75th OREGON LEGISLATIVE ASSEMBLY--2009 Regular Session

## HOUSE AMENDMENTS TO HOUSE BILL 3313

By COMMITTEE ON RULES

June 23

On page 1 of the printed bill, line 2, after "use" insert "; amending sections 3, 4, 5 and 9, chapter 1 2 \_, Oregon Laws 2009 (Enrolled House Bill 2228); and declaring an emergency". 3 Delete lines 4 through 31 and delete page 2 and insert: "SECTION 1. If House Bill 2228 becomes law, section 3, chapter \_\_\_\_\_, Oregon Laws 2009 4 (Enrolled House Bill 2228), is amended to read:  $\mathbf{5}$ 6 "Sec. 3. (1) Notwithstanding ORS 215.700 to 215.780, one or two small-scale recreation commu-7 nities may be established [on forestlands] as specified in sections 2 to 5 [of this 2009 Act], chapter \_, Oregon Laws 2009 (Enrolled House Bill 2228). 8 9 (2) If, within [90 days] one year after the effective date of [this 2009 Act] chapter . Oregon Laws 2009 (Enrolled House Bill 2228), the owner of a Metolius resort site notifies the 10 11 Department of Land Conservation and Development that it has elected to seek approval of a small-12 scale recreation community, the owner may, within [two] three years after the effective date of [this 2009 Act] chapter \_\_\_\_\_, Oregon Laws 2009 (Enrolled House Bill 2228), apply to a county for 13 14 approval of a small-scale recreation community. 15"(3) A small-scale recreation community authorized under sections 2 to 5 [of this 2009 Act], 16 chapter \_ \_, Oregon Laws 2009 (Enrolled House Bill 2228), may be established only in con-17 junction with a transfer of development opportunity from a Metolius resort site. A transfer of de-18 velopment opportunity must be carried out through an agreement between the owner of a Metolius 19 resort site and the owner of the site proposed for development of a small-scale recreation commu-20 nity. In the agreement, the owner of the Metolius resort site must: 21"(a) Agree to limit the use of the Metolius resort site, consistent with the management plan in 22consideration for the opportunity to participate in the development of the small-scale recreation 23community; and 24 (b) Agree to grant a conservation easement pursuant to ORS 271.715 to 271.795 that: 25"(A) Limits the use of the Metolius resort site to be consistent with the management plan; 26"(B) Allows public access to that portion of the site that is not developed; and 27"(C) Contains other provisions, as required by the Department of Land Conservation and De-28velopment, that are necessary to ensure that the conservation easement is enforceable. 29"(4) A small-scale recreation community authorized under sections 2 to 5 [of this 2009 Act], chapter \_\_\_\_\_, Oregon Laws 2009 (Enrolled House Bill 2228), must be sited on land that is 30 31 within a county that has a seasonally adjusted average annual unemployment rate over the 32preceding 10 calendar years that is more than 110 percent of the unemployment rate for the entire state over the same period, as reported by the Employment Department and that is 33 34 either: 35"(a) Planned and zoned for forest use; or [and]

"[(b) Within a county that has a seasonally adjusted average annual unemployment rate over the
preceding 10 calendar years that is more than 110 percent of the unemployment rate for the entire state
over the same period, as reported by the Employment Department.]
"(b) Rural and not subject to statewide land use planning goals relating to agricultural
lands or forestlands.
"(5) A small-scale recreation community authorized under sections 2 to 5 [of this 2009 Act],

chapter \_\_\_\_\_, Oregon Laws 2009 (Enrolled House Bill 2228), may not be sited on land that is:
 "(a) Within an area identified as 'Area 1' or 'Area 2' in the management plan.

9 "(b) Within an area described in ORS 197.455 in which destination resorts may not be sited.

"(c) Within an area protected by or inventoried as a significant resource in an acknowledged comprehensive plan provision implementing statewide land use planning goals relating to:

12 "(A) Open space, scenic and historic areas and natural resources;

13 "(B) Estuarine resources;

14 "(C) Coastal shorelands; or

15 "(D) Beaches and dunes.

"(d) Within an area identified as subject to a natural hazard by an acknowledged comprehensive
plan provision implementing a statewide land use planning goal relating to protection from natural
hazards.

"<u>SECTION 2.</u> If House Bill 2228 becomes law, section 4, chapter \_\_\_\_\_, Oregon Laws 2009
 (Enrolled House Bill 2228), is amended to read:

"Sec. 4. (1) A small-scale recreation community authorized under sections 2 to 5 [of this 2009
 Act], chapter \_\_\_\_\_, Oregon Laws 2009 (Enrolled House Bill 2228), must meet the following
 development standards:

24 "(a) The community must be located on a tract that contains [200] **320** or fewer acres of land.

25 "(b) The community must consist of 240 or fewer units and have as its primary purpose the 26 provision of overnight lodging units.

27 "(c) The community may contain one restaurant containing 5,000 or fewer square feet, and ac-28 cessory uses necessary to the operation of the community, including accessory recreational facili-29 ties.

30 "(d) The owner of the property must spend at least \$1.5 million on off-site resource enhancement 31 or restoration projects on nearby public lands that will be used by individuals from the community.

32 "(e) The community may not include a golf course or related facilities.

"(f) The community must be developed and operated in a sustainable manner by meeting thefollowing criteria:

35 "(A) When fully developed, the community must use reclaimed water as the primary source of 36 water for any irrigation of grounds.

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"(B) Facilities for snowmobiling or other motorized recreational activities are not permitted.

38 "(C) At least 50 percent of the tract on which the community is located must be dedicated to 39 permanent open space that is contiguous and demonstrates the biological viability of the site as 40 habitat or that provides ecosystem services to the area.

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"(D) Significant natural resource functions and values on the site must be preserved.

"(E) Impervious surfaces, including rooftops and paved roads, trails and parking areas may not
 exceed 35 percent of the total site area.

44 "(F) Potable water usage must achieve a 20 percent reduction below standard code-built devel-45 opments. Reclaimed water usage for nonpotable water needs may account for the entire reduction 1 required.

2 "(G) Stormwater must be managed on-site. Off-site runoff must be limited to predevelopment 3 runoff rates.

4 "(H) A restaurant, lodge or other nonresidential building must be designed and constructed to
5 meet regionally or nationally recognized design standards for sustainable design that are acceptable
6 to the county having land use jurisdiction over the proposed development site.

"(I) Residential buildings must be designed and constructed to meet regionally or nationally recognized design standards for sustainable design that are acceptable to the county having land use jurisdiction over the proposed development site. The developer must achieve certification for all buildings, with at least 50 percent of the buildings achieving a top-tier rating under the rating system selected.

"(J) Additional housing capable of housing at least 50 percent of the peak season employees must be provided on-site.

"(2) In addition to the development standards described in subsection (1) of this section, a small-scale recreation community must:

"(a) Develop an environmental operations manual that describes core practices for operating the
 small-scale recreation community, including:

18 "(A) Waste reduction, recycling and diversion practices.

19 "(B) Cleaning and site maintenance practices.

20 "(C) Staff education practices.

21 "(D) Commitment of the community to environmental stewardship.

"(b) Establish a conservation stewardship organization, as a separate nonprofit entity funded through income generated by the development, that is charged with:

24 "(A) Development of a baseline study that establishes the current level and condition of the lo-25 cal environment. As part of the baseline study, the organization must develop a long-term 26 stewardship plan that targets net creation and rehabilitation of resources, on-site and off-site.

27 "(B) Ongoing review, election and management of habitat restoration projects that implement 28 the goal of the long-term stewardship plan.

29 "(C) Education and outreach on environmental stewardship.

30 "(c) Organize and manage volunteers working to conserve local resources.

31 "(d) Monitor performance of energy and water usage and site development standards versus 32 actual practice.

"(e) Audit and publish annually a report of the community's performance result for the precedingyear.

"<u>SECTION 3.</u> If House Bill 2228 becomes law, section 5, chapter \_\_\_\_\_, Oregon Laws 2009
 (Enrolled House Bill 2228), is amended to read:

Sec. 5. (1) An application for a small-scale recreation community under sections 2 to 5 [of this 2009 Act], chapter \_\_\_\_\_\_, Oregon Laws 2009 (Enrolled House Bill 2228), may be filed only by the owner of a Metolius resort site and the owner of the site on which development of the small-scale recreation community is proposed and must be filed jointly by the owners. The owners shall file a copy of the application with the Department of Land Conservation and Development at the same time that the owners file the application with the county having land use jurisdiction over the proposed development site.

44 "(2) A county shall review an application for a small-scale recreation community under sections
45 2 to 5 [of this 2009 Act], chapter \_\_\_\_\_, Oregon Laws 2009 (Enrolled House Bill 2228), as a

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1 conditional use in a forest zone and as a land division under ORS chapter 92.

"(3) In addition to the standards set forth in sections 2 to 5 [of this 2009 Act], chapter , Oregon Laws 2009 (Enrolled House Bill 2228), the small-scale recreation community must meet the land division standards and other development standards of the county, including standards for streets, utilities and services, unless the standards conflict with sections 2 to 5 [of this 2009 Act]. If the development standards of the county are dependent on the zoning of the site, the county shall apply the development standards for [an urban] the county's most dense rural residential zone [with the highest population density].

9 "(4) If more than two applications for a small-scale recreation community are filed under 10 sections 2 to 5 [of this 2009 Act], chapter \_\_\_\_\_, Oregon Laws 2009 (Enrolled House Bill 2228), 11 and a county has not yet approved an application, the department shall determine which of the ap-12 plications may proceed, taking into consideration:

13 "(a) The time at which each application was filed;

14 "(b) The unemployment rate in the counties, if more than one county is involved; and

"(c) The findings set forth in section 1 [of this 2009 Act], chapter \_\_\_\_\_, Oregon Laws 2009
 (Enrolled House Bill 2228).

"(5) When two applications for small-scale recreation communities have been approved, additional applications may not be considered.

19 "(6) A county may charge a fee to cover the costs of processing an application.

20 "<u>SECTION 4.</u> If House Bill 2228 becomes law, section 9, chapter \_\_\_\_\_, Oregon Laws 2009 21 (Enrolled House Bill 2228), is amended to read:

22 "Sec. 9. (1) As used in this section:

23 "(a) 'Community forestlands' has the meaning given that term in ORS 530.600.

"(b) 'Skyline Forest' means that certain real property consisting of approximately 33,000 contiguous acres in Deschutes County owned on June 1, 2009, by Cascade Timberlands (Oregon) LLC
and located within sections 7, 8, 15, 16, 17, 18, 19, 20, 21, 22, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35 and
36, township 16 south, range 10 east; sections 1, 2, 3, 4, 5, 6, 8, 9, 10, 11, 12, 13, 14, 15, 16, 22, 23,
24, 25, 26, 27, 35 and 36, township 17 south, range 10 east; and sections 6, 7, 8, 9, 17, 18, 19, 20, 29,
30, 31, 32 and 33, township 17 south, range 11 east.

30 "(c) 'Skyline Forest Sustainable Development Area' means a portion of up to 3,000 contiguous acres of the tract known as the Skyline Forest that is located in township 16 south, range 10 east, 31Deschutes County: portions of the northwest quarter, southwest quarter, southeast quarter, north-3233 east quarter of section 7; portions of the northwest quarter, southwest quarter, southeast quarter 34of section 8; portions of the southwest quarter of section 16; portions of the northwest quarter, 35 southwest quarter, southeast quarter, northeast quarter of section 17; portions of the northwest 36 quarter, southwest quarter, southeast quarter, northeast quarter of section 18; section 19; portions 37 of the northwest quarter, southwest quarter, northeast quarter of section 20; portions of the north-38 west quarter of section 21; portions of the northwest quarter of section 29; and portions of the north 39 half of section 30.

"(d) 'Skyline Conservation Tract' means the portion of the Skyline Forest consisting of approximately 30,000 contiguous acres that is not included within the Skyline Forest Sustainable Development Area.

43 "(e) 'Southern Conservation Tract' means that certain real property consisting of approximately
44 34,700 [contiguous] acres in Deschutes and Klamath Counties owned on June 1, 2009, by Cascade
45 Timberlands (Oregon) LLC and located within one of the following areas:

"(A) 'Area one' consists of approximately 14,000 acres of land located within sections 1, 2, 3, 10,
11, 12, 13, 14, 15, 21, 22, 23, 25, 26, 27, 28, 29, 32, 33, 34 and 35 of township 22 south, range 9 east,
Deschutes County; and sections 5, 6, 7, 8, 17, 18, 30 and 31 of township 22 south, range 10 east,
Deschutes County;

5 "(B) 'Area two' consists of approximately 9,700 acres of land located within sections 2, 3, 4, 5, 6 9, 10, 11, 14, 15, 17, 19, 20, 21, 22, 23, 27, 28, 29, 30, 31, 32, 33 and 34 of township 23 south, range 9 7 east, Klamath County and the portion of Parcel 3, Partition Plat No. 34-08 located in township 23 8 south, range 9 east, Klamath County; and

9 "(C) 'Area three' consists of approximately 11,000 acres of land located within sections 14, 23, 10 24, 25, 26, 34 and 35 of township 23 south, range 9 east; sections 3, [4 and 9] 4, 8, 9 and 17 of 11 township 24 south, range 9 east; section 1 of township 25 south, range 7 east; sections 1, 2, 3, 4, 9, 10, 12, 13, 14, 15, 16 and 17 of township 25 south, range 8 east; Parcel 1, Partition Plat No. 34-08 13 located in township 24 south, ranges 7 and 8 east, and township 25 south, range 8 east, Klamath 14 County; and the portion of Parcel 3, Partition Plat No. 34-08 located in township 24 south, ranges 15 8 and 9 east, Klamath County and [*the land*] lying west of U.S. Route 97.

"(f) 'Land trust' means the Deschutes Land Trust, an Oregon nonprofit corporation or another nonprofit conservation organization that is either accredited by the Land Trust Accreditation Commission or is nationally recognized as a land conservation organization, the primary mission of which is land conservation.

"(2) Contingent upon satisfaction of the requirements of subsection (3) of this section, the Skyline Forest Sustainable Development Area may be developed and used for the following purposes:

22(a) The Skyline Forest Sustainable Development Area may contain up to 282 residential units, 23a caretaker's residence, a restaurant, a small community store, a small-scale community conference 24 center, an equestrian facility, small-scale recreational, commercial and basic service uses, and all 25utility, maintenance and security facilities necessary to support the development. The residential 26units may be permanent residences, rental units or lodging units. The specific number of residential 27units allowed within the Skyline Forest Sustainable Development Area, up to a maximum of 282, is dependent upon the number of acres of the Skyline Conservation Tract and the Southern Conser-2829 vation Tract conveyed to a land trust or a federal or state agency pursuant to this section. Up to:

"(A) 137 residential units shall be allowed within the Skyline Forest Sustainable Development
 Area in exchange for the conveyance of the Skyline Conservation Tract to a land trust;

32 "(B) 183 residential units shall be allowed within the Skyline Forest Sustainable Development 33 Area in exchange for the conveyance of the Skyline Conservation Tract and area one of the South-34 ern Conservation Tract to a land trust or to a federal or state agency;

35 "(C) 224 residential units shall be allowed within the Skyline Forest Sustainable Development 36 Area in exchange for the conveyance of the Skyline Conservation Tract, area one and area two of 37 the Southern Conservation Tract to a land trust or to a federal or state agency; or

38 "(D) 282 residential units shall be allowed within the Skyline Forest Sustainable Development 39 Area in exchange for the conveyance of the Skyline Conservation Tract, area one, area two and 40 area three of the Southern Conservation Tract to a land trust or to a federal or state agency.

41 "(b) The Skyline Forest Sustainable Development Area may not contain a golf course or golf-42 related facilities.

43 "(c) All development, not including access roads and utility lines to the Skyline Forest
44 Sustainable Development Area and up to five acres for maintenance and security facilities, shall be
45 located on 1,200 contiguous acres within the Skyline Forest Sustainable Development Area. The

1 owner shall use the remaining undeveloped 1,800 acres of the Skyline Forest Sustainable Develop- $\mathbf{2}$ ment Area for the primary purposes of minimizing the risk of wildfire and maintaining wildlife habitat value. However, an equestrian facility may be located within the otherwise undeveloped 3 4 1,800 acres if the facility is located on no more than 40 acres contiguous to the developed portion of the Skyline Forest Sustainable Development Area. The owner shall cause a conservation ease-5 ment pursuant to ORS 271.715 to 271.795 to be recorded on the entirety of the undeveloped 1,800 6 7 acres prohibiting partitions and development, but allowing access roads, utility lines, mainte-8 nance and security facilities and recreational uses, such as picnic grounds, trails, the equestrian facility and restrooms. [The equestrian facility permitted by this section shall also be allowed within 9 10 the conservation easement.] The conservation easement must be held by a land trust and shall contain 11 terms agreed to by the State Department of Fish and Wildlife and the State Forestry Department.

"(d) Roads, utility corridors and all utility facilities necessary to serve the Skyline Forest Sustainable Development Area shall be allowed as outright permitted uses within the Skyline Forest Sustainable Development Area, the Skyline Forest and on nearby lands regardless of the comprehensive plan or zoning designation of the lands.

"(e) The uses allowed by this subsection shall be allowed only upon approval of a master plan as provided by subsection (5) of this section. The master plan shall contain design criteria and standards to ensure that sustainability principles will be incorporated into the development and operation of uses within the Skyline Forest Sustainable Development Area. The design criteria and standards shall promote sustainable building design, water conservation and energy conservation.

"(f) The master plan described in subsection (5) of this section shall incorporate design criteria and standards to ensure that there will be negligible visual impacts under normal daylight viewing conditions from Awbrey Butte and the Plainview scenic turnout located on the McKenzie-Bend Highway No. 17, also known as U.S. Route 20, near milepost 9. The design criteria and standards shall also require all outdoor lighting to be downward facing, to the extent practicable.

"(g) The Skyline Forest Sustainable Development Area shall be served by one primary access route and by one or more emergency and secondary access routes that use existing roads as much as practicable. The access routes may be private or public roads, including roads managed by the United States Forest Service. The primary access route shall intersect the McKenzie-Bend Highway No. 17, also known as U.S. Route 20, between mileposts 3 and 6 to provide access from the eastern boundary of the Skyline Forest Sustainable Development Area to the referenced highway.

32 "(h) The Skyline Forest Sustainable Development Area, including all access roads, must be de-33 veloped in consultation with the State Department of Fish and Wildlife to minimize impacts on 34 wildlife, particularly deer and elk populations.

"(i) The Skyline Forest Sustainable Development Area, including all access roads, must be developed in consultation with the State Forestry Department and the United States Forest Service to minimize wildfire risks.

"(j) The owner of the Skyline Forest Sustainable Development Area shall provide adequate firefighting facilities and services to address the needs of the development. All structures shall be designed and maintained consistent with the default wildfire safety standards of the Oregon Forestland-Urban Interface Fire Protection Act of 1997, as set forth in administrative rules of the State Forestry Department.

43 "(k) Any wells used to provide water for uses within the Skyline Forest Sustainable Develop44 ment Area shall be sited to minimize impacts of groundwater use on Whychus Creek and Melvin
45 Springs.

1 "(3) The land uses described in subsection (2) of this section shall be allowed within the Skyline 2 Forest Sustainable Development Area upon the satisfaction of the following conditions:

"(a) The owner of the Skyline Forest and the Southern Conservation Tract transfers:

4 "(A) The Skyline Conservation Tract to a land trust for the purpose of creating community 5 forestlands; and

6 "(B) The Southern Conservation Tract, whether to a single buyer or multiple buyers, to a land 7 trust for the purpose of creating community forestlands or to a federal or state agency. However, 8 the owner may choose to retain all or a portion of the Southern Conservation Tract, in which case 9 the number of residential units allowed within the Skyline Forest Sustainable Development Area 10 shall be limited as set forth in subsection (2)(a) of this section.

"(b) The consideration for any transfer does not exceed the fair market value of the property as established by an appraisal based on the hypothetical condition or assumption that all development rights on the properties, whether actual or potential, have been extinguished as contemplated by subsection [(6)] (7) of this section. The appraisal must comply with the Uniform Standards of Professional Appraisal Practice. The appraisal shall comply with the Uniform Appraisal Standards for Federal Land Acquisitions if:

"(A) The land trust or state agency proposes, in part or in whole, to use federal funds to purchase the property and has demonstrated a reasonable likelihood that federal funds will be secured for the purchase; or

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"(B) The property is being conveyed to a federal agency.

"(c) The Skyline Conservation Tract and the Southern Conservation Tract will be managed so that wildlife and recreational values are safeguarded and the overall forest health, including sustainable timber production and wildfire prevention, is maintained over the long term.

24 "(d) The owner of the Skyline Forest Sustainable Development Area obtains the land use ap-25 provals required by subsection (5) of this section.

26 "(4) The uses authorized by subsection (2) of this section shall be allowed as outright permitted 27uses by Deschutes County, following approval of the master plan required by subsection (5) of this section by Deschutes County. The uses allowed by subsection (2) of this section are allowed 2829 notwithstanding those provisions of ORS 215.700 to 215.780 relating to lot size and dwelling stan-30 dards on forestlands, those statewide land use planning goals relating to agricultural lands, forestlands, public facilities and services, transportation and urbanization and those provisions of 3132Deschutes County's comprehensive plan and land use regulations limiting uses of forestlands. Ap-33 proval of the master plan and land division applications required by subsection (5) of this section 34for the development and use of the Skyline Forest Sustainable Development Area and all associated 35 road and utility corridors [may] does not require exceptions to any statewide planning goal or 36 amendment of any local comprehensive plan or land use regulation. Deschutes County shall apply 37 only the provisions of this section as standards and criteria for an application for, or amendment 38 to, a master plan or land division application or other development permit applications submitted 39 pursuant to this section.

"(5) The owner of the Skyline Forest Sustainable Development Area may submit an application
to Deschutes County for approval of a master plan for the development and use of the area. The
application must be submitted within five years after the effective date of [*this 2009 Act*] chapter **....., Oregon Laws 2009 (Enrolled House Bill 2228)**, subject to the following:

44 "(a) The master plan shall demonstrate compliance with subsection (2) of this section and in-45 clude a tentative land division application to create the lots within the Skyline Forest Sustainable 1 Development Area.

"(b) Deschutes County shall process the master plan and all land division applications pursuant to the procedural review provisions of its local land use regulations. However, Deschutes County shall approve the master plan and any tentative or final land division applications if the applications are consistent with subsections (2) and (3) of this section. No additional land use or land division standards shall apply to the approval and development of the Skyline Forest Sustainable Development Area.

8 "(c) Deschutes County shall condition final approval of the master plan and land division appli-9 cations on the execution of an agreement to record a conservation easement in accordance with 10 subsection (2)(c) of this section, an agreement to transfer the Skyline Conservation Tract to a land 11 trust for the purpose of creating community forestlands and, if applicable, an agreement to transfer 12all or a portion of the Southern Conservation Tract either to a land trust for the purpose of creating 13community forestland or to a federal or state agency. The agreements shall specify that recordation of the conservation easement, transfer of the Skyline Conservation Tract and transfer of all or a 14 15 portion of the Southern Conservation Tract shall be contingent upon the following terms:

16 "(A) The owner of the Skyline Forest Sustainable Development Area shall obtain all federal, 17 state and local licenses, permits, rights and other entitlements necessary for development of the 18 Skyline Forest Sustainable Development Area, each of which shall be final and no longer subject to 19 appeal;

"(B) The land trust or the federal or state agencies, as applicable, shall obtain adequate funding
to purchase the Skyline Conservation Tract or the Southern Conservation Tract, as applicable, in
accordance with subsection (3)(b) of this section; and

"(C) The land trust or the federal or state agencies shall develop and implement management standards that provide reasonable assurance to the owner of the Skyline Forest Sustainable Development Area that the Skyline Conservation Tract and the Southern Conservation Tract will be managed to establish forest health, manage wildfire risk and maintain compatibility with the Skyline Forest Sustainable Development Area.

"(d) The master plan and all associated land division plans shall govern development of the Skyline Forest Sustainable Development Area in perpetuity and shall not expire. Regulations requiring the submittal of final plats within a specified time period following tentative plan approval shall not apply to the Skyline Forest Sustainable Development Area. The master plan may be amended at any time following an administrative review by Deschutes County. Deschutes County shall approve the amendments if the amended master plan remains consistent with subsections (2) and (3) of this section.

35 "(6) The Deschutes Land Trust, an Oregon nonprofit corporation, shall have a right of [last] 36 first opportunity to purchase the Skyline Conservation Tract and the Southern Conservation Tract, 37 and any purchase agreement shall provide a minimum of three years for the Deschutes Land Trust 38 to obtain funding for any purchase. If at any time after two years from the date of any purchase 39 agreement or the date of filing of a master plan under subsection (5) of this section, whichever is 40 later, the Deschutes Land Trust has failed to demonstrate a reasonable likelihood it will be able to 41 obtain the funds necessary to complete the purchase, the owner of the Skyline Conservation Tract 42and the Southern Conservation Tract may seek alternative buyers for any property that is the subject of a purchase agreement under this subsection. The Deschutes Land Trust will in good faith 43 44 notify the owner of the Skyline Conservation Tract and the Southern Conservation Tract if at any 45 time during the period of any purchase agreement the Deschutes Land Trust concludes it does not 1 wish to complete the purchase or will be unable to obtain the necessary funding to complete the 2 purchase.

3 "(7) Development and construction of uses within the Skyline Forest Sustainable Development 4 Area may proceed according to the approved master plan once the transfer of fee title of the Skyline 5 Conservation Tract and, as applicable, all or a portion of the Southern Conservation Tract, is com-6 plete. Following transfer of fee title of the Skyline Conservation Tract and, as applicable, all or a 7 portion of the Southern Conservation Tract, all development rights on the conveyed lands are ex-8 tinguished and the conveyed lands shall be thereafter managed as community forestlands or as fed-9 eral or state forestlands.

10 "(8) At any time within five years after the effective date of [this 2009 Act] chapter \_ 11 Oregon Laws 2009 (Enrolled House Bill 2228), the owner of the Skyline Forest Sustainable De-12velopment Area may either file an application for a master plan pursuant to subsection (5) of this 13section, or submit written notice to Deschutes County and the Deschutes Land Trust stating the owner's intent to relinquish the development opportunities authorized by this section. Until the 14 15owner of the Skyline Forest Sustainable Development Area files a master plan application or sub-16 mits a notice of relinquishment under this subsection, the owner may not divide, develop, obtain a lot of record determination or prohibit public access to any portion of the Skyline Forest. If the 1718 owner of the Skyline Forest Sustainable Development Area submits a notice of relinquishment under 19 this subsection, or the owner allows the five-year time period to elapse without taking any action 20under this subsection, the development opportunities authorized by this section shall expire and the 21owner may divide, develop and prohibit public access to any portion of Skyline Forest pursuant to 22the laws in effect at that time.

"(9) If the owner of the Skyline Forest Sustainable Development Area does not file a master plan within five years of the effective date of [*this 2009 Act*] **chapter** \_\_\_\_\_, **Oregon Laws 2009 (Enrolled House Bill 2228)**, or if Deschutes County does not approve a master plan as provided in subsection (5) of this section within [15] 10 years of the effective date of [*this 2009 Act*,] **chapter** \_\_\_\_\_, **Oregon Laws 2009 (Enrolled House Bill 2228)**, then the provisions of subsection (2) of this section shall cease to have any force or effect.

"(10) The development opportunities provided by this section are fully transferable and will run with the land in the event of a change of ownership of the Skyline Forest or all or a portion of the Southern Conservation Tract.

<sup>32</sup> "<u>SECTION 5.</u> This 2009 Act being necessary for the immediate preservation of the public
 <sup>33</sup> peace, health and safety, an emergency is declared to exist, and this 2009 Act takes effect
 <sup>34</sup> on its passage.".

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