1	BEFORE THE LAND USE BOARD OF APPEALS
2	OF THE STATE OF OREGON
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4	DEREK DAVIS and JENNIFER DAVIS,
5	Petitioners,
6	
7	VS.
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9	JACKSON COUNTY,
10	Respondent.
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12	LUBA No. 2011-028
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14	FINAL OPINION
15	AND ORDER
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17	Appeal from Jackson County.
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19	Derek Davis and Jennifer Davis, Medford, represented themselves. Derek Davis filed
20	the petition for review and argued on his own behalf.
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22	Frank Hammond, Medford, filed the response brief and argued on behalf of
22 23	respondent. With him on the brief was the Law Offices of Frank Hammond LLC.
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25	BASSHAM, Board Member; RYAN, Board Chair; HOLSTUN, Board Member,
26	participated in the decision.
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28	AFFIRMED 07/06/2011
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30	You are entitled to judicial review of this Order. Judicial review is governed by the
31	provisions of ORS 197.850.
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#### NATURE OF THE DECISION

Petitioners appeal a hearings officer's decision in a land use enforcement action that petitioners' use of their property as a short-term vacation rental is not a permitted use in the Woodland Resource zone.

## **FACTS**

The subject property is a 15-acre parcel zoned Woodland Resource (WR), a forest zone. The property is developed with a large dwelling with a number of amenities such as a swimming pool, a zipline, and a 9-hole chip-and-putt golf course. Petitioners do not reside on the property. In response to a complaint from neighbors, a county enforcement officer investigated and eventually cited petitioners for operating a commercial use on the property not allowed in the WR zone. The officer alleged that petitioners advertise and lease their property for large events such as weddings, and also lease the property to individuals or families as a weekend or weekly vacation rental.

Petitioners agreed to discontinue leasing the property for large events, but argued to the county hearings officer that leasing the property for short-term vacation rentals is a residential use permitted in the WR zone, no different than renting the property to long-term or month-to-month tenants. The hearings officer disagreed, concluded that a short-term vacation rental is not a use permitted in the WR zone, and ordered petitioners to cease that activity. The hearings officer also imposed a \$600 fine. This appeal followed.

# FIRST AND SECOND ASSIGNMENTS OF ERROR

Jackson County Land Development Ordinance (LDO) Table 4.3-1 lists the uses allowed in the WR zone. Under the category of "commercial uses," Table 4.3-1 lists only two uses: large destination resort and home occupation/home business. Under the category of "Residential Uses," Table 4.3-1 lists a number of uses, including "large tract forest dwelling," "forest template dwelling," and "ownership of record dwelling."

Petitioners argue that the hearings officer erred in concluding that leasing a dwelling as a short term vacation rental is not a "residential use" allowed in the WR zone. According to petitioners, Table 4.3-1 is silent as the rental of residential property, and there is no basis in the code to distinguish between short-term rentals and long-term rentals. Petitioners cite to *City of Portland v. Carriage Inn*, 67 Or App 44, 676 P2d 943 (1984), for the proposition that unless a zoning ordinance expressly prohibits transient or short-term occupancy of dwelling units in a residential zone, such uses must be treated the same way as long-term residential occupancy.

City of Portland v. Carriage Inn does not assist petitioners because, as the county points out in its brief, the county's zoning ordinance includes provisions that effectively prohibit short term vacation rentals in the WR zone. LDO 13.2. sets out a number of use categories. The use category of "Residential Uses" includes, in relevant part "Household Living," defined as "residential occupancy of a dwelling unit by a family" where "[t]enancy is arranged on a month-to-month or longer basis." LDO 13.2.3(A)(1). Subsection (2) describes an exclusion from "household living" for certain multi-unit lodgings rented on a monthly or longer basis, which fall into the use category of "Visitor Accommodation."

In turn, LDO 13.2.4 describes the county's commercial uses. LDO 13.2.4(P) defines the use category "Visitor Accommodation" as facilities that "provide lodging where tenancy

#### "Household Living

<sup>&</sup>lt;sup>1</sup> LDO 13.2.3(A) provides, in relevant part:

<sup>&</sup>quot;(1) Characteristics; Accessory Uses

<sup>&</sup>quot;Includes residential occupancy of a dwelling unit by a family. Tenancy is arranged on a month-to-month or longer basis. \* \* \* \*

<sup>&</sup>quot;(2) Exclusion

<sup>&</sup>quot;Lodging in a dwelling unit where more than two-thirds (2/3) of the units are rented on a monthly or longer basis is considered a hotel or motel use and is classified as a Visitor Accommodation."

1 may be arranged for periods of less than 30 days." Under the foregoing definitions, there is

2 no possible dispute that the short-term vacation rental at issue in this appeal does not fall into

3 any category of residential use, and instead fall squarely into the definition of "visitor

accommodation," a commercial use that is not permitted in the WR zone. Contrary to

petitioners' argument, the LDC does distinguish between short-term and long-term rental of

dwellings. As the relevant use categories are defined, the term of tenancy largely determines

whether the rental is a residential use or commercial use.

Although the hearings officer did not address the above definitions, he correctly

rejected petitioners' argument that a short-term vacation rental is a residential use, and

correctly concluded that a short term vacation rental is a commercial use not permitted in the

11 WR zone.

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The first and second assignments of error are denied.

The county's decision is affirmed.

#### "Visitor Accommodation

"(1) Characteristics; Accessory Uses

"Includes facilities provide lodging where tenancy may be arranged for periods of less than 30 days. Accessory uses may include restaurants, offices, parking, and recreational uses, including swimming pools.

### "(2) Exclusion

- "(a) Lodging where the residents meet the definition of a family and where tenancy is arranged at a minimum on a month-to-month basis is classified as 'Household Living.'
- "(b) Lodging where the residents do not meet the definition of a family and where tenancy is arranged at a minimum on a month-to-month basis is classified as 'Group Living.'"

<sup>&</sup>lt;sup>2</sup> LDO 13.2.4(P) provides: