

OCT 31 9 56 AM '80

BEFORE THE LAND USE BOARD OF APPEALS
OF THE STATE OF OREGON

| | | | |
|---|----------------------------|---|-----------------|
| 3 | TWIN ROCKS WATER DISTRICT, |) | |
| | TWIN ROCKS SANITARY |) | |
| 4 | DISTRICT and TWIN ROCKS |) | |
| | SERVICES AREA TASK FORCE, |) | |
| 5 | |) | LUBA No. 80-039 |
| | Petitioners, |) | |
| 6 | v. |) | FINAL OPINION |
| | |) | AND ORDER |
| 7 | CITY OF ROCKAWAY |) | |
| | |) | |
| 8 | Respondent. |) | |

10 Appeal from the City of Rockaway.

11 Elizabeth S. Merrill, Tillamook, filed the brief and argued
12 the cause for Petitioner Twin Rocks.

13 Edward J. Sullivan, Portland, filed the brief and argued
14 the cause for Respondent City of Rockway.

15 REYNOLDS, Chief Referee; COX, Referee; BAGG, Referee;
16 participated in the decision.

17 REVERSED and REMANDED. 10/31/80

18 You are entitled to judicial review of this Order.
19 Judicial review is governed by the provisions of Oregon Laws
20 1979, ch 772, sec 6(a).

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1 REYNOLDS, Chief Referee.

2 NATURE OF THE PROCEEDING

3 Petitioners seek invalidation of Ordinance No. 179 which
4 annexed to the City of Rockaway a portion of an unincorporated
5 area known as Twin Rocks.

6 STANDING

7 The standing of Twin Rocks Water District was challenged by
8 the city on the basis that there was nothing in the record to
9 show that the Water District appeared, either orally or in
10 writing, before the city in this matter as required by Oregon
11 Laws 1979, ch 772, sec 4 subsection 3 subsection (a). At oral
12 argument the attorney for Twin Rocks Water District conceded
13 that no such appearance had been made for the water district
14 and conceded the district's lack of standing. Accordingly, the
15 city's objection to the standing of the Twin Rocks Water
16 District is sustained.

17 SUMMARY OF ARGUMENTS

18 Petitioners set forth no specific assignments of error, but
19 instead set forth a section in their brief entitled "Summary of
20 Arguments" which summarizes the following assignments of
21 error: That the city's findings were improperly adopted; that
22 the city failed to make findings upon all applicable goals and
23 that the findings which it did make are inadequate and not
24 supported by substantial evidence; that the city violated its
25 own comprehensive plan by failing to coordinate its decision
26 with the Twin Rocks Sanitary District; and that the city failed

1 to give notice to Tillamook County as required by the
2 annexation rule (OAR 660-01-315).¹

3 Respondent City contends that, with the exception of
4 petitioners' assertion concerning failure to coordinate and
5 failure to apply all applicable statewide planning goals, the
6 issues raised by petitioners should not be considered by the
7 Board because they were not raised first before the city. The
8 city argues, alternatively, that the nature of this annexation
9 indicates that the only applicable goal was Goal 11 and the
10 city's findings demonstrate compliance with that goal.
11 Respondent contends that adequate opportunities were made for
12 coordination with the effected governmental units, including
13 petitioner Twin Rocks Sanitary District. Finally, the city
14 contends that their findings were properly adopted and
15 supported by substantial evidence in the record.

16 STATEMENT OF FACTS²

17 On January 8, 1980, a petition was presented to the City of
18 Rockaway requesting annexation to the city of a portion of the
19 unincorporated area known as Twin Rocks. The petition
20 contained the names of 211 persons owning property in the area
21 for which annexation was sought. The city council voted to
22 proceed with formal contact of property owners for their signed
23 approval in accordance with the annexation procedures set forth
24 in ORS 222.120 and 222.170. Consent forms were subsequently
25 mailed to owners of property in the affected area on January 14
26 and February 4, 1980.

1 During this period, petitioner Twin Rocks Services Area
2 Task Force sent a letter to property owners in the affected
3 area detailing the effects of the annexation on such property
4 owners. The letter was accompanied by a joint statement of the
5 boards of petitioner Twin Rocks Sanitary District and Twin
6 Rocks Water District. While this letter was not addressed to
7 the City of Rockaway, the letter found its way into the record
8 of this proceeding. During the month of January, Tillamook
9 County considered the annexation proposal at three public
10 hearings as part of its consideration of the proposed Rockaway
11 Urban Growth Boundary. Members of the Sanitary District's
12 board and of the Rockaway city council were present at all
13 three hearings.

14 On February 12, 1980, the Rockaway city council adopted an
15 ordinance providing for a public hearing on the annexation
16 pursuant to ORS 222.120(1). The hearing was set for March 11,
17 1980. At a meeting held on February 26, 1980, the city council
18 was presented with a set of proposed findings concerning the
19 annexation. The minutes do not reflect whether the findings
20 were discussed at this meeting or whether any evidence was
21 presented in support of the findings. The minutes reflect only
22 that the findings were read to and adopted by the city
23 council.³ The proposed set of findings appears in appendix
24 "A" to this opinion.

25 On March 11, 1980, Rockaway conducted its public hearing on
26 the proposed annexation. Prior to this meeting, the city

1 posted notice of the intended public meeting in four public
2 places and set forth a notice of the public hearing in two
3 local newspapers.

4 Petitioners Twin Rocks Sanitary District and Twin Rocks
5 Services Area Task Force participated in writing at the March
6 11, 1980 public hearing. The letter from Twin Rocks Sanitary
7 District advised the city that the property proposed for
8 annexation was presently included within the boundaries of the
9 Twin Rocks Sanitary District and received sewer service from
10 that district. The letter further advised that, in the opinion
11 of the board of directors for the Sanitary District, the city
12 had:

13 "Failed to follow the applicable statewide goals
14 and mandated planning responsibilities ORS ch 197 in
15 proposing to annex this property. No attempt has ever
16 been made by you to consult the board of directors of
17 the Sanitary District on this, nor have you made any
attempt to coordinate your land use plans with those
of the District. This area is already developed in
terms of urban facilities and no need has been shown
from the standpoint of supplying such facilities."

18 The letter further advised the city that the annexation was in
19 violation of Rockaway's comprehensive plan requiring that Twin
20 Rocks Sanitary District be involved in major land use decisions
21 affecting its areas of influence.

22 The written appearance of the Twin Rocks Services Area Task
23 Force consisted of a certification that 22 property owners in
24 Twin Rocks had withdrawn their consent to annexation "in the
25 event you have them listed as consenting."

26 Numerous citizens appeared and testified for and against

1 the proposed annexation. The transcript of the meeting as well
2 as the minutes reflect that testimony centered upon whether
3 people wanted the annexation rather than whether the annexation
4 satisfied any particular land use criteria. No reference was
5 made to the proposed findings of fact which had been adopted at
6 the February 26, 1980 meeting. At the conclusion of the
7 testimony the council voted to adopt Ordinance No. 179 annexing
8 a portion of the Twin Rocks area to the City of Rockaway.

9 OPINION

10 We turn first to respondent's assertion that petitioners
11 should be limited on appeal to raising only those issues
12 brought to the attention of the governing body during the
13 course of its proceedings leading up to adoption of Ordinance
14 No. 179. We have previously held that where a party is
15 represented by counsel before a governing body, has the
16 opportunity to raise procedural matters which are capable of
17 being cured by the governing body and the party fails to raise
18 such issues, this Board will not permit such issues to be
19 raised on appeal. See Dobaj v. City of Beaverton, ___ OR
20 LUBA ___ (LUBA No. 80-002, 1980). In reaching this conclusion
21 we followed the lead set by the Oregon Supreme Court in
22 Sunnyside Neighborhood v. Clackamas County, 280 OR 3, 569 P2d
23 1063 (1977).

24 Petitioners ask, however, that we go beyond this limited
25 holding to include a prohibition against raising substantive
26 issues on appeal which were not raised below. The character

1 and nature of land use proceedings at the local level is such
2 that we are presently unwilling with a broad stroke of the
3 brush to limit an appeal to only those issues which a
4 petitioner put before the governing body.

5 This issue was recently addressed by the Oregon Supreme
6 Court as it applied to cases arising under the Oregon
7 Administrative Procedures Act. See Marbet v. Portland General
8 Electric, 277, Or 447, 561 P2d 154 (1977). The Court in Marbet
9 noted that the requirement was "one facet of the general
10 doctrine that a party must exhaust his administrative
11 remedies." 277 Or 447 at 456. The Court cited some Oregon
12 cases which have applied the doctrine and also some cases in
13 which the doctrine was not applied. The court concluded by
14 stating:

15 "An invariable requirement that judicial review must
16 be limited to objections first made to the agency is
17 foreclosed in any event by the present text of ORS 183.480,
18 quoted above. Until 1971, this section provided judicial
19 review only for parties to the contested case. The 1971
20 revision of the APA extended judicial review of agency
21 orders also to persons who have never appeared before the
22 agency and obviously have not raised objections in its
23 proceedings. Oregon Laws 1971, ch 734, sec 18. Such an
24 aggrieved person is entitled to the full scope of review
25 stated in ORS 183.480(1), quoted above...It would be
26 incongruous to hold that such a person's standing on
judicial review is narrowed by virtue of being admitted as
"party" with respect to some issue rather than as
"participant," ORS 183.450(3), and nothing in ORS 183.480
supports such a result."

24 The "present text" of Oregon Laws 1979, ch 772 does not
25 limit review of land use decisions to only those persons
26 identified by the governing body as "parties" to the

1 proceeding. All one must do in order to appeal is to
2 demonstrate that the person's interests have been adversely
3 affected or that the person has been aggrieved by the
4 decision. In the case of quasi-judicial decisions, there is
5 the additional requirement that the person "appeared" either
6 orally or in writing before the governing body. Nothing in
7 this language suggests that the legislature intended that by
8 "appearance" was meant the person had to raise all substantive
9 issues of concern to that person in order for that person to
10 raise substantive issues on appeal. In our view the appearance
11 requirement was for the purpose of limiting the right to appeal
12 quasi-judicial decisions to those who felt they had a
13 sufficient interest in the outcome to participate in some
14 minimal fashion in the proceeding. It could be as simple as a
15 letter from a person stating he or she objects to the land use
16 request under consideration. To limit such a person's standing
17 to raise issues on appeal to those expressed in his or her
18 written "appearance" would, in our view, be to rewrite the
19 standing requirements in Oregon Laws 1979, ch 772, sec 4. And
20 to grant such a person full opportunity to seek complete review
21 of the final decision, while limiting the right of one who more
22 actively participated to those issues raised by such a person,
23 would produce not only an "incongruous result" as stated by the
24 Supreme Court in Marbet, supra, but would produce
25 administrative nightmares for this Board in trying to decide
26 which of the more than two or three parties normally involved

1 in a land use appeal can raise what substantive issues for this
2 Board to consider.

3 There are additional practical reasons why we are unwilling
4 to adopt a rule limiting the issues which may be raised on
5 appeal to those raised before the governing body. Most often
6 the important issues raised on appeal center around the
7 adequacy of the final order adopted by the governing body.
8 These include not only whether there is substantial evidence to
9 support the findings contained in the final order but also
10 whether the order properly interprets and applies all
11 applicable laws, rules and regulations. Whether the final
12 order does this is simply not known until it is adopted by the
13 governing body. Thus, to require people to raise issues before
14 the governing body in order to raise them on appeal would be to
15 require them to speculate as to what the final order will say
16 and point out in advance why such a decision would be in
17 error. Such a process would not only be unfair but would, in
18 our view, be highly impractical as well.

19 For the foregoing reasons, we decline to adopt respondent's
20 assertion that substantive issues not raised below may not be
21 raised on appeal.⁴

22 THE FINDINGS

23 We turn next to petitioners' assignments of error.

24 1. Propriety of adoption of findings.

25 Petitioner argues that the city in fact adopted the
26 findings in support of Ordinance No. 179 at its meeting on

1 February 26, 1980, and not March 11, 1980. If a city may not
2 adopt findings after a final vote on the underlying decision is
3 made (See Heilman v City of Roseburg, 39 Or Ap 71, 591 P2d 390
4 (1979)), then, argue petitioners, a city should not be able to
5 adopt final findings before it has considered the testimony
6 from interested persons.

7 While we would agree with petitioners that final findings
8 should not be adopted prior to hearing testimony from
9 interested persons, we do not agree that such occurred in this
10 case. All the record reveals is that the findings which were
11 ultimately adopted by the city on March 11, 1980, were adopted
12 as proposed findings on February 26, 1980. We presume the
13 intent in doing so was to have the findings available in a
14 proposed form so that interested persons would know to what to
15 respond. The fact that no one did respond to the proposed
16 findings at the March 11, 1980 meeting and the city adopted the
17 findings with no changes does not constitute procedural error.

18 2. Applicable goals and adequacy of findings.

19 Petitioners contend the findings are insufficient because
20 they fail to address all applicable goals. Petitioners further
21 contend the findings are inadequate because they constitute
22 mere conclusions. Applicable goals in this annexation
23 proceeding, according to petitioners, which were not addressed
24 include Goal 1 (Citizen Involvement), Goal 2 (Land Use
25 Planning), Goal 6 (Air, Water and Land Resources Quality), Goal
26 7 (Areas Subject to Natural Disasters and Hazzards), Goal 9

1 (Economy of the State), Goal 10 (Housing), Goal 11 (Public
2 Facilities and Services), Goal 12 (Transportation), Goal 13
3 (Energy Conservation), and perhaps Goal 4 (Forest Lands), Goal
4 5 (Open Spaces), Goal 15 (Willamette Greenway) and Goals 16-19
5 (The "Coastal Goals").

6 We have stated before that annexation decisions are largely
7 political decisions that relate to which governing body will
8 have jurisdiction to make decisions concerning such
9 legislative matters as the appropriate uses of land within the
10 areas to be annexed. See Homebuilders v. Corvallis, ___ Or
11 LUBA ___ (LUBA No. 79-002, 1980). But a decision to annex land
12 to a city also has land use significance. Usually annexation
13 is sought for the purpose of providing additional land to
14 absorb the pressures of urban development, see, e.g., Peterson
15 v. Klamath Falls, 279 Or 249, 566 P2d 1193 (1977), and choices
16 must be made among available lands to decide which lands are
17 suited to absorb these pressures. Even when annexation is not
18 for this purpose, the decision has land use significance
19 because the city must determine in advance whether it has the
20 capacity to provide or can arrange for provision of the
21 services necessary for the to be annexed area.

22 The character of the land sought to be annexed is the
23 critical factor which determines what goals are appropriate and
24 must be addressed. For example, the extent to which Goal 14
25 (Urbanization) would be applicable, if at all, in a given
26 annexation would depend upon whether or to what extent the

1 property was already urbanized. If the property is already
2 fully developed for urban uses or is irrevocably committed to
3 urban uses, Goal 14 would not apply because there would be in
4 the annexation no conversion of the property to an urban use
5 nor, most certainly, any conversion of the property from a
6 rural to an urbanizable status. Similarly, for property which
7 is already developed or irrevocably committed, goals which
8 relate to preservation of scenic or natural resources (i.e.
9 Goals 3 and 4) would not apply assuming findings, supported by
10 substantial evidence in the record, were made which clearly
11 reveal the development or commitment of the property to
12 development. See, e.g. Common Questions About the Exceptions
13 Process, LCDC Policy Paper, (March 10, 1978).

14 To know which goals must be applied to a given annexation,
15 therefore, facts must be found which reveal at a minimum the
16 nature and intensity of development of the entire property and
17 the geographical and topographical characteristics of that
18 portion of the property which is not developed or irrevocably
19 committed to development. Without such findings of fact, the
20 governing body cannot decide, nor can this Board on review
21 decide, which goals were the applicable goals that should have
22 been addressed by the governing body.

23 In the present case, the findings of the city state that
24 Goal 3 "does not apply since the area is already committed to
25 urban uses and urban development." We agree with petitioners
26 that this statement is not a finding of fact, but a

1 conclusion. There are no "facts" in the findings from which
2 this conclusion is drawn. Respondent argues that there is
3 evidence in the record which supports the conclusion of
4 committment. That evidence is the submittal by the Rockaway
5 City Recorder which shows the number of ownerships within the
6 area to be annexed and the size and assessed value of each tax
7 lot.⁵ Respondent states:

8 "This statement shows that the annexed land
9 comprised 46.4 acres with 255 parcels and 201
10 ownerships. The parcels range in size from 0.031 to
11 1.86 acres, with the average parcel size being only
12 0.23 acres. Only three parcels are larger than one
13 acre, and only 17 are larger than 1/2 acre.
14 Examination of the assessed value indicates that at
15 least 222 parcels, or 87 percent of the total, are
16 developed. These facts demonstrate that the land is
17 physically developed for urban uses."

18 While the city may have been justified in making the
19 findings of fact set forth above based upon the submittal by
20 the city recorder, the fact is that the city did not make such
21 findings. Evidence in the record to support a conclusion does
22 not eliminate the city's obligation to make adequate findings
23 of fact. See Sunnyside Neighborhood v. Clackamas County, 280
24 Or 3, 569 P2d 1063 (1977); Hill v. Union County Court, 42 Or
25 App 883, ___ P2d ___ (1979). Similar conclusions exist in the
26 "findings" concerning the city's treatment of Goal 14. The
findings recite that "The lands are physically developed for
urban uses;" that "The area is urbanized, it does contain an
urban population density," that "Housing is already developed
within the area;" that "There are no employment opportunities

1 in the area to be annexed;" and that "The liveability will be
2 upgraded with additional city services and planning programs."
3 Yet, the city made no findings of fact as to how many houses
4 existed in the area, how many people lived in the area, what
5 the employment situation was like in the area or what facts led
6 to the conclusion that liveability would be upgraded were
7 annexation to occur.⁶ When, as in the present case, the city
8 does not address all potentially applicable goals specifically
9 in its findings, the findings which it does make must be
10 sufficient to enable this Board on review to determine that
11 potentially applicable goals other than the ones addressed in
12 the findings were, in fact, not applicable. There are no such
13 findings in this case. As a result, we cannot determine which
14 goals were required to be addressed and, hence, cannot perform
15 our review function.

16 For the foregoing reasons, we conclude that the city has
17 failed in its findings to demonstrate why goals other than Goal
18 14 were not applicable to this annexation decision. This
19 constitutes a violation of Goal 2 as well as ORS 197.175(1).
20 The city's attempt to state Goal 3 is not applicable by reason
21 of commitment of the land to urban development is deficient
22 because there are no findings of fact to support the
23 conclusion. As findings of fact, the findings concerning Goal
24 14 are similarly inadequate.⁷

25 3. Adequacy of finding concerning public facilities and
26 services (Goal 11 or OAR 660-01-315).

1 For annexations prior to acknowledgement of the city's
2 urban growth boundary the requirements in Goal 14 and Goal 11
3 concerning public facilities and services have been interpreted
4 in OAR 660-01-315 (The Annexation Rule) to require a finding
5 that "public facilities and services can reasonably be made
6 available." See Polk County v. Marion Polk Boundary
7 Commission, LCDC No. 78-004. With respect to public facilities
8 and services the City of Rockaway made the following finding:

9 "The City of Rockaway already provides the area
10 with water service and fire protection. The City also
11 responds to police calls when requested by either the
12 County Sheriff or a resident of the area. Twin Rocks
13 Sanitary District provides sewer service. This would
14 continue until the City is ready to withdraw the area
15 from the Sewer District and serve the area itself.
16 The City of Rockaway is now in the process of
17 upgrading the City Sewer Treatment facilities to
18 accommodate a population of 5,000. This is a \$2.2
19 million project.

20 "Other services provided at the City Hall are
21 available to the residents of the area and are located
22 much closer than the County Courthouse."

23 It appears from the above finding that the city would be
24 justified in concluding that adequate public facilities and
25 services "can reasonably be made available." Because all
26 services with the exception of sewers are presently being
27 furnished by the city it is presumed the city will be able to
28 continue these services. While sewer service is presently
29 being provided by the Twin Rocks Sanitary District the district
30 must continue to provide this service unless and until the area
31 is withdrawn from the district pursuant to ORS 222.524. The
32 withdrawal procedures require public hearings. Presumably it

1 would be at such a hearing that the city would have to
2 demonstrate under Goal 11 that it has the capacity to supply
3 the areas sanitary sewer needs. Accordingly, we believe the
4 city has adequately demonstrated that this annexation would not
5 be inconsistent with Goal 11.

6 4. Coordination.

7 Separate from the question of the adequacy of the city's
8 findings, petitioners contend the city erred in failing to
9 adequately coordinate its decision with Twin Rocks Sanitary
10 District in violation of the city's own comprehensive plan.
11 The pertinent comprehensive plan provision provides as follows:

12 "The City shall coordinate annexation actions and
13 changes in the urban service area with Tillamook
14 County, and other special districts in the area."

15 The city argues that the coordination requirement contained
16 in the city's comprehensive plan was met in this case because

17 "...the record shows that the Twin Rocks Sanitary
18 District Board was fully aware of the proposed
19 annexation and had several opportunities to make its
20 concerns known to the Rockaway City Council."

21 The city points out that on three occasions before the
22 county and at the city's March 11th hearing Twin Rocks Sanitary
23 District had the opportunity to comment and did in fact comment
24 upon the proposed annexation decision. That the city mailed no
25 special notice or invitation to Twin Rocks Sanitary District
26 requesting the opportunity to confer with Twin Rocks Sanitary
District with respect to its concerns over the annexation would
according to the city under the circumstances be to

1 "exalt form or over substance and strain the
2 credibility of the coordination requirement beyond
3 meaning."

3 This Board disagrees. The term "coordination" is not defined
4 in the city's comprehensive plan, at least as far as this Board
5 is aware. We thus look to the definition of the term as used
6 in ORS 197.015 and Goal 2:

7 "...a plan is 'coordinated' when the needs of all
8 levels of governments, semi-public and private
9 agencies and the citizens of Oregon have been
10 considered and accommodated as much as possible..."
11 ORS 197.015(4).

10 Similarly, a land use decision of a city would be coordinated
11 with an affected special district when the needs of that
12 district have been considered and accommodated as much as
13 possible by the city.

14 When a city is required by its own plan to coordinate its
15 decision making with affected special districts, as in this
16 case, it is not sufficient procedurally or substantively for
17 the city to treat the special district as it would any other
18 person in the area. The comprehensive plan requires that the
19 special district is entitled to special treatment. The city
20 must make a meaningful attempt to find out how the special
21 district will or may be affected, and then it must seek to
22 accommodate the special district "as much as is possible."
23

24 In the present case the city made no attempt specifically
25 to contact Twin Rocks Sanitary District, nor did it request the
26 opportunity to meet with the district and discuss its

1 concerns. While it is true that Twin Rocks Sanitary District
2 knew about the city's plans and apparently did not itself
3 request an opportunity to meet with the city to discuss and
4 possibly work toward alleviating the district's concerns, the
5 city, not the district, bears the burden of initiating the
6 coordination. To construe "coordination" as meaning anything
7 less would be to write it out of the city comprehensive plan so
8 long as the city in some fashion notified the special district
9 of its intent to make a land use decision which may affect the
10 special district.

11 Moreover, we disagree with respondent that the record
12 reflects that the city achieved the purposes of the
13 coordination requirement because the annexation issue was
14 discussed at three county public hearings and Twin Rocks
15 Sanitary District submitted written comments at the city's
16 public hearing on March 11th. The only place in the record
17 where it appears that the city discussed the annexation vis a
18 vis the special district is the minutes of the February 26,
19 1980, city council meeting. Yet, as petitioners correctly
20 point out, this consideration:

21 "was only from a tax deferral standpoint for the
22 people who would be annexed to Rockaway, but who would
23 still be served by the Twin Rocks Sanitary District.
24 There was no consideration of the impact on the
25 District, immediate or long term;"⁸

26 This case is thus distinguishable from Harney County v.
State Land Board, LCDC No. 77-003, Opinion of August 8, 1978.
It was clear from the record in that case that coordination in

1 substance did take place. The State Land Board and the county
2 did meet and did discuss the impact which designation of Steens
3 Mountain as a Natural Area Preserve would have on Harney
4 County. As a result of these discussions the State Land Board
5 made some concessions to meet the needs expressed by the
6 county. The record thus revealed that the State Land Board
7 did, to the extent it believed it could, accommodate the needs
8 expressed by the county. No such meeting with the Twin Rocks
9 Sanitary District Board or attempt to accommodate the needs of
10 Twin Rocks Sanitary District occurred in this case.
11 Coordination simply did not, in fact, occur.

12 5. Notice to Tillamook County.

13 Petitioners' final assignment of error is that the city
14 failed to give notice of the proposed annexation in violation
15 of the annexation rule. However, the record clearly shows that
16 Tillamook County submitted a letter to the city stating it had
17 reviewed the annexation proposal and had no objections. This
18 clearly establishes that the county did receive notice of the
19 proposed annexation and that, accordingly, the annexation rule
20 was complied with.

21 For the foregoing reasons, the decision of the City of
22 Rockaway is reversed and remanded to the city for further
23 proceedings consistent with this opinion.

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1 FOOTNOTES

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4 Petitioners follow the summary of arguments section of
5 their petition with six separately entitled sections as
6 follows: Goal No. 1 - Citizen Involvement; Other Land Use
7 Goals; Goal No. 14 - Urbanization; Adoption of Findings; OAR
8 660-01-315 and Violation of the Rockaway Comprehensive Plan.
Because separate assignments of error pertaining to each of the
9 six sections mentioned above were not made, we do not treat
10 these six sections as individual assignments of error. Rather,
11 we treat these separate sections as argument in support of the
12 four issues identified in the Summary of Arguments section of
13 the Petition for Review.

14 2

15 Petitioners did not include in their Petition for Review a
16 statement of facts as required by the Board's Procedural Rules,
17 section 7 subsection (C) subsection (2) subsection (c). The
18 statement of facts contained in this opinion is taken largely
19 from respondent's brief.

20 3

21 The minutes for the February 26, 1980, regular meeting of
22 the Rockaway city council concerning annexation of a part of
23 Twin Rocks are as follows:

24 "The terms for the annexation of a portion of the
25 Twin Rocks Water District from Alder to Stark
26 approximately plus several parcels contiguous thereto
under the tax differential option were discussed, in
that the city would not be furnishing sewer service to
the area immediately upon annexation. Ann Swain made
a motion that the city forgive the annexing area that
portion of the city tax levy which is for sewer bonded
indebtedness; seconded by Barry Mammano; motion passed
unanimously. Discussion was held on the estimate of
taxes for the next fiscal year and the increased
revenue to the city for liquor tax, cigarette tax, and
motor vehicle revenue which are based upon
populations; also federal and State Revenue Sharing
funds. The tax for 1980-81 is estimated at \$5.08 per
thousand without the annexing area, and \$4.89 per
thousand including the annexing area of which an
estimated \$1.42 would not be assessed to the annexing
area.

1 "The findings on the annexation based on LCDC
2 administrative rule on City Annexations and
3 Applications of Goals Within Cities, Part IV,
4 Annexations of Lands Not Subject to an Acknowledged
5 Comprehensive Plan, were read. (A copy of these
6 findings are attached and made a part of these
7 minutes). Virginia Carrell made a motion that the
8 findings be adopted and approved; seconded by Ann
9 Swain; motion passed unanimously."

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13 This is not to say, however, that we encourage bad
14 faith "lying in the weeds" tactics in which a party may
15 purposefully not raise an issue before the governing body
16 with knowledge that the issue, if raised on appeal, will
17 likely result in reversal of the decision. Were we
18 presented and were we to agree with such a factual
19 assertion, we may well not allow such an issue to be
20 raised on appeal.

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25 This submittal, together with a tally of those from
26 the area to be annexed assenting to the annexation, was
for the purpose of demonstrating that the requirements for
a triple majority consent annexation (ORS ___) had been
met.

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Whether one examines the city's findings under the
seven factors in Goal 14 for establishment or change of
the urban growth boundary, or under the LCDC's Annexation
Rule (OAR 660-01-315), the findings as findings of fact
are inadequate.

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Because we have determined that the city failed to
adequately demonstrate the non-applicability of other
goals, and because the findings made are themselves
inadequate, we do not reach the petitioners' contention as
to sufficiency of the evidence in the record to support the
findings.

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For the minutes of the February 26, 1980 meeting, see
footnote 13.

APPENDIX "A"

TO: Rockaway City Council

FROM: Dick Pearson, CTIC

SUBJECT: Findings on the annexations of a portion of the Twin
Rocks Water District

Since the Rockaway Comprehensive Plan has not been acknowledged by LCDC, these findings are based upon the Administrations Rule - City Annexations - and Applications of Goals Within Cities, Part IV Annexations of Lands Not Subject to an Acknowledged Comprehensive Plan.

In response to Section B:

Goal No. 3, Agricultural Lands, does not apply since the area is already committed to urban uses and urban development.

Goal No. 14, the Urbanization Goal, does apply. The lands are physically developed for urban uses. Both the City of Rockaway and Tillamook County agree that the area belongs within an Urban Growth Boundary.

To address each point in Goal 14, the City submits the following:

- (1) Demonstrated need to accomodate long-range urban population growth requirements consistant (sic) with LCDC goals.

The area is urbanized, it does contain an urban population density, and the City of Rockaway has included the area within its proposed Urban Growth Boundary.

- (2) Need for housing, employment opportunities and livability.

Housing is already developed within the area. Further filling in of vacant lots will create more housing. There are no employment opportunities in the area to be annexed. Residents of the area work in Rockaway or in other nearby towns and cities. Several of the property owners are part time residents using their property for second home, recreation and vacation property. The livability will be up-graded with additional city services and planning programs.

- (3) Orderly and economic provision for public facilities and services.

The City of Rockaway already provides the area with water

service and fire protection. The City also responds to police calls when requested by either the County Sheriff or a resident of the area. Twin Rocks Sanitary District provides sewer service. This would continue until the City is ready to withdraw the area from the Sewer District and serve the area itself. The City is now in the process of upgrading their sanitary sewer facilities to accommodate (sic) a population of 5000. This is a \$2.2 million project.

Other services provided at City Hall are available to the residents of the area and are located much closer than the County Courthouse.

- (4) Maximum efficiency of land uses within and on the fringes of the existing urban area.

The area is on the fringe of the City's urban area. The entire area is zoned for and used for residential development. Much of the area is developed with mobile homes. The City and County have reached agreement that the zoning, whether in the City or the County, will be residential and a portion of the area will accommodate (sic) mobile homes.

- (5) Environmental, energy, economic and social consequences.

Since the area is urbanized and looks to Rockaway for services, these areas will not be affected.

- (6) Retention of agriculture land as defined, with Class I being the highest priority for retention and Class VI the lowest priority, and
- (7) Compatibility of the proposed urban uses with nearby agricultural activities.

The land is not used for agriculture, and there are no nearby agricultural activities, so these do not apply.

RWP/ms
2/21/80

BEFORE THE
LAND CONSERVATION AND DEVELOPMENT COMMISSION
OF THE STATE OF OREGON

LAND USE
BOARD OF APPEALS
OCT 28 1 09 PM '80

Twin Rocks Water District,
et al,

Petitioner(s),

v.

City of Rockaway,

Respondent.

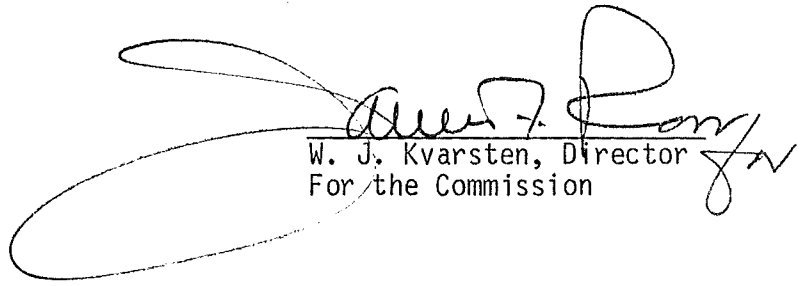
LUBA 80-039
LCDC Determination

The Land Conservation and Development Commission hereby affirms the recommendations of the Land Use Board of Appeals in LUBA 80-039 with respect to the allegations of goal violations.

The Commission also adopts the following policy statement in reference to the Board's discussion of findings of fact at pages 9 and 10 of its recommendation.

"For findings to be meaningful, they should be an outgrowth of a public hearing; they should be considered by the governing body in their final form and then adopted."

DATED THIS 17TH DAY OF OCTOBER, 1980.


W. J. Kvarsten, Director
For the Commission

WJK:ER:km
3457A