

1 Opinion by Sherton.

2 **NATURE OF THE DECISION**

3 Petitioners appeal a county decision approving a farm
4 dwelling.

5 **FACTS**

6 The subject parcel is designated Primary Agriculture on
7 the Marion County Comprehensive Plan (plan) map and is zoned
8 Exclusive Farm Use (EFU). The parcel is 14.3 acres in size
9 and undeveloped. The parcel is comprised of 70% U.S. Soil
10 Conservation Service (SCS) Class II soils and 30% SCS
11 Class IV soils. The parcel is currently used as pasture.

12 On October 9, 1993, the county received an application
13 for a farm dwelling on the subject parcel. The applicants
14 proposed to establish a farming operation on the subject
15 parcel consisting of five acres of strawberries, four acres
16 of boysenberries and four acres of marionberries. On
17 November 9, 1992, the county planning director issued a
18 decision denying this application based, in part, on a
19 finding that "a commercial farm enterprise requires an
20 absolute minimum of 10 acres of strawberries [or] 30 to 50
21 acres of caneberries." Record 36.

22 The applicants appealed the planning director's
23 decision to the county hearings officer. The applicants
24 changed their proposed farming operation to 14 acres of
25 strawberries. After a public hearing, the hearings officer
26 issued a decision approving the application, with conditions

1 that are discussed in more detail below. Petitioners
2 appealed to the board of county commissioners. On March 25,
3 1993, the board of commissioners adopted a decision
4 approving the application and adopting the hearings
5 officer's findings, conclusions and conditions. This appeal
6 followed.

7 **ASSIGNMENT OF ERROR**

8 **A. Currently In Farm Use**

9 Petitioners contend the challenged decision violates
10 ORS 215.283(1)(f), OAR 660-05-030(4), and Marion County
11 Zoning Ordinance (Rural) (MCZO) 136.020(c) and 136.040(a)(2)
12 by approving a farm dwelling on property that is not
13 currently in farm use, without requiring that the requisite
14 amount of farm use be in existence on the property prior to
15 placement of the dwelling on the property. Petitioners also
16 argue the county cannot condition approval of the proposed
17 farm dwelling on the future establishment of the proposed
18 farm operation, without including in its decision a
19 requirement that notice and an opportunity for hearing be
20 provided regarding compliance with that condition.

21 The provisions of ORS 215.213 and 215.283 establishing
22 the uses that are allowable on exclusive farm use zoned land
23 apply directly to the county's decision. Schrock Farms,
24 Inc. v. Linn County, 117 Or App 390, 394, 844 P2d 253
25 (1992); Forster v. Polk County, 115 Or App 475, 478, 839 P2d
26 241 (1992). ORS 215.283(1)(f) authorizes the county to

1 allow "dwellings and other buildings commonly provided in
2 conjunction with farm use" in its EFU zone.¹ As is
3 explained in Newcomer v. Clackamas County, 94 Or App 33,
4 37-39, 764 P2d 927 (1988), the Land Conservation and
5 Development Commission (LCDC) has adopted the following rule
6 provision explaining what is required by ORS 215.283(1)(f):

7 "* * * ORS 215.283(1)(f) authorize[s] a farm
8 dwelling in an EFU zone only where it is shown
9 that the dwelling will be situated on a parcel
10 currently employed for farm use as defined in
11 ORS 215.203. Land is not in farm use unless the
12 day-to-day activities on the subject land are
13 principally directed to the farm use of the land.
14 Where land would be principally used for
15 residential purposes rather than farm use, a
16 proposed dwelling would not be 'customarily
17 provided in conjunction with farm use' * * *. At
18 a minimum, farm dwellings cannot be authorized
19 before establishment of farm uses on the land

¹MCZO 136.020(c) lists "[a] single-family dwelling or mobile home and other structures customarily provided in conjunction with farm use subject to [MCZO] 136.040(a)" as allowed in the EFU zone. As relevant here, MCZO 136.040(a)(2) establishes the following approval criterion:

"The property on which the dwelling will be located must be in farm use and the dwelling [must] be in conjunction with the farm use based on [MCZO] 136.040(f)[.]" (Emphasis added.)

MCZO 136.040(f) establishes a list of factors to be considered in determining whether a dwelling is "customarily provided in conjunction with farm use."

No party contends MCZO 136.020(c) and 136.040(a)(2) and (f) impose stricter requirements than ORS 215.283(1)(f) and OAR 660-05-030(4). Therefore, we limit our consideration under this section to interpretation and application of the state statute and administrative rule. Forster, supra; Kenagy v. Benton County, 115 Or App 131, 136 n 3, 838 P2d 1076 (1992).

1 * * *.²

2 In Forster, supra, 115 Or App at 479-81, the court of
3 appeals concluded that although OAR 660-05-030(4) does
4 require some degree of actual current farm use of property
5 as a prerequisite to permitting a farm dwelling on such
6 property under ORS 215.283(1)(f), it does not require full
7 establishment of all planned farm uses in all cases. The
8 court remanded the case to this Board to consider the issue
9 of what amount of actual farm use of property
10 OAR 660-05-030(4) requires to precede the approval or
11 construction of a farm dwelling on that property.³

12 In Hayes v. Deschutes County, 23 Or LUBA 91, 98-99
13 (1992), we interpreted OAR 660-05-030(4) as follows:

14 " * * * OAR 660-05-030(4) must be construed in its
15 entirety. The second and third sentences of this
16 section of the rule provide guidance on how to
17 determine whether a proposed dwelling is
18 'customarily provided in conjunction with farm
19 use,' as required by ORS 215.213(1)(g) or
20 215.283(1)(f). Newcomer [v. Clackamas County,
21 supra, 94 Or App at 38-39]. They refer to the
22 'day-to-day activities on the subject land' and to
23 'whether land would be principally used for

²The provisions of OAR Chapter 660, Division 5 were repealed on August 7, 1993. OAR 660-33-160. However, approval or denial of the subject farm dwelling application is required to be based on the standards and criteria that were applicable when the application was submitted to the county. ORS 215.428(3).

³The proper interpretation of state statutes and administrative rules is a question of law for this Board to decide, and is not subject to the limitations that Clark v. Jackson County, 313 Or 508, 836 P2d 710 (1992), places on this Board's review of interpretations of local enactments. Forster, supra, 115 Or App at 478.

1 residential purposes rather than for farm use.'
2 (Emphasis added.) We believe these sentences
3 require consideration of the farm use which the
4 proposed dwelling is contended to be customarily
5 provided in conjunction with.

6 "In addition, the fourth sentence states 'farm
7 dwellings cannot be authorized before
8 establishment of farm uses on the land,' citing
9 Matteo [v. Polk County, 11 Or LUBA 259 (1984)
10 (Matteo I)⁴. We believe the fourth sentence does
11 not simply restate the requirement established by
12 the first sentence. Although it certainly could
13 be clearer, because the fourth sentence refers to
14 establishment of 'farm uses,' rather than 'farm
15 use as defined in ORS 215.203,' and cites
16 Matteo I, the 'farm uses' referred to, like those
17 referred to in the second and third sentences, are
18 the farm uses which the proposed dwelling would be
19 customarily provided in conjunction with. Thus,
20 OAR 660-05-030(4) does not allow approval of a
21 dwelling customarily provided in conjunction with
22 farm use where the farm use that the dwelling
23 would be customarily provided in conjunction with
24 does not yet exist on the subject property.
25 * * *" (Footnote omitted; final emphasis added.)

26 On remand from the court of appeals' decision in
27 Forster, we adhered to our conclusion in Hayes, that under
28 OAR 660-05-030(4), a dwelling customarily provided in
29 conjunction with farm use may not be approved until the farm
30 use that justifies such a dwelling exists on the subject
31 property. Forster v. Polk County, 24 Or LUBA 476, 481
32 (1993) (Forster II). However, we also noted that the county
33 could comply with OAR 660-05-030(4) by determining the

⁴We also emphasized in Hayes v. Deschutes County that Matteo I requires that "the farm use to which the [proposed farm] dwelling relates must be existing," and that neither Newcomer II, nor the administrative history of OAR 660-05-030(4) cited therein, indicates any intent to overrule Matteo I.

1 amount of farm use required by OAR 660-05-030(4),
2 conditioning issuance of a building permit for the farm
3 dwelling on the establishment of that amount of farm use on
4 the property, and requiring that notice and an opportunity
5 for a hearing be provided to all parties with regard to
6 determining compliance with such condition. Forster II,
7 supra, 24 Or LUBA at 482 n 9; see McKay Creek Valley Assoc.
8 v. Washington County, 24 Or LUBA 187, 198 (1992), aff'd 118
9 Or App 543, rev den 317 Or 272 (1993).

10 The challenged decision determines that a dwelling in
11 conjunction with the proposed 14 acre strawberry operation
12 would be a dwelling "customarily provided in conjunction
13 with farm use," as required by MCZO 136.040(a)(2) and (f).⁵
14 However, all parties concede no part of the proposed
15 strawberry operation was in existence on the subject
16 property when the county made its decision to approve the
17 proposed farm dwelling. The county imposed the following
18 relevant conditions:

19 * * * * *

20 "2. Prior to the issuance of a building permit
21 for the [farm] dwelling, the applicants shall
22 provide evidence to the Planning Division
23 that a contract has been secured for [sale

⁵It is not clear, however, that we can infer from this finding that the entire 14 acre strawberry operation must be in existence on the subject property in order to satisfy ORS 215.283(1)(f) and OAR 660-05-030(4). The findings also refer to "Planning Division guidelines" indicating that "a minimum of 10 acres of strawberries are necessary for a viable commercial operation." Record 6, 9.

1 of] the strawberries produced on the
2 property.

3 "3. Prior to obtaining a building permit for the
4 dwelling, the applicants shall provide
5 verification to the Planning Division that
6 steps have been taken to implement the farm
7 operation in accordance with the proposed
8 use. Such evidence may include, but is not
9 limited to, evidence of the purchase of the
10 strawberry plants and evidence of the
11 purchase of farm equipment necessary to
12 maintain the crop.

13 "4. Within one year from the date of this
14 approval, at least 50% of the proposed
15 strawberry operation shall be in place.

16 "* * * * *" Record 10.

17 Condition 2 above requires that the applicants secure a
18 contract for sale of the strawberries before issuance of a
19 building permit for the proposed farm dwelling. This does
20 not constitute current farm use of the subject property.
21 Condition 3 requires that "steps [be] taken to implement the
22 farm operation" prior to issuance of the building permit.
23 However, there is no requirement that such steps must
24 include actually putting any portion of the subject property
25 to the proposed farm use. Condition 4 requires that 50% of
26 the proposed farm operation be in place in one year, but
27 does not prevent issuance of a building permit for the
28 proposed farm dwelling prior to this occurrence. In
29 addition, the decision does not establish what procedures

1 will be used to determine compliance with these conditions.⁶

2 In conclusion, we agree with petitioners that the
3 county's decision fails to comply with ORS 215.283(1)(f) and
4 OAR 660-05-030(4). The decision erroneously approves a farm
5 dwelling where the farm use justifying the dwelling does not
6 exist on the subject property, and without requiring that
7 such farm use be established on the subject property prior
8 to issuance of a building permit for the proposed farm
9 dwelling.⁷

10 This subassignment of error is sustained.

11 **B. Commercial Farm Enterprise**

12 In order to approve a farm dwelling in the EFU zone,
13 the county must find:

⁶In its brief, the county argues that MCZO 110.680 (Administration of this Ordinance) requires it to use an "administrative review" procedure, which includes notice to neighboring property owners and an opportunity to request a hearing, when determining whether "dwellings * * * are in conjunction with farm or forest uses when such uses are a permitted use in the applicable zone." However, this interpretation is not expressed by the county decision maker in the challenged decision and, therefore, we are not required to defer to it under Clark v. Jackson County, supra. We conclude that although MCZO 110.680 clearly required the county to follow its administrative review procedure in making the challenged decision, it is uncertain whether MCZO 110.680 also requires this procedure to be used in determining compliance with conditions of approval.

⁷On remand, the county may either (1) require the farm use that the proposed dwelling would customarily be provided in conjunction with to actually exist on the subject property; or (2) determine what constitutes the amount of farm use that the proposed dwelling would customarily be provided in conjunction with and condition its decision by requiring that amount to be established prior to issuance of a building permit. If the county chooses the latter course, it must make clear in its decision that the administrative review procedure of MCZO 110.680 or some other procedure including notice and the opportunity to request a hearing will be followed in determining compliance with such a condition.

1 "The property and improvements shall constitute a
2 commercial farm enterprise as determined by an
3 evaluation of the factors in [MCZO] 136.040(g)."
4 MCZO 136.040(a)(3).

5 MCZO 136.040(g) provides:

6 "Commercial Farm Determination: When determining
7 whether an existing or proposed parcel is a
8 commercial farm enterprise, the following factors
9 shall be considered:

10 "Soil productivity, drainage, terrain, special
11 soil or land conditions, availability of water,
12 type and acreage of crops grown, crop yields,
13 number and type of livestock, processing and
14 marketing practices, and the amount of land needed
15 to constitute a commercial farm unit. Specific
16 findings shall be made in each case for each of
17 these factors." (Emphasis added.)

18 Petitioners contend the county's findings regarding
19 four factors required to be considered under MCZO 136.040(g)
20 -- "drainage, terrain, special soil or land conditions,
21 [and] availability of water" -- are not supported by
22 substantial evidence in the whole record. Petitioners argue
23 that because compliance with MCZO 136.040(a)(3) must be
24 determined by evaluation of the MCZO 136.040(g) factors and
25 MCZO 136.040(g) requires specific findings to be made for
26 each factor, if the findings on any one factor are not
27 supported by substantial evidence in the record, the
28 county's decision must be remanded.

29 The challenged findings state:

30 "* * * There are no adverse conditions concerning
31 * * * drainage, terrain, or special soil or land
32 conditions. Water is available to the subject
33 site by a well. * * *" Record 9.

1 Substantial evidence is evidence a reasonable person
2 would accept as adequate to support a conclusion. Carsey v.
3 Deschutes County, 21 Or LUBA 118, 123, aff'd 108 Or App 339
4 (1991); Douglas v. Multnomah County, 18 Or LUBA 607, 617
5 (1990). We have reviewed the evidence in the record cited
6 by the parties. With regard to the factors of drainage,
7 terrain and special soil or land conditions, we agree with
8 the county that a reasonable person could rely on that
9 evidence to support the above finding.

10 With regard to the factor of availability of water, the
11 only evidence in the record cited by the parties are
12 statements by the applicants that they intend to put in a
13 well (Record 25, 44), and a memorandum from an extension
14 agent stating there are many commercial berry growers in the
15 area of the subject parcel (Record 38).⁸ These statements
16 do not say anything about the availability of water to the
17 subject parcel, and would not allow a reasonable person to
18 conclude that water is available to the subject parcel
19 through a well.

20 The county also argues that its finding on water
21 availability is supported by evidence in the Marion County
22 Background and Inventory Document, which is part of the
23 county's comprehensive plan. However, this "evidence" was
24 not placed before the local decision maker below and is not

⁸The memorandum does not indicate the source of the water used by commercial berry growers in the area.

1 included in the local record. Our review is limited by ORS
2 197.830(13)(a) to the record of the proceeding below. We do
3 not have authority to take official notice of adjudicative
4 facts. Murray v. Clackamas County, 22 Or LUBA 247, 252
5 (1991); Blatt v. City of Portland, 21 Or LUBA 337, 342,
6 aff'd 109 Or App 259 (1991).

7 We conclude the challenged decision is not supported by
8 substantial evidence with regard to the findings on
9 availability of water required by MCZO 136.040(a)(3) and
10 (g).

11 This subassignment of error is sustained, in part.

12 Petitioners' assignment of error is sustained, in part.

13 The county's decision is remanded.