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1
               BEFORE THE LAND USE BOARD OF APPEALS
 2
                      OF THE STATE OF OREGON
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 4
   DEPARTMENT OF LAND CONSERVATION )
 5
   AND DEVELOPMENT,
                                     )
 6
 7
              Petitioner,
                                     )
 8
 9
         vs.
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                                             LUBA No. 97-014
11
    CURRY COUNTY,
                                     )
12
                                              FINAL OPINION
13
              Respondent,
                                                AND ORDER
                                     )
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                                     )
15
         and
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17
    WAYNE GREEN,
                                     )
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                                     )
19
              Intervenor-Respondent.
                                                     )
2.0
21
2.2
         Appeal from Curry County.
2.3
24
         Richard M.
                      Whitman, Assistant Attorney General,
    Salem, filed the petition for review and argued on behalf
25
26
    of petitioner. With him on the brief were Hardy Myers,
27
    Attorney General, David Schuman, Deputy Attorney General,
28
    and Virginia L. Linder, Solicitor General.
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3.0
         No appearance by respondent.
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32
         Kenneth D. Helm, Portland, filed the response brief
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    and argued on behalf of intervenor-respondent.
34
       the brief was O'Donnell Ramis Crew Corrigan
35
    Bachrach.
36
37
         HANNA,
                  Administrative
                                    Law
                                          Judge;
                                                   LIVINGSTON,
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    Administrative Law Judge, participated in the decision.
39
40
                                    12/15/97
              REMANDED
41
42
         You are entitled to judicial review of this Order.
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    Judicial review is governed by the provisions of ORS
    197.850.
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```

1 Opinion by Hanna.

2.

NATURE OF THE DECISION

- 3 Petitioner appeals a decision of the board of
- 4 commissioners (county board) redesignating and rezoning
- 5 10 acres of a 24-acre parcel from Timber to Rural
- 6 Residential 5 (RR-5).

7 MOTION TO INTERVENE

- 8 Wayne Green (intervenor), the applicant below, moves
- 9 to intervene on the side of the county. There is no
- 10 opposition to the motion, and it is allowed.

11 MOTION TO DISMISS

- 12 Intervenor moves to dismiss petitioner's appeal on
- 13 the ground that petitioner failed to file a notice of
- 14 intent to appeal within 21 days of the date the
- 15 challenged decision became final, as required by ORS
- $16 197.830(8).^1$ The county issued the challenged decision
- 17 December 31, 1996, but did not send notice of its
- 18 decision to interested parties until January 3, 1997.
- 19 Petitioner filed its notice of intent to appeal within 21

¹ORS 197.830(8) provides, in relevant part:

[&]quot;A notice of intent to appeal a land use decision or limited land use decision shall be filed not later than 21 days after the date the decision sought to be reviewed becomes final. A notice of intent to appeal plan and land use regulation amendments processed pursuant to ORS 197.610 to 197.625 [post-acknowledgment procedures] shall be filed not later than 21 days after the decision sought be reviewed is mailed to parties entitled to notice under ORS 197.615."

- 1 days of the date the county mailed its decision, but 24
- 2 days after the decision became final.

- 1 Intervenor argues that the Court of Appeals' recent 2 decision in Wicks-Snodgrass v. City of Reedsport, 148 Or
- 3 App 217, 939 P2d 625, <u>rev den</u> 326 Or 59 (1997) (petition
- 4 for reconsideration pending), requires dismissal under
- 5 these circumstances. <u>Wicks-Snodgrass</u> reversed a long-
- 6 standing interpretation of the first sentence of ORS
- 7 197.830(8) that allowed a petitioner to file its notice
- 8 of intent to appeal within 21 days of the date the
- 9 challenged land use decision was mailed, notwithstanding
- 10 the actual language in the subsection's first sentence,
- 11 which requires filing within 21 days of the date the
- 12 decision becomes final.
- 13 Petitioner responds that Wicks-Snodgrass is
- 14 inapposite, because the challenged decision was an
- 15 amendment to the county's comprehensive plan (plan),
- 16 processed according to post-acknowledgment procedures,
- 17 and thus is governed by the second sentence of ORS
- 18 197.830(8), which expressly permits filing the appeal
- 19 within 21 days of the date the decision is mailed.
- 20 Intervenor argues that the county followed the post-
- 21 acknowledgment procedure in some respects, but not in
- 22 others, and therefore the challenged decision was not
- 23 "processed pursuant" to the post-acknowledgment
- 24 procedures. We disagree. The evident purpose of the
- 25 second sentence of ORS 197.830(8), providing an extended
- 26 appeal deadline when a local government amends its plan
- 27 or land use regulations, is frustrated if the county can

- 1 simply force a shorter appeal period on participants by
- 2 neglecting to follow the notice and other requirements of
- 3 the post-acknowledgment process. We find that
- 4 petitioner's notice of intent to appeal was timely filed
- 5 under the second sentence of ORS 197.830(8).
- 6 Intervenor's motion to dismiss is denied.

7 FACTS

- 8 Intervenor owns a 24-acre parcel located
- 9 approximately two miles from Highway 101 near Gold Beach.
- 10 The 24-acre parcel is both designated in the plan and
- 11 zoned Timber, 2 and is forested with a mixed stand of
- 12 conifers, deciduous trees and underbrush. The minimum
- 13 parcel size for the zone is 80 acres. The immediate area
- 14 surrounding the 24-acre parcel consists of a 477-acre
- 15 parcel of commercial timber to the north and east, large
- 16 commercial forest holdings to the south and southwest,
- 17 several RR-5 parcels to the south, and, to the west, a
- 18 number of two to eight acre residential parcels zoned RR-
- 19 5, located in an exception area. The 24-acre parcel was
- 20 substantially logged in the 1950s and selectively logged
- 21 at various periods thereafter. A single manufactured
- 22 dwelling has existed in the western portion of the parcel
- 23 since the 1970s.

 $^{^2}$ The record contains some references to the property as zoned Forestry/Grazing, but the challenged decision refers to the applicable zoning as Timber. The parties do not argue that the distinction is material.

- 1 In September of 1995, intervenor applied for (1) a
- 2 plan amendment redesignating the 24-acre parcel as Rural
- 3 Residential, (2) a zone change from Timber to RR-5, and
- 4 (3) an irrevocably committed exception to Statewide
- 5 Planning Goals 3 and 4. The county board approved the
- 6 application, but intervenor withdrew it when petitioner
- 7 appealed the approval to this Board.
- 8 In September of 1996, intervenor filed a new
- 9 application to amend the plan and rezone to RR-5 only the
- 10 westerly 10 acres of the 24-acre parcel. Intervenor did
- 11 not seek an exception to Goals 3 and 4, or a division of
- 12 the parcel. Rather, intervenor based his application on
- 13 his claim that the westerly 10-acre portion of the parcel
- 14 does not meet the standards for resource land under Curry
- 15 County Zoning Ordinance (CCZO) 9.031 and thus should be
- 16 redesignated as non-resource land.
- 17 After hearings, the county board approved the
- 18 application with the two "conditions" that intervenor's
- 19 existing dwelling be recognized as a non-conforming use,
- 20 and that one new dwelling be permitted in the northwest
- 21 portion of the parcel. In the challenged decision, the
- 22 county board interpreted CCZO 9.031 to allow the county
- 23 to segment parcels for the purpose of determining whether
- 24 redesignating resource land as non-resource land complied
- 25 with Statewide Planning Goals 3 and 4 (Goals 3 and 4).
- 26 The decision analyzed only the 10-acre portion of the 24-
- 27 acre parcel and concluded that this portion did not meet

- 1 the respective Goal 3 or Goal 4 definitions of
- 2 agricultural and forest land. After applying other local
- 3 criteria, the county board approved the application.
- 4 This appeal followed.

5 FIRST ASSIGNMENT OF ERROR

- 6 Petitioner argues that the county board erred in
- 7 interpreting CCZO 9.031 to permit it to evaluate only the
- 8 10-acre portion for compliance with relevant criteria in
- 9 the Goal 3 or 4 definitions, in isolation from the
- 10 remainder of the 24-acre parcel or surrounding lands.

11 A. Waiver

- 12 Intervenor contends, first, that petitioner failed
- 13 to raise this issue below with sufficient specificity to
- 14 allow the county board to respond. Petitioner responds
- 15 that it specifically challenged the county board's sub-
- 16 parcel analysis and its application of Goal 3 and Goal 4
- 17 standards in a letter dated November 22, 1996:
- 18 "Both the county plan and the statewide goals
- 19 require that the parcel be evaluated in its
- 20 entirety. It is not appropriate to isolate a
- energe, is in the appropriate to rectact a
- 21 portion of the property when considering its
- 22 productivity.
- "The key criterion under CCZO 9.031 requires
- that the applicant demonstrate the parcel is not
- 25 defined as agricultural or forest land under
- statewide planning goals 3 and 4. * * * " Record
- 27 159 (emphasis in original).
- Notwithstanding, intervenor contends that petitioner
- 29 failed to adequately apprise the county board that the

- 1 Goal 4 definition requires the county to analyze whether
- 2 the parcel is suitable for commercial forestry, whether
- 3 the parcel is necessary to permit forest operations or
- 4 practices on adjacent or nearby forest lands, and whether
- 5 the parcel is necessary to maintain soil, air, water and
- 6 fish and wildlife resources.³
- 7 This contention lacks merit. ORS 197.763 does not
- 8 require, as intervenor appears to urge, that petitioner
- 9 or another participant raise all arguments related to an
- 10 issue raised below, in order to advance those arguments
- 11 on appeal. Petitioner informed the county that it must
- 12 apply the Goal 4 definition. The county board responded,
- 13 as reflected in the decision's extensive analysis of the
- 14 specific Goal 4 language. Record 15-17. We conclude
- 15 that petitioner adequately raised the issue of whether
- 16 the county board's sub-parcel analysis complied with the
- 17 Goal 4 definition.
- 18 As a separate contention, intervenor argues that
- 19 petitioner affirmatively waived the issue of Goal 3
- 20 compliance when it wrote the county that:

³Goal 4 defines forest lands as

[&]quot;those lands acknowledged as forest lands as of the date of adoption of this goal amendment. Where a plan is not acknowledged or a plan amendment involving forest lands is proposed, forest land shall include lands which are suitable for commercial forest uses including adjacent or nearby lands which are necessary to permit forest operations or practices and other forested lands that maintain soil, air, water and fish and wildlife resources."

"The most recent NRCS soil survey for Curry 1 County indicates that the 24-acre subject parcel 2 3 is predominantly comprised of soils in 4 Millicoma-Whaleshead-Reedsport complex. 5 Although these soils are not suitable for farm use * * * soils in this series are capable of 6 7 producing 173 cubic feet per acre, per year of wood fiber * * *." Record 159 (emphasis added). 8

9 Intervenor concludes from the emphasized language that 10 petitioner was informing the county that Goal 3 does not 11 apply because the parcel is not agricultural land. 12 Intervenor's interpretation contradicts statements in the same letter which assert that Goal 3 13 14 applies to this parcel, and ignores the fact that "agricultural land" need not possess farm soils, under 15 the Goal 3 definition. An act of affirmative waiver must 16 17 be clearer than that alleged here. Cf. DLCD v. Curry County, 28 Or LUBA 205, 211 (1994), aff'd 132 Or App 393 18 19 (1995) (River's End Ranch) (DLCD's statement that the relevant Goal 5 inquiry is limited to certain aspects of 20 the aggregate operation is an affirmative waiver of Goal 21 22 5 issues unrelated to the operation). Petitioner did not affirmatively waive the issue of Goal 3 compliance. 23

Finally, intervenor argues that petitioner has waived the issue that the only method by which the county could change its designation of the subject parcel is through a Goal 2 exception. Petitioner's brief does offer an opinion to that effect, but does not assign as

- 1 error the county board's failure to undertake an
- 2 exception. Thus we do not address it.
- 3 We conclude that petitioner adequately raised the
- 4 issue of whether the county board misapplied Goals 3 and
- 5 4 in its analysis.

6 B. Application of Goals 3 and 4

- 7 According to petitioner, the challenged decision is
- 8 an amendment to the county's acknowledged plan and land
- 9 use regulations, and as such, must comply with Goals 3
- 10 and 4. Intervenor responds that Goals 3 and 4 do not
- 11 apply, and if they do, the county board correctly applied
- 12 them through CCZO 9.031, an acknowledged provision of the
- 13 zoning ordinance which describes the criteria for
- 14 determining when certain resource lands should be
- 15 redesignated nonresource lands. CCZO 9.031 provides in
- 16 relevant part that:
- 17 "The [county board] shall determine that
- 18 requests for comprehensive plan amendments prove
- 19 that land planned and zoned for resource use is
- 20 not resource land and meets the following
- 21 standards:
- 22 "1. The subject property does not meet the
- 23 definition of Agricultural Land under
- 24 Statewide Planning Goal 3 and/or Forest
- Land under Statewide Planning Goal 4;
- 26 "* * * * *"
- 27 Intervenor cites Foland v. Jackson County, 311 Or
- 28 167, 807 P2d 801 (1991), for the proposition that the
- 29 challenged decision need not comply with the goals
- 30 because it is made pursuant to an ordinance acknowledged

- 1 under the plan, <u>i.e.</u> CCZO 9.031, and thus need only
- 2 comply with the plan. Intervenor argues that
- 3 petitioner's insistence that the goals apply is an
- 4 impermissible collateral attack on an acknowledged land
- 5 use regulation.
- 6 Intervenor's reliance on Foland is misplaced. In
- 7 Foland, the county labeled its decision a plan amendment,
- 8 but the court determined that the decision in substance
- 9 implemented an acknowledged plan provision, and thus the
- 10 decision need not comply with the goals. 311 Or at 180.
- 11 In the present case, the decision is a plan amendment
- 12 both in substance and form. Petitioner does not seek to
- 13 review CCZO 9.031 against the goals, but rather to review
- 14 the plan amendment against the goals. An amendment to an
- 15 acknowledged plan is not acknowledged at the time it is
- 16 adopted, and thus is reviewable for compliance with

- 1 the goals. ORS 197.835(6). In any case, CCZO 9.031(1)
- 2 itself requires that the plan amendment comply with Goals
- 3 3 and 4.
- 4 We conclude that Goals 3 and 4 apply to the proposed
- 5 plan amendment, both independently and as required by
- 6 CCZO 9.031(1). The real issue in this case is exactly
- 7 what compliance with Goals 3 and 4 means.

8 C. Compatibility of Sub-Parcel Analysis with Goals 9 3 and 4

- 10 The fundamental objection petitioner makes to the
- 11 challenged decision is its focus on only 10 acres of the
- 12 24-acre parcel in applying the Goal 3 and 4 definitions.
- 13 The decision adopts this scale of analysis by
- 14 interpreting the phrase "subject property" as used in
- 15 CCZO 9.031(1) to mean only the portion to be segmented
- 16 from the parcel. The decision defends this
- 17 interpretation by noting that:
- 18 "The authorizing ordinances for Section 9.031 * 19 * * state that the purpose of this section is to 20 provide standards which allow an applicant to 21 show that land designated by the county's 22 comprehensive plan as resource land is not 23 land. The operative language resource 24 Section 9.031(1) requires that the "subject 25 property" be shown to be nonresource land. 26 provision does not require that the entire 27 ownership or parcel be found to be nonresource 28 land. The [county board] finds that the terms 29 "subject property" and "parcel" and "ownership" 30 are distinct terms. If the county had desired 31 to apply the requirements of Section 9.031 only parcels, 32 to full ownerships or then 33 resulting language would have reflected that 34 intent. Thus, Section 9.031 properly applies to

the property which is the subject of the individual application." Record 14.4

Deference to the County's Interpretation

4 The county board did not determine whether its interpretation is consistent with Goals 3 and 4. 5 6 it appears to presume, and intervenor asserts on appeal, that its interpretation of the term "subject property" in 7 CCZO 9.031(1) is entitled to deference under Clark v. 8 Jackson County, 313 Or 508, 836 P2d 710 (1992), and its 9 10 progeny. If so, it is mistaken. We need not affirm a local government's interpretation οf 11 its land 12 regulations if the interpretation is contrary to a 13 statute, land use goal or rule that the regulation implements. ORS 197.829(1)(d); DLCD v. Crook County, 26 14 Or LUBA 478, 488 (1994). The decision in this case 15 "implements" Goals 3 and 4. 16 See Leathers v. Marion 17 County, 144 Or App 123, 129-30, 925 P2d 148 (1996). the context of the case before us, the county may not 18 interpret its ordinances in a manner that is inconsistent 19 with, or provides a lesser level of resource protection 20

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⁴The decision goes on to reject petitioner's view that the goals require a "full-parcel" analysis because petitioner had had an opportunity to comment and appeal CCZO 9.031(1), including the phrase "subject property," when that ordinance was adopted and acknowledged in a post-acknowledgment procedure. Record 14. Petitioner correctly notes that the county's "sub-parcel" interpretation was first made in this proceeding, and that petitioner could hardly acknowledge an interpretation that was first advanced years after the date of acknowledgment.

- 1 than, the law it implements. Testa v. Clackamas County,
- 2 26 Or LUBA 357, 366 (1994). Nor may the county, through
- 3 its own definitions, eliminate a goal requirement. DLCD
- 4 v. Coos County, ___ Or LUBA ___ (LUBA No. 96-121,
- 5 February 21, 1997), slip op 13 (Ridle).

6 2. Compatibility of Sub-Parcel Analysis with Goal 4

8 The Goal 4 definition of "forest lands" requires

9 analysis of (1) whether the land is suitable for

10 commercial forest uses; (2) whether the land is necessary

11 to permit forest operations or practices on adjacent or

12 nearby forest lands; and 3) whether the forested land is

13 necessary to maintain soil, air, water and fish and

14 wildlife resources. ⁵ See Ridle, slip op at 9-12. An

15 affirmative answer to any one of those criteria renders

16 the land "forest land" under Goal 4.

17 Using its "sub-parcel" analysis, the decision

18 determines that the 10 acres in question do not meet

19 these three criteria. Record 15. For example, the

20 decision considers only the soils and character of the

21 10-acre site in deciding unsuitability for commercial

⁵Goal 4 defines forest lands as

[&]quot;* * * [t]hose lands acknowledged as forest lands as of the date of adoption of this goal amendment. Where a plan is not acknowledged or a plan amendment involving forest lands is proposed, forest land shall include lands which are suitable for commercial forest uses including adjacent or nearby lands which are necessary to permit forest operations or practices and other forested lands that maintain soil, air, water and fish and wildlife resources."

- 1 forestry, without considering whether the entire 24-acre
- 2 parcel is unsuitable.

3 a. Suitable for Commercial Forestry

- 4 Petitioner asserts that
- 5 "Goal 4 requires an analysis of the suitability
- of both the property in question and its
- 7 suitability when considered along with adjacent
- 8 or nearby lands. * * * The entire 24-acre
- 9 parcel, along with adjacent or nearby lands must
- 10 be evaluated in terms of their suitability for
- 11 commercial forest use." Petition for Review 8-9
- 12 (emphasis in original).
- 13 At this juncture, we need not and do not decide whether
- 14 petitioner is correct that the county must consider the
- 15 commercial suitability of the land under consideration in
- 16 conjunction with adjacent or nearby lands. We need
- 17 address only petitioner's less expansive assertion that
- 18 Goal 4 and applicable case law require the county board
- 19 to consider the entire parcel in deciding whether the
- 20 subject property is suitable for commercial forestry.
- 21 Several cases have addressed the "sub-parcel" scale of
- 22 analysis problem presented here, in the context of both
- 23 Goal 3 and Goal 4.
- 24 Under Goal 3 and relevant EFU statutes, it is clear
- 25 that when a local government considers converting
- 26 agricultural land to nonresource use it must consider the
- 27 agricultural suitability of the entire parcel, not just
- 28 the sub-parcel for which the nonresource use is sought.
- 29 See Smith v. Clackamas County, 313 Or 519, 527-28, 836

- 1 P2d 716 (1992); Lemmon v. Clemens, 57 Or App 583, 588,
- 2 646 P2d 633, rev den 293 Or 634 (1982).6 This doctrine
- 3 is generally premised on interpretation of "suitability"
- 4 language adopted into local ordinances from statutory or
- 5 rule requirements, read in context with a state land use
- 6 policy at ORS 215.263 to preserve large blocks of
- 7 agricultural land. <u>See</u>, <u>e.g.</u>, <u>Smith</u>, 313 Or at 527-28.
- 8 Petitioner argues that the "full-parcel" doctrine
- 9 also applies to the Goal 4 context, because the
- 10 "suitability" language and concept is almost identical in
- 11 both cases, and because both Goal 3 and Goal 4 have as
- 12 their bedrock policy the conservation of resource lands.
- 13 Petitioner cites Grden v. Umatilla County, 10 Or LUBA 37
- 14 (1984), for the proposition that Goal 4 implements that
- 15 policy by requiring a "full-parcel" analysis to prevent
- 16 loss of forest lands through parcelization.⁷

⁶Smith holds that when determining whether property is "generally unsuitable" for purposes of approving a nonfarm dwelling, the property considered must be the entire parcel. This holding was legislatively overruled in certain counties by HB 3661, 1993 Or Laws ch. 792 § 14 (codified at ORS 215.284(2) and (3)). Under the relevant portion of the current statutory scheme, applications for a nonfarm dwelling in counties outside the Willamette Valley, such as Curry County, need only demonstrate that the "portion of a lot or parcel" is generally unsuitable for agriculture. ORS 215.284(2)(b), (3)(b). The legislative "fix" of Smith is inapplicable to the present case, which does not involve an application for a nonfarm dwelling under ORS 215.284. However, the legislative exception for nonfarm dwellings in certain counties tends to prove the general rule that Goal 3 and the EFU statutes require, in other contexts, a full-parcel analysis of agricultural suitability.

 $^{^7\}text{Petitioner}$ also cites $\underline{\text{DLCD v. Coos County}},~113$ Or App 621, 833 P2d 1318 (1992) (Lone Rock II), for the same proposition. While Lone Rock II seems to draw an analogy between the policies inherent in Goal 3 and

Goal 4, it does not involve a direct interpretation of Goal 4 or an ordinance based on Goal 4. At issue in Lone Rock II was a county ordinance that permitted nonforest dwellings on land that is "generally unsuitable for forest uses. The "generally unsuitable language did not implement Goal 4, or any rule or statute, but apparently was borrowed from the nonfarm dwelling context. DLCD v. Coos County, 23 Or LUBA at 17, n 4 (Lone Rock I). The county interpreted its ordinance to allow it to examine the suitability of a portion rather than the entire The Court of Appeals agreed with LUBA that the "suitability" standard in this context requires the same full-parcel analysis derived from the Goal 3 context, because "[p]arcelization is as inconsistent with the preservation and proper use of forest land as it is with commercial agriculture." 113 Or App at 625. Lone Rock II does not address Goal 4 other than to quote with approval a passage from our decision in Grden that does address Goal 4. Thus, it is unclear whether Lone Rock II considers the ultimate source of the "full-parcel" analysis it reads into the local suitability language to be Goal 3 or Goal 4.

Shortly after the Court of Appeals issued Lone Rock II, the Supreme Court decided Clark, 313 Or 508. Clark held that we erred in interpreting a county "suitability" requirement with respect to mining operations to require the same full-parcel analysis imposed by the nonfarm statutes and Goal 3. 313 Or at 515. Clark also held that we must defer to local interpretations of local ordinances unless they are contrary to the text, purpose or context of the ordinance. In response, the Court of Appeals withdrew Lone Rock II and remanded it to us for reconsideration under Clark. DLCD v. Coos County, 115 Or App 145, 838 P2d 1080 (1992) (Lone Rock III). On remand, we found that Clark controlled, and that because the suitability language in the ordinance did not derive from any statutory or other legal requirement, it was error to import the "full-parcel" analysis from the Goal 3 context into the local ordinance against the county's contrary interpretation. Accordingly, we deferred to that local interpretation. 24 Or LUBA at 353-54. We did not consider in $\underline{\text{Lone Rock}}$ IV the Court of Appeals' allusion to Goal 4 in Lone Rock II or whether Goal 4 embodies values that dictate a full-parcel analysis. It is not clear how or if our consideration of that allusion would have changed the analysis at that time, since Clark had not yet been legislatively modified to direct us not to defer to local interpretations of ordinances implementing goals, rules or statutes. ORS 197.829(1)(d).

In short, <u>Lone Rock II</u>, read in light of its subsequent history, does not state anything authoritative about whether the Goal 4 suitability standard requires a full-parcel analysis. The local suitability language at issue in <u>Lone Rock I-IV</u> did not implement Goal 4 or standards in Goal 4, and it is unclear what role Goal 4 played, if any, in <u>Lone Rock II</u>'s analysis. Further, <u>Lone Rock II</u> was subsequently withdrawn, on other grounds, and our analysis on remand did not consider Goal 4 at all. Accordingly, for purposes of the present case, we decline to give Lone Rock II any weight in our analysis.

1 Grden involved a proposal to lease five acres of a 2 389-acre parcel zoned F-5 Forest (five-acre minimum), and 3 build a nonforest structure on .9 acres of that five-acre 4 portion. The five acres as a whole was suitable for 5 timber production, but the .9-acre building site was not. The applicable Goal 4 standards for nonforest uses 6 7 required analysis of the "suitability" of the land for 8 forest production.8 We found, first, that the five-acre portion as a whole was "forest land" under Goal 4. 10 at 41. We then held that the Goal 4 suitability analysis 11 must apply to the entire five acres, rather than the .9-12 acre building site. Id. at 43. The opinion goes on to 13 state:

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"The Board's interpretation of the suitability standard in this case is governed by understanding that the overall purpose of Goal 4 is the retention of forest land for forest uses. * * * Acceptance of the narrow reading proposed by participants-respondents, while attractive in the present case, could easily result in the gradual diminution of valuable resource lands. Myriad non-forest uses could be expected to spring up on small, unproductive building sites located on larger parcels containing valuable timber land. In time, these uses could well make a much larger presence known, to the detriment of the values reflected in Goal 4. Board notes, in support of interpretation, that in analogous cases arising under Goal 3 (Agricultural Lands) the Court of Appeals has read the law so as to maximize the

 $^{^8}$ At the time <u>Grden</u> was decided Goal 4 defined forest lands in relevant part as "lands composed of existing and potential forest lands which are suitable for commercial forest uses * * *." <u>Former</u> Goal 4 (1983 Version).

- retention and continuation of existing resource uses." Id.
- 3 In short, we recognized early in the evolution of
- 4 Goal 4 that it embodies a policy of conserving forest
- 5 lands that requires, in assessing whether lands are
- 6 "forest lands" under the suitability standard, that the
- 7 scope of analysis extend minimally to units of forest
- 8 lands consistent with conservation of forest resources.
- 9 We see nothing in the subsequent history or current
- 10 version of Goal 4 that detracts from that policy.
- 11 While intervenor does not agree that Goal 4 imposes
- 12 such a requirement, he cites Grden for the proposition
- 13 that the appropriate scale of analysis is not the parcel
- 14 under single ownership (in Grden, 389 acres), but the
- 15 lands subject to proposed nonresource use (in Grden, the
- 16 five acres subject to the challenged permit under
- 17 applicable F-5 zoning). We agree that Grden demonstrates
- 18 the appropriate scale of analysis in that case, but not
- 19 for intervenor's reasons. Our reading of Grden is that
- 20 five acres was the proper scale of analysis because it
- 21 was the minimal unit of forest lands consistent with
- 22 conservation of forest resources. That is, five acres
- 23 corresponded with the county's prior determination that a
- 24 five-acre minimum parcel size was sufficient to comply
- 25 with the Goal 4 requirement to conserve forest resources.
- 26 That determination is reflected in the minimum parcel
- 27 size required by the base forest zoning.

- 1 In sum, Goal 4 requires that, in determining whether
- 2 land is "forest land" under the Goal 4 suitability
- 3 standard, the local government's minimum scale of
- 4 analysis must at least equal the applicable base forest
- 5 zone minimum parcel size. If the subject property is
- 6 less than the minimum parcel size, all of the subject
- 7 property must be considered. In the present case, the
- 8 24-acre parcel is less than the county's 80-acre minimum
- 9 parcel size. CCZO 3.044(1). It follows that the county
- 10 board erred in evaluating only the 10-acre portion for
- 11 commercial suitability.
- 12 This subassignment of error is sustained.

b. Nearby and Adjacent Lands

- 14 Petitioner next argues that the county board failed
- 15 to adequately evaluate under Goal 4 whether the 24-acre
- 16 parcel is necessary to permit forestry operations or
- 17 practices on adjacent or nearby forest lands. The only
- 18 evidence the decision cites on this point is a letter
- 19 from the manager of the timber company

1 that owns the 477-acre timber parcel to the north and

2 east of the subject property. The letter states that:

"We regularly purchase property to supplement our timberland base. However, due to the size and location of your property, it is not the type we seek to purchase. We also do not lease land for timber management purposes. We have no interest in either purchasing or leasing your property." Record 161.

The decision notes that the letter led it to conclude that "the company does not view the subject property as necessary for maintaining other timber related purposes," and, on that evidence, finds that the subject property was not necessary to permit forest operations on adjacent or nearby forest lands. Record 16.

16 Petitioner argues that this finding misconstrues the law because it focuses solely on one adjacent timber 17 property. Other than the strip of developed residential 18 19 lots to the west, and several residential parcels to the 20 south, the record shows that the immediate area of the 21 subject property is comprised overwhelmingly commercial timber holdings. Record 119-23.9 22 requires that the county evaluate nearby lands, as well 23 as adjacent lands, to determine whether the subject 24 property is necessary to maintain forestry in 25 vicinity. Ridle, slip op at 13. The challenged decision 26

 $^{^9{}m Intervenor}$ aptly describes the adjacent area of developed residences as an "island of development" in what is apparently a sea of timber land. See Record 118-24.

- 1 contains no discussion of the extensive nearby timber
- 2 lands. 10
- 3 This subassignment of error is sustained.
- 4 c. Lands that Maintain Soil, Air, Water, 5 Fish and Wildlife Resources
- 6 The decision's findings on the Goal 4 requirement
- 7 that the subject property not be "other forested lands
- 8 that maintain soil, air, water and fish and wildlife
- 9 resources" consists simply of a statement that:
- 10 "No evidence was submitted suggesting that the
- 11 subject property is necessary to allow forest
- operations or maintain soil, air, water and fish
- and wildlife resources on adjacent or nearby
- 14 properties." Record 16.
- 15 Petitioner argues that the decision fails to make
- 16 specific findings, supported by substantial evidence,
- 17 about any of the enumerated resources on the subject
- 18 property; further, that the decision impermissibly shifts
- 19 the burden of proof to other parties, when the applicant
- 20 bears the burden of proof that all applicable standards
- 21 are met. ODOT v. City of Newport, 23 Or LUBA 408, 417
- $22 (1992).^{11}$

 10 Moreover, we question whether the letter from a forest industry landowner declining to lease or purchase the subject property is sufficient to establish that the subject property is not necessary to permit forest operations on the landowner's property. The letter is not directed at that issue, but rather at whether the subject property is a suitable addition to the landowner's timberland base.

¹¹CCZO 9.031 also requires that:

- 1 Intervenor responds that the decision assesses those
- 2 natural resources, or similar ones, under CCZO 9.031(2),
- 3 which requires the applicant to prove that the subject
- 4 property does not contain "any natural resources defined
- 5 in Statewide Planning Goal 5 which are identified in the
- 6 Comprehensive Plan." We disagree. Goal 5 natural
- 7 resources do not duplicate the enumerated Goal 4 natural
- 8 resources, nor does analysis of Goal 5 resources in any
- 9 way duplicate the required Goal 4 analysis of whether
- 10 designation of the subject property for forest use
- 11 maintains soil, air, water and fish and wildlife
- 12 resources. The county must make appropriate findings,
- 13 based on substantial evidence in the record, not on an
- 14 absence of evidence on a point on which the applicant
- 15 bears the burden of proof.
- 16 This subassignment of error is sustained.

17 3. Compatibility of Sub-parcel Analysis with Goal 3

- 19 The decision determines that the 10-acre portion of
- 20 the subject parcel did not possess the requisite soils,
- 21 nor the suitability for grazing, required to constitute
- 22 "agricultural land" under the Goal 3 definition. Record
- 23 17. Petitioner argues that Goal 3 and its rules require

[&]quot;The [county] shall determine that requests for comprehensive plan amendments prove that land planned and zoned for resource use is not resource land * * * ".

- 1 consideration of the entire 24-acre parcel. 12 River's End
- 2 Ranch, 28 Or LUBA at 208.
- 3 In River's End Ranch, the applicant sought to
- 4 redesignate and rezone from Forest/Grazing to Rural
- 5 Residential 233 acres of a 272-acre parcel. The
- 6 applicant also owned adjacent farm lands. Like the
- 7 county board in this case, the county in River's End
- 8 Ranch adopted a sub-ownership analysis. We held in
- 9 relevant part that whether the subject property is
- 10 agricultural land as defined in Goal 3 and OAR 660-33-
- 11 020(1)(a)(B) and (C) "depends upon an analysis of an
- 12 applicant's entire ownership." 28 Or LUBA at 209.

¹²Goal 3 defines agricultural land in relevant part as:

[&]quot;[L]ands which are suitable for farm use taking into consideration soil fertility; suitability for grazing; climatic conditions; existing and future availability of water for farm irrigation purposes; existing land use patterns; technological and energy inputs required; or accepted farming practices. Lands in other classes which are necessary to permit farm practices to be undertaken on adjacent or nearby lands shall be included as agricultural land in any event."

In turn, OAR 660-33-020(1)(a) defines agricultural land in relevant part as:

[&]quot;(B) Land in other soil classes that is suitable for farm use as defined in ORS 215.203(2)(a), taking into consideration soil fertility; suitability for grazing; climatic conditions; existing and future availability of water for farm irrigation purposes; existing land use patterns; technological and energy inputs required; and accepted farming practices; and

[&]quot;(C) Land that is necessary to permit farm practices to be undertaken on adjacent or nearby agricultural lands."

- 1 We conclude in this case, as we did in River's End
- 2 Ranch, that Goal 3 requires the county to evaluate the
- 3 soils and suitability for grazing and other agricultural
- 4 uses of the 24-acre parcel under the applicant's
- 5 ownership to determine whether the parcel is agricultural
- 6 land under Goal 3. The county must also evaluate whether
- 7 the 24-acre parcel is necessary to permit farm practices
- 8 on adjacent or nearby agricultural lands. OAR 660-33-
- $9 \quad 020(1)(a)(C)$.
- 10 This subassignment of error is sustained.
- 11 The first assignment of error is sustained.

12 SECOND ASSIGNMENT OF ERROR

- In the second assignment of error, petitioner argues
- 14 in the alternative that, even if a sub-parcel analysis is
- 15 consistent with Goals 3 and 4, a sub-parcel
- 16 interpretation of "subject property" as used in CCZO
- 17 9.031 is inconsistent with the express language, purpose
- 18 and policies underlying the county's land use ordinance
- 19 and plan. ORS 197.829(1)(a)-(c).
- We concluded in the first assignment of error that a
- 21 sub-parcel interpretation of "subject property," as used
- 22 in CCZO 9.031(1), is contrary to Goals 3 and 4. Our
- 23 resolution of the first assignment of error makes it
- 24 unnecessary to address the second assignment of error.

THIRD ASSIGNMENT OF ERROR

1

- 2 Petitioner assigns error to the decision's approval
- 3 of a nonconforming use determination and approval of a
- 4 second dwelling on the subject property. The county
- 5 board approved intervenor's application for plan
- 6 amendment and zone change, and imposed as "conditions" of
- 7 that approval intervenor's right to use one dwelling as a
- 8 nonconforming use, and intervenor's right to place one
- 9 additional dwelling in the northwest corner of the 10
- 10 acres under consideration. Record 25-26.
- 11 Petitioner argues these approvals must be remanded
- 12 because neither the notice of the hearing, the notice to
- 13 petitioner, nor the hearing itself contained any mention
- 14 that intervenor was seeking a nonconforming use or
- 15 additional dwellings, the decision contained no findings
- 16 required to establish a nonconforming use or additional
- 17 dwelling, and, in any case, the applicable ordinances do
- 18 not permit approval of nonconforming uses and additional
- 19 dwellings in this context.
- 20 Intervenor responds, first, that petitioner knew
- 21 about the existing manufactured dwelling and chose not to
- 22 raise that issue before the county, thus waiving the
- 23 nonconforming use issue. We disagree. Where the hearing
- 24 notice does not fairly apprise interested persons of the
- 25 matter to be decided, or where the final decision is
- 26 substantially different from the notice given,
- 27 petitioners may raise pertinent issues for the first time

- 1 before this Board. See Collier v. Marion County, 29 Or
- 2 LUBA 462, 472 (1995)
- 3 Intervenor next contends that he did not request
- 4 approval of the nonconforming use, and, indeed, does not
- 5 need approval, because he is automatically entitled to
- 6 nonconforming use status under ORS 213.130(5).
- 7 Intervenor is incorrect. CCZO 2.060(1) grants authority
- 8 for the county planning commission to approve or deny
- 9 applications for determination of the existence of a
- 10 nonconforming use. Intervenor is required to gain the
- 11 county's recognition of his nonconforming use.
- 12 Finally, intervenor argues that the decision does
- 13 not actually approve the nonconforming use and additional
- 14 dwelling, it merely conditions the plan and zone change
- 15 to clarify that intervenor could not build other
- 16 dwellings on the 24-acre parcel. We disagree. The
- 17 decision purports to authorize the nonconforming use and
- 18 placement of an additional dwelling in a particular
- 19 portion of the property, without notice or findings to
- 20 support those approvals.
- 21 The third assignment of error is sustained.

22 FOURTH ASSIGNMENT OF ERROR

- 23 Petitioner argues that the county board's decision
- 24 to convert 10 acres of a parcel zoned Timber to RR-5 is
- 25 contrary to CCZO 4.030, which generally prohibits any
- 26 lot, yard or open space dedicated by the zoning ordinance

- 1 for one use from being employed for another use.
- 2 However, petitioner does not establish that any
- 3 participant raised below the applicability of CCZO 4.030,
- 4 or that it could not have been raised below. ORS
- 5 197.835(3), (4)(b). We agree with intervenor that this
- 6 issue was waived. ORS 197.835(3).
- 7 The fourth assignment of error is denied.
- 8 The county's decision is remanded.

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