



1 Opinion by Sherton.

2 **NATURE OF THE DECISION**

3 Petitioner appeals a county order approving a farm  
4 dwelling on a 13 acre parcel in the Farm/Forest (F/F) zone,  
5 an exclusive farm use zone.<sup>1</sup>

6 **FACTS**

7 The subject parcel is undeveloped. It is comprised of  
8 10 acres of U.S. Soil Conservation Service (SCS) Class II  
9 McAlpin silty clay loam soils and 3 acres of SCS Class II  
10 and III Bellpine silty clay loam soils. The majority of the  
11 parcel is within the 100-year floodplain of a creek  
12 adjoining the parcel's southeast border, and is designated  
13 by the county as a Special Flood Hazard Area.

14 This is the second time a decision of the board of  
15 county commissioners approving a farm dwelling on the  
16 subject property has been appealed to this Board.<sup>2</sup> In  
17 Forster v. Polk County, \_\_\_ Or LUBA \_\_\_ (LUBA No. 91-108,  
18 December 2, 1991) (Forster I), we remanded the county's  
19 decision because it failed to demonstrate compliance with  
20 the four criteria of Polk County Zoning Ordinance 138.040(B)

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<sup>1</sup>The F/F zone has been acknowledged by the Land Conservation and Development Commission as an exclusive farm use zone in compliance with Statewide Planning Goal 3 (Agricultural Lands). See DLCD v. Polk County, \_\_\_ Or LUBA \_\_\_ (LUBA No. 91-044, August 14, 1991), slip op 7-8.

<sup>2</sup>The local record submitted to the Board in Forster I is included in the local record of this appeal, and we cite it as Record I. The local record compiled after the county's first decision was remanded by Forster I is cited as Record II.

1 for approval of a dwelling "customarily provided in  
2 conjunction with farm use" on a F/F zoned parcel less than  
3 40 acres in size.

4 On remand, the applicant submitted a revised farm  
5 management plan. Record II 47-55. The revised farm  
6 management plan indicates that in 1991, 1.25 acres of the  
7 property were planted in Grand fir seedlings and 2 acres of  
8 the property were planted in Noble fir seedlings. The  
9 revised farm management plan also indicates that the  
10 applicant intends to plant 2 additional acres in Noble firs,  
11 Grand firs and Scotch pines in 1992, and 1.5 additional  
12 acres in Noble firs in 1993. This would result in a total  
13 of 6.75 acres planted in Christmas trees.<sup>3</sup> The revised farm  
14 management plan also proposes, as did the original farm  
15 management plan, erecting a pole barn, fencing pasture and  
16 maintaining two brood cows.

17 After conducting a new evidentiary hearing on the  
18 applicant's proposal, the board of commissioners issued an  
19 order approving a farm dwelling on the subject property.  
20 The order includes the following condition of approval:

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<sup>3</sup>There is some uncertainty as to the exact acreage already planted, and the total acreage intended to be planted, in Christmas trees. The original farm management plan stated the applicant had planted 1 acre of Grand fir and 2 acres of Noble fir, and planned to plant another 4 acres in Grand and Noble firs in 1992, resulting in a total of 7 acres planted in Christmas trees. Record I 135-36. However, there are also statements in the record identifying the acreage of Grand fir already planted and total acreage already planted as 1.5 and 3.5 acres, respectively. Record I 54; Record II 39. There are also statements that the applicant intends to plant as many as 5 additional acres of Christmas trees. Record II 35, 43.

1 "A total of seven acres of Christmas trees must be  
2 planted within one year after this approval. At  
3 least 3-1/2 acres must be planted, demonstrating  
4 that the farm use is substantially in place,  
5 before issuance of any building permit."  
6 Record II 12.

7 This appeal followed.

8 **FIRST ASSIGNMENT OF ERROR**

9 "Polk County's finding that PCZO 138.040(B)(1) is  
10 met is inadequate and not supported by substantial  
11 evidence in the record."

12 PCZO 138.040(B)(1) provides:

13 "The applicant must show in [the] farm [dwelling]  
14 application that the parcel is capable of  
15 producing a yield level as commensurate with the  
16 Standards listed in the 'Commercial Agricultural  
17 Justification.'"<sup>4</sup>

18 Under the CAJ standards, the annual productivity level  
19 required for F/F zoned parcels greater than 10 acres and  
20 less than 40 acres to qualify for a farm dwelling is \$10,000  
21 in gross farm sales. CAJ 16. The CAJ provides:

22 "\* \* \* the County will use the following formula  
23 in determining if the necessary productivity level  
24 \* \* \* could be attained on a given parcel:

25 "Average Yield/Acre X Average  
26 Commodity/Unit Price X Total Acres =  
27 Productivity Level" CAJ 18.

28 The county findings explain its calculation of the  
29 annual productivity level of the applicant's proposed farm

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<sup>4</sup>The "Commercial Agricultural Justification" document (hereafter CAJ) was adopted as part of the Polk County Comprehensive Plan by Ordinance No. 87-26, dated December 23, 1987, of which we take official notice.

1 operation as follows:

2 "The applicant has indicated she intends to plant  
3 a seven-acre mix of Grand fir, Noble fir and  
4 Scotch pine Christmas trees on the parcel, and to  
5 fence a pasture area for beef cattle.

6 \* \* \* \* \*

7 \* \* \* The Polk County agricultural commodity  
8 figures for the past three years (1989, 1990 and  
9 1991) are used to find the average commodity price  
10 as well as the average yield per acre. These  
11 figures are based on Douglas fir Christmas trees,  
12 and show that the average yield per acre is 1,300  
13 trees, while the average price per tree is \$9.50.  
14 This is based on a seven-year rotation. Other  
15 information from OSU indicates that the price per  
16 tree for Noble fir was \$18 in 1988 and \$14 in  
17 1989, indicating it has a higher productivity  
18 value even though [sic] it has a longer rotation  
19 of eight to nine years. However, in order to err  
20 on the conservative side, the Board [of  
21 Commissioners] accepts the lower figures for  
22 Douglas fir in computing the potential  
23 productivity of the parcel.

24 "Since the soils are well-suited for Christmas  
25 tree production \* \* \* and the Extension Service  
26 indicates Noble and Grand firs and Scotch pine are  
27 among the recommended species, the Board finds  
28 that using the average yield of 1,300 trees per  
29 acre is justified. The productivity potential may  
30 be computed as follows:

31 "1,300 trees/acre x seven acres x \$9.50/tree =  
32 \$12,350  
33 7-year rotation

34 \* \* \* \* \*

35 \* \* \* If seven acres are devoted to Christmas  
36 tree production and one acre for the homesite and  
37 barn, five acres remain for pasture, more than  
38 enough for the two cattle [the applicant] proposes  
39 to raise. Fencing of this area will prevent any  
40 conflict with the Christmas tree operation. [The

1 applicant] proposes to change her original [farm  
2 management] plan from Herefords to Pinzgauers.  
3 The change is due to a higher value for the  
4 latter. The Extension Service has stated that the  
5 higher price is likely after one becomes  
6 established in the business and obtains better  
7 marketing connections. Using more conservative  
8 values for Herefords, however:

9       "\* \* \* units/year x price/head = productivity  
10 potential  
11                   2               \$800       =       \$1,600

12       "When the Christmas tree value is added to the  
13 livestock value, the total is \$13,950. This is  
14 considerably more than the \$10,000 necessary to  
15 qualify under PCZO 138.040(B)(1) and the [CAJ]."  
16 Record II 8-10.

17       Petitioner contends the county's determination that the  
18 subject parcel has an annual productivity potential greater  
19 than \$10,000, as required by the CAJ, is inadequate.  
20 Petitioner specifically challenges the figures used by the  
21 county for the average yield/acre and rotation period of the  
22 Christmas tree portion of the proposed farm operation.

23       **A. Average Yield/Acre**

24       Petitioner argues the county's findings that the  
25 proposed operation will produce an average of 1,300 trees  
26 per acre are inadequate and not supported by substantial  
27 evidence because they fail to consider adverse site  
28 conditions and poor site maintenance and fail to take into  
29 account the applicant's proposed harvest of younger trees  
30 for use as "table toppers."

31       **1. Site Conditions**

32       Petitioner does not challenge the county's finding that

1 the soil types present on the subject parcel are stated to  
2 be generally "well suited to Christmas tree production" in  
3 the SCS Soil Survey for Polk County. Record II 8.  
4 Petitioner also does not challenge the finding that the  
5 average yield per acre for Douglas fir Christmas trees in  
6 Polk County is 1,300. Id. What petitioner does contend is  
7 that given the evidence in the record of flooding and poor  
8 drainage conditions on the subject parcel, there is not  
9 substantial evidence in the record to support the county's  
10 determination that the subject parcel will produce an  
11 average yield of 1,300 Christmas trees per acre of the  
12 species the applicant proposes to plant, particularly Noble  
13 fir.

14 We have reviewed the relevant evidence in the record  
15 cited by the parties. A Pacific Northwest Extension Service  
16 bulletin entitled "Developing High Quality True Fir  
17 Christmas Trees," states:

18 "Noble \* \* \* firs are very particular about their  
19 growing site. They prefer [sites where the] soil  
20 is rich in humus, moist and well drained. They do  
21 not tolerate heavy compacted clay soil, high water  
22 tables, heavy grass sod or frost pockets." Supp.  
23 Record I 160.

24 This bulletin also states that Grand fir will tolerate  
25 wetter soil conditions than either Douglas or Noble fir.  
26 Id. at 161. Another extension service bulletin, entitled  
27 "Growing Christmas Trees in the Pacific Northwest," states  
28 that "[w]est of the Cascades, Noble fir does well in only a

1 few places, usually at higher elevations." Supp.  
2 Record I 145. This bulletin also states that Scotch pine  
3 "is probably the only choice for wet areas." Supp.  
4 Record I 146. There is testimony in the record from  
5 petitioner and another neighboring property owner that  
6 significant portions of the subject parcel are wet and muddy  
7 for several months of the year.<sup>5</sup> Record I 78, 79;  
8 Record II 18. Petitioner also submitted photographs, taken  
9 in February 1992, showing water standing in areas of the  
10 subject property where Christmas tree seedlings are planted.  
11 Record II Exhibits I and II.

12 There is a letter in the record from a Christmas tree  
13 farmer, dated June 23, 1991, which states "high water table  
14 can be a problem if the area in question develops into a  
15 pond through the rainy season which to my understanding [it]  
16 does not." The letter also states the previously planted  
17 Christmas trees "seem to be doing fine." Record I 41. A  
18 letter from the county extension agent indicates he approves  
19 of the applicant's plan to plant additional Noble and Grand  
20 fir trees on the subject property and recommends planting  
21 them at 1,500 trees per acre, after a call to Christmas tree

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<sup>5</sup>Petitioner also cites evidence in the record that most of the subject parcel is within the 100-year floodplain and is designated by the county as a Special Flood Hazard Area. Record I 40, 118. However, we agree with the county that there is no basis in the record for concluding that property has reduced suitability for growing Christmas trees solely because it is located within a 100-year floodplain. Record I 62-63.

1 growers in the area to confirm that number.<sup>6</sup> The agent also  
2 indicated those growers usually harvest more than 90% of the  
3 trees planted. Record II 39. Finally, the record shows  
4 county planning staff visited the subject property on  
5 December 24, 1991 and found the planted seedlings in good  
6 condition, with no evidence of severe water or drainage  
7 problems. Record II 35.

8 The county has also cited as evidence supporting its  
9 decision, with regard to this and other issues, statements  
10 made by members of the board of commissioners during its  
11 deliberations on this application. Record I 12-13.  
12 However, we do not believe comments by individual decision  
13 makers made during deliberation on an application can  
14 constitute evidence in support of, or in opposition to, a  
15 challenged decision.

16 In Angel v. City of Portland, \_\_\_ Or LUBA \_\_\_ (LUBA  
17 No. 91-192, February 14, 1992), slip op 14-15, aff'd 113  
18 Or App 169 (1992), we stated:

19 "Substantial evidence is evidence a reasonable  
20 person would rely on in reaching a decision. City  
21 of Portland v. Bureau of Labor and Ind., 298 Or  
22 104, 119, 690 P2d 475 (1984); Bay v. State Board  
23 of Education, 233 Or 601, 605, 378 P2d 558 (1963);  
24 Van Gordon v. Oregon State Board of Dental  
25 Examiners, 63 Or App 561, 567, 666 P2d 276 (1983);  
26 Braidwood v. City of Portland, 24 Or App 477, 480,

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<sup>6</sup>However, the record indicates the Christmas trees already planted on the subject property were planted at a density of 1,700 - 2,000 trees per acre, and that the applicant intends to plant additional trees at 1,700 trees per acre. Record I 54; Record II 34-35, 43.

1 546 P2d 777 (1976). Where we conclude a  
2 reasonable person could reach the decision made by  
3 the local government, in view of all the evidence  
4 in the record, we defer to the local government's  
5 choice between conflicting evidence. Younger v.  
6 City of Portland, supra, 305 Or at 360; Wissusik  
7 v. Yamhill County, supra; Vestibular Disorder  
8 Consult. v. City of Portland, 19 Or LUBA 94, 103  
9 (1990); Douglas v. Multnomah County, [18 Or LUBA  
10 607, 617 (1990)]."

11 In addition, the choice between different reasonable  
12 conclusions based on the evidence in the record belongs to  
13 the local government. Stefan v. Yamhill County, 18 Or LUBA  
14 820, 838 (1990).

15 Here, there is evidence that drainage conditions on  
16 some portions of the subject parcel may limit the growth of  
17 Noble fir, although there is no evidence of such limitation  
18 for the growth of Grand fir and Scotch pine, which the  
19 applicant also intends to plant. However, there is also  
20 testimony by county planning staff, a Christmas tree grower  
21 and the county extension agent that the subject parcel is  
22 suitable for the proposed use and that the trees the  
23 applicant has already planted, including Noble fir, appear  
24 to be in good condition. We find that a reasonable person  
25 could conclude, based on this evidence, that the subject  
26 property is capable of producing an average yield of 1,300  
27 Christmas trees per acre when planted in Noble fir, Grand  
28 fir and Scotch pine.

29 This subassignment of error is denied.

1                   **2.    Site Maintenance**

2           Petitioner contends the evidence in the record  
3 establishes poor site maintenance techniques are used on the  
4 subject parcel. Petitioner argues that because there is  
5 evidence of poor site maintenance, the record lacks  
6 substantial evidence to support the county's determination  
7 that the subject parcel will produce an average yield of  
8 1,300 Christmas trees per acre. Petitioner cites  
9 documentation concerning the importance of proper site  
10 maintenance for the growth of Christmas trees (Supp.  
11 Record I 146-47, 152, 162-64, 178-81), including testimony  
12 by a professional forester that even if Christmas trees are  
13 properly cared for, normally 15 to 20 percent will die or  
14 not meet buyers' grading standards. Record I 77.  
15 Petitioner argues she submitted evidence of weed and grass  
16 infestations among the Christmas trees already planted on  
17 the subject property. Record I 20, Exhibits; Record II 23.

18           The county cites the following portion of the February  
19 11, 1992 staff report:

20           "[S]taff revisited the site on 12-24-91, and found  
21 that the Christmas trees in the ground are being  
22 maintained. There were few weeds and grass,  
23 indicating that weed control is occurring. \* \* \*  
24 [T]here is substantial evidence of site  
25 preparation and maintenance occurring."  
26 Record II 35.

27           There is no dispute that proper site maintenance  
28 techniques are required to attain the county's projected  
29 average yield of 1,300 Christmas trees per acre. However,

1 we agree with the county that a reasonable person could rely  
2 upon the staff report to conclude that proper site  
3 maintenance techniques are being used on the subject  
4 property. See Johnson v. Tillamook County, 16 Or LUBA 855,  
5 869 n 12 (1988) (staff report can constitute substantial  
6 evidence in support of a local government decision).

7 This subassignment of error is denied.

8 **3. Table Toppers**

9 Petitioner points out the applicant submitted a letter  
10 to the county stating:

11 "In about four years we are going to harvest a  
12 select amount of nobles from our front field to  
13 market as table toppers. This will allow for more  
14 spacing in this field." Record II 43-44.

15 Petitioner argues that table toppers sell for only \$3  
16 apiece. Petitioner contends the county should have taken  
17 into account the cutting and sale of such table toppers in  
18 its productivity calculation. According to petitioner, the  
19 county should have reduced the expected yield per acre of  
20 1,300 Christmas trees (at a market value of \$9.50), by the  
21 number of table toppers per acre harvested (at a market  
22 value of \$3), resulting in a lower productivity potential  
23 for the subject parcel. Petitioner contends the evidence in  
24 the record does not support a conclusion that table toppers  
25 will only be cut as part of "thinning" the already planted  
26 Noble firs.

27 The county argues that the applicant did not propose to

1 derive the minimum gross farm sales required by  
2 PCZO 138.040(B)(1) from the sale of table toppers.  
3 According to the county, the applicant's proposed sale of  
4 thinnings as table toppers would only bring in additional  
5 income, which the county conservatively chose not to include  
6 in its productivity calculation.

7 The evidence in the record shows that the two acres  
8 already planted in Noble fir were planted at a density of  
9 1,700 to 2,000 trees per acre. Record I 54; Record II  
10 34-35. The record also shows the extension agent  
11 recommended that the density of trees be reduced to 1,500  
12 trees per acre through thinning and transplanting.  
13 Record II 39. Further, the county planning director  
14 testified that the applicant indicated she would market such  
15 "thinnings" as table toppers, while leaving the remaining  
16 trees to grow for the full rotation. Record II 19. A  
17 reasonable person could conclude, based on the evidence in  
18 the record, that the applicant's plans to harvest a certain  
19 amount of Noble fir to market as table toppers, will not  
20 reduce the property's capability of producing 1,300  
21 Christmas trees per acre.

22 This subassignment of error is denied.

23 **B. Rotation Period**

24 Petitioner contends the only evidence in the record  
25 concerning the rotation period of Noble fir Christmas trees  
26 is a letter from a professional forester stating the

1 rotation period is 9 to 10 years. Record I 77. Petitioner  
2 argues that if the county had used 9 or 10 years in its  
3 productivity potential calculation, rather than the 7 year  
4 figure appropriate for Douglas fir, the annual productivity  
5 figure would drop to \$9,605 or \$8,645, respectively.

6 In addition to the evidence cited by petitioner, the  
7 record contains an extension service bulletin stating the  
8 rotation period for Noble firs is 8 to 10 years and a staff  
9 report stating that information from OSU indicates the  
10 rotation period for Noble fir is 8 to 9 years.  
11 Supp. Record I 176; Record II 34. The challenged decision  
12 also includes an unchallenged finding that the market value  
13 of a Noble fir Christmas tree was \$18 in 1988 and \$14 in  
14 1989, for an average market value of \$16. Record II 34. It  
15 is undisputed that the property has been planted with two  
16 acres of Noble fir and that additional acreage will be  
17 planted in Noble fir in the future. If the county modified  
18 its productivity calculation to use an 8 to 10 year rotation  
19 period and \$16 per tree market value for the acres of the  
20 subject property planted in Noble fir (rather than the  
21 7 year rotation period and \$9.50 per tree value for Douglas  
22 fir), the resulting annual productivity value would be  
23 higher, not lower. Therefore, if the county's failure to  
24 use the Noble fir rotation period for acreage planted in  
25 Noble fir is an error, it is a harmless one.

26 This assignment of error is denied.

1 The first assignment of error is denied.

2 **SECOND AND THIRD ASSIGNMENTS OF ERROR**

3 "[The county] erred in construing the applicable  
4 law, e.g. the term 'farm use.'"

5 "[The county's] finding that PCZO 138.040(B)(2) is  
6 met is inadequate and not supported by substantial  
7 evidence."

8 PCZO 138.040(B)(2) provides:

9 "The parcel is currently employed for farm use  
10 where the day-to-day activities are principally  
11 directed to the farm use of the land."

12 Under these assignments of error, petitioner contends  
13 (1) the applicant's proposed Christmas tree operation does  
14 not meet the statutory definition of "farm use," (2) an  
15 insufficient portion of the subject property is currently  
16 employed in the Christmas tree operation, and (3) the  
17 day-to-day activities on the subject property are not  
18 principally directed to farm use.

19 **A. Definition of Farm Use**

20 "Farm use" is defined in ORS 215.203(2) and (3).<sup>7</sup>  
21 Petitioner concedes the growing of Christmas trees can  
22 constitute farm use as defined in ORS 215.203(2) and (3),  
23 but only if such trees are grown on "land used exclusively"  
24 for that purpose. ORS 215.203(2)(a) and (3)(a). Petitioner  
25 argues this requirement is not satisfied here because only  
26 3.25 acres, or 25 percent, of the subject property is

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<sup>7</sup>The PCZO 110.223 and 110.167 definitions of "farm use" and "cultured Christmas trees," respectively, duplicate these statutory provisions.

1 currently planted in Christmas trees. Petitioner also  
2 argues that under ORS 215.203(2)(a) and (3)(d), the growing  
3 of Christmas trees can constitute a farm use only if there  
4 is evidence of the periodic maintenance practices listed in  
5 ORS 215.203(3)(d). Petitioner contends the record contains  
6 no such evidence.<sup>8</sup>

7 We have previously determined that the grown on "land  
8 used exclusively" requirement of ORS 215.203(2)(a) and  
9 (3)(a) and the "evidence of periodic maintenance practices"  
10 requirement of ORS 215.203(3)(d) are qualifications for  
11 particular tax treatment, and not standards applicable to  
12 the approval of dwellings "in conjunction with farm use"  
13 under ORS 215.213(2)(b)(A). Harwood v. Lane County, \_\_\_  
14 Or LUBA \_\_\_ (LUBA No. 92-001, April 27, 1992), slip op 5-6.  
15 For the same reasons, we conclude these provisions of  
16 ORS 215.203(2)(a) and (3)(a) and (d) are not approval  
17 standards for dwellings "customarily provided in conjunction  
18 with farm use" under ORS 215.283(1)(f). Additionally,  
19 nothing in PCZO 138.040(B) itself imposes such requirements.

20 This subassignment of error is denied.

21 **B. Current Employment**

22 Petitioner contends the parcel is not "currently

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<sup>8</sup>Petitioner also argues that under ORS 215.203(2)(b)(D), land planted in Christmas trees cannot be considered to be in farm use unless the trees have been planted for at least three years. However, we agree with the county that ORS 215.203(2)(b)(D), by its own terms, applies only to "[l]and not in an exclusive farm use zone." As explained in n 1, supra, the F/F zone is an exclusive farm use zone.

1 employed" for farm use, as required by PCZO 138.040(B)(2),  
2 because only 3.25 acres have been planted in Christmas  
3 trees. Petitioner points out this acreage constitutes less  
4 than half the 7 acres the county's decision requires to be  
5 planted in Christmas trees, and only 25 percent of the  
6 subject parcel. Petitioner also points out the proposed  
7 cattle operation was not yet in existence on the subject  
8 property when the challenged decision was made.

9 PCZO 138.040(B) authorizes dwellings "customarily  
10 provided in conjunction with farm use" pursuant to  
11 ORS 215.283(1)(f). The wording of PCZO 138.040(B)(2)  
12 incorporates the requirements of OAR 660-05-030(4) for  
13 approval of such dwellings.<sup>9</sup> In Hayes v. Deschutes County,  
14 \_\_\_ Or LUBA \_\_\_ (LUBA No. 91-218, April 6, 1992), slip op  
15 7-12, we determined that OAR 660-05-030(4) does not allow  
16 approval of a dwelling customarily provided in conjunction

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<sup>9</sup>OAR 660-05-030(4) provides in relevant part:

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

We also note that OAR 660-05-030(4) is itself an approval standard directly applicable to a county decision to approve a dwelling customarily provided in conjunction with farm use in an exclusive farm use zone. See Newcomer v. Clackamas County, 94 Or App 33, 764 P2d 927 (1988).

1 with farm use where the particular farm use that the  
2 dwelling would customarily be provided in conjunction with  
3 does not yet exist on the subject property. However, we  
4 also noted:

5 "In Miles v. Clackamas County, 18 Or LUBA 428, 439  
6 (1989), we said it is consistent with  
7 OAR 660-05-030(4) for a county to approve a farm  
8 dwelling, in conjunction with approval of a  
9 specific farm management plan, even though the  
10 farm use proposed in the management plan does not  
11 yet exist on the subject property, 'so long as the  
12 county (1) determines the level of farm use  
13 proposed by the farm management plan satisfies  
14 OAR 660-05-030(4), and (2) ensures through  
15 conditions that the farm dwelling cannot actually  
16 be built until after the county determines that  
17 the farm management plan has been carried out.'  
18 \* \* \*"

19 In this case, the county approved a farm dwelling in  
20 conjunction with the seven acre Christmas tree and two head  
21 of cattle farm operation proposed in the applicant's farm  
22 management plan. It is undisputed that at the time the  
23 county made its decision only part of the proposed farm  
24 operation existed on the subject property, namely the  
25 approximately 3.25 acres of Christmas trees which were  
26 planted in 1991.<sup>10</sup> Therefore, under Hayes v. Deschutes

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<sup>10</sup>We note that substituting 3.25 acres for 7 acres in the county's productivity calculation produces an annual productivity potential of only \$5,432. Further, even if the higher market value and longer rotation period for the two acres already planted in Noble fir are used in this calculation, the annual productivity potential would be at most \$7,405. Therefore, it is clear that the 3.25 acres already planted in Christmas trees do not themselves satisfy the standard of PCZO 138.040(B)(1) for approval of a farm dwelling.

1 County, supra, and Miles v. Clackamas County, supra, the  
2 county can only approve a farm dwelling on the subject  
3 property if it (1) determines the Christmas tree and cattle  
4 operation proposed in the farm management plan satisfies  
5 PCZO 138.040(B)(2) (and OAR 660-05-030(4)), and (2) ensures  
6 through conditions that the farm dwelling cannot be built  
7 until after the county determines the farm management plan  
8 has been carried out.

9 We determine the county properly found the operation  
10 proposed by the applicant's farm management plan satisfies  
11 PCZO 138.040(B)(2). However, the county's decision does not  
12 ensure that the farm dwelling cannot be built until after  
13 the county determines the farm management plan has been  
14 carried out, but rather allows a building permit for the  
15 dwelling to be issued when as few as 3 1/2 acres of the  
16 subject parcel are planted in Christmas trees.<sup>11</sup>  
17 Record II 12. This exceeds the county's authority under  
18 PCZO 138.040(B)(2), OAR 660-05-030(4) and ORS 215.283(1)(f).

19 This subassignment of error is sustained.

20 **C. Day-to-Day Activities**

21 Petitioner contends the record does not contain  
22 substantial evidence that "the day-to-day activities are  
23 principally directed to the farm use of the land," as

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<sup>11</sup>Also, we note the decision does not establish a process for ensuring the required county determination that the necessary farm operation exists on the subject parcel is made prior to the issuance of a building permit, and the parties cite no provisions in the PCZO establishing such a process.

1 required by PCZO 138.040(B)(2). Petitioner contends taking  
2 care of seven acres of Christmas trees and feeding two cows  
3 twice a day does not satisfy this standard. Petitioner  
4 points out the county extension agent testified that the  
5 applicant's proposed farm enterprises "are not labor  
6 intensive on an everyday basis." Record II 40. Petitioner  
7 further complains the record shows the applicant and her  
8 husband both have full time employment off the subject  
9 property. Record II 26, 54, 79.

10 We understand the county's decision to state that the  
11 planting of and periodic maintenance practices required by  
12 the proposed seven acres of Christmas trees, and the  
13 twice-daily attendance required by the proposed cattle  
14 operation demonstrate that the day-to-day activities on the  
15 subject parcel will be directed primarily to farm, rather  
16 than residential, use. Record II 10. We agree with the  
17 county that what PCZO 138.040(B)(2) requires is that the  
18 daily activities on the subject property be directed  
19 primarily towards farm use, rather than residential use, not  
20 that the daily activities of the residents of the land be  
21 directed primarily toward farm use.

22 The record shows that the proposed farm operation  
23 consists of a seven acre Christmas tree and five acre cattle  
24 operation on a 13 acre parcel. Record II 33, 35, 45. Where  
25 12 out of 13 acres of the subject property would be actively  
26 involved in a farm operation, a reasonable person could

1 conclude that the day-to-day activities on the property will  
2 be directed primarily toward farm use.

3 This subassignment of error is denied.

4 The second and third assignments of error are  
5 sustained, in part.

6 **FOURTH ASSIGNMENT OF ERROR**

7 "[The county's] finding is inadequate and not  
8 supported by substantial evidence that  
9 PCZO 138.040(B)(3) has been met."

10 Petitioner argues that because a farm meeting the  
11 requirements of PCZO 138.040(B)(1) and (2) has not yet been  
12 established on the subject property, the county cannot  
13 properly find compliance with PCZO 138.040(B)(3).

14 PCZO 138.040(B)(3) provides:

15 "The dwelling is for the farm operator and there  
16 are no other dwellings located on the parcel."

17 In Forster I, supra, slip op at 9-10, we stated:

18 "There is no dispute that the residents of the  
19 proposed dwelling will be the persons who carry  
20 out the proposed farm management plan. \* \* \*  
21 However, PCZO 138.040(B)(3) requires that the  
22 proposed dwelling be for the operator of a farm  
23 which satisfies the requirements of  
24 PCZO 138.040(B)(1) and (2). We determine above  
25 that the county failed to demonstrate compliance  
26 with PCZO 138.040(B)(1) and (2). Therefore, the  
27 county's determination of compliance with  
28 PCZO 138.040(B)(3) is also inadequate."

29 We conclude above that the the county's determination  
30 of compliance with PCZO 138.040(B)(2) is improper because  
31 the farm operation proposed by the applicant's farm  
32 management plan does not yet exist on the property.

1 Accordingly, the county's determination of compliance with  
2 PCZO 138.040(B)(3) is deficient as well.

3 The fourth assignment of error is sustained.

4 **FIFTH ASSIGNMENT OF ERROR**

5 "[The county's] finding that the proposed site  
6 meets the requirements of PCZO 138.040(B)(4) is  
7 inadequate and is not supported by substantial  
8 evidence in the whole record."

9 PCZO 138.040(B)(4) provides in relevant part:

10 "The proposed site can support a residential use  
11 considering \* \* \* suitability for \* \* \*  
12 utilities[.]"

13 The county adopted the following findings addressing  
14 the suitability of the subject property for residential use  
15 with regard to water supply:

16 "\* \* \* There is no community water system  
17 available to the parcel, so a well must be  
18 drilled. The applicant submitted well-log  
19 information for other properties in the area  
20 \* \* \*. These show outputs of anywhere from six to  
21 45 gallons per minute at depths varying from 90 to  
22 250 feet. Copies of a flow test and information  
23 from the original well driller show that the well  
24 on the adjacent property has a flow of eight  
25 gallons per minute from a depth of 250 feet. \* \* \*  
26 Actual drilling is not essential when other  
27 evidence indicates the likelihood [a well] would  
28 be sufficient when drilled. The submitted well  
29 log information indicates an abundance of water in  
30 the immediate area of the subject parcel. \* \* \*  
31 [W]ater probably is available under the proposed  
32 site, and no evidence to the contrary has been  
33 adduced. In any event, no building permit can be  
34 issued until there is a producing well."  
35 (Emphasis added.) Record II 11.

36 The county also adopted the following condition of approval:

1 "Prior to construction of the dwelling the  
2 applicant shall obtain all necessary permits from  
3 the County Public Works Director, Building  
4 Official and Environmental Health Officer. This  
5 includes, but is not limited to, proof of the  
6 availability of water." Record II 12.

7 Petitioner argues that determining water is "probably"  
8 available for residential use of the subject property, while  
9 requiring that a well be drilled prior to obtaining a  
10 building permit, does not satisfy PCZO 138.040(B)(4).  
11 According to petitioner, the county must find water is  
12 available when the county approves the subject farm  
13 dwelling. Petitioner also contends that while there is no  
14 evidence in the record to support the above quoted findings,  
15 there is contrary evidence. Petitioner points to testimony  
16 by herself and a another owner of neighboring property  
17 stating they have had water quantity and quality problems  
18 with their wells. Record I 78-79.

19 The county argues its findings are supported by a  
20 planning department staff report which states that well logs  
21 and flow tests submitted to the county planning department  
22 by the applicant show adequate water flow from wells on  
23 properties surrounding the subject property, at depths of 90  
24 feet to 250 feet. Record II 37. The county also argues  
25 that this evidence of the abundance of water on neighboring  
26 parcels outweighed the testimony by petitioner and another  
27 property owner concerning problems with their water systems.

28 What PCZO 138.040(B)(4) requires is a determination

1 that the subject property is suitable for residential use,  
2 considering water supply. There is nothing in this  
3 provision specifically requiring that a well must actually  
4 be drilled on the subject property before the county can  
5 conclude it is suitable with regard to water supply. We  
6 agree with the county that a reasonable person could  
7 conclude, based on the staff report, that the subject  
8 property is suitable for residential use with regard to  
9 water supply.

10 The fifth assignment of error is denied.

11 The county's decision is remanded.