

LAND USE
BOARD OF APPEALS

BEFORE THE LAND USE BOARD OF APPEALS

OF THE STATE OF OREGON

MAR 21 1 41 PM '88

CITY OF CORVALLIS, an Oregon)
municipal corporation,)

Petitioner,)

vs.)

BENTON COUNTY,)

Respondent.)

LUBA No. 87-115

FINAL OPINION
AND ORDER

Appeal from Benton County.

Michael Newman, Corvallis, filed the petition for review and argued on behalf of petitioner.

Jeffrey G. Condit, Corvallis, filed a response brief and argued on behalf of Respondent County.

SHERTON, Referee; BAGG, Chief Referee; HOLSTUN, Referee; participated in the decision.

REVERSED

03/21/88

You are entitled to judicial review of this Order. Judicial review is governed by the provisions of ORS 197.850.

1 Opinion by Sherton.

2 NATURE OF THE DECISION

3 Petitioner City of Corvallis appeals a November 24, 1987
4 order of the Benton County Board of Commissioners. The
5 decision affirms the Benton County Planning Commission's
6 approval of a conditional use permit to alter a nonconforming
7 use from a restaurant and tavern to a hardware and appliance
8 store with a lunch counter.

9 FACTS

10 The subject property is located within the Corvallis Urban
11 Growth Boundary (UGB) but outside Corvallis city limits. It is
12 designated Low Density Residential in the Corvallis
13 Comprehensive Plan (plan), which Benton County (county) has
14 adopted as the comprehensive plan for the area outside
15 Corvallis city limits but within the UGB (the urban fringe).
16 The property is zoned Urban Residential, five-acre minimum lot
17 size (UR-5) by the Benton County Zoning Ordinance (BCZO). The
18 property was first zoned in 1968. Except for 1974-1979, when
19 the property was zoned for commercial use, it has been zoned
20 for residential use.

21 The property contains a building constructed in 1949. The
22 property and building were used for a restaurant/bar from 1951
23 to 1967, a tavern from 1972 to 1985 and a club for teenagers in
24 1985. The property has been vacant and unused since September
25 12, 1985. The property is adjoined to the north and east by
26 other nonconforming commercial uses inside the UGB, and to the

1 west and south by farmland outside the UGB.

2 After a sanitary survey conducted in 1986-1987, the subject
3 property and adjacent area were declared a health hazard area
4 by the County Board of Health and State Health Division. The
5 State Health Division is expected to order annexation of the
6 area to the City of Corvallis in early 1988.

7 On July 30, 1987, the applicant below entered into an
8 agreement to purchase the property contingent upon obtaining a
9 conditional use permit. On August 7, 1987, the applicant
10 applied to Benton County for a conditional use permit to use
11 the property for retail sales of hardware and appliances, and
12 for a lunch counter "when septic system problems are
13 resolved." Record 87. The planning commission approved the
14 permit and the city appealed to the board of commissioners. On
15 November 24, 1987, the board of commissioners issued its order
16 affirming the planning commission decision.

17 FIRST ASSIGNMENT OF ERROR

18 "The County's ordinance concerning alteration of
19 nonconforming uses exceeds the authority granted by
state law."

20 Petitioner argues that BCZO Article XIX (Nonconforming Use)
21 fails to meet the requirements of ORS 215.130 and exceeds the
22 authority granted to the county by that statute. Petitioner
23 argues that the ordinance does not provide for review of a
24 proposed alteration of a nonconforming use to ensure that it is
25 necessary "to reasonably continue the use," as required by
26 ORS 215.130(5). Petitioner also argues that the ordinance does

1 not comply with ORS 215.130 because it does not specify that
2 incompatibility or adverse effects are to be measured against
3 the use as it existed at the time it became nonconforming.

4 First, the county argues that ORS 197.762¹ precludes
5 petitioner from appealing to us based on the issue raised in
6 this assignment of error. The county claims that petitioner
7 did not raise the issue of compliance of the BCZO with ORS
8 215.130 before either the planning commission or board of
9 commissioners. The county concedes that it has not yet adopted
10 appeal procedures to implement the provisions of ORS 197.762,
11 and did not give petitioner the specific notices required by
12 ORS 197.762(1)(b) and (2). However, the county argues that
13 petitioner in fact had at least the information required by ORS
14 197.762(1)(c)(A, B, C and E) and (2)(a and b) well in advance
15 of the board of commissioners' hearing on petitioner's appeal
16 below.

17 Petitioner concedes that it did not specifically raise the
18 issue of compliance with ORS 215.130 in the proceedings before
19 the county. Petitioner argues, however, that in this case the
20 county should not be allowed to rely on ORS 197.762 because it
21 did not adopt or follow the appeal procedures required by that
22 statute. Petitioner also points out that neither ORS 197.762
23 nor the law enacting it amended the statutory provisions
24 setting out LUBA's scope of review.

25 ORS 197.762 was enacted by Oregon Laws 1987, chapter 729,
26 section 15 and went into effect on September 27, 1987, prior to

1 the board of commissioner's November 4, 1987 hearing on
2 petitioner's appeal below. ORS 197.762 requires, with regard
3 to proposed developments entirely within UGBs, that applicants
4 and appellants raise issues of compliance with relevant
5 criteria before the local governing body. The purpose of this
6 requirement is to insure that the governing body will have the
7 opportunity to respond to and resolve such issues.

8 ORS 197.762 accomplishes this by directing local governing
9 bodies to (1) adopt a requirement that such issues be raised in
10 their local appeal procedures; (2) give written notice of this
11 requirement and of the applicable criteria to applicants,
12 appellants and others as required by law; and (3) make a
13 statement explaining this requirement to raise issues and
14 describing the applicable criteria at the commencement of
15 hearings on proposed developments within UGBs. The written and
16 oral notices are required to include statements that failure to
17 raise an issue or address a criterion precludes appeal based on
18 that issue or criterion. ORS 197.762(1)(c)(D) and (2)(c).
19 Oregon Laws 1987, chapter 729 did not, however, amend the
20 statutory provisions governing LUBA's jurisdiction and scope of
21 review, except to provide that failure of a local governing
22 body to describe an applicable criterion as required by
23 ORS 197.762(2)(a) is not a basis for reversal of the governing
24 body's decision by LUBA. ORS 197.830(11)(b).

25 In this case, we need not determine the effect of
26 ORS 197.762 on our jurisdiction or scope of review. Petitioner

1 did not fail to raise an issue in a local governing body
2 proceeding which complied with that statute's procedural
3 requirements. We agree with petitioner that ORS 197.762 does
4 not apply where the local governing body did not give
5 petitioner the notice required by ORS 197.762(1)(c)(D) and
6 (2)(c) that failure to raise an issue or address a criterion
7 precludes appeal on that issue or criterion. See Cusma v. City
8 of Oregon City, ___ Or LUBA ___ (LUBA No. 87-093; March 16,
9 1988, p. 19). Therefore, petitioner is not precluded by
10 ORS 197.762 from raising in this appeal the issue of compliance
11 of the BCZO with ORS 215.130.²

12 The county's alternative response to this assignment of
13 error is that BCZO Article XIX, while having language slightly
14 different from that of the statute, does not conflict with
15 ORS 215.130.

16 We need not consider further the county's arguments
17 regarding compliance of BCZO Article XIX with ORS 215.130,
18 because we conclude that petitioner may not challenge the BCZO
19 in this appeal.³ The subject of this appeal is the county's
20 November 24, 1987 decision applying BCZO Article XIX, not the
21 BCZO itself. The notice of intent to appeal in this case did
22 not identify the BCZO as the subject of the appeal and was not
23 filed within 21 days of the adoption of the BCZO. See Owens v.
24 City of Dundee, ___ Or LUBA ___ (LUBA No. 87-036; August 26,
25 1987).

26 The first assignment of error is denied.

1 SECOND THROUGH FOURTH ASSIGNMENTS OF ERROR

2 "The County failed to make findings of fact concerning
3 whether the alteration is necessary to reasonably
continue the nonconforming use."

4 "The County failed to make findings of fact concerning
5 the intensity of the restaurant or tavern use existing
at the time the use became nonconforming."

6 "The County's decision was based upon proceedings
7 which failed to satisfy the requirements of state law."

8 A. Authority to Approve Alterations of Nonconforming Uses

9 Under its fourth assignment of error, petitioner claims the
10 county's decision was based upon a proceeding which did not
11 satisfy the requirements of ORS 215.130.⁴ Petitioner argues
12 the decision exceeds the authority granted to the county by
13 that statute and is not based on the factual determinations
14 required by that statute. According to petitioner, this error
15 requires that the county's decision be reversed under
16 OAR 661-10-070(1)(b)(A)(iii).⁵

17 The county replies that the provisions of ORS 215.130
18 concerning alteration of nonconforming uses are not state
19 mandated criteria which the county must apply on a case-by-case
20 basis. The county argues that the criteria applicable to its
21 decision to approve the alteration of a nonconforming use are
22 found in BCZO Article XIX and XX. According to the county, the
23 criteria in the BCZO implement, and do not conflict with, the
24 state statute.

25 We cannot agree with the county's argument. There are
26 numerous provisions in the statutes which require counties to

1 make land use decisions in compliance with their comprehensive
2 plans and land use regulations. See, e.g., ORS 197.175(2)(d),
3 197.835(3) and 215.416(4) and (8). The provisions of
4 ORS 215.130 which authorize county approval of alterations to
5 nonconforming uses represent a very limited grant of authority
6 to counties to approve uses which, by definition, are not
7 consistent with their adopted comprehensive plans or land use
8 regulations.⁶

9 County approval of an alteration of a nonconforming use
10 which does not comply with the relevant provisions of ORS
11 215.130 exceeds the authority granted to the county by the
12 statute, and is subject to reversal or remand under ORS
13 197.835(8)(a)(A) or (D). Thus, we must uphold this assignment
14 of error if we conclude that the county's decision in this case
15 did not comply with ORS 215.130. Petitioner's specific
16 allegations regarding lack of compliance with ORS 215.130 are
17 found in its second and third assignments of error, which are
18 discussed below.⁷

19 B. Reasonable Continuation of the Use

20 Under its second assignment of error, petitioner argues
21 that the county's decision violates ORS 215.130(5) because the
22 county did not find that the proposed alteration is necessary
23 "to reasonably continue the use." Petitioner asserts that this
24 case is indistinguishable from Jessel v. Lincoln County, 14 Or
25 LUBA 376, 379 (1986), in which we stated that under both the
26 county ordinance and ORS 215.130(5), only alterations

1 "reasonably necessary to continue the nonconforming use" may be
2 approved by local governments.

3 The county makes three alternative arguments in response.
4 First, the county argues that the provision of ORS 215.130(5)
5 that alteration of a nonconforming use "may be permitted to
6 reasonably continue the use" expresses a state policy that a
7 local government must prevent unreasonable expansion of a
8 nonconforming use, through compliance with the "no greater
9 adverse impact" criterion of ORS 215.130(9). The county
10 concedes that BCZO Article XIX does not specifically require
11 that an alteration to a nonconforming use "reasonably continue
12 the use," but contends that application of the "no greater
13 adverse impact" test, incorporated into BCZO XIX.04, and of the
14 conditional use criteria of BCZO Article XX, ensure that only
15 alterations which "reasonably continue" a nonconforming use
16 will be allowed.

17 The county's second response is that the "to reasonably
18 continue the use" provision of ORS 215.130(5) imposes no "need"
19 or "necessity" test for approval of an alteration of a
20 nonconforming use. It simply requires that such an alteration
21 be reasonable, and the county believes its decision meets that
22 standard. The county distinguishes this case from Jessel v.
23 Lincoln County, supra, in that the Lincoln County ordinance
24 provisions governing alteration of nonconforming uses
25 specifically limited alteration of nonconforming uses "to the
26 extent necessary in order to continue the use" (emphasis

1 added). Id. at 379.

2 The county's third response is that even under petitioner's
3 interpretation of ORS 215.130(5), there is evidence in the
4 record which clearly supports the county's decision. The
5 county concedes that it did not adopt findings addressing this
6 criterion, but contends that under ORS 197.835(10)(b) we must
7 affirm the county's decision if the county identifies evidence
8 in the record which clearly supports its decision.⁸

9 The county contends that evidence in the record clearly
10 demonstrates that alteration of the nonconforming use is
11 "'necessary to continue' the nonconforming commercial use of
12 the property." Respondent's Brief at 11. According to the
13 county, the record shows that on-site sewage treatment problems
14 (failure of the existing sand filter septic system), which
15 cannot be remedied without prohibitive expense, "effectively
16 prevent the continuation of a restaurant-type commercial use on
17 the site, rendering alteration of the use to a hardware
18 store/lunch counter 'necessary to continue' the nonconforming
19 commercial use of the site." Id. at 12. The county's argument
20 assumes that the "to reasonably continue the use" requirement
21 of ORS 215.130(5) can be interpreted as to reasonably continue
22 the nonconforming commercial use of the property in general,
23 not the specific commercial use of the property which existed
24 in 1979 and became nonconforming when restrictive zoning was
25 applied.

26 It is apparent from a comparison of paragraphs (a) and (b)

1 of ORS 215.130(9) (see footnote 4) that the "alteration" of a
2 nonconforming use allowed under the statute includes changes in
3 the nature of the use as well as changes in structures and
4 improvements. An alteration of a nonconforming use which is a
5 change in the nature of the use is limited by two
6 requirements. It must have "no greater adverse impact to the
7 neighborhood" (ORS 215.130(9)(a) - see section C. below) and it
8 must "reasonably continue the use" (ORS 215.130(5)). The
9 requirement that an alteration "reasonably continue the
10 [nonconforming] use" is not found in the applicable provisions
11 of the BCZO.

12 We need not decide in this case whether the statutory
13 requirement that a change in the nonconforming use "reasonably
14 continue the use" requires that any necessity for the change in
15 order to continue the use be shown. We conclude that the
16 change in use approved by the county in this case does not
17 continue the nonconforming use of the property.

18 The subject property and building were being used as a
19 tavern when restrictive zoning was applied in 1979. Record 6.
20 It is the nature and extent of this prior lawful use which
21 determines the boundaries of permissible continued
22 nonconforming use after the application of the restrictive
23 zoning ordinance. Polk County v. Martin, 292 Or 69, 76, 636
24 P2d 952 (1981). Replacing tavern use with a hardware/appliance
25 store and lunch counter is not, as a matter of law, a
26 continuation of the nonconforming tavern use.⁹

1 Thus, replacement of a nonconforming tavern by a
2 hardware/appliance store and lunch counter is not allowed under
3 ORS 215.130(5). No purpose would be served by reviewing the
4 evidence cited by the county to determine whether the record
5 clearly supports a decision that conversion to a
6 hardware/appliance store and lunch counter is reasonably
7 necessary to continue some form of commercial use of the
8 property.

9 The second assignment of error is upheld. Because the
10 alteration of the nonconforming tavern use to
11 hardware/appliance store and lunch counter use is prohibited as
12 a matter of law, the county's decision must be reversed. OAR
13 661-10-070(1)(b)(A)(iii).

14 C. Change in the Use of No Greater Adverse Impact

15 Under the third assignment of error, petitioner argues that
16 the county's finding that the proposed use would have less
17 impact on the neighborhood than the "preexisting restaurant and
18 bar" (Record 14) does not satisfy ORS 215.130(9)(a) because the
19 statute requires the county to compare the impacts of the
20 proposed use to those of the tavern use existing in 1979 when
21 the use became nonconforming. According to petitioner, the
22 county's findings are deficient because they do not establish
23 the level of use which existed on the site at that time.

24 The county argues in the alternative (1) its findings do
25 demonstrate compliance with ORS 215.130(9)(a); and (2) under
26 ORS 197.835(10)(b), even if the findings do not satisfy ORS

1 215.130(9)(a), we should affirm the decision because there is
2 evidence in the record which clearly supports it.

3 We agree with petitioner that ORS 215.130(9)(a) requires a
4 county decision approving a change in a nonconforming use to be
5 based on findings comparing the impacts of the altered use with
6 the impacts of the use which existed on the site when
7 restrictive zoning was applied. As we previously stated, it is
8 the nature and extent of the lawful use which existed when the
9 use became nonconforming which is the reference point for
10 determining the boundaries of permissible continued use. Polk
11 County v. Martin, supra.

12 In this case, the statute requires a comparison of the
13 impacts of the proposed hardware/appliance store and lunch
14 counter (assuming such a change in use were permissible) with
15 the impacts of the tavern existing on the site in 1979. The
16 county's findings are deficient because they compare the
17 impacts of the proposed use to those of the "preexisting
18 restaurant and bar."¹⁰ Record 14. Elsewhere the findings
19 state that the property was used as a "restaurant and bar" from
20 1951 to 1967 and a "tavern" from 1972 to 1985. Record 6. We
21 can only conclude that the county's findings refer to the
22 original use of the property as a restaurant and bar rather
23 than the 1979 use of the property as a tavern.

24 Furthermore, the evidence in the record to which we are
25 directed by the county does not clearly support a decision that
26 the proposed use will have "no greater adverse impact on the

1 neighborhood" than the tavern existing in 1979. The only
2 evidence cited by the county is the county Development
3 Department staff report at Record 44-52. The report states the
4 proposed change of use "will have limited impacts upon abutting
5 properties." Record 47. The report also states "the general
6 vicinity may be somewhat adversely affected by the proposal in
7 relation to the imminent annexation by the City of Corvallis."
8 Id. The report states that a trip generation study estimates
9 that the traffic generated by the proposed use will be 48% less
10 than that generated by a typical tavern/restaurant. Record
11 48. The study did not compare traffic generated by the
12 proposed use to that generated by the tavern which existed on
13 the property in 1979. This evidence does not clearly support a
14 decision that the proposed change in use will have no greater
15 adverse impact on the neighborhood.

16 The third assignment of error is sustained.

17 Because we sustain the second and third assignments of
18 error, the fourth assignment is sustained as well (see section
19 A. above).

20 FIFTH ASSIGNMENT OF ERROR

21 "The County's decision permits commercial use in an
22 area not designated for commercial use in either the
Comprehensive Plan or the applicable zoning district."

23 Petitioner argues that the county's decision is
24 inconsistent with plan policies and BCZO UR-5 zoning provisions
25 which do not permit commercial uses on the subject property.

26 The county concedes that the plan and UR-5 provisions do

1 not allow commercial use of the site. However, the county
2 points out that a nonconforming use is by definition contrary
3 to applicable plan and zoning designations, and contends that
4 the statutory authorization for local government approval of
5 alterations to nonconforming uses provides a limited exception
6 to the requirement that uses must comply with the plan and BCZO.

7 We agree with the county that a nonconforming use is by
8 definition contrary to provisions of the applicable plan and
9 land use regulations. We also agree that ORS 215.130 provides
10 a limited authorization for counties to approve alterations to
11 nonconforming uses which are contrary to provisions of the plan
12 and land use regulations. Had the county validly approved an
13 alteration to a nonconforming use, in compliance with ORS
14 215.130 and its own ordinance, we would deny this assignment of
15 error. However, since the county erred in approving the
16 proposed hardware/appliance store and lunch counter as an
17 alteration of a nonconforming use, the net effect of its
18 decision is to approve a conditional use permit for a
19 commercial use which is prohibited by the plan and UR-5 zone.

20 The fifth assignment of error is sustained.

21 SIXTH ASSIGNMENT OF ERROR

22 "The County's interpretation of the Corvallis Urban
23 Fringe Management Agreement fails to recognize the
24 City's legitimate planning interests in the subject
25 parcel."

25 Petitioner argues its "legitimate planning interests" in
26 the subject property are recognized by the Corvallis Urban

1 Fringe Management Agreement (CUFMA). According to petitioner,
2 the CUFMA process for review and action on conditional use
3 permits requires that the city's recommendations be given
4 "great weight," which the county failed to do.

5 The county agrees that it should give weight to the city's
6 recommendations concerning land use actions in the urban
7 fringe. It contends that it did so, but argues that CUFMA does
8 not obligate it to follow the city's recommendations or to
9 interpret provisions of the BCZO to be identical to
10 substantially different provisions in the city's code.

11 The CUFMA sets out a process for review and action on
12 development proposals in the urban fringe. It provides that
13 the city shall make recommendations on development proposals in
14 the urban fringe for which the county has approval authority,
15 including conditional use permits. CUFMA 6(a)(3). It provides
16 that the county shall request the city to review such
17 development proposals and recommend action. CUFMA 6(c).
18 However, it also states that these provisions are not intended
19 to "alter the legal decision-making authority of either the
20 City or the County." CUFMA 6(d).

21 All that CUFMA required in this instance is that the county
22 offer the city the opportunity to review and make
23 recommendations on the application for a conditional use permit
24 and that the county consider the city's recommendations. The
25 city participated fully in the county's decisionmaking process,
26 to the extent of appealing the planning commission approval to

1 the board of commissioners. The county's findings show that
2 the county considered and responded to the issues raised by the
3 city. Record 9-16. Nothing more was required by the CUFMA.

4 The sixth assignment of error is denied.

5 SEVENTH ASSIGNMENT OF ERROR

6 "The County's decision violates the Statewide Planning
7 Goal 2 requirement of consistency between City and
County comprehensive plan implementation measures."

8 Petitioner argues that a Statewide Planning Goal 2 (Land
9 Use Planning) requirement for consistency between city and
10 county plan implementation measures gives a city a veto power
11 over county actions in the city's urban fringe, citing DLCD v.
12 Clatsop County, 14 Or LUBA 358, 361 (1986). Petitioner also
13 argues that this Goal 2 consistency requirement requires the
14 county to interpret the term "discontinued" in its ordinance
15 provisions relating to termination of nonconforming uses
16 consistently with the way this term is used in the parallel
17 provision of the city's code, when the county applies its
18 ordinance provision to property in the city's urban fringe.¹¹

19 The county argues that the Goals do not apply to this
20 decision because both city and county plans and land use
21 regulations have been acknowledged by LCDC. The county points
22 out that DLCD v. Clatsop County is distinguishable because it
23 concerned a plan amendment. Furthermore, the county argues
24 that Goal 2 does not impose any requirement of consistency
25 between the city and county codes.

26 After acknowledgment by LCDC, the criteria applicable to a

1 land use decision, other than an amendment to the acknowledged
2 plan or regulations, are found in the acknowledged plan and
3 regulations themselves, not in the Goals. ORS 197.175(2)(c)
4 and (d). Byrd v. Stringer, 295 Or 311, 313, 666 P2d 1332
5 (1983); Todd v. Jackson County, 14 Or LUBA 233, 237 (1986).

6 After acknowledgment, we are not authorized to reverse or
7 remand land use decisions, other than amendments to
8 acknowledged plans or land use regulations, for failure to
9 comply with the Goals. ORS 197.835(2)-(6). cf. Fujimoto v.
10 LUBA, 52 Or App 875, 878, 630 P2d 364 (1981).

11 The county plan and land use regulations for the subject
12 property have been acknowledged by LCDC as being in compliance
13 with the Statewide Planning Goals. The appealed decision
14 approves a conditional use permit for alteration of a
15 nonconforming use. The Goals are not applicable to such a
16 decision and, therefore, this assignment of error does not
17 assert a basis upon which we can grant relief.

18 The seventh assignment of error is denied.

19 EIGHTH ASSIGNMENT OF ERROR

20 "The County erred in approving a commercial use in
21 violation of City standards where the property is
22 subject to an imminent health hazard annexation to the
23 City."

24 Petitioner asserts that health hazard annexation of the
25 subject property to the city is imminent. Petitioner argues
26 that the applicant below was seeking county approval before the
city assumes jurisdiction because he knew he would be denied

1 approval under the city's code. Petitioner states that the
2 county's approval is "flatly contrary to Oregon land use
3 policy," and because of the imminent annexation the county's
4 decision should be based on city, not county, standards.

5 The county replies that it has no authority to apply city
6 code standards to the subject property prior to annexation.

7 It is petitioner's responsibility to identify a basis upon
8 which we might grant relief. Deschutes Development v.
9 Deschutes County, 5 Or LUBA 218, 220 (1982). Under this
10 assignment of error, petitioner has not identified any
11 applicable provision of a constitution, statute, plan,
12 ordinance or regulation allegedly violated by the challenged
13 decision.

14 The eighth assignment of error is denied.

15 The county's decision is reversed.

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FOOTNOTES

1

2 _____
3 1 ORS 197.762 provides as follows:

4 "The following shall apply to land use hearings on
5 applications for development of property entirely
6 within an urban growth boundary to be conducted by a
7 local governing body:

8 "(1) An appeal procedure shall:

9 "(a) Require an applicant or appellant to raise any
10 issue before the local governing body with sufficient
11 specificity so as to have afforded the governing body,
12 and applicant, if appropriate, an adequate opportunity
13 to respond to and resolve each issue.

14 "(b) Provide notice of the provisions of this section
15 to:

16 "(A) The applicant; and

17 "(B) Other persons as otherwise provided by law.

18 "(c) The notice shall:

19 "(A) Describe in general terms the applicable criteria
20 from the ordinance and the plan known to apply to the
21 application at issue;

22 "(B) Set forth the street address or other easily
23 understood geographical reference to the subject
24 property;

25 "(C) State the date, time and location of the hearing;

26 "(D) State that failure to raise an issue in person or
by letter precludes appeal and that failure to specify
to which criterion the comment is directed precludes
appeal based on that criterion; and

"(E) Be mailed at least 10 days before the hearing or
administrative decision on the application.

"(2) At the commencement of a hearing, a statement
shall be made to those in attendance that:

"(a) Describes the applicable substantive criteria;

1 "(b) Testimony and evidence must be directed toward
2 the criteria described in paragraph (a) of this
 subsection; and

3 "(c) Failure to address a criterion precludes appeal
4 based on that criterion."

5
6 2

7 The county has also argued that ORS 197.762 precludes
8 petitioner from raising the issues asserted in petitioner's
9 second through seventh assignments of error. The conclusion we
 have reached under the first assignment with regard to
 inapplicability of ORS 197.762 applies to these other
 assignments as well and will not be repeated below.

10 3

11 As we explain in the discussion of the second through
12 fourth assignments of error, we agree with petitioner that we
 must determine in this appeal whether the county's decision
 applying the BCZO complies with ORS 215.130.

13 4

14 The provisions of ORS 215.130 applicable to alteration of a
15 nonconforming use state as follows:

16 "(5) The lawful use of any building, structure or land
17 at the time of the enactment or amendment of any
18 zoning ordinance or regulation may be continued.
19 Alteration of any such use may be permitted to
 reasonably continue the use. Alteration of any such
 use shall be permitted when necessary to comply with
 any lawful requirement for alteration in the use. A
 change of ownership or occupancy shall be permitted.

20 * * * * *

21 "(8) Any proposal for the alteration of a use under
22 subsection (5) of this section, except an alteration
23 necessary to comply with a lawful requirement, for the
24 restoration or replacement of a use under subsection
25 (6) of this section or for the resumption of a use
 under subsection (7) of this section shall be
 considered a contested case under ORS 215.402(1)
 subject to such procedures as the governing body may
 prescribe under ORS 215.412.

1 "(9) As used in this section, 'alteration' of a
2 nonconforming use includes:

3 "(a) A change in the use of no greater adverse impact
4 to the neighborhood; and

5 "(b) A change in the structure or physical
6 improvements of no greater adverse impact to the
7 neighborhood."

8 5

9 OAR 661-10-070(1)(b)(A)(iii) states that the Board will
10 reverse a land use decision when it "violates a provision of
11 applicable law and is prohibited as a matter of law."

12 6

13 A nonconforming use is one which lawfully existed prior to
14 enactment of restrictive regulations and which may be
15 maintained after the effective date of such regulations,
16 although it does not comply with the use restrictions
17 applicable to the area. Hanley v. City of Salem, 14 Or LUBA
18 204, 208 (1986); Holmes v. Clackamas County, 265 Or 193,
19 196-197, 508 P2d 190 (1973).

20 7

21 A demonstration of compliance with county ordinance
22 provisions regulating alteration of nonconforming uses would
23 suffice to demonstrate compliance with relevant provisions of
24 ORS 215.130, if the ordinance provisions were consistent with
25 the authority granted by the statute. Petitioner has not
26 assigned as error failure to comply with the BCZO provisions
governing alteration of nonconforming uses. Therefore, in
evaluating petitioner's specific allegations of lack of
compliance with ORS 215.130 in the sections below, we will
consider, where raised as a defense by the county, whether BCZO
provisions are adequate to ensure compliance with the statute.

27 8

28 ORS 197.835(10)(b) provides:

29 "Whenever the findings are defective because of
30 failure to recite adequate facts or legal conclusions
31 or failure to adequately identify the standards or
32 their relation to the facts, but the parties identify
33 relevant evidence in the record which clearly supports
34 the decision or a part of the decision, the board

1 shall affirm the decision or the part of the decision
2 supported by the record and remand the remainder to
3 the local government, with direction indicating
4 appropriate remedial action."

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6 The county's decision does not find that the
7 hardware/appliance store and lunch counter would "reasonably
8 continue" the nonconforming tavern use. The decision does not
9 provide any facts as to the nature and extent of the
10 preexisting tavern use or proposed hardware/appliance store and
11 lunch counter, save to state that the lunch counter would be
12 "small scale." Record 7. We note that the record indicates
13 that the tavern included a licensed restaurant. Record 47.
14 The record also indicates that 25% of the existing building is
15 proposed to be used for the primarily take-out lunch counter.
16 Record 39, 48. Furthermore, the record shows that whereas the
17 hardware/appliance store could go into operation immediately,
18 using the existing septic tank as a holding tank, opening of
19 the lunch counter will require extensive and expensive repairs
20 to the sand filter septic system. Record 56, 58-59. The
21 conditional use permit proposes use for a lunch counter "when
22 septic system problems are resolved." Record 87. In these
23 circumstances, it is clear that the county's decision approved
24 use of the subject property predominantly as a
25 hardware/appliance store, with only incidental use as a lunch
26 counter. Such use cannot constitute continuation of a
nonconforming tavern use.

16 We also note that in Jessel v. Lincoln County, supra,
17 whether the existing nonconforming use would be continued was
18 not an issue. The applicant in that case proposed to add an
19 automobile wrecking yard to existing construction, excavation
20 and metal scrapping businesses.

19 10

20 The relevant county findings state:

21 " * * * The Planning Commission made findings that
22 the proposed hardware and lunch counter would have
23 less impact on the surrounding neighborhood and would
24 be more compatible than the preexisting restaurant and
25 bar because considerably less traffic is generated by
26 such a use, and because of conditions of approval
imposed by the Planning Commission requiring the new
use to meet current development criteria and improving
access onto Philomath Boulevard. * * * " Record 14.

26 We note that the above quote is not a statement of what the

1 board of commissioners believed to be true, but rather is a
2 description of findings made by the planning commission, and
3 therefore not a finding of fact at all (the board of
4 commissioners' order does not adopt the planning commission's
5 findings as findings of the board). See Hill v. Union County
6 Court, 42 Or App 883, 886-887, 601 P2d 905 (1979).

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12 The subject property was vacant and unused from at least
13 September 12, 1985 until the conditional use permit application
14 was filed on August 7, 1987. BCZO XIX.01.1 provides that a
15 nonconforming use may continue only if it has not been
16 "discontinued" for a period of one year. In its decision, the
17 county interpreted BCZO XIX.01.1 to require objective evidence
18 of intent to abandon in order to terminate a nonconforming
19 use. In other words, the county interpreted "discontinued" as
20 not being equivalent to mere "nonuse." Record 13.

21 In its decision, the county also conceded that city code
22 111.03.04 provides that "discontinued," as used in the parallel
23 provision of the city code, means "nonuse" and shall not
24 require a determination regarding the voluntary nature of the
25 discontinuance or the intent to abandon the use. Record 12.
26 However, the county concluded that the city code does not apply
27 in the urban fringe.

28 We note that petitioner does not argue the county's
29 interpretation of its ordinance provision is unreasonable
30 because it is inconsistent with, e.g., applicable plan policies
31 for the urban fringe or the provision of ORS 215.130(7) that a
32 nonconforming use may not be resumed after "a period of
33 interruption or abandonment." Petitioner only argues that the
34 interpretation is unreasonable because it violates a Goal 2
35 requirement for consistency between city and county
36 implementation measures.