The Court
12 decides those questions de novo. And so, if
13 anybody would benefit -

14 THE COURT: So the Court -- you've seen
15 me in this case defer ruling because I'm trying
16 to avoid everybody doubling back on the cost
17 expense. Worrisome of parts of litigation. You
18 want closure and I'm trying to deliver closure,
19 and I have reasons that I haven't. And one of
20 the factors here is you're telling me that you
21 want me to rule, not yield to a hearing of the
22 BZA.

1 MR. WILBURN: Yes, Your Honor. There
2 are a couple reasons. One, on the cost issue,
3 I think it's incorrect when the county says
4 there's a cost savings by doing this. In
5 fairness to the Petitioners, many of them are
6 here today. They hired Mr. Hampshire and my
7 client hired us, and they litigated, they raised
8 these issues at the BZA.

9 So they were briefed and they were
10 argued and that money was spent by these people
11 in the courtroom today to try and get to a
12 determination and the county didn't do it.
13 We're now here in this action. And those
14 petitioners and my client have spent an awful
15 lot of money trying to get resolution on this
16 legal question too. The county suggests it's
17 just easier to send it back to the BZA. But
18 that requires, I suspect, these people to pay
19 Mr. Hampshire and my client to pay me to make
20 all of the same legal arguments that we've made
21 over these multiple hearings. We'll go back.
22 We'll brief them. We'll show up at the hearing.

1 Mr. Hampshire is a wonderful advocate for his
2 clients and I will argue all of these same legal
3 points. The BZA will make a decision which has
4 no precedential value.

5 THE COURT: You're asking to be to rule
6 today?

7 MR. WILBURN: Well, it may not be
8 today. What I'm resisting - what I disagree
9 with is referring to the BZA. I've suggested
10 one solution, or one option might be, we submit
11 proposed findings of fact and conclusions of law
12 to the Court. You could look at the authorities
13 and decide among these options, Mr. Hampshire's
14 view, or mine on the merits, or the county on
15 the procedure.

16 But I do want to push back a little bit
17 on the County's suggestion that these
18 petitioners or my client save money by starting
19 over with the BZA. That's absolutely not the
20 case.

21 There's a Virginia Supreme Court case I
22 just looked at last night. I apologize. I

1 don't have it, but I'll cite it, because it
2 deals with this issue, I wasn't sure whether
3 this would come up.

4 It's West v. Mills 238 Va. 162, 1989
5 decision. I can submit this to the Court and to
6 Counsel. But there, like here, there was a
7 developer who had three development plans and
8 they submitted them to the town, the planning
9 commission of the town to review, and they
10 rejected the -- the town rejected one of the
11 plans. And it was it was appealed up. It was
12 appealed to the circuit court and then also on
13 an administrative appeal at the town level. And
14 the court deferred, said, I'm going to wait
15 pending the administrative appeal. And the
16 Supreme Court reversed and remanded with
17 instructions and said it was already pending in
18 the circuit court. The parties had already
19 addressed this issue in the circuit court. And
20 in light of that, you should not defer to an
21 administrative agency.

22 And specifically, again, I apologize, I

1 don't have it, but I'll give it to Counsel. It
2 says the Supreme Court held it would be improper
3 for simultaneous consideration of issues
4 relating to the same property by an
5 administrative body and a court.

6 This would inevitably lead to a
7 judicial and administrative conflict and
8 confusion. And they directed the court to
9 decide the question. And I think that
10 statutorily you have the authority to do it
11 because it's a question of law, courts valid has
12 jurisdiction. The petitioners are, I believe,
13 urging the court to decide it because they
14 believe it's the most cost effective way to a
15 resolution, whether you decide their way or the
16 other way, they don't have to go back down to
17 the county.

18 THE COURT: If I rule today, somebody's
19 going to appeal. If I rule today and somebody's
20 appealing and BZA has got a hearing scheduled,
21 would my ruling really save the parties money?

22 MR. WILBURN: That's a good question.

1 I haven't considered that. We're not likely --
2 assuming the Court rules today and there is an
3 appeal, we're not going to get to resolution of
4 the appeal before a hearing on the on the BZA
5 matter.

6 THE COURT: I'm thinking of the
7 billable hours these parties would be paying
8 lawyers, and that always -- economics of the law
9 issues are sometimes important.

10 MR. WILBURN: It is. And we're --I
11 think -- I know, Mr. Hampshire and I are mindful
12 of that in the sense that we thought, we believe
13 that a decision by the Court is the most
14 economical and efficient resolution, but you're
15 now posing a good question about whether you
16 then have an appeal to the court of appeals and
17 an appeal to the BZA that would be simultaneous
18 and that might be the case.

19 So I think, Your Honor, I guess, in
20 fairness to the Court, I think you have the
21 discretion to do what the County suggests. I
22 think you probably do, but we think that the

1 resolution of the legal question eventually will
2 come before Your Honor and you won't be bound
3 you won't even get deferenced.

4 THE COURT: -- travel along the legal
5 road, but I do worry that the case continuances
6 are not good in a lot of ways.

7 MR. WILBURN: Correct. And the legal
8 question -- if this were a factual issue, if
9 there were a factual issue at play I could
10 understand waiting for the BZA, because on
11 factual questions they decide Your Honor would
12 have to give deference to that. But we're not
13 here on any factual question. It's a pure legal
14 question. And on that one, the BZA's decision,
15 whatever it may be, whenever it occurs, is not
16 entitled to any deference.

17 Your Honor would, in the first
18 instance, have to decide this without any
19 deference to the BZA. But I also understand the
20 point Your Honor makes about an appeal of this
21 case to the court of appeals and expenses
22 associated with that.

1 THE COURT: People will be paying for
2 two efforts by counsel.

3 MR. WILBURN: And that may be what
4 happens either way. I think what Mr. Hampshire
5 and I were concerned about is it won't have any
6 precedential value when it comes back.

7 THE COURT: The only cost effective
8 factor I've had is that you folks have been
9 absolutely fully prepared. And every time I've
10 seen you, you know every dotted I and crossed T,
11 and know everything involved, and therefore the
12 amount of gaining the knowledge to properly
13 appear at the BZA and all that stuff.

14 Every lawyer here impressed me with
15 their total knowledge of everything involved,
16 and therefore the kind of research and usual
17 trial preparation has already been done.

18 MR. WILBURN: Well, it's been a
19 pleasure to work with my colleagues in the bar.
20 Both of my colleagues have done a great job for
21 their clients. We all want to get to closure on
22 this. I understand the county's view. The one

1 thing I'd say about that, I think the county's
2 arguing something that is hyper-technical, and
3 they have reasons that they want to protect the
4 zoning administrator. But the zoning
5 administrator issued a decision, and in it, the
6 zoning administrator said it was appealable.

7 These petitioners spent money to appeal
8 it and are here and it is probably a difficult
9 pill for them to swallow for the county to now
10 say you've gotta start over.

11 My client, you know, is mindful of the
12 economics too. It is clear in our papers that
13 not only are they paying us to litigate these
14 issues, but for each day they don't open, I
15 don't recall the exact number, but there's an
16 affidavit of substantial thousands of dollars in
17 revenue that they miss. So these delays do have
18 an economic impact.

19 But I understand Your Honor's question.
20 It was a good question. I hadn't considered you
21 could have an appeal to the court of appeals,
22 and you could have one to the BZA.

1 THE COURT: You know, before I had this
2 job, I was a lawyer for 20 years billing people
3 as a lawyer, I know that it hurts them.

4 MR. WILBURN: Understand.

5 THE COURT: Just a second. I'm asking
6 petitioners' counsel who out of courtesy wants
7 to go next?

8 MR. LAWRENCE: I assume, Mr. Hampshire
9 wants to close, which is his right. I had some
10 points I wanted to make about the procedural
11 issue, but if Your Honor recalls I mentioned I
12 would like to be heard on the substance and you
13 indicated that you wanted to hear a response to
14 the procedural question. So I wasn't --

15 THE COURT: Counsel decide who goes
16 next.

17 MR. HAMPSHIRE: Well, I believe I was
18 in in the middle of mine, and we were talking
19 about the procedural issue, and specifically the
20 judicial economy issue that was just discussed.

21 THE COURT: I brought you over last
22 time, you sit down, you let him go?

1 MR. LAWRENCE: Yes, Sir.

2 MR. HAMPSHIRE: I do appreciate the
3 Court's question, Mr. Wilburn, and that is a
4 valid point, that the Court makes that there
5 could be, most likely would be an appeal to the
6 Court of Appeals, which -

7 THE COURT: I'm confident that this is
8 worthy of an appeal, yes, sir. No matter what
9 the ruling is.

10 MR. HAMPSHIRE: Yes, sir. It's
11 certainly a very interesting legal issue. And
12 that brings me to the substance of it. Because
13 it is appealable -- well, as the Court knows, we
14 have an appeal by right to the court of appeals,
15 but it would certainly be interesting to The
16 Supreme Court of Virginia, too, if it got to
17 that point, because I think there's no issue but
18 that the issue in this case is a very kind of
19 clean one and a very interesting one, and that
20 is in sum does Virginia code section 15.2-2291
21 supersede and trump local zoning and the power
22 of local zoning to decide zoning issues.

1 Specifically, does Virginia code 15.2-2291
2 supersede the prohibition in the Loudoun County
3 zoning ordinance of a congregate living facility
4 in this AR-1 zone? And that question is
5 illustrated in the zoning determination.

6 And for that substantive issue I will
7 argue, as I've argued before, and it's also in
8 the briefs, that 2291 does no such thing. There
9 is no indication in subsection A of 15.2-2291
10 that the General Assembly intended to supersede
11 local zoning.

12 Mr. Wilburn's argument is essentially
13 that if you have -- the General Assembly
14 intended in 15.2-2291, that if you have a state
15 license, you are ipso facto allowed in the zone,
16 even it's otherwise prohibit by the zoning
17 ordinance.

18 But I ask the Court to look at a couple
19 of things, and I've mentioned these before, and
20 they're also in the briefs. The operative --
21 number one, 15.2-2291 is part of the enabling
22 statutes that give localities the right to have

1 zoning ordinances. So it's not some sort of
2 competing regulatory scheme from elsewhere in
3 the code. It's actually part of the enabling
4 local zoning ordinance.

5 And it was enacted, as we've said in
6 our briefs, in response to the federal
7 amendments to the fair housing act of 1988, and
8 what was going on - and all this is in the
9 briefs - is Congress reacted to discrimination
10 by local zoning authorities by imposing unfair
11 requirements or different requirements on
12 disabled people, mentally ill people, requiring
13 special permits for people to go into group
14 homes that were not required for single family
15 homes occupied by traditional families. That
16 was the whole genesis of this code section.

17 THE COURT: Which code section?

18 MR. HAMPSHIRE The Virginia general
19 assembly -- Virginia code section 15.2-2291, the
20 genesis was a federal fair housing act in 1988,
21 that prohibited that kind of unfairness. And so
22 when you look specifically at the operative

1 language in this code section, you have the
2 following sentence, no conditions more
3 restrictive than those imposed on residents
4 occupied by persons related by blood, marriage
5 or adoption shall be imposed on a residential
6 facility.

7 So it's a fairness thing. And Loudoun
8 County has complied with this provision by
9 saying in its zoning ordinance that it doesn't
10 matter what kind of family you are, whether
11 you're a traditional family or a group home
12 family with mental illness or whatnot, you may
13 occupy a single family home and we're not
14 imposing special requirements on group home
15 families that we're not applying to traditional
16 families.

17 So that's the sum total of the
18 limitation on local zoning power. Don't
19 discriminate in so many words. And Loudoun
20 County is not discriminating because it applies
21 the congregate housing living facility
22 prohibition across the board no matter what kind

1 of family you are. That's our position.

2 What Mr. Wilburn would like to argue
3 and does argue and what Newport would like the
4 Court to rule, is that 15.2-2291 actually gives
5 a superior right to group home families to
6 occupy commercial uses in a residential zone to
7 traditional families. And that's not -- that's
8 also not apparent here in the code section. And
9 we see that in the last sentence of the code.
10 It says for the purpose of this subsection,
11 residential facility means any group home or
12 other residential facility for which the
13 Department of Behavioral Health and Development
14 Services is the licensed authority. I go back
15 to this language, which means any group home, or
16 disjunctive, other residential facility.

17 So The General Assembly has left it up
18 to the localities to determine in the first
19 instance, what is a residential facility and
20 what isn't a residential facility. But if you
21 are a residential facility, then you have to --
22 the local government has to treat all

1 residential facilities alike, both those that
2 have been licensed by the state, and those that
3 are occupied by traditional families.

4 And we have evidence in the record of
5 this in the letter from Jay Benz (phonetic) of
6 the Department of Health and Development
7 Services who notes that the Virginia Department
8 of Behavioral Health and Developmental Services
9 has absolutely nothing to do with zoning.

10 THE COURT: Let me interrupt you for a
11 second.

12 MR. HAMPSHIRE: Yes, sir.

13 THE COURT: 15.2-2291 has a definition
14 of residential occupancy or reside. The General
15 Assembly is saying something about the key
16 words. Who's a resident, who resides?

17 MR. HAMPSHIRE: That's is another
18 issue. Yes. Sir. We briefed that. And our
19 position is that while there's a split of
20 authority as to what reside means, that the rule
21 in Virginia, as illustrated by Judge Bach's
22 decision from 1997, and the Woods v. Foster

1 decision that he cites, is that reside requires
2 a situation where one has no other home, one has
3 no other home to go to. You may recall the
4 facts of Judge Bach's decision, in the footnote,
5 where these children were abused and had no
6 other place to go -

7 THE COURT: That's a bit involved here.
8 Are they really residents for the purpose of all
9 these legal definitions.

10 MR. HAMPSHIRE: Right. You heard my
11 colleague Mr. Bartolomucci argue that as well
12 that we don't believe that they reside on top of
13 all the other difficulties, the fact that local
14 zoning is not trumped by 15.2-2291, and the
15 whole drug issue we've discussed a little bit,
16 is also a problem because they don't reside on
17 the property. Because the record is clear that
18 these young women are coming to be treated and
19 then they're going back home and that Newport
20 has located this facility where it's located
21 precisely because these people, these young
22 women have homes nearby. They're going back to

1 their home at the end of their treatment period.

2 But we think our primary argument is
3 that this is a commercial facility in a
4 residential zone and one that does not meet the
5 definition of a residential facility, as the
6 zoning administrator himself has already
7 determined, and it just does not follow that The
8 General Assembly has said even that it has to be
9 allowed anyway under 15.2-2291, because
10 localities in the first instance have to decide
11 if under their broad zoning authority what is
12 and what isn't a residential facility.

13 And in this case, as the zoning
14 administrator has determined, it is not a
15 residential facility. And 15.2-2291 just
16 doesn't change that. So in response to Mr.
17 Wilburn's argument, this is not an issue of
18 supremacy between state and local law. The
19 state law is perfectly consistent with local law
20 in providing a small -- excuse me -- a single
21 limitation, if you will, on the power of local
22 zoning officials not to discriminate, don't

1 treat traditional homes differently than you
2 treat group homes.

3 With respect to the drug issue that
4 we've discussed, there's also language in this
5 statute that speaks to that. And it says that
6 -- and it says, for the purpose of this
7 subsection, mental illness and developmental
8 disability shall not include current illegal use
9 of, or addiction to a controlled substance. So
10 it's a false argument to say that because
11 Newport may not be treating people for drug
12 addiction, or they may not be currently using,
13 that it's not in violation of the statute.
14 Because it's enough for people to be addicted to
15 a controlled substance for that facility not to
16 --

17 THE COURT: The Legislature is aimed at
18 users of drugs as a negative factor in a
19 treatment facility.

20 MR. HAMPSHIRE: Right. I think what
21 The General Assembly has said is that mental
22 illness is one thing, but addiction to a

1 controlled substance is another. And we've --
2 briefed -- we're not going to say that that is a
3 disability that requires housing in a group
4 home.

5 Here, the record is clear that while
6 there may not be actual treatment of a drug
7 addiction, drug use, there is certainly the case
8 that these young women are addicted to these
9 controlled substances in the sense that as has
10 been defined by the federal courts, mainly the
11 Southern Management Corporation decision, which
12 has been cited, which requires a period of
13 abstinence and past treatment in order to
14 qualify for protected status.

15 Here there is no record that Newport is
16 going to screen the residents to require that
17 they have had a period of abstinence or have
18 been through a treatment program before being
19 admitted. What they're basically going to do is
20 admit the residents -- admit the young women and
21 then deal with the problem later. And that's
22 exactly what The General Assembly does not want.

1 But we will submit to the Court that
2 the drug argument and reside argument is not our
3 primary argument. Our primary argument is that
4 The General Assembly never intended to supersede
5 local zoning and to say that local zoning
6 officials determination about what is and what
7 is not residential is somehow superseded by
8 15.2-2291. The General Assembly knows how to
9 say that. Okay. And they simply haven't said
10 that in this case.

11 With respect to the advisory opinion.
12 I just need to take the opportunity to repeat,
13 and we've said this over and over again, but I
14 just need to repeat it here. That is that the
15 case law and the enabling statutes simply do not
16 support the county's argument on this. If you
17 look at 15.2-2309, which is entitled Powers and
18 Duties of Board of Zoning Appeals, subsection
19 one states -

20 THE COURT: Just a second. This is a
21 room I'm not familiar with. I don't know where
22 the books are.

1 MR. HAMPSHIRE: Yes, sir.

2 THE COURT: All right. Go ahead.

3 MR. HAMPSHIRE: So 15.2-2309, which is
4 entitled Powers and Duties of Boards of Zoning
5 Appeals, and as the title implies these are the
6 powers of Boards of Zoning Appeals to hear and
7 decide appeals from any order, requirement,
8 decision, or determination made by an
9 administrative officer in the administration or
10 enforcement of this article, or anyone that is
11 adopted thereto, this article being a zoning
12 enabling authority, is a local zoning ordinance
13 essentially.

14 So Loudoun County, as I said last time,
15 does not get to say, in light of this clear
16 power, that the Board of Zoning Appeals has to
17 hear an appeal for any determination. That only
18 certain determinations are appealable,
19 especially when its local ordinance in the form
20 of 6.401, speaks to the right of somebody to ask
21 for a determination, which is exactly what
22 Newport did and to issue it and also to set

1 forth appeal deadlines in it.

2 And Loudoun County doesn't get to say
3 we didn't really mean it. It's only an advisory
4 decision. So the statutory authority doesn't
5 support that position, the case law also doesn't
6 support that position. And the County has cited
7 the decisions of Vulcan and Lilly, and those are
8 in our briefs.

9 Vulcan involved, not a written
10 determination, but an oral determination. And
11 Lilly also involved an oral determination. But
12 the reason that there was some certainty about
13 it was because there was also a permit. But
14 here we don't have an oral decision. There's no
15 issue. It's a written determination. You can
16 call it an interpretation, you can call it a
17 determination, you can call it anything, but it
18 falls within a decision determination made by an
19 administrative officer about what is allowed in
20 a zoning ordinance.

21 As we've argued before, zoning
22 determinations, by their nature, do not

1 authorize necessarily the use to begin.
2 Zoning determinations are always conditional on
3 other things happening, such as building
4 permits, occupancy permits, maybe permits from
5 the division of motor vehicles, permits from the
6 board of architectural review for the use to
7 actually commence.

8 So there's a distinction between zoning
9 determination, which article decisions and a
10 determination by a permit that allows the use to
11 commence. The General Assembly did not intend
12 to exclude entitlement decisions from those that
13 are appealable to the Boards of Zoning Appeals.
14 On the contrary, as set forth in this language,
15 it is to hear any decision, requirement, or
16 determination made by an administrative officer
17 about the zoning ordinance.

18 And those determinations only go as far
19 as they go. They say what they say. The fact
20 that they may be conditional on other things
21 happening, doesn't make them any less a zoning
22 determination, because they talk about what is -

1 - what you can possibly do on your property.

2 They're never a permitting decision, or not a

3 permitting decision in and of themselves.

4 Those are the points I wanted to make.

5 I've made them before. They're also in the

6 briefs. Thank you.

7 THE COURT: Thank you.

8 MR. LAWRENCE: Thank you, Your Honor.

9 I'm going through my notes of the various
10 comments that Counsel made here.

11 The reason all three properties are not
12 before you in the permit case is because they've
13 only filed one permit application. They didn't
14 file applications for the other two. And that's
15 why that's in that posture.

16 The argument they seem to be making is
17 that, you know, you'll have multiple hearings or
18 multiple actions. And I think that that's
19 certainly possible unless there's binding
20 authority from the Court of Appeals or the
21 Supreme Court of Virginia at some point, that
22 everybody agrees that it's binding and not

1 distinguishable.

2 But that's why there's only one permit
3 case going to the BZA for the one property is
4 because they've only ever applied for one
5 permit.

6 The argument that both counsel made
7 regarding the statutory standard of review for
8 questions of law, they point out correctly that
9 the standard for questions of law in this court
10 is de novo, that you're not bound by the Board
11 of Zoning Appeals findings on a question of law.
12 I agree with that, but then they take it a
13 little bit further, and they both suggested in
14 substance, we're here now.

15 I think Mr. Wilburn used the term
16 technicality or hyper technicality. You know,
17 why does this matter, we're here, let's just
18 decide it. He cited you the West case, which I
19 had not previously seen, but I looked it up
20 while he was speaking. I had certainly not had
21 time to fully review it or digest it, but I
22 would caution the Court, that's a planning

1 commission case. That's not a Board of Zoning
2 Appeals case. I can see that much from just
3 briefly skimming it.

4 There is an entirely different
5 statutory scheme for appeals for planning
6 commission decisions. It's not at all like what
7 we have in an BZA appeal, so I'm not sure that
8 authority is what I would rely on as it relates
9 to a BZA appeal.

10 I would point the Court to an analogous
11 authority that came to mind as they were
12 speaking. That's the case of Parrish v. Fannie
13 Mae. It's at 292 Va. 44, 2016. And I remember
14 this from from my prior practice. Your Honor, I
15 was a was a partner in a law firm in Fairfax. I
16 did a lot of defense work, some of it in general
17 district court, some in circuit court. And, you
18 know, I had this case come up a number of times
19 in the context of -- cases, and it just came to
20 mind as they were discussing this point.

21 Parrish against Fannie Mae is an
22 unlawful detainer action filed in general

1 district court. And the general district court
2 erred because it essentially tried title to the
3 property that was at issue. The pleadings
4 raised the issue of title, as Your Honor
5 probably knows, general district courts have no
6 authority to try title, it is not within their
7 limit of jurisdiction.

8 The decision was appealed to the
9 circuit court. And that point was made to the
10 circuit court. And the argument was made, well,
11 maybe the general district court didn't have
12 jurisdiction to try title, but the circuit court
13 does. And that's where we are now. So the
14 circuit court should just decide the issue, and
15 on appeal to the Supreme Court, the court said,
16 no, that's not how this works. When you're
17 sitting in an appellate capacity in the circuit
18 court, even though your own juris -- your
19 original jurisdiction might allow you to do
20 things, when you're sitting in an appellate
21 capacity, you're constrained by the jurisdiction
22 of the body that sent the case to you. They

1 refer to it as derivative jurisdiction.

2 So the Parrish case is not a BZA case,
3 but I think it is instructive that it may be a
4 technicality, but it's one that the Supreme
5 Court seems to think is important, whether the
6 body that is sending you the case has the
7 authority to do what they're asking you to do.

8 THE COURT: Are you saying that I lack
9 jurisdiction?

10 MR. LAWRENCE: I'm saying that if my
11 argument is correct, that the November 29, 2021
12 letter is an advisory opinion and is not a
13 binding determination, as Mr. Hampshire refers to
14 it, then you would not have any jurisdiction or
15 authority to reach the substantive question that
16 they want you to reach.

17 You would, of course, have jurisdiction
18 to review the decision of the BZA, but recall
19 that their decision was this is advisory and we
20 don't think we have statutory authority to
21 review it. The BZA felt it had to wait for the
22 permit.

1 And so while I respect these gentlemen
2 and their arguments, it is my position, Your
3 Honor, that this is a significant issue. I
4 wouldn't be bringing this up hearing after
5 hearing much to the displeasure of both of my
6 friends if I thought it could just be waived
7 away as a technicality.

8 THE COURT: Let me re-ask a question.
9 You're saying that I do not have jurisdiction to
10 determine the legal correction of definitions?

11 MR. LAWRENCE: Your Honor, I think you
12 have jurisdiction to review the BZA's decision.
13 And the BZA's decision was that it does not have
14 statutory authority to review an advisory
15 opinion. If you think that's correct, then
16 that's where this case ends, affirming the BZA
17 and waiting for the permit appeal to make its
18 way -

19 THE COURT: Why wouldn't there be a
20 lack of jurisdiction if I agree with the BZA.

21 THE LAWRENCE: Well, you've always got
22 jurisdiction to review your own jurisdiction,

1 and that includes reviewing the jurisdiction of
2 the supporting tribunal. So you wouldn't be
3 acting unlawfully.

4 And certainly Your Honor may disagree
5 with me. You may not think that's an advisory
6 opinion. I don't think that's the best reading
7 of the precedent. But if Your Honor thinks that
8 that's a binding determination that was properly
9 appealable, then you would in effect be finding
10 that the BZA erred.

11 THE COURT: Actually I thought that the
12 opinion -- you made me say it correctly. That
13 document we're talking about actually showed
14 thoughtfulness, research. and good intelligence,
15 saying this part of local zoning and this part
16 of code we gotta reconcile together, very
17 thoughtful. Whether it was an adjudication or
18 not, I never thought about it. I just thought
19 about it as an advisory thing internal to the
20 BZA process not affecting the jurisdiction of
21 this Court on these present issues.

22 MR. LAWRENCE: Well, when we get to

1 this Court, when we move out of the decision by
2 the administrative officer into the BZA and then
3 into this Court, we, of course, start to
4 encounter limitations on this Court's power. I
5 mean Your Honor knows there really is no
6 circumstance under the Virginia constitution
7 where the Court can give an advisory opinion.

8 I mean we run into that all the time in
9 declaratory judgments, where just because
10 parties disagree over what the law means and
11 they file a declaratory judgment, that doesn't
12 mean necessarily that the court has authority to
13 resolve that for them.

14 The court often has to tell them
15 there's no actual case or controversy, and you
16 have to wait for those circumstances to arise
17 before that law can be tested. And so that's
18 one of the things that as I looked at this, it
19 gives me significant pause.

20 Mr. Hampshire mentioned some of the
21 cases that we cited. He did not mention all of
22 them. The Vulcan Materials case was decided a

1 year or two after the county enacted its
2 ordinance. You may recall I suggested at a
3 prior hearing that some of the language in our
4 ordinance, I think, has to be limited in light
5 of the Vulcan case because the Supreme Court
6 decided that after our ordinance was enacted and
7 the board of supervisors didn't have the benefit
8 of that decision and the cases that followed at
9 the time it enacted the ordinance.

10 And so what Vulcan dealt with, Mr.
11 Hampshire is correct, it was an oral opinion,
12 but it was a carefully considered oral opinion.
13 It was an oral opinion by the administrator, the
14 zoning administrator after consultation with the
15 county attorney and other staff. So it was
16 oral, but it was not, you know, it was not off
17 the cuff. It was a considerable opinion.

18 And the issue in that case was whether
19 that was binding, because there the party had
20 not appealed it and the county was taking the
21 position that that landowner was bound by the
22 oral determination that have been given by

1 county staff because they had not appealed it to
2 the BZA and because the time to do so had run.

3 And so on appeal, the Supreme Court
4 said, no, it didn't matter that it was oral.
5 What mattered was that they were asking for
6 advice, and as I recall the facts of the case,
7 they had in mine that that they had been
8 operating for a number of decades, and then they
9 had closed it down, you know, for economic or
10 other reasons, and they went back to the county
11 and they said, we'd like to reopen that mine.
12 We'd like to restart the operations. What do we
13 have to do? And the county staff went away,
14 they consulted, they came back, and they said,
15 this is what you have to do.

16 And so what the Supreme Court said was
17 that they hadn't actually applied for anything.
18 They hadn't actually asked for permission to
19 begin the use. They had just asked what is the
20 process. And so because it didn't actually
21 address a request to begin operations or some
22 other substantive right, the court found that it

1 wasn't appealable. It couldn't have been
2 appealed to the BZA and therefore it couldn't be
3 binding.

4 In the Lilly against Caroline County
5 case that I think Mr. Hampshire mentioned is
6 another oral opinion, but what makes it
7 different, what makes the outcome different from
8 the Vulcan Materials case is that it was an oral
9 opinion stated by the zoning administrator in
10 the course of a land use application.

11 So the landowner came in to Caroline
12 County. They said, we want to build a radio
13 tower and we want to build broadcasting
14 facilities. And they went in front of the
15 planning commission and the planning commission
16 had a hearing, and they went in front of the
17 board of supervisors for final approval because
18 the board of supervisors had to grant a special
19 exception in order to allow that to be built
20 where they wanted to build it.

21 And so during the course of the board
22 of supervisors hearing, the zoning administrator

1 was asked what the zoning permit, or what the
2 existing zoning ordinance would allow. And
3 there was a distinction between the tower and,
4 you know, some of the other facilities that the
5 landowner wanted to build together with the
6 tower.

7 And the zoning administrator, you know,
8 researched it and told the board, you know, it's
9 my determination that they're allowed to build a
10 tower there, but they can't build some of these
11 other facilities that they want to build with
12 the tower unless you approve a special
13 exception.

14 And the plaintiff was there, one of the
15 neighbors. They heard the determination. They
16 were heard too, you know, to comment on the
17 application and oppose it, and then they didn't
18 appeal. They didn't appeal that determination.
19 And so the Supreme Court said that was different
20 than the Vulcan case because the land owner had
21 an application pending. They had applied to the
22 board of supervisors asking for the special

1 exception, and this oral determination was
2 binding and appealable because it was given in
3 connection with that.

4 So they're asking for permission to do
5 something. And that's the context in which the
6 opinion is given. That's what makes it binding
7 and appealable, as opposed to merely advisory
8 like in the Vulcan case.

9 And then the third case that we cite
10 that I don't know if Mr. Hampshire touched on,
11 is the Crucible case. This is out of Stafford
12 County. It's 278 Va. 152. And when I was
13 looking at my brief this morning, I believe it's
14 in there.

15 But this is a case where the landowner,
16 again came into the county. They operate an
17 anti terrorism training school facility down in
18 a Stafford County, and they wanted to expand it.
19 And so they were looking at a large piece of
20 property that would allow them to do the types
21 of training that they wanted to do, but it was
22 in a different zoning district.

1 And so they went to the zoning
2 administrator and did a presentation. They sat
3 down with them. They explain, this is what
4 we're going to do. You know, there'll be
5 firearms training, there'll be, you know, anti-
6 terrorist training, avoid the terrorist driving
7 courses. There'll be, you know, all these sorts
8 of things, and the gist of their presentation
9 is, as we read your ordinance, that's a school
10 and, you know, we just want to make sure you
11 think this is a school because schools are
12 allowed in this district.

13 And the zoning administrator comes
14 back, unlike the Vulcan case, and unlike the
15 Lilly case, he gives them a written letter, a
16 written opinion where he says, yes, I think this
17 would be a school, and schools are permitted in
18 that district.

19 And then, of course, the board of
20 supervisors immediately changed the ordinance
21 because they didn't want an anti-terrorism
22 training facility in the residential district

1 that company had identified. And so on appeal,
2 the Supreme Court said, you know, it highlights
3 I think the point that I've been trying to make
4 over the last several hearings which is, that
5 was advisory, even though there was a formal
6 presentation to the zoning administrator, even
7 though he gave them a detailed, thoughtful,
8 written letter, it was still advisory because
9 they weren't asking a question about the
10 process. They weren't actually applying to do
11 anything. They weren't actually requesting
12 permission to begin the use. They were simply
13 asking him for his opinion about how the
14 ordinance would be applied.

15 And so in that case, the Supreme Court
16 said that was advisory. It was not binding.
17 It's a vested rights analysis, which falls under
18 a different section of Virginia code, section
19 15.2-2311. But the language that the court's
20 construing in that vested rights analysis is the
21 same as under 2311(a), which is what gives the
22 BZA its authority either to hear or not hear the

1 appeal that's at issue in this case.

2 So, you know, I appreciate everybody
3 wanting to get to the finish line and wanting to
4 get a decision. But I do think it is an
5 important technicality whether the BZA had
6 authority. And, again, my counsel to the Court
7 would be to allow the permit to make its way to
8 the BZA next month, have the hearing, get the
9 decision, that can be appealed and the appeals
10 can be consolidated. Certainly, I would not
11 object to that.

12 And that would avoid the situation that
13 the parties in the Parrish against Fannie Mae
14 case found themselves in, where they devoted,
15 who knows how many years, trying the case in
16 general district court, trying the case in
17 circuit court, going down to Richmond, briefing
18 the thing, waiting for a hearing, only to find
19 out that there was no authority for the court to
20 act.

21 THE COURT: Are you telling me that you
22 believe that any decision I make on this is

1 premature?

2 MR. LAWRENCE: I'm telling you that I
3 think the correct decision for this Court, based
4 on my analysis of the statutory authority and
5 very importantly the case law that applies it,
6 is that the BZA was correct, that they lacked
7 authority to review that letter, the November 29
8 2021 letter, because it was merely advisory.

9 So I think that's the correct result is
10 to affirm that ruling by the BZA, but
11 recognizing, you know, the capable and an
12 experienced counsel who both probably disagree
13 with me, I think the safer thing to do is to
14 consolidate the two because they're both coming
15 to this court. And that's another thing their
16 argument doesn't address.

17 THE COURT: Why would it matter if I
18 rule on the legal correctness of what happened
19 on November 21 versus I make a finding as to
20 today? Aren't the events that followed making
21 that not what I'm really deciding? I'm deciding
22 whether the more current events are legally

1 correct or justiciable.

2 MR. LAWRENCE: Well, and they're not
3 here yet. That permit is not here yet. You've
4 been notified of it, but it's not here yet.
5 It's not part off the record that's before you
6 from the BZA. It's not something that the BZA
7 has ruled on. And I went back to my office
8 Judge, and I tried to think of a way to avoid
9 that, but that's the statute that I handed up
10 the first time I was at the podium, 15.2-2312
11 where we see there's a requirement for public
12 notice and public haring. And so I don't see a
13 way for these parties, with or without my
14 consent, to stipulate our way around the BZA
15 being able to review the issuance of that zoning
16 permit.

17 Now, there are other land use
18 decisions. I think some of the stuff that goes
19 to the planning commission is an example where
20 you can bypass the planning commission and you
21 can go straight to circuit court. But this
22 issuance of a zoning permit, I can find no

1 authority that we could bypass the BZA. That
2 had not happened. That permit application had
3 not even been filed at the time the BZA held its
4 hearing. It hadn't been filed at the time the
5 appeal to this Court was filed. It's not
6 referenced in any of the pleadings. It didn't
7 happen until last month after this Court already
8 held at least two hearings. And so I just don't
9 see any way to bypass that. As much as
10 everybody would like to.

11 THE COURT: So you're saying the Court
12 should wait until the BZA hearing and decision?

13 MR. LAWRENCE: Well, I think you should
14 affirm the BZA. That's what I think is the
15 substantively correct decision. But I think
16 from an economical point of view, it makes sense
17 to consolidate them and the Court can issue two
18 opinions. It can do whatever it thinks is right
19 with my argument in this case regarding the
20 November 29, 2021 letter, and it can do -

21 THE COURT: But that was not a
22 decision. That's an opinion.

1 MR. LAWRENCE: I agree. And hopefully
2 you agree with me if you --

3 THE COURT: I think the later acts are
4 available to the Court jurisdiction wise.

5 MR. LAWRENCE: That's the point Mr.
6 Hampshire was making last time. You may recall
7 that he expressed a concern that the county was
8 going to aggravate and reprobate, and we were
9 going to take one position here and a different
10 position in front of the BZA. And you'll recall
11 I put on the record that that's not what we're
12 doing. We agree the permit is appealable. We
13 believe that's the only thing that's properly
14 appealable.

15 THE COURT: It's interesting as I
16 listened and can go with you on the different
17 breakdowns of how we intellectually look at all
18 this. At no time have I thought I was ruling on
19 the correctness of the November 21 letter. It's
20 just a factor in the decision makers labor.

21 MR. LAWRENCE: Well, I think -- I do
22 think it might be helpful if I make this point,

1 Judge. I do think the question before you is
2 was the BZA correct in its ruling that the BZA
3 decided that was not appealable. But I do think
4 we have to we have to look at what the BZA is
5 being asked to do when we when we get into these
6 questions.

7 So if the permit case comes back before
8 you, the question technically before you is, is
9 whatever the BZA does next month, correct. But
10 the BZA is in turn being asked whether the
11 administrator's decision was correct. So it's
12 like one of those, you know, Russian nesting
13 dolls where, you know, the question in front of
14 you includes the question and that includes the
15 question that was below that subordinate
16 tribunal. So it does to some extent run
17 together.

18 I would like to make briefly a couple
19 of points in the event that you disagree with
20 everything I've just said and you want to reach
21 the substance today.

22 As to the merits of the argument that's

1 been presented under 15.2-2291. I think the
2 last sentence of subsection (a) is very
3 important, and it reads, for purposes of this
4 subsection, quote, "residential facility" close
5 quote, "means any group home or other
6 residential facility for which the Department of
7 Behavioral Health and Developmental Services is
8 the licensing authority."

9 And so the argument that Mr. Hampshire
10 makes is that is that that doesn't apply to
11 commercial facilities. And I think Mr.
12 Wilburn's position is, if I understand his
13 clients position correctly, they concede that
14 they're commercial in nature. They're not
15 nonprofit or, you know, a government agency.

16 And so Mr. Hampshire's argument is, you
17 know, that that definition doesn't apply to
18 commercial facilities.

19 And so certainly, we're going to, we
20 being the Board of Supervisors and the County,
21 we're going to apply this to however the Court
22 instructs us that it's correctly applied. But

1 in the absence of Virginia authority directly on
2 point, we would submit that the most natural
3 reading of that statutory provision is the one
4 set out by the deputy zoning administrator in
5 her November 2021 letter because it doesn't say
6 any nonprofit group home. It doesn't say any
7 governmental group home. It says any group
8 home.

9 And so our view on that is that if the
10 General Assembly had intended to draw a
11 distinction between government operated or
12 nonprofit operated or for profit commercial
13 operations, it wouldn't say any group home. It
14 would say any not for profit group home. It
15 would say any 501c3 group home. It would say
16 any non commercial group home, but it wouldn't
17 say any group home. That's very, very broad
18 language.

19 And if that's not enough to let us
20 understand what was intended, the General
21 Assembly goes on to say, or other residential
22 facility. So it's not just any group home.

1 It's any group home or other residential
2 facility. And so it does not appear to us that
3 Mr. Hampshire's argument regarding commercial
4 versus non commercial is the most logical or
5 plain language reading of that provision.

6 And to the extent the Court decides
7 it's going to reach the merits today, we believe
8 that the opinions expressed are substantively
9 correct. Thank you.

10 THE COURT: Thank you. Any other
11 arguments?

12 MR. HAMPSHIRE: Your Honor, I would be
13 repeating myself, but I would just like to take
14 the opportunity to point out that it says other
15 group home or other residential facility. Our
16 argument is that that means it has to be
17 residential as determined by the local
18 government.

19 THE COURT: What about his idea that I
20 don't have any jurisdiction or I don't have any
21 power to rule?

22 MR. LAWRENCE: Well, we briefed this

1 many times, Your Honor. I need to say that I
2 heard the Court say that the Court viewed that
3 determination as advisory, or something to that
4 effect.

5 But again, I need to go back to the
6 whole nature of zoning determinations, and I
7 need to go back to 15.2-2309 that I mentioned
8 earlier. And that the power of the Board of
9 Zoning Appeals, appeals from any determination.
10 A zoning determination does not allow the use to
11 commence necessarily. The Board of Zoning
12 Appeals hears cases all the time, BZAs across
13 this Commonwealth hear cases all the time about
14 whether zoning administrators are correct. That
15 is a matter of entitlement of legal rights that
16 use could perhaps be established, but they by
17 definition do not necessarily establish the use
18 and allow it to commence, for that you need
19 permits.

20 Zoning permits perhaps, building
21 permits, board of architectural review permits,
22 motor vehicle department permits. That's what

1 allows use to commence. So it's a false
2 argument to say that a zoning determination is
3 not a determination under 15.2-2309 because it
4 doesn't necessarily allow the use to commence.
5 That's just a false argument.

6 And it would basically, I would submit,
7 would put Board of Zoning Appeals out of
8 business. We wouldn't need the Board of Zoning
9 Appeals because everything would relate to the
10 ministerial permits where there is no discretion
11 involved.

12 Zoning administrators make tough calls,
13 they make judgment calls about what things could
14 be allowed under the zoning ordinance. That is
15 different from permitting decisions. So this
16 decision very much falls immediately within
17 15.2-2309, and is the kind of a determination
18 that should be --that can be appealed.

19 The argument that somehow the Loudoun
20 County Board of Supervisors didn't have the
21 benefit of Vulcan, Vulcan was decided in 1994.
22 I mean, that's a long time ago. So I don't

1 understand that argument.

2 But I need to repeat that Vulcan and
3 Lilly were oral determinations and that they
4 were problematic precisely because they were
5 oral determinations. Here we have a written
6 determination. Granted, it doesn't allow the
7 use to commence, but it says that it could
8 commence if certain things happened, and that's
9 a significant determination.

10 Remember, Newport asked for this
11 determination, and the record shows that Newport
12 was very happy with the determination. They
13 trumpeted the determination to the neighbors,
14 that's why we knew about to appeal. But it was
15 prudent of Newport to do that because, as I
16 argued before, Newport did not want to be in the
17 position of paying over \$3,000,000 for these
18 homes and then get down the road to a permitting
19 decision only to find out that the zoning
20 administrator felt that as a matter of legal
21 entitlement, they could never be used under any
22 circumstances for what they wanted to use it

1 for. They secured the zoning determination,
2 which was a significant determination, even
3 though it didn't necessarily allow the use to
4 commence up front.

5 And so, again, that was a substantive
6 determination, and the Loudoun County zoning
7 ordinance falls neatly within it and I cited
8 that section before, 6-401, which contains the
9 exact procedure that Newport followed and
10 contains at the end of it the 30 day appeal
11 period. So that was a significant determination
12 and falls neatly within 2309. And it's in the
13 nature of a zoning determination that does not
14 necessarily allow the use to commence, but it
15 says that could be allowed.

16 Lilly and the Crucible case, I just
17 need to mention that Crucible, as Mr. Lawrence
18 said, dealt not with not with whether a decision
19 was appealed to the board of zoning appeals, but
20 whether it was vested under a completely
21 different statute. Under 15.2-2311, subsection
22 ©), which says that if a zoning administrator

1 makes a determination about something that would
2 not be otherwise be allowed by the zoning
3 ordinance, in other words, the zoning
4 administrator is wrong, but yet the landowner
5 relies upon that in good faith. And 60 days
6 goes by, the zoning administrator can't change
7 his or her mind. That is a different
8 subsection. It's a different set of
9 circumstances, or it's a different regulatory
10 scheme than 15.2-2309, two different statutes.

11 So we very much believe that this the
12 zoning determination from November of 2021 was a
13 zoning determination. Everybody treated it like
14 a zoning determination, and it fell neatly
15 within 15.2-2309 and the case law. Thank you.

16 THE COURT: Thank you.

17 MR. WILBURN:: I'll be brief, Your
18 Honor. I'll be brief on the issue that the
19 County raised.

20 If the Court concludes that the zoning
21 administrator's determination or decision was
22 advisory only, then the board of zoning appeals

1 would be correct that it was advisory and not
2 subject to appeal, and the Court could affirm
3 that. But you also have the authority under the
4 statute to modify. I just want to highlight
5 that. All the parties talked about this in a
6 prior hearing.

7 So you could agree with Mr. Hampshire
8 that it's an appealable decision and that we're
9 here on the merits, projecting the County's
10 position was advisory, or you could accept the
11 County's position advisory and still under the
12 statute, you have the authority to modify it.
13 And I'd submit, and I think Mr. Hampshire would
14 as well, because it's a pure legal question that
15 the Court could rule on this issue.

16 But I think that if we're breaking it
17 down the decision tree the first decision, I
18 would submit, is whether the zoning
19 administrator's decision was advisory or not.
20 If it was, then the BZA was correct in finding
21 that it was not appealable, and the Court can
22 affirm that. And that ends this case, or the

1 Court could exercise its authority under the
2 statute to modify it and take up the legal
3 question. So, I mean, I think we all agree
4 that's the decision tree the Court has to
5 navigate through. We just disagree, I think,
6 between the County and Mr. Hampshire's clients
7 on whether that was an appealable decision.

8 Briefly as to the permit. The County
9 emphasizes that the permit is not before the
10 Court. There's no permit record before the
11 Court. It's not in the pleadings. And all of
12 that is true. But it's true because the
13 Petitioners here have a right to appeal or to
14 bring this action before the Court and to frame
15 it and to frame the issues that they so choose.

16 If the Court believes it has
17 jurisdiction to decide those, then it's not for
18 the County to say it would be more efficient to
19 simply wait and decide some other case at some
20 other time. I understand we've already talked
21 about the economics of either going, or staying
22 this or not, so I'm not going to repeat that,

1 but I do want to give some weight to the
2 petitioner's right to file their complaint when
3 they did, or their appeal when they did, to
4 frame the issues as they choose. And they
5 weren't obligated, I think, to litigate this,
6 you know, this permit that wasn't yet issued or
7 even the permits that we haven't applied for,
8 yet. But unless Your Honor has any other
9 questions, that's the only additional comments I
10 wanted to make.

11 THE COURT: The concept of resolution
12 decision ending at this level, setting up what
13 undoubtedly will be an appeal by whatever party,
14 whoever loses, wasn't my goal here today. I was
15 going to listen to you and let you educate me
16 further and make a call, sort of an ending that
17 is going to be a 50% upset of one side, 50%
18 sense of victory for the other.

19 But the concept, whether I totally
20 agree with it or not, raised by your teammate
21 over there, that this could be theoretically
22 lacking in jurisdiction, which would be a waste

1 of time. The mere fact that that's possible,
2 I'm not sure I agree with it, but I am sure I am
3 not that firm in my position, I could disregard
4 what was said on it, but that would put you in
5 months and months down the road.

6 Secondarily a dialogue I had with you
7 about the cost if you end up at BZA. Today is
8 another persuasive performance by counsel that
9 you know everything in this case. You're
10 telling me everything possible in it. There
11 would be minimal research or minimal billing to
12 the citizens that have an interest in the
13 outcome, and therefore, I am not going to rule.

14 I came in here Friday and reread this
15 whole case. So I warmed up for where you would
16 take me, because you were very, very exhaustive
17 of every possible way of looking at each
18 subject. And I told myself over the weekend I
19 kind of owe everybody a verdict. I'm not going
20 to do it. It could double the aggravation,
21 delay, all the rest of the trouble. If there's
22 a concept in any way related to the idea that

1 it's not just issuable at the moment and may be
2 never. What's your best guess when BZA will
3 have their hearing?

4 MR. HAMPSHIRE: Your Honor, I asked the
5 staff and they gave me a date over the phone. I
6 gave it to Mr. Hampshire, right? It's the last,
7 I think it's the 3rd week of January.

8 THE COURT: Do they issue an opinion
9 promptly or do they take it under advisement or
10 what happens there?

11 MR. LAWRENCE: Your Honor, our
12 experience is consistent with the case that is
13 before you, which is they're going to give a
14 decision there at the hearing. They'll have a
15 public hearing where the parties can address it.
16 Any other interested member of the public can
17 address it.

18 THE COURT: Public hearing being
19 January 26.

20 MR. LAWRENCE: I can't remember what the
21 date is, but it's usually the third Thursday,
22 and then they close the public hearing and they

1 go into essentially a public deliberation format
2 where the members of the BZA sort of discuss the
3 merits and then they give a ruling right there.

4 I don't know that they're legal bound to
5 do that. January 19 is what Mr. Hampshire is
6 pointing out to me. There is a statutory
7 requirement that they render a decision within
8 90 days.

9 THE COURT: I'm sorry to hear that.
10 I'm bothered enough that I'm not closing it for
11 the people today, for good or for bad.

12 MR. HAMPSHIRE It's 90 days from the
13 filing date. So it's 90 days from whatever day
14 they filed it. I've talked to the staff, and I
15 can tell the Court that I will push every button
16 at my disposal to make sure that it's early
17 January.

18 We're certainly not trying to delay
19 this for the sake of delay, and so that's what
20 we can do. We can put it on for January. There
21 was a hearing, I think it's scheduled for
22 December 15, but with the timing of when they

1 filed their appeal, the public advertisements
2 and notices that have to be done, staff told me
3 it was just impossible to get it on for the
4 December 15 date.

5 THE COURT: I may start further research
6 on whether this is or is not within my power.
7 If it's going to take a substantial period of
8 time after January.

9 MR. LAWRENCE: My expectation, Your
10 Honor, is that they will have a decision in
11 January. I'm being candid with you, I don't
12 know that there's a statute that requires them
13 to decide that night, but that's our experience
14 with this particular BZA.

15 THE COURT: All right. Sorry, you
16 don't have closure today, but you've heard what
17 I've said. Thank you.

18 MR. LAWRENCE: Yes, sir. Thank you.

19 (Whereupon, the hearing concluded at
20 approximately 12:02 p.m.)
21
22

1 CERTIFICATE

2 I, Claudette M. Gaujot-Turner,
3 Certified Court Reporter and Notary Public in
4 and for the State of Virginia, do hereby certify
5 that I reported by electronic means the
6 proceedings styled on the title sheet hereof,
7 taken at the time and place shown, and that the
8 foregoing pages constitute a true and accurate
9 transcript of said proceedings, to the best of
10 my ability.

11 I further certify that I am not related
12 to any of the parties, nor am I employed by or
13 related to any of the attorneys representing the
14 parties, and I have no interest in the outcome
15 of this matter.

16 GIVEN under my hand this 6th day of
17 January, 2022.

18
19 Notary Public

20 My Commission Expires:

21 November 21, 2026

22 Notary Registration No. 280813