## IN THE COMMONWEALTH COURT OF PENNSYLVANIA

John J. Miravich and Patricia J.

Miravich, Sue Davis-Haas, Richard H. :

Haas, Ida C. Smith, Zildia Perez,

Leon Perez, Donna Galczynski, :

Kevin Galczynski, Alan Ganas, Renee Froelich, and Scott Matthews,

Appellants :

v. : No. 2133 C.D. 2009

Argued: September 13, 2010

FILED: October 28, 2010

Township of Exeter, Berks County,

Pennsylvania

**BEFORE:** HONORABLE BONNIE BRIGANCE LEADBETTER, President Judge

HONORABLE P. KEVIN BROBSON, Judge HONORABLE JIM FLAHERTY, Senior Judge

OPINION BY
PRESIDENT JUDGE LEADBETTER

John J. and Patricia J. Miravich, Sue Davis-Haas, Richard H. Haas, Ida C. Smith, Zildia and Leon Perez, Donna and Kevin Galczynski, Alan Ganas, Renee Froelich and Scott Matthews (Protestants) appeal from the order of the Court of Common Pleas of Berks County, dismissing their land use appeal. The Protestants, who own land adjacent and near to a proposed 34-lot development on land owned by Intervener Metrodev V (Landowner), appealed from the approval by the Exeter Township (Township) Board of Supervisors (Board) of the Preliminary Subdivision and Land Development application for 26 of the lots in

question.<sup>1</sup> Common pleas held that the Protestants lacked standing to appeal the Township's approval. We reverse.

In 2005, the Metropolitan Development Group (Developer) submitted an application for Preliminary Subdivision and Land Development approval of the lots in question.<sup>2</sup> The application was considered by the Township at a number of meetings of the Township Planning Commission, and at one meeting of the Board, and was approved by the Board in 2008. Minutes were taken at each of these meetings, but no verbatim transcript was produced. There is no indication in the record, or in the arguments of the parties, that the Protestants received notice of these meetings, nor is there any indication that they attended any.

Within 30 days of the Board's approval, Protestants filed the instant land use appeal with common pleas. Landowner intervened, and moved that Protestants be required to file a bond, pursuant to Section 1003-A(d) of the Municipalities Planning Code (MPC),<sup>3</sup> 53 P.S. § 11003-A(d). Landowner and Protestants filed briefs on the issue of the bond request, and nearly a year passed. Subsequently, the Township, in its first substantive filing in the case, filed a motion to dismiss, arguing that the Protestants lacked standing because they failed to appear in the proceedings below. Common pleas granted the motion, and an appeal to this court followed.

<sup>&</sup>lt;sup>1</sup> The remaining eight lots are outside the boundaries of Exeter Township and are not a subject of this litigation.

<sup>&</sup>lt;sup>2</sup> Developer is not a party to this litigation. Landowner asserts that Developer was acting as its agent in filing the application, an assertion that the Protestants appear to dispute. As no party disputes that the Landowner has standing to participate in this appeal, this dispute has no bearing on this phase of the litigation.

<sup>&</sup>lt;sup>3</sup> Act of July 31, 1968, P.L. 805, as amended. Section 1003-A was added by the Act of December 21, 1988, P.L. 1329.

On appeal, the Protestants argue that the Township waived their objection to standing by not raising the issue immediately and that common pleas erred in finding that Protestants lacked standing. Because we find that the Protestants have standing, we need not reach the waiver issue.

Common pleas held that the Protestants lack standing because they had not appeared before the Board or the Planning Commission. Common pleas noted that it was unable to locate any caselaw dealing with the standing of protestants to appeal from approval of subdivision plans by the Board, and instead relied on cases analyzing appeals from decisions of a Zoning Hearing Board (ZHB). These cases make clear that one who does not appear or object on the record before a ZHB does not have standing to appeal the ZHB's decision to common pleas. For instance, in *Leoni v. Whitpain Township Zoning Hearing Board*, 709 A.2d 999 (Pa. Cmwlth. 1998), this court noted that: "[R]egardless of whether an individual is a 'person aggrieved,' that person must nonetheless appear or at least raise some objection before the [zoning hearing] Board in order to have standing to advance an objection on appeal." *Id.* at 1003.

As is apparent from this statement, standing as discussed in *Leoni* comprises two concepts. The first is substantive standing, which looks to whether the putative litigant has a sufficient interest in the outcome of the litigation to be allowed to participate. This facet of standing—whether one has an interest that is direct, immediate and substantial—is required at all levels of proceedings, and in the context of standing to appeal is generally described as whether one is "aggrieved" by the decision sought to be reviewed. The other aspect of standing, the one at issue both here and in *Leoni*, is procedural in nature, i.e., whether one has asserted his right to participate sufficiently early. This inquiry involves a

balancing of the interests of judicial economy and those of due process. Objections must be stated in sufficient time that they can be heard without duplicative hearings, but not until potential objectors have sufficient notice of the proceedings that it is reasonable to expect them to assert their rights. For the reasons which follow, we hold that it was error for common pleas to apply the *Leoni* procedural rule of standing to this case.<sup>4</sup>

Section 909.1 of the MPC,<sup>5</sup> 53 P.S. § 10909.1, determines which local bodies have jurisdiction over various types of land use disputes. Section 909.1(a) lists the disputes heard by the ZHB, while 909.1(b)(2) makes clear that the "governing body," a term that in this case refers to the Board of Supervisors, has jurisdiction over approval of subdivisions and land development. While appeals from both Supervisors' and ZHB decisions are governed by the same provision, Section 1002-A,<sup>6</sup> 53 P.S. § 11002-A, the procedures at the board level are so different that applying the same procedural standing rules to such appeals is inappropriate.

The conduct of ZHB hearings is governed by Section 908 of the MPC, 53 P.S. § 10908, which includes numerous procedural requirements, some of which will be noted briefly here. Public notice as well as a written notice posted on the affected tract of land is required before a hearing. Section 908(1). At the hearing, all parties have the right to be represented by counsel, and to present

<sup>&</sup>lt;sup>4</sup> Common pleas cites Ryan, Pennsylvania Zoning Law and Practice, § 11.2.5 (Supp. 2009) for the proposition that the rules of standing are the same before both the ZHB and the Board of Supervisors. However, that section of the treatise deals with practice before these boards, which is the first place an objection could be formally asserted, and relates to substantive standing rather than the procedural issue involved here.

<sup>&</sup>lt;sup>5</sup> Added by the Act of December 21, 1988, P.L. 1329.

<sup>&</sup>lt;sup>6</sup> Added by the Act of December 21, 1988, P.L. 1329.

evidence and arguments. Section 908(5). A stenographic record must be kept of the proceedings. Section 908(7). The MPC also includes a mechanism for determining who is a party before the ZHB, stating:

The parties to the hearing shall be the municipality, any person affected by the application who has made timely appearance of record before the board, and any other person including civic or community organizations permitted to appear by the board. The board shall have power to require that all persons who wish to be considered parties enter appearances in writing on forms provided by the board for that purpose.

Section 908(3). Generally, the MPC provides that ZHB hearings are on the record, and with prescribed rules and procedures.

In contrast, the MPC places virtually no procedural requirements on a Board of Supervisors considering subdivisions and land development proposals. In fact, the statute makes clear that public hearings themselves are not required. Section 508(5) of the MPC, 53 P.S. § 10508(5) ("Before acting on any subdivision plat, the governing body or the planning agency, as the case may be, **may** hold a public hearing thereon after public notice") (emphasis added); *Edwards Eng'g Corp. v. Davies*, 471 A.2d 119 (Pa. Cmwlth. 1984).

Against this background, it is clear why the rule requiring an appearance before the ZHB before a party is granted standing in a zoning appeal does not extend to appeals from subdivision and land development decisions. In the zoning context, there is a hearing preceded by notice, a formal definition of who can be a party at that hearing, a record and a mechanism for making a formal appearance. *Leoni*, 709 A.2d 999. Thus, the rule that those who may wish to be parties to a subsequent appeal are required to appear at the ZHB hearing serves both judicial economy and is fair to all interested parties. However, because

similar procedural protections are not required in subdivision and land

development proceedings, it would be manifestly unfair, if not a denial of due

process, to impose such a stringent rule as a prerequisite to subdivision and land

development appeals.

Had the Board voluntarily followed the procedures required of a ZHB

and provided notice and a hearing on the record with a clear procedure for entering

an appearance, we would agree with common pleas that Protestants were required

to meet both the standards set out in Leoni in order assert their objections on

appeal. However, because the Board provided none of these procedural

protections, we hold that the only applicable standing requirement is substantive,

i.e., whether Protestants are "persons aggrieved." See In re Application of Rouse &

Assoc. Ship Road Land Ltd. Partnership, 636 A.2d 231 (Pa. Cmwlth. 1993). It is

well-established that adjacent property owners have substantive standing to object

to subdivision plans both before the governing body and in land use appeals to

common pleas. Id. For this reason, we must reverse and remand for further

proceedings on Protestants' appeal.

BONNIE BRIGANCE LEADBETTER,

President Judge

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## ORDER

AND NOW, this 28th day of October, 2010, the order of the Court of Common Pleas of Berks County in the above-captioned matter is hereby REVERSED, and the matter is REMANDED for further proceedings not inconsistent with this opinion.

Jurisdiction relinquished.

**BONNIE BRIGANCE LEADBETTER,** President Judge