873 A.2d 601 (2005) 377 N.J. Super. 467

STRUCTURE BUILDING CORPORATION f/k/a Formative Construction Company, a Corporation of the State of New Jersey, Plaintiff-Appellant,

V.

Tom ABELLA and Barbara Gruska, John and Betsy Fusek, John C. and Gwenda Hanson; Larry and Carol Klevans, William C. and Laura Lowe, Allen and Peggy Meisels, Angelo and Lucy Weber, John F. Jennings, Carol B. Curran, and Wesley S. Hoover, Defendants-Respondents, and Eleanor Jennings, Defendant.

Superior Court of New Jersey, Appellate Division.

Argued April 25, 2005. Decided May 13, 2005.

David L. Menzel, Parsippany, argued the cause for appellant (Cuyler Burk, attorneys; Mr. Menzel, Edgar M. Whiting, and Jaclyn A. DiLascio, on the briefs).

Lance J. Kalik, Morristown, argued the cause for respondent John F. Jennings (Riker Danzig Scherer Hyland and Perretti, attorneys; Mr. Kalik, of counsel; Mr. Kalik and Luciana Lalande, on the brief).

Michael Della Rovere argued the cause for respondents John C. and Gwenda Hanson (O'Toole and Couch, attorneys; Mr. Della Rovere, on the brief).

Patrick S. Espey argued the cause for respondents Carol B. Curran and Wesley S. Hoover (Robinson, Burns, and McCarthy, attorneys; Timothy Burns, of counsel and on the brief).

John R. Knodel, Edison, argued the cause for respondents Thomas Abella and Barbara Gruska (**Methfessel** and **Werbel**, attorneys; Mr. Knodel, of counsel; Mr. Knodel and Marc D. Mory, on the brief).

Michael J. Leegan argued the cause for respondents Larry and Carol Klevans, Allen and Peggy Meisels, Angelo and Lucy
Weber, William C. and Laura Lowe, and John and Betsy Fusek (Hack, Piro, O'Day, \*602 Merklinger, Wallace and McKenna,
attorneys; Mr. Leegan, on the brief).

Before Judges PETRELLA, YANNOTTI and BILDER.

The opinion of the court was delivered by

BILDER, J.A.D. (retired and temporarily assigned on recall).

This is an action for malicious abuse of process, malicious use of process, and tortious interference with prospective economic advantage brought by a developer, plaintiff Structure Building Corporation, against a group of homeowners who unsuccessfully fought its efforts to obtain Planning Board approval for the subdivision of neighboring property into six residential lots. Plaintiff's claims are based on legal actions challenging Board actions taken by the homeowners in opposing the subdivision. It appeals from an order of the Law Division granting defendants a summary judgment and dismissing the complaint with prejudice.

I.

Briefly stated, when plaintiff sought approval of the six-lot subdivision, defendants, represented by one of their number who is an attorney, joined in opposition. <sup>[1]</sup> The activity upon which plaintiff's suit is based consisted of opposition before the Board, three prerogative writ actions challenging Board action, and the filing of a cross appeal in response to an appeal by the Board.

Initially, on May 1, 1996, a Board vote on a motion to approve the application, following six public meetings, resulted in a tie

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vote. Apparently several Board members would not vote without being supplied with what they considered missing elements of the required environmental impact statement.

On May 15, 1996, despite correct advice by defendants' attorney that as a matter of law the application had been denied by the earlier tie vote [2], the Board passed a resolution that only denied plaintiff's request for a waiver of the requirement for a complete environmental impact statement and set June 19, 1996 as a new date to consider plaintiff's application. This led to the filing of defendants' first prerogative writ action in which they challenged the May 15 action and sought an order requiring the Board to pass a resolution of denial in accordance with the May 1 vote. The court agreed with defendants' position but said it would permit the Board to consider an application by plaintiff for reconsideration or rescission of the earlier action.

Thereafter, on July 10, 1996 the Board passed two resolutions: one denying plaintiff's subdivision application and rescinding the May 15 resolution and a second granting plaintiff's application for reconsideration and setting a hearing on plaintiff's amended economic impact statement for August 14, 1996. These resolutions were memorialized by the Board at a July 17, 1996 meeting.

On August 14, 1996 the Board considered plaintiff's amended economic impact statement, unanimously voted to approve the subdivision application, and scheduled the Resolution of Memorialization for the Board's September 4, 1996 meeting. This led to the filing of defendants' second prerogative writ action in which they challenged \*603 the Board's July 10 and 17 actions as ultra vires because they involved the original denied applications and not a new application, were not the subject matter of a hearing, and were arbitrary, capricious and unreasonable.

On September 4, 1996 the Board unanimously adopted a resolution granting plaintiff's application subject to certain conditions, one of which required determinations by municipal authorities with respect to screening and landscaping of the property. This led to the filing of defendants' third prerogative writ action in which they challenged the Board's September 4 action on a number of grounds: improper delegation of powers to the Municipality with respect to screening and landscaping; approval of the drainage plans without sufficient information; approval of the application while the amended environmental plan was still incomplete; failure to consider environmental requirement of the township's zoning code; and improper disqualification of defendants' expert witness at the August 14 hearing.

As already noted, defendants' efforts were unsuccessful — the development was approved.

## II.

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The right of homeowners to participate in hearings and oppose zoning applications that affect their property is recognized and encouraged by laws which require they be given notice and an opportunity to be heard — an opportunity to participate actively in the approval process. If dissatisfied with the actions of a zoning board, they have an absolute right to appeal to the courts. Plaintiff's complaint seeks to punish defendants for the exercise of these rights.

To vindicate these rights the courts have developed the *Noerr-Pennington* doctrine under which those who petition the government for redress are afforded immunity for their action. New Jersey recognizes this doctrine and has applied it to the sort of conduct undertaken by defendants. *LoBiondo v. Schwartz*, 323 *N.J.Super*. 391, 733 *A.*2d 516 (App.Div.1999), *certif. denied*, 162 *N.J.* 488, 744 *A.*2d 1211 (1999); *Fraser v. Bovino*, 317 *N.J.Super*. 23, 721 *A.*2d 20 (App.Div.1998)(cases gathered at 37), *certif. denied*, 160 *N.J.* 476, 734 *A.*2d 791 (1999). In an oral opinion of March 2, 2004, the trial judge applied the doctrine to dismiss plaintiff's complaint. As the judge noted "we don't want to chill resident[s'] rights to object, and they have a right to object, and when they come out and exercise that right, the last thing they want to happen to them was to be hit with a law suit. So, if we didn't have Noerr-Pennington Doctrine, the Court would have to create one, because certainly that's unfair to the residents and to persons who wish to object to the actions of developers."

On appeal plaintiff contends that genuine issues exist as to material facts such as bar summary judgment. <u>Brill v. Guardian Life</u> <u>Ins. Co. of America</u>, 142 N.J. 520, 539-540, 666 A.2d 146 (1995); <u>Judson v. Peoples Bank & Trust Co. of Westfield</u>, 17 N.J. 67, 73-75, 110 A.2d 24 (1954).

Plaintiff's contentions are without merit. They rely on two arguments. First, that defendants' actions were ill motivated, and second, that their conduct fell within a sham exception to the *Noerr-Pennington* doctrine, *i.e.*, the complaints and the cross-appeal were objectively baseless. Defendants' motives are irrelevant to their right to properly seek redress. *Fraser*, *supra*, 317 *N.J.Super*. at 38, 721 *A.*2d 20. From an examination of the record we are persuaded defendants' complaints, as well as their

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cross-appeal, could not be found to be meritless.

604 \*604 We substantially agree with the reasons expressed by Judge Coleman's in his oral opinion of March 2, 2004.

Affirmed.

[1] The record indicates defendants were not opposed to development of the property but to the six-house subdivision. Expressing concern with traffic, tree-clearing, grading, and drainage problems, they were prepared to accept a four-house subdivision.

[2] N.J.S.A. 40:55D-9a.

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