IN THE CHANCERY COURT FOR DAVIDSON COUNTY, TENNESSEE

THE METROPOLITAN GOVERNMENT OF NASHVILLE AND DAVIDSON COUNTY,	RECEIVED MAY 0 7 2013	
TENNESSEE,	Dav. Co. Chancery Court	
Petitioner,	7 No. 12 010-II	
THE BOARD OF ZONING APPEALS OF NASHVILLE AND DAVIDSON COUNTY, TENNESSEE, CBS OUTDOOR, INC., FELIX Z. WILSON II REVOCABLE LIVING TRUST, AND EQUITABLE TRUST COMPANY	Case No. 12-310-11 Case N	
Respondents.		

ORDER OF DISMISSAL WITH PREJUDICE

This cause came to be heard on the 19th day of April, 2013 on the Motion to Dismiss filed by Respondents CBS Outdoor, Inc. and Felix Z. Wilson II Revocable Living Trust. Counsel for these Respondents represented at the hearing that he would serve as counsel of record for Respondent Equitable Trust Company when that party has been served with process. The Court finds that Equitable Trust Company has since signed a <u>Waiver of Service of Summons</u> and is now a proper party before the Court.

The Court finds, based on the Motion and documents filed before the Court in support of and objections to the Motion, all the documents presently before the Court in this matter and argument of counsel in open Court, that the Motion to Dismiss is well taken and should be granted. The Court finds that the Metropolitan Government of Nashville and Davidson County, Tennessee, does not have standing to bring this matter before this Court and that the Petition for

Writ of Certiorari should be dismissed in its entirety with prejudice. Tennessee Code Annotated Section 26-9-101 requires that a party who files a petition for Writ of Certiorari be an aggrieved party. The Court finds that, in this instance, Petitioner is not such an aggrieved party. The full opinion of the Court is contained in the transcript of the bench ruling attached to this Order and is incorporated into this Order by reference.

Accordingly, it is hereby **ORDERED**, **ADJUDGED AND DECREED** that the Petition for Writ of Certiorari in the above-styled matter is dismissed in its entirety with prejudice. Costs shall be taxed to the Metropolitan Government of Nashville and Davidson County, Tennessee, which let execution issue, if necessary.

ENTERED	this	day of	, 2013.

Carol L. McCoy, Chancellor

APPROVED FOR ENTRY:

PARKER, LAWRENCE, CANTRELL & SMITH

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CERTIFICATE OF SERVICE

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Garrett E. Asher

IN THE CHANCERY COURT FOR DAVIDSON COUNTY, TENNESSEE

THE METROPOLITAN GOVERNMENT
OF NASHVILLE AND DAVIDSON
COUNTY, TENNESSEE,

Petitioner,

Vs.

Case No. 12-910-II

THE BOARD OF ZONING APPEALS
OF NASHVILLE AND DAVIDSON
COUNTY, TENNESSEE, CBS
OUTDOORS, INC., FELIX Z.
WILSON II, REVOCABLE LIVING
TRUST, and EQUITABLE TRUST
COMPANY,

Respondents.

Excerpt of the transcript of the proceedings THE HONORABLE CAROL L. MCCOY April 19, 2013

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Accurate Court Reporting
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APPEARANCES For the Petitioner: Lora Fox, Esquire Metropolitan Department of Law Metro Courthouse Suite 108 Nashville, TN 37201 For the Respondent CBS Outdoors: Garret E. Asher, Esquire Parker, Lawrence, Cantrell & Smith 201 Fourth Avenue North Suite 1700 Nashville, TN 37219

* * * *

THE COURT: This is the matter of the Metro

Government versus the Metro Board of Zoning Appeals of

Nashville and Davidson County. The Defendant CBS

Outdoor, Inc.; the Defendant Felix Z. Wilson, II,

Revocable Living Trust; and the Defendant Equitable

Trust Company, which, at this point, has not been

properly served, but I understand that will be remedied

shortly.

In this instance, I am going to refer to a summary of facts contained in the memorandum of law submitted by CBS Outdoor and Felix Wilson.

I should say for the record that there is no attorney representing the Metro Board of Zoning Appeals of Nashville. So to the extent there's an argument that is made on behalf of the BZA, it is done by virtue of the attorney representing the individual or corporate entities.

CBS Outdoor, Inc., is in the business of building and managing billboards. It applied for building permits on March 7, 2012, to remove old billboards on two properties, replacing them with digital signs. The two properties are owned by the Felix Z. Wilson Family Trust and the Equitable Trust Company, both of which are located in Davidson County,

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The Department -- the Metro Department of Codes and Administration denied those permits. 3 denial was based on the Codes understanding, that to replace the old signs with digital ones, the billboards would not meet the present zoning regulations of the 7 Metro Government, primarily with regards to spacing with other billboards and residential lots.

9 CBS Outdoor, Inc., filed an appeal with the 10 Metro Board of Zoning Appeals. A hearing was held on 11 April 19th, 2012, before the Metro Board of Zoning 12 Appeals. The Defendant CBS argued before the BZA that the billboards preexisted the enactment of the zoning 13 14 laws and were grandfathered in. The board of zoning appeals voted to overturn the zoning administrator, 15 16 granting CBS the building permits to replace the old 17 billboards with new digital ones.

The Metropolitan Government disagreed with the Metropolitan Board of Zoning Appeals on this issue and filed an action to have the Court invalidate the Board's vote.

On behalf of the board of zoning appeals, CBS 23 has taken the position that Metro lacks standing to initiate this action and that this matter should be dismissed. It relies upon a decision from the Middle

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1 Section, in which the appellate court states that a
 county cannot be aggrieved by a decision of its own
3 board of zoning appeals. In this instance, this Court
4 concurs.
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I have read the decision that was issued by Chancellor Bonnyman. I have a different understanding 7 of the case law and the statutes. Mr. Asher has properly stated that the issue of whether a party has standing is a question of law. And that is specifically what is before the Court today, whether Metro has standing to seek review of a decision by its own board of zoning appeals.

I have looked at the cases that have been submitted by both parties. I do not find the support that the Metropolitan Government points me to to demonstrate that Metro has standing. In the Tatum case, there was a statement made by Judge Todd that Metro could have appealed but decided not to. It is -- is that the right case?

MR. ASHER: I don't know, Your Honor. getting old, and I don't remember names.

> MS. FOX: I think it was Judge Cottrell.

THE COURT: Oh, Judge Cottrell.

As I read that case and I looked at it, I did 25 not think that she meant that to be controlling with

1 regards to the posture of this lawsuit. I think by 2 clarifying in her opinion in Cheatham County Tennessee versus Cheatham County Board of Zoning Appeals, she was very straightforward. And it is clearly articulated that she does not believe the Metropolitan Government can sue itself, its own board of zoning appeals.

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And the reason that I think this is true, unlike the situation in the pension case where there's going to be dipping into the purse strings of the governmental entity, we do not have that. This is a general allegation that Metro says they have to enforce their zoning laws. That's the entire structure of the board of zoning appeals. It is set up in a statutory manner.

I concur with Mr. Asher that if Metro disagrees with what its own board of zoning appeals likes or dislikes, it can decide on an ad hoc basis of which of those decisions it's going to enforce, which of those decisions it disagrees with and will seek to overturn. There are plenty of avenues by which decisions of the board of zoning appeals are subject to the council's decision. Which, in essence, represents the Metropolitan Government's authority to control what happens in Nashville. They pass all sorts of enactments.

In Mr. Asher's response to Metro's position, 2 he says, "Metro cannot be aggrieved by a decision of its 3 own BZA. There is no authority for it to do this." I concur. That does not appear in any of the statutes that I see. His reasoning as to why it was omitted has some weight.

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Metro says the fact that the language contains "any party" is broad enough to cover the Metropolitan Government. The history of that uniform act, though, would not support that.

The second basis on which he says Metro cannot 12 proceed is that there has been no showing as to why it has standing. The case law says that in order to have standing, there must be a distinct and palpable injury, a specific injury. The pension case had a specific injury. As you read the analysis in that case, it's very clear that the governmental entity would have been harmed by the retroactive action that the pension board took to the tune of about a million dollars.

As I read through the complaint, the injury that I am focused on is that Metro is obligated to enforce its own zoning regulations. There may be a zoning regulation as to how far a billboard can be set up or not set up. The structure for that is through the board of zoning appeals. If they make a mistake, Metro

has set them up to be the one to determine that Codes properly issues permits or properly denies permits. 3 They are the entity to which an applicant has recourse.

Mr. Asher says if Metro felt that it was not being properly presented to the board of zoning appeals, they could have, at any time, submitted proof at the hearing before the BZA as to what their injury was going But it's very strange that you would do that since the BZA is set up to ensure that all of the rules and regulations, the code, is enforced properly.

Metro doesn't get a second chance to come in and say, "You didn't do it right this time. You do it right most of the time, but you didn't do it right this time." That's the whole structure of the BZA.

I was persuaded by the analysis done by Mr. Asher and his reply, that there is a need to show a specific injury that will result in order to give any party, including the Metropolitan Government, standing, and that the complaint failed to do that.

I'm also persuaded by the analysis of the various cases as to why Metro is in a different posture than other instances where some metropolitan governments are granted standing. Sometimes it's one governmental entity versus another governmental entity in a neighboring county. The pension case certainly affected

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the pecuniary interest. A very specific injury.
 lacking in this instance.
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Now, having said that, I would like to be sure 4 that before this order is entered, that Equitable Trust is properly a party. So we're going to suspend the entry of an order dismissing this action until Equitable is a party so that it's in the proper format for the court of appeals and for Judge Cottrell to definitively say what she thinks she said before, whether or not Metro can sue the Metro Board or Zoning Appeals.

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MR. ASHER: Your Honor, in that case, I will 12 waive any objections to service of process.

THE COURT: You're just going to jump in after I asked you if you had to get permission from your client?

MR. ASHER: Let me get permission from my client first, Your Honor.

THE COURT: As soon as you provide a document to Ms. Fox that you have permission to accept service for Equitable and you've received it, I will then take an order. So you'll have a little bit longer to get the order in, but I'm thinking less than a week.

> MR. ASHER: Thank you, Your Honor.

THE COURT: Thank you.

(Proceedings concluded 10:20 a.m.)

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    STATE OF TENNESSEE
    COUNTY OF DAVIDSON
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               I, PATRICIA R. DAVIS, RPR, LCR, CCR, Notary
   Public in and for the State of Tennessee at Large,
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  5
              DO HEREBY CERTIFY the foregoing proceedings
   were taken at the time and place set forth in the
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    caption thereof; the witness therein was duly sworn on
   oath to testify the truth; the proceedings were
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   stenographically reported by me in shorthand; and the
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    foregoing proceedings constitute a true and correct
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    transcript of said proceedings to the best of my
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   ability.
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              I FURTHER CERTIFY I am not a relative or
   employee or attorney or counsel of any of the parties
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   hereto, nor a relative or employee of such attorney or
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   counsel, nor do I have any interest in the outcome or
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   levents of this action.
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             IN WITNESS WHEREOF, I have hereunto affixed my
   official seal and signature this 7th day of March, 2013,
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   at Nashville, Davidson County,
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                                   Tennessee.
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                            /Tricia Davis/
                            Tricia R. Davis, RPR, LCR, CCR
22
                           Notary Public at Large
                            LCR# 478
23
                           State of Tennessee
  My Commission Expires: September 9, 2014
24
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