Tillamook County



DEPARTMENT OF COMMUNITY DEVELOPMENT BUILDING, PLANNING & ON-SITE SANITATION SECTIONS

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Land of Cheese, Trees and Ocean Breeze

PETITION FOR OCEANSIDE INCORPORATION STAFF REPORT

Report Date: January 19, 2022

Report Prepared by: Sarah Absher, CFM, Director

GENERAL INFORMATION

Request: Petition for the incorporation of the Unincorporated Community of Oceanside and the creation of the City of Oceanside. Petition includes a new tax rate for properties within the proposed city limits of the City of Oceanside at 80 cents (\$ 0.80) per one-thousand dollars (\$1,000) (Exhibit B).

ProposedAll properties located within the Unincorporated Community Boundary of Oceanside withLocation:the exceptions of those properties part of "The Capes" development (Exhibit A).Properties are located in Sections 24 and 25 as well as Sections 19, 30 and 31 of Township1 South, Ranges 10 and 11 West of the Willamette Meridian, Tillamook County, Oregon.

Petitioners: Oceansiders United

APPLICABLE OREGON REVISED STATUTE

ORS 221: Organization and Government of Cities

Authority to incorporate
Petition to incorporate; filing; form; contents; approval by boundary commission
Incorporation of rural unincorporated community and contiguous lands
Economic feasibility statement; contents
Hearing on petition to incorporate; order fixing date of election on approved petition

REVIEW OF PETITION APPLICATION:

Review of the petition materials included in "Exhibit B" confirms the petitioners have complied with the filing and public hearing notification requirements outlined in ORS 221.031 and ORS 221.040. An economic feasibility study is also included in "Exhibit B". Petition also includes summary of community engagement efforts and a community vote with an outcome to proceed with the petition for incorporation (Exhibit B).

The economic feasibility study includes a description of the services and functions to be performed or provided by the proposed city; an analysis of the relationship between those services and functions and other existing or needed government services; and proposed first and third year budgets for the new city demonstrating its economic feasibility. The study includes a proposed permanent rate limit for operating taxes to provide revenues for urban services a discussion demonstrating ability to comply with statewide planning goal and rules pertaining to needed housing for cities as well as ability to comply with requirements for development of a city comprehensive plan and implementing zoning ordinances. Study also includes discussion of plans to provide urban services to meet current needs and projected growth by way of utilizing existing services within the area or by establishing agreements with Tillamook County or existing service districts to continue to provide urban services.

Properties within the proposed city boundary and larger area of the Unincorporated Community of Oceanside are currently served by the Tillamook County government including the Tillamook County Sheriff's Office, Public Works Department and Community Development; Netarts-Oceanside Sanitary District; Oceanside Water District; Netarts-Oceanside Fire Department; Tillamook School District #9 and Tillamook People's Utility District (PUD).

Public comments regarding the proposed petition received on or before the date of the staff report are included in "Exhibit C". Comments received are both in favor and in opposition of the proposed incorporation. Comments in favor of incorporation include demonstration that incorporation is financially feasible; support for more local control over community growth; ability to develop and a land use program more reflective of the areas values, desires and needs; stronger short-term rental enforcement; more resources for road and stormwater management improvements; additional resources to support community public safety needs as well as concerns raised about the County's lack of funding and resources to meet the needs of the community.

Comments in opposition to the proposed incorporation include lack of adequate community outreach and engagement efforts to ensure all community residents were aware of the proposal; lack of opportunity to participate or vote in community process; lack of time to vet incorporation proposal; concerns that economic feasibility report is not comprehensive or reflective of actual costs for city operation; arguments raised that there are no benefits to incorporating; opposition to increased tax rate. Comments received also include additional request for areas within the community to be excluded from the proposed city boundary. A map depicting these request exclusion areas is also include in "Exhibit A".

Petitioner's submittal responds to several of the concerns summarized above. Petitioner's submittal also includes analysis on basis for which a decision on these hearings must be made.

A presentation on the petition proposal and a supplemental staff report will be shared with the County Commissioners at the January 26, 2022, hearing. Staff recommends that public comment on this request remain open at least through February 2, 2022, as new information and testimony will be received at the January 26th hearing.

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EXHIBITS

A. Maps

- B. Petitioner Submittal
- C. Public Testimony

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EXHIBIT A





Requested Exclusion Area



Generated with the GeoMOOSE Printing Utilities

Zoning Map



Generated with the GeoMOOSE Printing Utilities

EXHIBIT B



Petition for Incorporation of Oceanside

Petitioners' Analysis and Proposed Findings

Before the Tillamook County Board of Commissioners January 26, 2021

Petitioners' Analysis and Proposed Findings

Petition for the incorporation of the Unincorporated Community of Oceanside and the creation of the City of Oceanside Application No. 851-21-000449-PLN Hearing Date: January 19, 2022

Submitted January 18, 2022

OCEANSIDE PETITION FOR INCORPORATION PETITIONER'S ANALYSIS AND PROPOSED FINDINGS

I. NATURE OF THIS HEARING

On December 13, 2021, Oceanside residents Jerry Keene and Blake Marvis, sponsored by the group "Oceansiders United," filed a prospective petition and accompanying documentation seeking to incorporate Oceanside as an Oregon "city" pursuant to ORS 221.031(1). The Oceanside Neighborhood Association CAC ("ONA") had formally endorsed the initiative on December 11, 2021, after a thorough investigation and extensive community debate. Petitioners then gathered and submitted signatures in support of the petition, which the County Clerk verified as sufficient on January 4, 2022. The matter now arises before the Tillamook County Board of Commissioners pursuant to ORS 221.040(1), which provides for a public hearing by a "county court" (county commissioners).

II. SCOPE OF THIS HEARING

ORS $221.040(2)^1$ describes the matters that the Commissioners are to consider during a hearing on a petition for incorporation. They are:

- 1. Objections to the granting of the petition;
- 2. Objections to the formation of the proposed incorporated city;
- 3. Objections to the estimated rate of taxation set forth in the petition; and

¹ ORS 221.040(2) provides:

"At the time and place fixed for the hearing, or at any time and place at which the hearing may be continued or postponed, any person interested may appear and present oral or written objections to the granting of the petition, the forming of the proposed incorporated city or the estimated rate of taxation set forth in the petition. The court may alter the boundaries as set forth in the petition to include all territory which may be benefited by being included within the boundaries of the proposed incorporated city, but shall not modify boundaries so as to exclude any land which would be benefited by the formation of the proposed city. No land shall be included in the proposed city which will not, in the judgment of the court, be benefited. If the court determines that any land has been improperly omitted from the proposed city and the owner has not appeared at the hearing, it shall continue the hearing and shall order notice given to the nonappearing owner requiring the owner to appear before it and show cause, if any the owner has, why the owner's land should not be included in the proposed city. *** ."

4. Whether to alter the proposed city boundary to include territory which "may be benefited" by being included or to exclude territory which "will not ... be benefited" by being included.

In *1000 Friends of Oregon v. Wasco County*, 299 Or 344, 360 (1985) (hereafter "*1000 Friends*"), the Oregon Supreme Court amplified the statutory inquiry and added this hearing issue to this list:

5. Whether "it is reasonably likely that the newly incorporated city can and will comply with [the Oregon land use] goals once the city assumes primary responsibility for comprehensive planning in the area to be incorporated."

Taken together, these inquiries assign the Commissioners a critical, but limited, gatekeeper role that requires them to examine the petition's process and particulars, but not to litigate the merits of incorporation *per se*. For example, the statute does not require or authorize the Commissioners to determine whether incorporation is generally prudent or appropriate for the residents of Oceanside, or to deny the Petition based on a conflict between incorporation and some contrary county policy. Nor does the statute task the Commissioners with resolving arguments over whether the benefits of incorporation are "worth" the cost of the proposed city tax. Those decisions are reserved to the voters of the proposed city, if and when the Commissioners approves placing the issue of incorporation on the ballot.

The Oregon Supreme Court put it this way:

There is not the slightest implication [in the incorporation statutes or their legislative history] of any intent to authorize the county court, *on political grounds*, to deny the right of 150 inhabitants of a particular area to decide by a majority vote whether to incorporate their area as a city. We are satisfied that if the legislature had intended to give such power to a county court it would have expressed its intention in plain terms.

We agree with the court below that the Board of Commissioners had no right, under the pretext of finding that none of the proposed area would be benefited, to deny the residents of that area the right to vote on incorporation because, in the view of the Commissioners, an additional city in Clackamas County was "not commensurate with good governmental practices and not in the best interest of the general public nor in the general welfare."²

Petitioners will first address the three issues explicitly described by the statute. We will then separately address the land use inquiry appended by the Court in *1000 Friends*.

² McManus v. Skoko, 255 Or 374, 379-80 (1970) (emphasis added).

III. ANALYSIS OF STATUTORY OBJECTIONS AND ISSUES

A. Petitioners will assume that the statutory issues are properly raised

Most of the hearing inquiries specified by ORS-**221**,040(2) are premised on an assumption that some "interested" person has raised them at the hearing by lodging a relevant objection. For purposes of this analysis, the discussion below assumes that the Commissioners deem it necessary and appropriate to address the pertinent issue based on developments at the hearing.

1. Objections to the granting of the petition

As noted above, the statute does not contemplate that the Commissioners will grant objections to a Petition based merely on a disagreement over its political merits. It follows that the statute must contemplate objections that are more technical in nature, i.e. arguments that the petition was procedurally deficient or noncompliant.

<u>Analysis</u>

Petitioners have complied with all pertinent statutory requirements. On December 13, 2021, they complied with ORS 212.031 and ORS 212.035 by filing the following documents:

- a completed Form SEL 701 cover sheet ("Prospective Petition for Incorporation of a City") that stated the lead petitioners, the city name, and the proposed permanent tax rate (App-56);
- (2) a map of the required dimensions (App-59); and
- (3) an Economic Feasibility Statement ("EFS") (App-37) that included:
 - (a) a description of the services and functions to be provided by the proposed city;
 - (b) an analysis of the relationship between those services and functions and other existing or needed government services; and
 - (c) proposed first and third year budgets for the new city demonstrating its economic feasibility.

The EFS also complied with ORS 221.031(3)(f) by affirming that incorporation would not entail dissolution of any special districts. On December 14, 2021, after consultation with County Counsel, County Clerk Tassi O'Neil acknowledged submission of a qualifying Petition and authorized the gathering of signatures. (App-57, -58)

On December 29, 2021, Petitioners complied with ORS 221.040(1) by submitting a packet of completed Form SEL 702s ("Petition for Incorporation of a City") bearing 85 signatures. On January 4, 2022, the County Clerk certified that 81 signatures were valid, exceeding the required number of 65 signatures (20% of registered Oceanside voters – see ORS 221.040(1)). (App-60) Accordingly, the Clerk referred the matter for a hearing.

On January 4, 2022, the Community Development Department complied with ORS **221** 212:040(1) by arranging for the publishing of two weekly notices and the public posting of three separate notices within the proposed city – each announcing that hearings on the incorporation petition would be held on January 19, 2022, and January 26, 2022. On January 7, 2022, it arranged for the publishing and public posting of amended notices that the hearing was rescheduled for January 26, 2022, February 2, 2022, and February 9, 2021. (App 61)

Proposed Finding

The record supports a finding that Petitioners and county staff complied with the statutory prerequisites for submitting, processing and perfecting the Incorporation Petition in anticipation of a hearing and the scheduling of a public vote.

2. Objections to the "formation" of the proposed incorporated city

<u>Analysis</u>

a. Objections to "formation" include challenges to its economic feasibility

ORS 221.040(2) provides for an incorporation hearing to present objections to the "formation" of a city. As noted above, the Commissioners may not approve generalized political objections to the formation a new city, so it is not clear what type of objections this provision refers to. One clue is that the ORS 221.040(2) explicitly allows objections targeted to two of the three statutory components of an incorporation petition: the *proposed boundary* and the *permanent tax rate*. The third required component – the Economic Feasibility Statement (EFS) - is not mentioned. By process of elimination, and lacking other guidance, Petitioners assume that objections to the "formation" of the proposed city includes objections to the conclusions offered in the EFS.³ If "interested"

³ Another possibility is that this provision refers to objections to the "formation" of a new city that might be lodged by neighboring cities, special districts, relevant boundary commissions or

persons lodge other objections to formation of the city, Petitioners request an opportunity for more specific rebuttal.

b. Challenging feasibility requires more than mere disagreement with the hypothetical projections in the EFS

ORS 221.021(2) and ORS 221.035(2)(c), instruct incorporation petitioners to produce an EFS as an exercise to generally "demonstrate ... the economic feasibility" of the proposed city. Specifically, the EFS must demonstrate that the petitioners have proposed a "permanent rate limit for operating taxes that would generate operating tax revenues sufficient to support an adequate level of municipal services." To that end, the EFS must include a hypothetical analysis of needed services, estimate their costs and project the "first and third year budgets" for the city.

Importantly, however, the <u>only</u> elements of the incorporation petition that take effect upon incorporation are the proposed *boundary* and permanent *tax limit*. See ORS 221.050(5)(a), (b). In contrast, the specifics of the organizational structure and budget allocations in the EFS are deemed *hypothetical projections* without legal effect. This makes sense as a matter of civics because, otherwise, the new City Council would be forced to implement budget priorities and an organizational structure formulated by the unelected Petitioners without public input or oversight. It also means that incorporation opponents who object that forming a new city is not economically feasible must do more than merely disagree with the specific allocations or priorities reflected in the EFS.

c. Petitioners' EFS conclusions are sound and based on exhaustive investigation

While opponents may not ask the Commissioners second-guess the specifics of the EFS projections, they may object that the EFS overall projections fail to demonstrate that incorporation is economically feasible, i.e. reasonably capable of being carried out successfully.⁴ In the event of such a challenge, Petitioners will rely on the information

other institutional entities whose land use planning schemes or economic interests would assertedly be compromised or infringed. Those situations are contemplated and separately addressed in portions of the incorporation statute, such as ORS 212.032, ORS 212.024 and ORS

²²\212:026, but none of those scenarios are implicated by this Petition. Oceanside is already an acknowledged "urbanized" community with an acknowledged community boundary that is located more than 6 miles from the nearest incorporated city (Tillamook). The new city would not infringe any other city's growth boundary, nor is it subject to the jurisdiction of a boundary commission.

⁴ The statute does not define "feasibility," but <u>Black's Law Dictionary</u> defines it to mean "capable of being done, executed, affected or accomplished (*emphasis added*)." The <u>Mirriam</u>-

and analysis provided in the EFS (App-37), which referenced and incorporated the exhaustive investigation findings, analysis and resources outlined in the attached *ONA Incorporation Report of ONA Incorporation Task Force* (hereafter "*ONA Incorporation Report*") (App-1). The Executive Summary of that report stated:

"This Task Force was asked to investigate and recommend whether incorporation is a feasible option for Oceanside worthy of community consideration and debate as a way to preserve and enhance the quality of Oceanside's civic life. To do so, the Task Force focused its efforts on three key factors: (1) benefits (services) the "city" of Oceanside might reasonably provide; (2) financial feasibility (costs and revenues), and (3) practical feasibility (community participation). Here is a summary of the Task Force's findings and conclusions:

1. On the issue of feasible benefits, the Task Force concluded that incorporation has the potential to significantly enhance those aspects of civic life that Oceansiders have identified as priorities: <u>road improvements</u>, <u>localized land use planning and visitor management</u>.

2. On the issue of financial feasibility, the Task Force concluded that the availability of more than \$430,000 in revenue from "external sources" (TLT, grants, STR fees) combined with the city's modest staffing needs, would enable the city to function effectively with a city property tax rate of <u>no more</u> than 80 cents per \$1000 of tax-assessed value (generating \$250,000⁵.) Given that this city tax revenue will be matched by a significantly greater amount of external revenue, the Task Force concluded that this could feasibly be considered a prudent investment in Oceanside's civic life.

3. On the issue of community participation, the Task Force concluded Oceansiders' history of involvement and service in previous community initiatives feasibly indicates that Oceansiders will rise to the occasion if <u>they feel their efforts will actually matter</u> to the quality of their civic life.

In sum, when considered as a choice between forming a city or continuing to rely on county officials to preserve and enhance Oceanside's civic life, the Task Force

<u>Webster Online Dictionary</u> similarly defines it to mean "1. capable of being done or carried out, as in a feasible plan; 2: capable of being used or dealt with successfully, 3. reasonable, likely."

⁵ As reflected in the EFS (App-47), this initial city tax revenue estimate was subsequently reduced to approximately \$190,000 after subtracting assessed property values in The Capes when it was excluded from the incorporation proposal. The reduction was offset by additional revenue sources based on data that became available by the time the EFS was drafted.

concluded that incorporation is a <u>feasible</u> option worthy of community consideration and debate." (See App-2, -3)

The ONA Incorporation Report was extensively distributed and debated in the Oceanside community upon completion. As discussed in more detail below, its conclusion that "incorporation is a <u>feasible</u> option worth of community consideration and debate" was approved by a 3-to-1 margin in a vote by over 200 verified Oceanside residents and property owners.⁶

Proposed Finding

The Commissioners should find that the EFS amply demonstrates the economic feasibility of incorporating Oceanside as a city.

3. Objections to the estimated rate of taxation set forth in the petition

<u>Analysis</u>

Petitioners again rely on information and analysis presented in the EFS and *ONA Incorporation Report*. The proposed maximum city tax rate of 80 cents (\$.80) per \$1000 in county assessed property value translates to an annual city tax of \$320 for a home assessed at \$400,000 and \$400 for a home assessed at \$500,000. As explained in the EFS budget notes of the EFS (App-47) and the chart below, this tax rate is projected to generate net revenue for the new city of between \$180,000 and \$200,000 annually after the first (partial) revenue year (excluding the assessed value of new construction). When combined with more than \$100,000 in projected TLT funds available for unrestricted use, this results in base general fund revenue of more than \$300,000, and an additional \$300,000 in special fund revenues projected from TLT (tourism-facilities), short term rental operator's dues, short term rental licensing fees, available franchise fees and business taxes, and shared state revenue from taxes on gas, marijuana, cigarettes).

⁶ Petitioners have appended information documenting the public outreach and debate process. See "Oceanside Incorporation Public Process and Data" at App-65 thru App-85.

	Fiscal Year 2022-23	Fiscal Year 2023-24	Fiscal Year 2024-25
(1) City Tax	144,000	148.000	152,000
(2) Previous Year City Tax		37,000	38,000
(3) Transient Lodging Tax	180,000	300,000	310,000
(4) STR Operator's Fees	40,000	80,000	80,000
(5) STR License Fees	15,000	30,000	30,000
(6) State Revenue Sharing		35,000	35,000
(7) Misc. Fees and Taxes		30,000	30,000
TOTAL	375,000	660,000	675,000

PROJECTED RESOURCES

Petitioners submit that in the context of the new city's limited services obligations and ample "external" revenue sources, this city tax rate is reasonable, prudent and "sufficient to support an adequate level of municipal services" pursuant to ORS 221.031(3)(c).

Proposed Finding

The Commissioners should find that the proposed maximum city tax rate of 80 cents (\$.80) per \$1000 of assessed value, when considered in the context of other revenue sources, is sufficient to support an adequate level of municipal services.

4. Whether to alter the proposed city boundary to include territory which "may be benefited" by being included or to exclude territory which "will not...be benefited" by being included

<u>Analysis</u>

a. What does "benefit" mean, and how is it determined?

Petitioners anticipate that some Oceanside property owners or groups of owners may appear at the hearing to seek exclusion from the new city based on arguments that their individual properties or neighborhoods will not be sufficiently "benefited" by specific aspects or services in the event of incorporation to justify the imposition of a new tax. Such arguments assume that the Commissioners' determinations regarding a city boundary are comparable to adjudicating land use applications, where the Commissioners weigh evidence to adjudicate specific uses or impacts on individual properties. They would have the Board approve or disapprove individual segments based on a propertyby-property cost v. benefit analysis.

The courts have made it clear that this is <u>not</u> the approach contemplated by the incorporation statute when it comes to reviewing the proposed boundary. Instead, as the court stated in *Millersburg Development Corp. v. Mullen*, 14 Or App 614, 623 (1973) (Supreme Court review denied; disavowed on other grounds), evaluating boundaries for a new city entails a broader analysis:

"[T]he determination of the boundaries of a city [as] a political subdivision of the state transcends the individual interests of each parcel of property proposed to be located therein. It becomes a matter of *general interest in the whole area* a matter of general policy (*emphasis added*)."

Accordingly, the Commissioners should decline to alter the proposed city boundary unless those seeking exclusion offer arguments or evidence that implicates policy considerations *beyond* the benefit to specific homeowners or neighborhoods. Conversely, the Commissioners should also factor the negative impact of *excluding* particular properties or neighborhoods on the "general interest in the whole area," for example where excluding an area would result in anomalous gaps or illogical carve-outs in the city's configuration.

b. How will incorporation benefit the "general interest in the whole area"?

Identifying the "benefits" of incorporation is complicated by the fact that Petitioners' predictions and services proposals will not be binding on the new city or its elected representatives. Indeed, should incorporation occur over their objections, those who seek exclusion will *themselves* be part of deciding and shaping such benefits as citizens of the new city.

To manage this conundrum, Petitioners will defer to the opinions expressed in three, representative essays by Oceansiders below – two from full-time residents and one from a part-time resident. They reflect sentiments shared during the flurry of "pro" and "con" comments that the ONA solicited and published in its Newsletter preceding the incorporation vote on December 11, 2021. Collectively, they capture the essence of what Oceansiders *themselves* identified as the benefits of becoming a new city shortly before voting overwhelmingly to endorse incorporation.

The first comments are from a retired Oceanside couple who reside in the Camelot area, where feelings on incorporation are decidedly mixed. They wrote:

"We support incorporation for these reasons:

1. Oceanside has not received a fair share of the Transient Lodging Tax (TLT) revenue in the <u>8 years</u> since it started January 1, 2014. We have received few grants from the 70% of our TLT, but Pacific City has received millions. We also have received few road improvements from the 30% of our TLT supposedly being used for roads. The City of Oceanside would decide how to use our TLT money on "tourism" projects that benefit Oceanside as well as tourists (such as bike paths) and which roads in Oceanside need improvement.

2. Oceanside has received a huge influx of tourists from the advertising that Tillamook County Visitor Association has done with our TLT revenue, but Oceanside has received little in the way of support in dealing with the resulting problems of parking, trash, safety, and inconsiderate behavior from Tillamook County in dealing with these problems. The City of Oceanside could use the TLT revenue and revenue from other sources to address these problems.

3. If you're not living next door to a vacation rental, you're lucky and if you do live next door to a vacation rental, we feel your pain. Some renters are invisible and others are your worst nightmare. Tillamook County has done little to address noise, lights, and other nuisance complaints or enforce violations of limitations specified in the license such as the number of vehicles allowed. Oceanside short term rental owners and neighbors could collaborate to design a system for addressing complaints and the City of Oceanside could hire someone to investigate, inspect and enforce the system. Short term rental owners would be involved in Oceanside emergency preparedness.

4. If Oceanside was a city, Oceanside would not have been excluded from the preliminary meeting about the demolition of The Cabins for a new 25 room 3 story hotel and Oceanside wouldn't be waiting on Tillamook County Planning Commission to review the new lighting ordinance and building height calculation ordinance voted on weeks ago. The Oceanside Community Plan would be taken into consideration instead of routinely ignored.

5. As a city Oceanside would be eligible for grants available to Oregon's small cities, such as a street paving grant of \$100,000, emergency preparedness grants and federal infrastructure grants currently in the pipeline.

Jud Griner & Mary Flock"

The second narrative is from a part-time resident of Oceanside:

"I support incorporation of a City of Oceanside. I have owned a home in the village of Oceanside since 2013 and feel extremely fortunate. Before then, for more than 20 years, I was an annual vacation home renter from Portland. I believe that incorporation will allow the residents of Oceanside a more dispositive voice over the nature of future development and conservation, and preservation issues in Oceanside. I have watched as pandemic, wildfires, and a growing population have brought more visitors to Oceanside. I have watched actual gridlock on our streets during peak summer weekends. I have watched as new construction becomes larger and larger. I have seen the proposed plans for a 35-foot high hotel in the heart of the "commercial district" that will challenge anyone's idea of what a "village" is and contribute to even more vehicular congestion.

I believe that the proposed city tax rate is manageable* and I believe that the proposed City boundaries are logical and include the residents of the new city who would benefit from those future planning efforts. Oceanside is larger than any one street or neighborhood. We live in a very precious and unique area with a national refuge offshore and a state recreational area as our playground. Anyone in the vicinity bears some responsibility for preserving this special place. I support using City tax dollars to hire a lean professional staff to carry out the operational and planning work that very dedicated (and tired) Oceanside Neighborhood Association volunteers have shouldered for years.

I have concluded that the Tillamook County government does not have the resources to adequately respond to the unique issues facing Oceanside despite good intentions. I believe that an incorporated City of Oceanside will be able to leverage new sources of revenue that will benefit the City and Tillamook County alike. I have watched as it has taken a number of years to coordinate the jurisdictions involved to build a sorely need accessible beach ramp in Oceanside. I have observed variances routinely granted by the county permitting non-conforming structures. I have seen the height restrictions skirted by clever designers. We have witnessed a disproportionate amount of the short term rental tax generated by Oceanside vacation homes distributed to other areas of the county. Forming a City will allow Oceansiders to have a meaningful voice in local issues and to find the way forward on creating affordable housing, maintaining its historic role providing vacation rentals, and planning for the increased use of our beaches in the pandemic and as a vacation destination and home for Oceansiders. Hopefully incorporation will deepen and strengthen our relationship with Tillamook County.

For all of these reasons I support incorporation of a new City of Oceanside.

Leslie Kay

* To the extent that the new tax would be an economic hardship, some seniors and disabled people may qualify for property tax deferral through State of Oregon programs.https://www.oregon.gov/dor/programs/property/Pages/deferral.aspx"

This final excerpt is from a letter by a 30-year homeowner in Oceanside:

"Our property taxes are definitely high enough, but I support incorporation because, unlike most taxes, I will see concrete benefits from a city tax that costs me a few hundred dollars a year - benefits that support a "vision" of Oceanside where ...

1. ... the community assumes control of Pacific Avenue and musters the resources to sensibly design how visitors drive and park around the beach access, staying out of village neighborhoods;

2. ... the community can plan ahead for anticipated growth along Cape Meares Loop Highway to avoid chaotic commercial development and promote housing options that will attract younger residents;

3. ... the community that bears the effects of lodging strangers in our neighborhoods actually benefits from the taxes they generate;

4. ... a council of local residents writes and enforces the rules governing requests for exceptions to our zoning rules by developers such as Fusion Lodging;

5. ... a report of late-night noise, unsafe fireworks, improper parking or an unruly dog prompts a timely and reliable response by a paid community staff person or patroller;

6. ... the community has the resources to plan ahead for natural disasters, like tsunamis or wildfires, may leave residents and hundreds of summer or spring break day visitors stranded together for an extended period of time;

7. ... local roads in all parts of Oceanside receive scheduled maintained and potholes are filled with days of being reported;

8. ... the community has the TLT resources to build tourism-related infrastructure, like trails or paths, that benefit Oceansiders as well as visitors; and

9. ... the community provides meaningful and rewarding ways for our accomplished population to offer their skills and experience for the good of our community.

In short, which 'vision' of a future Oceanside should we choose? Ten years from now, will Oceanside be better off by continuing to rely on County management, or by taking control of our own destiny by uniting as an incorporated City of Oceanside? I hope the answer is as clear to our neighbors as it is to me.

Rob Hoeper"

Necessarily, many of these anticipated "benefits" are aspirational and subject to political, practical and economic considerations as the new city works its way forward. For the purpose of this hearing, however, the issue is not how or whether such benefits will be *realized*, but whether there are areas within the proposed city boundary to which such anticipated benefits would *not extend*. Petitioners contend that incorporation, at least as viewed by the majority of ONA members who support it, will generate broad civic benefits that do not lend themselves to segregation based on neighborhood-by-neighborhood cost-benefit analysis or objections.

d. Specific boundary issues

As explained in the EFS, Petitioners originally proposed a city boundary that adhered to the Oceanside Community Boundary, which was adopted as part of the Tillamook County Comprehensive Plan in the 1980s. In so doing, Petitioners were aware that the Commissioners would eventually hold a hearing at which some areas might seek to be excluded from the new city. Because the Oceanside Community Boundary was established in the course of a formal land use acknowledgment process decades ago, Petitioners decided it would be presumptuous and improvident to unilaterally alter it.

Petitioners were also aware that the incorporation statute implicitly discourages gerrymandering the proposed boundary by excluding potentially "benefitted" areas merely because the residents might vote against it.

During the ONA's "Incorporation Conversation" and associated public outreach, however, certain developments persuaded Petitioners to adjust the boundary as follows.

Northern and Eastern Boundaries. After comparing the decades-old map to current development in the area, Petitioners expanded the northern boundary to incorporate the homes subsequently constructed on and near Radar Road. (The homeowners at the northernmost edge of the new boundary support incorporation and embraced this adjustment.) Based on recommendations by the County Assessor's office, Petitioners further adjusted the northern boundary and some sections of the eastern boundary of the Community Boundary to avoid splitting existing tax lots.

<u>The Capes</u>. The ONA Incorporation Report concluded that the primary benefits of incorporation for Oceanside would be:

- (1) local control of land use and zoning decisions;
- (2) better road maintenance,
- (3) retention of locally generated TLT revenue, and
- (4) local management of parking and misconduct by visitors.

From the outset, Petitioners deemed it improbable that The Capes residents would realize any of these benefits because:

- The Capes Homeowners' Association already imposes and enforces strict development and design rules stricter than any likely city building standards;
- (2) The Capes residents, through their Association, fund the maintenance of their self-contained road system at a level the new city could not feasibly match;
- (3) The Capes bans short term rentals, rendering city regulation moot, and
- (4) The Capes is an insular, gated community that provides for its own security and internal code enforcement.

Petitioners were also cognizant that The Capes' distance from Oceanside's central village area and its proximity to Netarts amenities would attenuate any intangible benefits it might otherwise enjoy from municipal improvements to Oceanside's central core. Finally, The Capes geographical location and self-contained street configuration allowed for exclusion from the proposal by an administratively simple boundary adjustment. For

these reasons, Petitioners deemed it a near-certainty that the County Commissioners would agree to exclude The Capes from the incorporation effort if its residents expressed a strong and unified request to be excluded at the eventual hearing. As noted above, however, Petitioners initially elected not to unilaterally preempt a decision that the incorporation statutes assign to the County Commissioners.

It was in this context, that Petitioners received and considered communications from The Capes HOA Board in late November and early December 2021 indicating that nearly 100% of the respondents they surveyed held a strong opinion that they would not enjoy the asserted "benefits" from Oceanside's incorporation and sought to be excluded. (See Letter from The Capes HOA at App-86.) Based on this formal request and the clear logic of the situation as outlined above, Petitioners determined it would serve no purpose to force The Capes to pursue a formal objection to the boundary in a hearing. Accordingly, they had the map redrawn to exclude The Capes development from the Petition map.

Perhaps inevitably, this led protests by some individuals that Petitioners should similarly exclude their neighborhoods or properties. Petitioners declined such requests and recommended that they make their case to the Commissioners. They did so based not only on the considerations discussed above, but also because the factors listed below rendered exclusion a much closer question:

- (1) the proximity of the neighborhoods to the central village and its amenities;
- (2) the likelihood that such neighborhoods would enjoy at least some of the benefits of incorporation;
- (3) the illogical gaps or distortion that would result from configuring the boundary to exclude them;
- (4) the absence of contractual development constraints and other HOA benefits rendering city benefits moot;
- (5) the lack of any formal request or organized survey results by an entity representing the neighborhood, and/or
- (6) the mixed opinions about the benefit of incorporation reflected in ONA surveys and feedback.

In summary, Petitioners are unaware of requests by residents of any nearby area to be included within the proposed city boundary. While Petitioners are aware of prospective requests to be excluded from the boundary by individual residents or homeowners in some neighborhoods, we are unaware of objections grounded in sufficiently broad *policy* considerations to warrant a decision by the Commissioners to alter the proposed city boundary.

Proposed Finding

The Commissioners should find that the record lacks objections or evidence of sufficient policy significance to warrant a legislative alteration of the proposed Oceanside city boundary, either to include or exclude new territories.

IV. ANALYSIS OF "LIKELY" COMPLIANCE WITH LAND USE GOALS

A. The courts require the Commissioners to generally find that it is "reasonably likely" that an incorporated Oceanside can and will comply with Oregon land use goals

In *1000 Friends v. Wasco County*, the Oregon Supreme Court ruled that the incorporation hearing order must include a finding that the proposed incorporation is "in accordance with" Oregon's land use goals. The Court emphasized, however, that this determination "differs" from adjudicating whether a proposed Comprehensive Plan actually complies with those goals – since no Plan will be formulated unless and until incorporation occurs.⁸ Instead, the review entails "some meaningful degree of foresight" about the proposed city's "likely" willingness and ability to comply with the land use goals after incorporation:

"A county discharges its planning and zoning responsibilities with regard to whether a proposed incorporation is 'in accordance with the goals' if the county is satisfied that after a successful incorporation election it is <u>reasonably likely that the newly</u> <u>incorporated city can and will comply with the goals</u> once the city assumes primary responsibility for comprehensive planning in the area to be incorporated (underscoring added)."

The Court further stated:

"The county cannot expect the proponents of incorporation to present a concrete or even a tentative comprehensive plan before the election, and we do not believe that the legislature intended this, although proponents may wish to offer their own ideas for a plan in making their record for approval of the proposed incorporation. The county can, however, expect that the proponents present evidence of the purposes sought to be achieved by incorporation insofar as these bear on future land use, such as the kind of municipal services that the city is expected to provide and the

⁸ DLCD's administrative rules codify this requirement in OAR 660-14-0010(4), which allots no more than four years from incorporation to obtain acknowledgement of their Comprehensive Plan and associated ordinances, or to obtain an approved extension of time.

projections about future population and tax base that these purposes assume or necessarily imply.

Petitioners submit that they have generally satisfied this requirement in the analysis preceding this section, as supplemented by the EFS and the *ONA Incorporation Report*. In particular, Petitioners reiterate that the special districts which are expected to provide essential services associated with the prospective city have already confirmed their capacity to accommodate the 10% growth in residential structures anticipated from the newly approved 60-lot residential subdivision. That should suffice for the limited findings required from this hearing, given the US Census report that Oceanside's population has remained essentially unchanged over the past decade.

Petitioners also rely on the enclosed memorandum summarizing a videoconference that the ONA Task Force's "Legal" team (including both Chief Petitioners) solicited with DLCD officials Lisa Phipps, DLCD North Coast Regional Representative, and Jim Jinings DLCD Community Service Specialist. Jinings was the DLCD official assigned to work with La Pine, Oregon, during its process of formulating a Comprehensive Plan after its successful incorporation vote in 2006. Phipps is the local DLCD contact who, along with Jinings, would provide advice and resources during the same process for Oceanside. During that discussion, the DLCD officials offered a broad outline of the process, general description of how the Land Use Goals apply to it, a commitment to offer ongoing advice and tentative assurances that financial resources will be available to help the new city cover necessary legal expenses and studies. Since this conference, Petitioners have continued to apprise Phipps and Jinings of their progress and sought advice for specific land use issues that arose along the way. That outreach effort further supports a finding that Petitioners are not only aware of the land use obligations incumbent upon a new city, but also willing and able to take the steps necessary to meet them.

B. Analysis of likely and willing compliance with specific land use goals

Petitioners appreciate that an incorporated Oceanside will be required to formulate and obtain acknowledgment of its own Comprehensive Plan and associated ordinances in accordance with Oregon's 19 Land Use Goals. They also understand that the territory within the new city boundary falls almost entirely within the Oceanside Community Boundary, which was encompassed by the Tillamook County Comprehensive Plan approved in 1981.⁹ That Plan and the associated process pre-positions Oceanside as an

⁹ To assist with this aspect of their hearing presentation, Petitioners consulted with Sarah Absher, Tillamook County Director of Community Development, and DLCD official Lisa Phipps, who graciously offered historical and technical insights into how the Goals will apply to Oceanside as an existing, urbanized unincorporated area regarding which the County has already taken acknowledged exceptions in its own Comprehensive Plan. (We note that securing such

urbanized unincorporated community with sewer, water, fire and other established services. As a result, many of the necessary classifications, inventories and exceptions necessary to formulate the city plan were already accomplished during the county Plan formulation and acknowledgment process. With this in mind, Petitioners offer the following discussion of the individual Goals, including their implications for Oceanside's future planning process and information indicating its readiness and ability to comply with them.

Statewide Planning Goal 1 - Citizen Involvement: Summary: Goal 1 calls for "the opportunity for citizens to be involved in all phases of the planning process." It requires each city and county to have a citizen involvement program containing six components specified in the goal.¹⁰ It also requires local governments to have a committee for citizen involvement (CCI) to monitor and encourage public participation in planning.

Regarding Oceanside's likely compliance with this Goal, past is definitely prologue. Few communities in the county, if not the state, boast a documented history of organized and widespread community involvement in local planning efforts comparable to what has been accomplished over the years the Oceanside Neighborhood Association (ONA). Oceanside had already formed the ONA to facilitate such efforts well before Tillamook County formalized its own process for designating advisory committees in unincorporated communities. The ONA compiled its first "Oceanside Community Plan" as far back as 1996, mustering local funding for a survey of all community property owners to identify and prioritize their community goals and then express them in a policy statement organized around the Land Use Goals. Twice since then (2010 and 2018), the ONA has publicized, mustered and orchestrated community input for revisions and updates to the Community Plan, including submission for approval by the Community Development Department, the Planning Commission and the Board of County Commissioners.

In between such updates, the ONA has also effectively engaged volunteers for numerous special research projects and reports related to specific planning and livability issues, such as short-term rental regulation, membership voting reforms, emergency

consultation further reflects the new city's awareness and readiness to comply with the Goals once incorporated.)

¹⁰ These components are:

- Opportunities for widespread public involvement;
- Effective two-way communication with the public;
- The ability for the public to be involved in all phases of the planning process;
- Making technical information easy to understand;
- Feedback mechanisms for policy-makers to respond to public input; and
- Adequate financial support for public involvement efforts.

preparedness, building height standards, and exterior lighting. In terms of financing, the Oceanside community formed the "Oceanside Protection Society" two decades ago. It is a 501(c)(3) community foundation with the mission to preserve livability and foster community spirit. Over the years it has engaged in community fundraising and the dissemination of local grants to the ONA, the Oceanside Community Club and individuals organizing projects, such as a radon gas test kit lending program, an upgraded community bulletin board, garbage collection at the State Park Wayside and assistance with funding the Oceanside Centennial celebration scheduled in July 2022.

Last but not least, the ONA embarked upon an unprecedented and effective campaign to muster community awareness and involvement in debate and deliberations leading to the decision by its Members to formally endorse this incorporation process.¹¹ During those discussions, ONA members on both sides of the issue voiced a clear imperative that the ONA must continue its role as a focus for expression of the community's goals to any newly incorporated City Council.

Statewide Planning Goal 2 - The Land Use Plan: Summary: Goal 2 outlines the basic procedures of Oregon's statewide planning program and describes the development of Tillamook County's Comprehensive Plan including justification for identifying exception areas.

During the community meetings and debate on incorporation, Oceansiders repeatedly noted that incorporation would trigger a legal obligation to formulate a city Comprehensive Use Plan and Urban Growth Boundary. As noted above Petitioners already commenced an outreach and research effort in anticipation of that requirement by consulting expert DLCD representatives, such as Lisa Phipps and Jim Jinings. Given Oceanside's quarter-century of public involvement and familiarity with formulating Community Plans based on the Land Use Goals, there is no reason to doubt the readiness and ability of the community to comply with this Goal.

Statewide Planning Goal 3 - Agricultural Lands: Summary: Goal 3 defines "agricultural lands." It then requires counties to inventory such lands and to "preserve and maintain" them through farm zoning. Details on the uses allowed in farm zones are found in ORS Chapter 215 and in Oregon Administrative Rules, Chapter 660, Division 33.

Oceanside's readiness to comply with Goal 3 in its eventual city Comprehensive Plan is not relevant because an exception to Goal 3 was already taken for territory within the proposed city boundary during the process of compiling and obtaining acknowledgement of the Tillamook County Comprehensive Plan.

Statewide Planning Goal 4 - Forest Lands: Summary: This goal defines forest lands and requires counties to inventory them and adopt policies and ordinances that will "conserve forest lands for forest uses."

¹¹ Petitioners have chronicled this process in App-65 thru App-86.

Oceanside's readiness to comply with Goal 4 in its eventual city Comprehensive Plan is not relevant because, during the process of preparing and obtaining acknowledgement of the Tillamook County Comprehensive Plan, an exception to Goal 4 was already taken for territory within the proposed City boundary.

Statewide Planning Goal 5 - Natural Resources: Summary: The purpose of Goal 5 is to protect natural resources, and conserve scenic and historic areas and open space. Goal 5 covers more than a dozen natural and cultural resources such as wildlife habitats and wetlands. It establishes a process for each resource to be inventoried and evaluated. If a resource or site is found to be significant, a local government has three policy choices: preserve the resource, allow proposed uses that conflict with it, or strike some sort of a balance between the resource and the uses that would conflict with it.

Petitioners have secured a commitment from the Tillamook County Community Development to assist in inventorying Goal 5-protected areas within the proposed city boundary that were previously identified in the Tillamook County Comprehensive Plan. They envision that such areas will be incorporated during the development of the city Comprehensive Plan, a process that will also enable identification and inclusion of additional, significant areas or resources.

Statewide Planning Goal 6 - Air, Water and Land Resources Quality: Summary: This goal requires local comprehensive plans and implementing measures to be consistent with state and federal regulations on matters such as groundwater pollution and noise control in the new city.

Oceansiders will need no urging to incorporate air, water and land conservation measures in its land use planning policies or Comprehensive Plan. Such concerns have already been identified and prioritized in each iteration of Oceanside's Community Plans over the decades, including their pioneering emphasis on preserving natural vegetation, "dark sky" initiatives and wildlife protection. It is also worth remembering that Oceanside's new city government will enjoy access to and support by its existing sewer and water districts, which already bear a responsibility to be aware of and ensure compliance with pertinent federal and state regulations governing water quality. Petitioners are also aware that stormwater management will become a pressing issue in the event that incorporation proponents are correct in predicting that road repair and maintenance will be a top city priority. Finally, Petitioners also note that Oceansiders have long demanded and supported local recycling programs made available by countywide programs and our private waste collectors.

Statewide Planning Goal 7 - Hazards: Summary: Goal 7 deals with development in places subject to natural hazards such as wildfires, tsunamis, floods or landslides. It requires that jurisdictions apply "appropriate safeguards" (floodplain zoning, for example) when planning for development there. In Oceanside, the purpose of addressing hazards is not meant to restrict properties from development, but to institute policies concerning potential problems, so they can be considered before financial losses and possible injury which may be avoided by the application of the policies formulated in the Comprehensive Plan.

ONA leaders are already engaged in assisting with outreach efforts by Tillamook County to update its hazard planning by inventorying natural hazards and updating associated ordinances. That process will incorporate and capitalize on updated DOGAMI maps and studies, which included Oceanside. Petitioners anticipate that Oceanside city leaders and staff will capitalize on such involvement by taking advantage of the information and resources gleaned during the county's process to inform the formulation of its own development standards in compliance with Goal 7 guidelines. Petitioners note that when county officials held meetings to highlight gaps in its hazard communications system in the summer of 2021, ONA leaders rushed to consult local and county emergency officials, design a Wildfire Evacuation Advisory for electronic distribution and disseminate it to hundreds of recipients via its electronic newsletter list. Such concern for hazard planning is unlikely to be abandoned or slighted in the new city's planning processes.

Statewide Planning Goal 8 - Recreation: Summary: This goal calls for each community to evaluate its areas and facilities for recreation and develop plans to deal with the projected demand for them. It also sets forth detailed standards for expedited siting of destination resorts. In Tillamook County, the main issue surrounding recreation is that of quantity, location and orientation. This Goal element recognizes that the tourism sector of the County's economy is rapidly growing and some feel tourism places too large a burden on local public facilities and services.

Tillamook County inventoried recreational resources in the Oceanside area when formulating its own Comprehensive Plan. Such amenities are hardly difficult to find as Oceanside's entire community is centered on the State Park owned beaches that make up its front yard. The new city will be able to incorporate and build upon that inventory. It will also certainly preserve the "Park Zone" reflected in Oceanside's current zoning ordinances.

Statewide Planning Goal 9 - Population and Economy: Summary: Goal 9 calls for diversification and improvement of the economy. It asks cities to inventory commercial and industrial lands, project future needs for such lands, and plan and zone enough land to meet those needs.

Oceanside's population and commercial locations are historically stable, and its existing zones already reflect diversity in allowing for residential, commercial and recreational (park) uses. Given its setting, surrounded by natural areas and features that are intensively regulated for environmental protection, it is unlikely that industrial or heavy commercial development will be sought or viable. On the other hand, those same attributes have engendered quasi-commercial activity in the form of 120 short term rentals in an area of less than one square mile, located in residential zones. Besides supporting a micro-economy in the form of cleaning and management services, these rentals do and will continue to draw customers to businesses that serve county visitors outside the proposed city. The new city is also expected to continue the ONA's focused efforts to invite upgraded broadband service, which would allow for further diversity in the form of entrepreneurial home-based businesses.

Statewide Planning Goal 10 - Housing: Summary: This goal specifies that jurisdictions must plan for and accommodate needed housing types, such as multifamily housing. It requires an inventory of buildable residential lands, projection of future needs for such lands, and actions of planning and zoning enough buildable land to meet those needs. It also prohibits local plans from discriminating against needed housing.

Petitioners and the Oceanside community are aware that its eventual Comprehensive Plan must include planning policies for diversified housing to meet its needs. In fact, such diversity is desired by the community. During incorporation discussions, a number of Oceansiders cited the opportunities a new city might explore to diversify its population by enabling more families with children. In addition, while current building standards already allow for duplexes as a conditional use, Petitioners anticipate that the new city will also explore creative ways to allow ADUs in a way that is consistent with community standards and priorities.

Statewide Planning Goal 11 - Public Services: Summary: Goal 11 calls for efficient planning of public services such as sewers, water, law enforcement, and fire protection. The goal's central concept is that public services should to be planned in accordance with a community's needs and capacities rather than be forced to respond to development as it occurs. In unincorporated communities outside urban growth boundaries counties may approve uses, public facilities and services more intensive than allowed on rural lands by Goal 11 and 14, either by exception to those goals, or as provided by commission rules which ensure such uses do not adversely affect agricultural and forest operations and interfere with the efficient functioning of urban growth boundaries. governments and special districts are required "to plan and develop a timely, orderly and efficient arrangement of public facilities and services to serve as a framework for urban and rural development."

Services and facilities relevant to Goal 11 include public schools, transportation, water supply, sewage disposal, solid waste disposal, police protection, fire protection, planning, zoning and subdivision control, energy service, and communications services. As outlined in the EFS and *ONA Incorporation Report*, the proposed city will continue to be served by existing special districts and county agencies or programs with independent funding. They provide water, sewer, fire protection, police protection, education and solid waste management to Oceanside and, in some cases, to the community of Netarts. Goals expressed by proponents during incorporation discussions emphasized that incorporation would enable additional and/or improved services by bringing on local planning staff, contracting for more intensive road maintenance, and funding a system that supplements the county's public safety services with a system for civil enforcement of building and conduct codes to better address issues like visitor misconduct and parking violations. Petitioners anticipate that planning and building services will continue to be provided by county staff during the interim between the incorporation vote and the establishment of city services.

Statewide Planning Goal 12 - Transportation: Summary: The goal aims to provide "a safe, convenient and economic transportation system." It asks for communities to address the needs of the "transportation disadvantaged." Policies outlined in this Goal element of the Tillamook County Comprehensive Plan require the County to protect the function, operation and safety of existing and planned roadways as identified in the County's Transportation Plan, consider land use impacts on existing or planned transportation facilities in all land use decisions, plan for multi-modal networks, and coordinate transportation planning efforts with other jurisdictions to assure adequate connections to streets and transportation systems between incorporated and unincorporated areas.

As outlined in the EFS, Oceanside is one of the communities currently served by the Tillamook County Transportation District, which participates in the "NW Connector" program as part of the Northwest Oregon Transit Alliance. It currently maintains three round trip routes between Oceanside and the Tillamook Transit Center, where connections may be made to Portland and coastal communities to the north and south. In addition, Oceanside residents are eligible for on-demand service from the District's Dial-A-Ride Service. Both services abide by federal and state accessibility requirements. Petitioners do not anticipate that incorporation will affect the availability of this service, just as it does not affect current service to other incorporated communities.

Statewide Planning Goal 13 - Energy Conservation: Summary: Goal 13 declares that "land and uses developed on the land shall be managed and controlled so as to maximize the conservation of all forms of energy, based upon sound economic principles." Planning for energy conservation and opportunities to promote the installation of renewable energy systems are discussed in this Goal element of a Comprehensive Plan.

Oceanside's population consists primarily of active or retired professionals who are already oriented to and supportive of energy conservation measures, consistent with local priorities and standards. For example, in 2018, after public input and hearings, the ONA successfully sought BOCC approval of local ordinances that both contemplate and regulate the installation of "alternative energy" devices such as windmills and solar collectors. In addition, as noted above, Oceanside residents have historically been heavy users and supporters of recycling services offered by the county and under the local franchise agreement with City Sanitary Service. Petitioners anticipate that the new city will continue to reflect the interest in alternative energy availability and management.

Statewide Planning Goal 14 - Urbanization: Summary: This goal requires cities to estimate future growth and needs for land and then plan and zone enough land to meet those needs. It calls for each city to establish an "urban growth boundary" (UGB) to "identify and separate urbanizable land from rural land." It specifies seven factors that must be considered in drawing up a UGB. It also lists four criteria to be applied when undeveloped land within a UGB is to be converted to urban uses.

Oceanside's readiness to comply with Goal 14 in its eventual city Comprehensive Plan is of limited relevance because, during the process of preparing and obtaining acknowledgement of the Tillamook County Comprehensive Plan, an exception to Goal 14 was already taken for territory within Oceanside's Community Boundary. That said, Petitioners are aware that incorporation will entail the development of a new

Comprehensive Plan and Urban Growth Boundary that builds on previous efforts, reflects the seven "factors" specified in Goal 14 and accommodates infrastructure reflecting updated projections of the area's growth projections and resulting needs. As noted previously, Petitioners have already alerted local DLCD representative of this, and they have responded with assurances of assistance.

Petitioners anticipate that the assumption of planning and zoning responsibilities by local officials, informed by local input, will promote more orderly and efficient development in areas that are the natural target of future growth by permitting a more detailed and nuanced analysis of the area's development potential and limitations than is currently available at the county level.

Statewide Planning Goal 15 - Willamette River Greenway. Goal 15 is focused on the Willamette River, and applies to cities and counties along the river. The Willamette River Greenway is a corridor of water and land in which development is planned and built with recognition of the unique qualities of the Willamette River.

Goal 15 does not apply to Oceanside's planning needs or obligations.

Statewide Planning Goal 16 - Estuarine Resources: Summary: This goal requires local governments to classify Oregon's 22 major estuaries in four categories: natural, conservation, shallow-draft development, and deep-draft development. It then describes types of land uses and activities that are permissible in those "management units." Five estuaries are inventoried and described in this element of the Tillamook County Comprehensive Plan, the Nehalem Estuary, Tillamook Estuary, Netarts Estuary, Sandlake Estuary and Nestucca Estuary.

Petitioners are unaware of estuarine resources within the proposed city boundary that would implicate Goal 16.

Statewide Planning Goal 17 - Shorelands: Summary: The goal defines a planning area bounded by the ocean beaches on the west and the coast highway (State Route 101) on the east. It specifies how certain types of land and resources there are to be managed: major marshes, for example, are to be protected. Sites best suited for unique coastal land uses (port facilities, for example) are reserved for "water-dependent" or "water related" uses. Coastal Shorelands inventoried in Tillamook County as described in this element are Nehalem Estuary Shorelands, Tillamook Estuary Shorelands. Netarts Estuary Shorelands, and Nestucca Estuary Shorelands.

Petitioners have secured a commitment from the Tillamook County Community Development to assist in inventorying and/or confirming previous exceptions to Goal 17protected areas within the proposed city boundary that were taken and acknowledged in the Tillamook County Comprehensive Plan. They envision that such areas will be folded into the new city Comprehensive Plan, a process that will also enable identification and inclusion of additional, significant areas or resources.

Statewide Planning Goal 18 - Beaches and Dunes: Summary: Goal 18 sets planning standards for development on various types of dunes. It prohibits residential development on beaches and active

foredunes, but allows some other types of development if they meet key criteria. The goal also deals with dune grading, groundwater drawdown in dunal aquifers, and the breaching of foredunes. Categories of dunes within Oceanside must be described in the plan along with discussion of areas are also inventoried within this element which allow for residential, industrial and commercial uses in dune areas that would otherwise be prohibited.

Oceanside's readiness to comply with Goal 18 in its eventual city Comprehensive Plan is of limited relevance because, during the process of preparing and obtaining acknowledgement of the Tillamook County Comprehensive Plan, an exception to Goal 18 was already taken and acknowledged for all Goal 18-protected areas within the proposed City boundary. They envision that such areas will be incorporated during the development of the city Comprehensive Plan.

Statewide Planning Goal 19 - Ocean Resources: Summary: Goal 19 aims "to conserve the longterm values, benefits, and natural resources of the nearshore ocean and the continental shelf." It involves with matters such as dumping of dredge spoils and discharging of waste products into the open sea. Goal 19's main requirements are for state agencies rather than cities and counties.

While Goal 19 applies mainly to state agencies, the policy it reflects aligns closely with Oceanside's traditional community priorities and interests, as reflected in the succession of Oceanside Community Plans that have emphasized conservation and the protection of wildlife, local vegetation and scenic amenities. To the extent necessary, Petitioners anticipate that local authorities in the new city will readily work with DLCD to formulate and incorporate policies that align with Goal 19 priorities. Indeed, Oceanside will probably insist on being consulted and involved in initiatives such as updating the Territorial Sea Plan.

Proposed Finding

The record supports a finding that it is reasonably likely that the newly incorporated city of Oceanside can and will comply with the goals once the city assumes primary responsibility for comprehensive planning in the area to be incorporated.

V. CONCLUSION

Since its founding 100 years ago, Oceanside has grown from a collection of vacation cabins into an urbanized community with a stable population, a cohesive civic identity and an effective community apparatus for identifying and pursuing common goals. Incorporation is the natural next step in its evolution as a community – endorsed by a clear majority of roughly 200 community stakeholders after one of the most extensive local information campaigns ever assembled in the county, if not the state.

A. Request for Order

Based on the information presented in this Analysis, the Economic Feasibility Statement and the *ONA Incorporation Report*, Petitioners respectfully request an Order reflecting the appropriate analysis and findings. It should also instruct the County Clerk, County Assessor and County Surveyor to complete the tasks necessary in a timely fashion sufficient to place the question of incorporating Oceanside, Oregon, including the approved boundary, legal description and permanent tax limit of \$.80 per \$1000 on the ballot for the Primary Election on May 17, 2022.

B. Form of Order

In the event the Commissioners decide to grant the Incorporation Petition, ORS 221.040(3) specifies the elements to be included or addressed in their Order, as follows:

"Upon the final hearing of the petition, the court, if it approves the petition as originally presented or in an altered form, shall provide by order for the holding of an election relating to the incorporation of the proposed city. The order calling the election shall fix the date of the election on the date of the next primary election or general election that is not sooner than the 90th day after the date of the order. The order shall contain:

- (a) A description of the exterior boundaries of the proposed city as determined by the court. The description shall be a metes and bounds or legal description prepared by the county surveyor or county assessor. The description prepared under this paragraph shall accurately describe the exterior boundaries of the proposed city as indicated on the map filed under ORS 221.031 (Petition to incorporate) (3) unless those boundaries were altered by the county court, in which case the description shall accurately describe the boundaries as altered;
- (b) A provision requiring the county official in charge of elections to include on the ballot for the election a description of the boundaries of the proposed city using streets and other generally recognized features and a statement of the proposed permanent rate limit for operating taxes included in the petition for incorporation of the proposed city as required by ORS 221.031 (Petition to incorporate), which statement shall comply with the requirements of ORS 250.035 (Form of ballot titles for state and local measures); and
- (c) The date on which the election will be held in the proposed city."
Petitioners' Proposed Analysis and Findings Oceanside Petition for Incorporation Page 26

Petitioners appreciate the time and effort that county staff and the Commissioners themselves have devoted to accommodating this unusual and historic incorporation effort.

Respectfully submitted,

Jerry Keene

Blake Marvis

Chief Petitioners Oceansiders United

APPENDIX

OCEANSIDE PETITION FOR INCORPORATION

PROPOSED ANALYSIS AND FINDINGS

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Report of the ONA Incorporation Task Force

November 22, 2021

App-1

App-2

Report of the Oceanside Neighborhood Association Incorporation Task Force

November 22, 2021

EXECUTIVE SUMMARY OF FINDINGS AND CONCLUSIONS

This Task Force was asked to investigate and recommend whether incorporation is a feasible option for Oceanside worthy of community consideration and debate as a way to preserve and enhance the quality of Oceanside's civic life. To do so, the Task Force focused its efforts on three key factors: (1) benefits (services) the "city" of Oceanside might reasonably provide; (2) financial feasibility (costs and revenues), and (3) practical feasibility (community participation). Here is a summary of the Task Force's findings and conclusions:

1. On the issue of feasible benefits, the Task Force concluded that incorporation has the potential to significantly enhance those aspects of civic life that Oceansiders have identified as priorities: <u>road improvements</u>, <u>localized land use planning</u> and <u>visitor</u> management.

2. On the issue of financial feasibility, the Task Force concluded that the availability of more than \$430,000 in revenue from "external sources" (TLT, grants, STR fees) combined with the city's modest staffing needs, would enable the city to function effectively with a city property tax rate of <u>no more</u> than 80 cents per \$1000 of tax-assessed value (generating \$250,000.) Given that this city tax revenue will be matched by a significantly greater amount of external revenue, the Task Force concluded that this could feasibly be considered a prudent investment in Oceanside's civic life.

3. On the issue of community participation, the Task Force concluded Oceansiders' history of involvement and service in previous community initiatives feasibly indicates that Oceansiders will rise to the occasion <u>if they feel their efforts will actually matter</u> to the quality of their civic life.

In sum, when considered as a choice between forming a city or continuing to rely on county officials to preserve and enhance Oceanside's civic life, the Task Force concluded that incorporation is a <u>feasible</u> option worthy of community consideration and debate. Whether incorporation is an <u>affordable</u> or <u>desirable</u> option is for Oceansiders to decide for themselves. The Task Force members hope they find the information in this report helpful in doing so.



REPORT

I. INTRODUCTION

The ONA Board authorized ONA President Jerry Keene to recruit a task force to explore the feasibility of city incorporation in August 2021. That decision was prompted by growth events in the community and concerns over the implications of various county interactions that had come to a head. Among other things, these included the commencement of county proceedings to approve three subdivision/lot partition applications cumulatively seeking approval of 64 new building lots in Oceanside; the county's sudden imposition of day use fees at neighboring beach accesses, which drove visitors to Oceanside's free beach accesses, word that the county had recently advised the owners of Oceanside Cabins that their site was not considered "oceanfront" (and therefore not subject to a 24-foot height limit) and the Community Development Department's persistent inability (citing staff shortages) to commit to scheduling hearings on new lighting and building height standards that ONA committees had been working on for months. Such concerns were compounded when the Board of Commissioners ended a long moratorium on TLT awards by directly allocating millions of tourism facilities dollars to address visitor crowding and parking in Pacific City, while advising other communities to wait and compete for much smaller TLT facilities grants to be announced at some later point in the year.

It was widely recalled that a group of Oceansiders preliminarily explored the option of incorporation during the late 2000s but abandoned the effort as too costly.¹ To avoid wasting valuable volunteer time on a redundant investigation, ONA President Jerry Keene spent several months locating and reviewing incorporation guides, analyzing other city budgets and interviewing officials in other small towns to determine whether incorporation was even remotely workable for a town with Oceanside's population and resources. Once satisfied that changed circumstances now made incorporation at least arguably feasible, Keene sought the ONA Board's approval to set up an exploratory task force to confirm his initial impression.

II. TASK FORCE MEMBERS

It quickly became apparent that the scope of the needed research was too broad for one group. Accordingly, Oceansiders with helpful backgrounds to serve on three specialized investigative teams composed of both full-time and part-time residents:

¹ During our investigation, an e-mail surfaced indicating that the investigation had been "paused" based on disconcerting information about the cost of police in then-recently incorporated Damascus, Oregon, and news of impending assessments Oceansiders faced in connection with construction of a new, federally mandated waste processing facility by the Netarts-Oceanside Sanitary District.





- A. Budget/Services Team: This team first worked to identify the primary services Oceansiders would likely expect from its municipal government, once incorporated. It then sought to project the range of costs for such services to assemble a projected personnel and materials budget for the first three years. For this team, we recruited current and former members of the Board of Directors from the Netarts Oceanside Sanitary District and a local community leader with experience in short term rental operation and regulatory issues. One of these members had served on the committee that evaluated and rejected incorporation in the 1990s.
- B. Revenue Team: This team was asked to investigate and verify the revenue sources and amounts available upon incorporation, including TLT funds, state revenuesharing and block grants and a city property tax. For this team we recruited an Oceansider with business administration and investment expertise and the manager of a local business with experience as a Comptroller for a large nonprofit agency.
- C. Legal/Procedures Team: This team of retired and practicing attorneys took on the task of reviewing the relevant state statutes, administrative rules and local guidelines to confirm the procedures, timelines and criteria to be satisfied for incorporation. One of these members is the daughter of a surviving member of the previous incorporation committee who remains in close contact with him and provided valuable, multi-generational perspective.

The Oceansiders who contributed to the research and findings expressed in this Report are:

Sharon Brown, Mike Dowd, Carol Kearns, Jerry Keene, Blake Marvis, Susan Moreland, John Prather, and Sue Wainwright

III. METHODOLOGY

The Teams conducted independent meetings on their respective research areas from early September through late October 2021. At such meetings, the members interviewed local officials, compared notes on their respective research assignments and agreed on further assignments for later meetings. To maintain Covid-19 protocols and also to accommodate the busy schedules of the officials and experts being consulted, most interviews were conducted by individual Team members via Zoom, with summaries presented to the other members at subsequent meetings. President Keene regularly touched base with each of the Teams, assisting as needed to coordinate their research progress, identify information resources, help schedule interviews and blend the three Teams' research findings into a single, cohesive report for community review.



III. ANALYSIS AND CONCLUSIONS

After months of research and discussion, the Task Force assembled their findings and evaluated them in light of Oceanside's particular circumstances, resources and community priorities. While the decision requires consideration of many factors and a daunting amount of information, the Task Force felt the analysis ultimately reduced to three questions:

- 1. Would incorporation enhance the civic experience in Oceanside?
- 2. What are the likely risks and costs of such enhancements?
- 3. Would the benefits be worth incurring the risks and costs?

The Task Force members utilized these questions, not only to guide its research, but also as an outline for communicating their findings and conclusions. Those findings were detailed in ONA newsletter installments characterized as an "Incorporation Conversation" and scheduled for distribution in November 2021. Those installments are reproduced in Section IV below. At the end of each installment, "Research Notes" were subsequently appended to provide additional information, analysis and resources relevant to that installment.

An Enhanced Oceanside? As research progressed, the Task Force was struck by the narrow range of services or obligations the newly incorporated city would need to manage, given how many services are and will continue to be provided by separate Special Districts or other entities. Aside from managing the communications, fiscal transactions and decision-making processes of the municipal government itself, the city would be able to target most of its resources to three functions: (1) land use management (zoning, applications for variances, land partitions), (2) public works (roads), and (3) short term rental administration and regulation. By coincidence or not, the Task Force perceived that these are also the priorities on which most Oceansiders felt the Task Force consulted felt that even a small city like Oceanside could effectively manage this narrow range of functions with the right staff. Based on its independent evaluation, the Task Force agreed. In that event, the Task Force concluded that incorporation has the potential to significantly benefit the aspects of civic life that most Oceansiders view as priorities.

2. **Risks and Costs?** The Task Force felt the risks and costs of achieving these improvements are significant and should not be approached lightly. Two other Oregon towns have pursued incorporation in the past 30 years: La Pine in Deschutes County and Damascus in Clackamas County. While La Pine (population 1900) is generally viewed as a success, Damascus (population 11,084) is commonly viewed as a disaster. After talking with people from both efforts, the Task Force concluded that Oceanside's size, isolated rural setting and political circumstances are more comparable to La Pine than to Damascus.



The primary <u>risk</u> discerned by the Task Force is that Oceanside might not be able to field enough community members with sufficient time or interest for an effective City Council, Planning Commission or other Advisory Committees. Dysfunctional committees would discredit and doom the effort from the start. On balance, however, the Task Force determined that historical events warrant optimism about the community's capacity to muster sufficient leadership resources. This is based on the solid history of participation and progress achieved by the Oceanside Neighborhood Association in commissioning and then adopting the work of multiple committees and task forces dating to the 1990s on projects such as the Oceanside Community Plan (and two subsequent revisions), short term rental conflict resolution and updated building standards. Our community's history of constructive and meaningful civic interaction provides a reasonable basis to conclude that such interaction will continue after incorporation.

Another, contingent **risk** is that the new city would initially be dependent on TLT revenues derived from and proportional to revenue generated by local short-term rentals. The Task Force was aware of initiatives in other coastal communities, and particularly in Lincoln County, aimed at banning or at least capping the growth of short-term rentals. Upon reflection, the Task Force concluded that such a risk is manageable. First, because only 30% of TLT revenue may be used for general purposes, the impact of a cap or ban on short term rentals would be limited. Second, a countywide ban on STRs would not apply in Oceanside if it incorporates because cities govern their own short-term rentals. If Oceanside itself imposed such a ban or cap, it is unlikely it would do so without taking steps to mitigate the financial impact. Finally, the Task Force deems the risk of new state laws banning or capping short term rentals to be remote. It is far more likely that legislature will bow to pressure to allow counties and cities more flexibility in how to use TLT revenues.

The primary <u>cost</u> is the imposition of a new city property tax by a new City Council, which the Task Force projects at a <u>maximum</u> of 80 cents per \$1000 of tax-assessed value (as already determined for the county property tax). For Oceansiders with homes that have a county taxassessed value of \$400,000, this would add \$320 as a new line item on their annual property tax bill. When the new tax is added to what Oceansiders already pay every year for water, sewer and fire protection, the total would be comparable to what residents of other incorporated cities pay for such combined services. Whether such a new city tax is affordable is a decision that, of course, must be made by each Oceansider based on their personal circumstances. Whether it is feasible to consider such a tax financially prudent is subject to some objective debate, which we have tried to capture below.

3. Risks v. Benefits.

Ultimately, the Task Force coalesced around a cost analysis along these lines: A city tax of 80 cents per \$1000 (\$320 in the example above) is not painless, but it would sting just once a year. By contrast, the benefits of better roads, locally controlled land use decisions and an effective



local mechanism for curbing visitors would be appreciated the rest of the year. One critical factor is that a new city tax would be matched by revenue from the TLT tax that our short-term rental operators collect from outside visitors. Instead of being spread elsewhere by the county, those funds would stay in the community to be used for purposes decided by local decisionmakers after local hearings. Incorporation would also render the city eligible for \$100,000 - \$200,000 in outside grants and state revenue sharing. When considered as a choice between forming a city with most of its revenues from outside funding or continuing to rely on county officials and their resources to manage Oceanside's future needs, the Task Force concluded that it would be reasonable to view the costs of incorporation as a prudent investment in Oceanside's future civic integrity and quality of life.

That said, this is just a recommendation based on our assessment of the information we gathered. The ultimate decision is up to Oceansiders. The Task Force sincerely hopes that Oceansiders will find the information and findings in this report to helpful in making this decision for themselves.

IV. COMMUNITY ENGAGEMENT – AN INCORPORATION CONVERSATION

The scope of the inquiry and resulting findings exceeded what might effectively be communicated (or absorbed) in one presentation. The Board and Task Force members decided the most effective way to share its findings and involve the broadest number of community members was to utilize the ONA e-mail newsletter list to present capsule summaries of the Task Force findings and conclusions. The ONA newsletter list includes more than 290 actively engaged e-mail address recipients (many of them serving multiple family members) representing subscribers who have affirmatively asked to receive ONA communications. Historically (according to our MailChimp records), ONA emails are opened on average by 240 to 260 recipients within 48 hours of being sent. By contrast, the Incorporation newsletters were regularly opened by 270-280 recipients within 24 hours of receipt.

The Task Force determined that it should present its findings in form of a community "Incorporation Conversation" to allow for sharing complex information in more readily absorbed installments, and to surface questions and comments along the way. To accomplish that, it decided to also invite and share the community feedback and questions in interim emails between each newsletter installment. Upon completion of the series, the Task Force decided to conduct a newsletter survey to gauge its impact and also to schedule an ONA Zoom Meeting for discussion and debate. Ultimately, Oceansiders will be asked to vote on whether the ONA should support submission and circulation of an Incorporation Petition in time to place the issue on the ballot at the May 2022 Primary Election.

What follows are the individual newsletter installments of the Task Force's findings to be shared with the community. In between them are **research notes** indicating the sources of the information or expanding on key aspects of the analysis.



Newsletter No. 1

As our community approaches its 100th birthday, it is time to ask ...

What does Oceanside want to be when it grows up?

We are all watching it happen. Multiple subdivision approvals, construction trends, increased traffic and mounting tourism numbers are bringing changes to Oceanside that will determine its character and quality of life for decades to come. As an unincorporated community, Oceanside currently relies on Tillamook County and its staff to anticipate and manage such changes, but we are one of 13 unincorporated communities vying for their attention. County staff are juggling competing demands for their time and resources by all of these communities on issues like road maintenance, parking, land use planning/zoning updates, short term rental regulation and more.

The County acknowledges these difficulties, and the situation is **not likely to improve** in the future. In exploring **solutions**, the **ONA ORS** has learned that one way to address this would be for Oceanside to "incorporate" as an Oregon "city," which would enable it to **provide** and **manage** such services **for itself**.

Incorporation: Doing the homework.

To take a closer look at this option, we recruited **Oceansiders** with helpful backgrounds for a **Task Force** of **specialized teams** to investigate the **implications**, **costs**, **benefits** and **legal requirements** of incorporation. They have spent the past several months:

- studying relevant state laws,
- reviewing available guides and consulting with incorporation experts,
- interviewing county officials about current services and costs,
- studying budgets/staffing levels in nearby incorporated towns, and
- confirming the financial resources that would be available to Oceanside upon incorporation.

Based on their research findings, the ONA ORS believes that incorporation is a feasible option that is worth Oceansiders' time to evaluate for themselves.

Starting the conversation.



The **Task Force** and the **ONA ORS** are now ready to share these **research findings** so that the community can check its work and weigh in. We propose to engage Oceansiders in an "**Incorporation Conversation**" with a series of emails on the following topics:

- 1. Starting an Incorporation Conversation: (This ORS.)
- 2. Oceanside and the County: Why consider incorporation now? (November 1)
- 3. Structure and Services: Picturing an incorporated Oceanside. (November 8)
- 4. Budgeting: Does Incorporation make financial sense? (November 15)
- 5. Incorporation Process: Who decides, and when? (November 22)
- 6. Survey: Weigh in with your thoughts on creating a City of Oceanside. (November 29)

In between these installments, we will **share and respond to questions or comments** that Oceansiders send our way by hitting **"Reply"** to this ORS or sending them directly to <u>oceansidefriends@gmail.com</u>

Choosing Oceanside's future.

At the completion of this "conversation," the ORS will ask ONA Members to take a formal vote on whether or not to endorse going forward with submission of a Petition for Incorporation at the Regular ONA (Zoom) Meeting on December 2, 2021. The ORS is still evaluating whether it is prudent to also open the meeting for live attendance.

Our commitment to the community.

Consistent with Oceanside's traditions, the ONA ORS intends every step of this initiative to be transparent and open to maximum Oceanside involvement and input! Our sole goal is to foster an informed and robust community conversation about how to prepare for Oceanside's second hundred years! The ultimate decision will be up to all of us.

Research Notes and Comments for Newsletter No. 1

Here are more specifics about the research resources referred to in this newsletter:

1. State Laws: The statute outlining Oregon's city incorporation procedures and criteria is ORS 221.005 through 221.240

2. Incorporation Guides and Experts: The Teams leaned heavily on advice and information provided by the League of Oregon Cities in its manual entitled, "Incorporation Guide" (Revised 2017). We also consulted other LOC staff members on specific issues, including extensive e-mail exchanges with Matt Gharst, the LOC staff member who authored the Guide, for advice on specific issues.

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See TFR resources including the following: <u>TFR Prior Oceanside Incorporation Consideration email Keene.pdf</u> <u>LOC Incorporation Guide Update.pdf</u> <u>TFR State Revenue Sharing emails Keene.pdf</u>

3. County Officials: The Teams arranged in-depth interviews with the county managers to obtain their input on the staff time and other costs it would take for Oceanside to take over the services they currently provide. These included Sarah Absher (Department of Community Development) (zoning and land use planning), and Chris Laity (Department of Public Roads) (road maintenance and stormwater drainage system).

See TFR resources including the following:

<u>TFR Community Development Advice meeting notes Keene.pdf</u> <u>TFR Roads Advice meeting notes Keene.pdf</u>

4. Other Town Budgets: The Team reviewed published budgets for Wheeler, Bay City, Manzanita, Garibaldi, Rockaway and the City of Tillamook. We also interviewed Bay City Mayor Dave McCall and former Garibaldi City Manager Geoff Wullschlager, who now manages La Pine, which is Oregon's most recently incorporated city.

See TFR resources including the following:

<u>TFR Management Advice email Keene.pdf</u> <u>TFR Bay City Public Safety emails Keene.pdf</u> <u>TFR Public Safety Research memo Keene.pdf</u> <u>TFR Public Safety Research memo Brown.pdf</u>



Newsletter No. 2

Oceanside and the County: Why consider incorporation now?

At first glance, Oceanside seems well-positioned to pursue incorporation, based on:

- 1. its recognition as a discrete community by the U.S. Census;
- 2. a well-established boundary (Oceanside Community Growth Boundary);
- 3. a compact geographical setting with a manageable road system;
- 4. a civic-minded population united in their affection for our setting, and
- 5. an evolved statement of our common goals and values (the Oceanside Community Plan).

But that has always been true. Why consider incorporation now?

In a word, because **Tillamook County** admits that it is increasingly **unable** to serve Oceanside's **emerging needs**. Here are some recent examples:

Local Improvements. Since 2014, the County has collected over \$2 million in "transient lodging taxes" (TLT) from short term rentals (STRs) in Oceanside-Netarts but has returned only \$17,000 to fund TLT projects here. By contrast, the County Commissioners recently approved \$4 million from TLT funds to purchase oceanfront property and hire consultants to manage tourism crowding in Pacific City – on top of hundreds of thousands in TLT grants previously awarded there. The ONA has repeatedly questioned such unbalanced spending, with no tangible response. Similarly, with the notable exception of federal/county funding to restore the Cape Meares Loop Highway, the county has been forced to minimize work on Oceanside's roads in favor of more urgent infrastructure repairs elsewhere. The County has disclaimed any responsibility for much-needed repairs to what it deems "local access" roads, such as Hillcrest Avenue, Grand Avenue and Highland Drive.

Land Use Management. For several years, County staff assisted the ONA in its recent effort to update Oceanside's building and lighting regulations. (The County is only able to provide such assistance to each of the 13 unincorporated communities on a rotating basis every three or four years.) This past August, just one month before the critical community meeting to finalize our work, the county abruptly suspended its planning assistance to Oceanside (and all other communities) while it addressed a demand for priority attention by the county's building contractors protesting backlogged permits and inspections. Thanks to heroic overtime efforts, the County staff has since resumed some help. No one knows for how long, however, and this was not the first time that competing demands and short staffs compelled the County to sideline our local planning priorities.

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Oceanside Neighborhood Association Oceanside Incorporation Task Force Report Page 11

STR Regulation and Coordination. Oceanside has roughly 120 short term rentals currently regulated by the County. We rely heavily on the county Short Term Rental Advisory Committee as a forum to communicate and address local STR issues and concerns, such as STR proliferation, parking issues and visitor misconduct. Despite their best efforts and repeated assurances, County staff have not had the time or resources to convene an STR Committee meeting in well over two years. Oceanside's representatives on the committee cannot seek action from the committee if it does not even meet.

Parking. Every coastal community has seasonal parking issues. In Pacific City/Woods, the County not only responded with millions of dollars to buy land and hire consultants (see above) but also devoted staff time and resources to an extensive <u>"Master Plan</u>" to address surging tourism at Cape Kiwanda. Oceanside has been offered no such help. Overcrowding similarly prompted the Commissioners to impose or increase day use parking fees at county facilities like Netarts and Bayocean Spit. This predictably drove additional visitors to Oceanside, where the beach waysides, street parking and State Park lots remained free of charge. Despite the obvious impact on Oceanside, however, the County did not consult our community, either before or after adopting these measures. Our community leaders were left on their own to contact the local State Park manager about possible remedial measures. (To be fair, the County did respond quickly when we requested them to place Porta Pottys and garbage receptacles at our beach waysides.)

<u>Visitor Disturbances</u>. The ONA regularly receives complaints about fireworks near trees, loose or unruly pets and late-night noise, usually during peak tourism periods. We refer them to the County Sheriff, but anyone who has reported such concerns knows the County simply **does not have the personnel** or **resources** to respond in a timely fashion.

What difference would incorporation make on these issues? What are the risks, benefits and costs?

These are critical questions, so we recruited a volunteer Task Force to explore answers – with specialized teams focusing on (1) Services and Budget, (2) Revenues and (3) Legal Issues and Procedures. As noted above, we will continue to share the information they've gathered over the next few weeks, followed by a Survey to invite your views and feedback.

Research Notes and Comments for Newsletter No. 2

1. Census. The Team obtained assistance from the Portland State University Urban Studies department to obtain the 2020 Census Summary from Oceanside.

See TFR resources including the following:

Oceanside 2020 Census.pdf TFR Oceanside Census Data PSU email Keene.pdf

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2. **Boundary and Maps**. The team used the Oceanside Growth Boundary Map that is available online as part of the Tillamook County Comprehensive Plan. We have requested an easily shareable electronic version of the map for distribution by e-mail.

See TFR resources including the following: Oceanside Community Boundary.pdf

3. Oceanside Community Plan 2018. The Plan is available <u>here</u>. Several of the ONA Committee members who helped compile the Plan also worked on the Task Force.

4. TLT Spending. A list of the County's TLT tourism facilities grant expenditures is available on the Tillamook County website. The Master Plan for Cape Kiwanda is also posted there. In a subsequent e-mail, Director Laity emphasized that the county is expending \$2.2 million as its share of the costs for the federal-state project to realign and restore Cape Meares Loop Road. Some of those funds come from TLT revenues that the County designates for road repairs.

5. County Roads: The Team based its findings regarding county roads and maintenance costs on information submitted in response to our inquiries by Chris Laity, the County Public Works Director, during a Zoom interview. The Team is still awaiting a promised, written summary of these costs from Director Laity. In a subsequent e-mail, Director Laity emphasized that the county is expending \$2.2 million as its share of the costs for the federal-state project to realign and restore Cape Meares Loop Road. Some of those funds come from TLT revenues that the County designates for road repairs. The Board shared that information with the community in an ONA news e-mail.

See TFR resources including the following:

<u>TFR Roads Advice meeting notes Keene.pdf</u> <u>ODOT Small City Allocation – Paving – Guide.pdf</u>

6. Short-term Rentals: More information is available in these TFR resources:

<u>Tillamook County Ordinance 74 – TLT.pdf</u> <u>Tillamook County Ordinance 86 – STR Operations Fees.pdf</u> <u>LOC Guide to Transient Lodging Taxes.pdf</u>



Newsletter No. 3

Structure and Services: Picturing an Incorporated Oceanside

Our volunteer task force focused most of its efforts to researching the **financial** and **practical ramifications** of incorporating Oceanside. They consulted incorporation **experts** and **guidance materials**, reviewed relevant **statutes** and **court decisions**, viewed online **budgeting seminars**, met with state and county officials for **cost and revenue data**, sought advice from other, **recently incorporated Oregon towns** and interviewed leaders from **nearby towns** about their budgets. The Teams then applied what they learned to Oceanside's **particular circumstances** and attempted to **project the key features**, **benefits** and **challenges** that our community would face. These are only **projections**, however. The **actual city structure** would be determined by an elected City Council of Oceansiders with the benefit of **community input** and public hearings.

I. Geography and Demographics

An incorporated Oceanside would adopt the existing boundary of the Oceanside Community Growth Boundary, which runs from Fall Creek (including The Capes) in the south to Short Creek in the north (including Radar Road), and stretches eastward from the coast into the forested area beyond Highway 131/Cape Meares Loop Road - an area of about one square mile. That area currently has 269 registered voters (per the County Clerk) out of 366 residents (per the 2020 Census), with all but a handful exceeding 65 years in age. It contains roughly 600 residences - only half of which are owner-occupied - with an average market value ranging from \$400-500,000. An incorporated Oceanside would probably assume responsibility for all county roads in the area (excluding Highway 131 and Cape Meares Loop Road), and most "local access" roads, such as Grand Avenue, Highland Road and Hillsdale Street.

II. Governmental Structure

Incorporation would add a layer of government with taxing authority to our civic lives. This should be carefully considered. Among other obligations, Oregon law would require an incorporated Oceanside to elect a five-member City Council, which would appoint residents to serve on a Planning Commission to rule on land use applications (variances, lot partitions and new subdivisions) and a Budget Advisory Committee. The City Council would have authority to enact local ordinances (including zoning and building standards), generate revenues (fees and taxes), hire city staff, approve public spending projects and contract for services like road maintenance and code enforcement. Importantly, however, Oceanside's limited programs would likely require only a modest paid staff or office space. (See below and next

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week's email installment.) City Council meetings would initially be held at the Netarts-Oceanside Sanitary District Conference Room.

III. Key Benefits: Funding Opportunities and Local Control

Last week, we discussed **Tillamook County's struggle** to keep up with Oceanside's **evolving needs**, but could a new "city" of Oceanside **do any better**? Our research suggests that incorporation could **significantly enhance** Oceanside's ability to **address its own problems**. As just a **few examples**, incorporation would ...

- enable Oceanside to retain and control 90% of all transient lodging tax ("TLT") revenues generated here (currently over \$200,000 per year) for local services and projects, subject to certain state law restrictions. That revenue currently goes to the county for spending elsewhere;
- make Oceanside eligible to receive and control annual state revenue-sharing funds (roughly \$30,000), a state street paving grant (\$100,000), emergency preparedness grants (to be determined) and other infrastructure resources available to small towns;
- empower Oceanside to create its own local program for short term rental owners and residents to collaboratively address community STR concerns with the aid of more than \$60,000 in annual, combined STR licensing fees and "operations fees" that currently go to the county;
- entitle Oceanside to set its own land use policy and priorities (consistent with state law) to guide development policy on matters like variances that are currently left to the discretion of county officials;
- allow Oceanside to formulate and enforce its own traffic and parking management plan, including the option to assume control of Pacific Avenue.

IV. Key Feature: Minimal Bureaucracy with Maximum Impact

An incorporated Oceanside would enjoy an **important advantage** compared to other local cities - the flexibility and funds to focus extra **attention** and **resources** on its priority concerns. Why? Because other **small cities** must devote most of their staff and revenues to providing **services that Oceansiders** <u>already receive</u> from our area's "**special districts**," such as the **fire district**, **sewer district**, **water district**, and **transportation district**. Those districts would **continue** to operate independently based on existing taxes or billing systems without interruption, even if Oceanside incorporates. **Trash collection** and **Sheriff patrols** would also continue. That means an incorporated Oceanside could function with **minimal staff** and

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overhead, freeing up city resources to concentrate on the specific services where the county has fallen especially short: (1) roads, (2) land-use management, and (3) tourism/short-term rental concerns.

V. Key Challenge: Reliance on Resident Involvement

Aside from concerns over the cost (detailed in our next newsletter), perhaps the primary **challenge** or **risk** of incorporation is that a new "City of Oceanside" would rely heavily on the **willingness** of **local residents** to serve on other city **decision-making bodies**, **such as a City Council** (mandatory), **a Planning Commission** (optional) and a **Budget Committee** (mandatory). We would also need volunteers for **citizen advisory teams** to help the City Council set **funding priorities** for **road improvements**, **short term rental initiatives** and **capital spending projects**. Fortunately, Oceanside boasts an unusually high percentage of **accomplished residents** with a rich variety of **skilled backgrounds** who would **excel** at such efforts. On the other hand, **most of us are retired** - leaving it unclear how many Oceansiders would volunteer **to lend time** and **expertise** to help out on civic matters. That will be one issue we'll explore in our **survey** at the end of these emails.

Research Notes and Comments for Newsletter No. 3

1. Boundary. The Oceanside Growth Boundary was adopted and approved in the 1990s as part of the Tillamook County Comprehensive Plan. Most people living within it consider Oceanside to be their residence address. It is already well established by the Tax Assessor, Community Development Department and TLT Tax staff as a discrete zone for segregating population and revenue. By continuing to adopt the same boundary. The Task Force adopted the same boundary for its research because it seems like a logical choice, and using it will obviate the need to pay surveying costs to formulate new boundaries.

See TFR resources including the following: Oceanside Community Boundary.pdf

2. **Roads.** County Public Works Director Chris Laity indicated in conversations with Jerry Keene that he would probably request that Oceanside assume responsibility for all roads except Cape Meares Loop and Highway 131 (a state highway) as part of the transition process if Oceanside incorporates.

See TFR resources including the following: TFR Roads Advice meeting notes.pdf

3. City Organization. The structure of new cities is addressed in ORS 221.050.



4. City Meeting Space. The NOSD conference room was funded by a federal grant that included use of the conference room by other public agencies as a condition of funding. Superintendent Dan Mello has already indicated such use could be arranged. The Team anticipates that Oceanside Community Hall would also be available for public gatherings. Eventually, the Team projects that the new city would explore ways to utilize TLT funds that are reserved for "tourism facilities" to construct or remodel a new community event and meeting space that also accommodates a city office.

5. TLT Revenues. The TLT revenue attributable to individual county regions is available at the county website. Here is a link: <u>TLT Revenue Summary | Tillamook County OR</u> That summary combines the revenue from Oceanside, Netarts and Cape Meares. More refined records subsequently obtained from the County Development Office indicate Oceanside has generated between \$1.5 and \$2 million dollars in TLT revenue since 2014. The broader Netarts-Oceanside area has generated in excess of \$3.5 million.

6. State Revenue Sharing and Grants. League of Oregon Cities staff member conducted a special study for our Task Force to project the Oregon revenue sharing and grant totals that would likely be available to Oceanside upon incorporation.

See TFR resources including the following: TFR State Revenue Sharing emails Keene.pdf

7. STR Licensing and Operations Fees. Pursuant to the state TLT statutes and Tillamook County Ordinance Nos. 74 and 86, incorporation would enable Oceanside to take over receipt of the county's annual STR licensing/renewal fees and a more recent "STR Operator's" fee adopted to pay for workforce housing programs. The figure that the Task Force assumed may be too conservative, since the latter is assessed quarterly based on gross income, and the county had only collected the new fee for a few months at the time the time this report was released.

See TFR resources including the following:

TFR Summary of STR and RE Tax Data.pdf Tillamook County Ordinance 74 – TLT.pdf Tillamook County Ordinance 86 – STR Operations Fees.pdf Attorney General Opinion Letter 2008-3 TLT Funds.pdf LOC Guide to Transient Lodging Taxes.pdf

8. Land Use Planning Services. The Task Force engaged in detailed conversations with County Development Director Sarah Absher and state LCDC officials Jim Jinings and Lisa Phipps to



ascertain the land-use ramifications of incorporating, which includes mandatory preparation of a Comprehensive Plan and Urban Growth Boundary. Jinings actively advised La Pine on such issues during its incorporation transition. He assured the group of LCDC's support, including likely financial support, and readiness to assist the new city with land use compliance in the event it incorporates.

See TFR resources including the following:

<u>TFR Department of Land Conservation and Development meeting notes Brown.pdf</u> <u>TFR Community Development Advice meeting notes Keene.pdf</u> <u>TFR Land Use Contracting Research memo Keene.pdf</u>

9. **Sheriff Patrols.** The ONA contacted the county Sheriff's office to ask whether it would continue to include Oceanside in its regular patrols if it incorporated. Under-Sheriff Kelly responded in writing that their office would continue including Oceanside in county patrols and call responses without any changes or charge even if it incorporates. That is because city residents would continue to pay county taxes, which go to fund the Sheriff's department. Bay City has the same agreement, which has been sufficient according to Mayor David McCall. Some city's contract for exclusive patrols or hire their own police officers. The Team explored the costs of those options and deemed them unrealistic for our small town. To be thorough, the Team also obtained a police log of all the Sheriff's Office responded to 210 calls in Oceanside for the period of August 12, 2020 through August 12, 2021. These calls varied from 11 to 31 calls per month with an average of 18. The number of visits was sufficiently high, and the incidence of serious or violent crime was so low, that the Team felt it could responsibly assume that continued reliance on existing Sheriff patrols was adequate and responsible – at least in the short term.

See TFR resources including the following:

<u>TFR Sheriff Services emails Keene.pdf</u> <u>TFR Bay City Public Safety emails Keene.pdf</u> <u>TFR Public Safety Research memo Keene.pdf</u> <u>TFR Public Safety Research memo Brown.pdf</u> <u>Tillamook County Sheriff Calls for Service in Oceanside August 2020- August 2021.pdf</u>

10. **ODOT.** The Task Force conducted a joint interview with Public Works Director Chis laity and local ODOT liaison Ken Schonkwiler. In that interview, Schonkwiler indicated he did not believe there would be any ODOT resistance should the new city with to assume jurisdiction of Pacific Avenue in order to control our own "main street."

11. **Special Districts.** Where special districts serve an area that falls both in and outside a new city, Oregon law permits it to remain in place and continue ordinary operations. All of the listed

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Special Districts encompass an area beyond the proposed Oceanside city border. Representatives of the Task Force consulted with all of the Special Districts about this aspect of the incorporation proposal.

12. City Priorities. The Task Force will include questions about how Oceansiders would rank the relative importance of these services in the Membership Survey.



Newsletter No. 4

Budgeting: Does incorporation make financial sense?

Under Oregon law, towns that seek to incorporate must first prepare a balanced budget that demonstrates "economic feasibility." Oceansiders deserve that the same assurance before deciding whether to attempt incorporation. To that end, we assembled two specialized Teams: one to project the likely expenses of an incorporated Oceanside, and another to verify the available revenues. This difficult task required some assumptions and informed guesses, but we've done our best to present a streamlined, fiscally conservative proposal for Oceansiders to evaluate for themselves.

Costs: A Proposed Budget for Programs and Staff

<u>Programs</u>: As noted previously, an incorporated Oceanside will <u>not</u> need to budget for services that would continue to be provided by our regional Special Districts or the County. Specifically, Special Districts would continue to rely on existing tax assessments or billing arrangements to provide Sewer, Water, Fire/Emergency Protection, and Public Transportation (bus service), <u>even if</u> Oceanside incorporates. Garbage service and County Sheriff Patrols would also be unaffected. As a result, Oceanside's program expenses would generally be confined to these categories:

- · City / City Council Administration and Operations
- Financial Administration, Grants & Budgeting
- Land Use Planning Services
- Short Term Rental Licensing and Regulation
- Public Works Contracting (Roads and Drainage)
- Building Permits and Inspections
- Code Enforcement (Staff or Contracted)

Some of these services would initially be **deferred** and others, such as **building permits**, will continue to be provided by the county staff on a **contract basis** ("intergovernmental agreement"), while the newly incorporated Oceanside City Council **recruits staff** and works through the practical steps needed to **begin operations**.

<u>Staff:</u> Our Services/Budget Team analyzed the budgets of nearby cities to discern how many employees and/or contracted vendors they employ to provide the same services Oceanside will offer. The Team also met with County managers to verify the staff time the County <u>currently</u> devotes to providing such services to Oceanside. Based on that data and other



informed advice, the Team concluded that Oceanside could adequately staff these programs with the equivalent of 2.5 to 3 full time employees ("FTE"s) hired gradually over a period of roughly two years and supplemented by contracted services from external vendors. The projected budget (below) also includes an allocation for

staff or contracted services devoted to **enforcement of city ordinances or codes**, such as lighting standards, building codes or noise standards. (The Incorporation Task Force Report that we post online next week will provide a more detailed analysis of the projected staff allocations and assignments.)

Budget: Based on this data, the Team assembled this rough projection of Oceanside's essential annual costs - once fully staffed:

Staff Salaries/Benefits (3 FTEs):	\$250,000 *
Equipment, Rentals, Utilities, Dues and Supplies:	25,000
Contracted Professional Services (legal,	
accounting, land use planning, etc.)	50,000
Contracted Public Works (Roads) (excluding grant	ts) 50,000
Allocation for Code Enforcement	50,000
Miscellaneous Fees, Training, Insurance, Travel	30,000
Non-Allocated Reserve for Contingencies	25,000
TOTAL EXPENDITURES	\$480,000

*During the first **two years**, staff costs will be significantly less than the allocated \$250,000 while the city gears up and gradually **recruits** employees. Funds that are not spent on staff during the first two years will be available to cover **one-time consulting**, legal services and other **isolated expenses** related to start-up arrangements for the new city.

Revenues: Where would the money come from?

From a revenue standpoint, Oceanside is in an **enviable position** in that **over half of its anticipated income** would come from what we're calling "**external sources**," with the balance coming from a **city property tax.** (See chart below.)

External Sources: As previously noted, incorporation would immediately enable Oceanside to retain and control 90% of the transient lodging tax ("TLT") revenues that our short-term rental operators ("STRs") now collect from visitors and pay to the county. The Team projects that Oceanside's TLT income will exceed \$300,000 a year based on county data. Under state law, however, a city may only utilize 30% of TLT revenues for general purposes and must reserve 70% for tourism-related capital projects. We've reflected this in the chart below. Oceanside would also be positioned to collect \$30,000 a year in short term rental licensing fees and at least \$50,000 a year in short term rental operations fees that currently go to the county. Incorporation would entitle Oceanside to receive state revenue-sharing funds, currently projected at \$30,000 annually, starting after its first year. Finally, the Team projected



modest annual revenue of \$20,000 from miscellaneous fees, fines or taxes that the new City Council may adopt, such as utility franchise fees, fines and penalties, new construction development charges or a business tax. Taken together, the chart below reflects our projection that these external sources would generate roughly \$430,000 per year, of which \$200,000 per year would be TLT revenues reserved for future capital projects.

<u>City Tax</u>: To balance the budget and qualify for state revenue sharing, Oceanside would need to initiate an annual city property tax. The creation of such a new tax is often understandably raised as the primary argument against incorporation. This consideration is complicated because the actual amount of such a tax is not determined unless and until voters actually approve incorporation. In that event, the new City Council would set a tax rate based on actual needs and community input solicited at mandatory hearings. To provide some clarity for voters, however, the Incorporation Petition and election ballot must specify a tax rate that will serve as a permanent cap on the eventual tax rate. This means that the City Council may subsequently decide set a lower tax rate than the one stated on the ballot, but may not exceed it.

For purposes of this community conversation, the Revenue Team elected to assume a tax rate that is **probably higher** than Oceanside will actually require to provide the services specified above. That made room in the budget to include a **prudent reserve** to cover unexpected contingencies that a brand new city might face. With this in mind, the Team assumed a <u>maximum city tax rate of \$.80 [80 cents] per \$1000 of the tax-assessed value of a</u> **property (which is usually lower than market value)**. For a home with a **tax-assessed value** of \$400,000, this would result in an annual city property tax of \$320. While the eventual rate may be lower, even this rate would give Oceanside one of the <u>lowest city tax rates</u> in **Tillamook County (Bay City's rate is triple this amount)**, but would still generate \$250,000 a year for the city's general fund. The Task Force will continue to re-evaluate this maximum tax rate based on evolving data and may adjust it in the actual Incorporation Petition. For now, however, the **projected annual revenue** picture looks like this:

Transient Lodging Tax	\$100,000	(plus \$200,000 in reserved TLT funds)
Short Term Rental Licenses	\$30,000	
STR Operations Fees	\$50,000	
State Revenue Sharing	\$30,000	
Misc. Fees and Taxes	\$20,000	
City Property Tax	\$250,000	
TOTAL REVENUES	\$480,000*	(plus \$200,000 in reserved TLT funds)**

*This total revenue includes an adjustment to partially reflect recent, dramatic increases in the TLT revenue generated in Oceanside. It does not reflect increases the county annually makes to the tax-assessed value of properties countywide. It also does not include miscellaneous, one-time revenue sources, such as an available State of Oregon street paving grant of



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\$100,000 or other federal and state grants that Oregon's small cities may apply for.

******This figure represents the 70% of annual TLT revenue which must be reserved for facilities with a **partial "tourism" purpose**. The Task Force envisioned that Oceanside might used this to build a **quality community hall** for events like the **Art Show** and the **Paragliders' annual conference**, that would also be available for **community gatherings** or **small concerts** and include space for a **modest City office**. Ultimately, however, the new City Council and the **people of Oceanside** would decide how to use these funds.

ONA Treasurer and retired accountant Mary Flock created the following graphic to illustrate the potential impact of the assessment for a City of Oceanside, and comparing to the City of Garibaldi current assessments:

OCEANSIDE TAX ASSESSED VALUE	\$	300,000 00			GARIBALDI TAX ASSESSED VALUE	5	300,000 00	
HLIAMOOK COUNTY		0 1549%	464 58	Same	TILLAMOOK COUNTY		0.13855	415.02
NETARTS OCEANSIDE RF		0 1621%	486 21	Same	(Fire department included in city tax)			
NETARTS OCEANSIDE SD		0.0036%	10 80	Same	(Sewer and water included in city tax)			
CITY OF OCEANSIDE		0.0800%	240 60	New	CITY OF GARIBALDI		0.3683%	1,164.87
TOTAL		Teruntura	1.201.59				arthen	1 579.89
Oceanside already has it's own fire and sewer d	istricts				Gatibald: population is triple the size of Oc	eanside	2	
Oceanside has 300 high-end residents who need no social services and all live in 1 square mile.				Ganbaldi contracts with the Tillamock County Sheriff's office for police protection.				
Garibald also depends on their property taxes for more of their budget more than Oceanside wall.			and City Hall is also on unmanned Tillamook County Sheriff substation					
		0.53			Ganbaldi dous parks maintenance and ha	ve roadv	work personnel on si	fatt
				Ganbaldi has machinery and service capital assets (buildings).				

Research Notes and Comments for Newsletter No. 4

1. Economic Feasibility Statement. This requirement appears in ORS 212.031 and ORS 221.035.

2. **FTEs and Contracted Services.** The FTE reflects the Budget Team's assessment that the Programs listed could adequately be staffed by a City Manager, Assistant Manager and Clerical Assistant supplemented by specialized service vendors. Their time would be allocated roughly as follows:

<u>City Administration</u>. Based on a review of budgets and staff allocations in other cities, the Budget Team estimated that administration, budget/finance and external relations would consume .75 FTE of a qualified manager at the pay level contemplated if clerical support is provided.

<u>Planning Services.</u> During an extended interview with the Budget Team, Tillamook County Community Development Director Sarah Absher estimated that Oceanside-planning services would justify a .75 FTE for routine applications and "counter work" (interacting with the public to field outside inquiries about building in Oceanside). This would be in addition to



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contracted services from an outside vendor to cover complicated applications and appeals. The Team discounted this to .50 FTE (plus contracted services) based on the assumption that a City of Oceanside could better manage the time allotted for public interactions and inquiries.

<u>Public Works</u>. County Public Works Director Chris Laity estimated that .25 FTE would suffice to negotiate and manage contracts for Oceanside road maintenance.

Short Term Rental Administration: The Team projected approximately .5 FTE for staff time allocated to STR licensing, inspections and regulatory interactions. This is a speculative calculation because other incorporated cities do not have a sufficient number of STRs to warrant an independent staff allocation for administering them. This is subject to a reduction, however, if Oceanside entered into an agreement for the County or State to continue to handle Oceanside's STR licensing and inspections for a fee.

<u>Clerical</u>. The Budget Team estimated that .5 FTE would be a sufficient allocation for the limited amount of clerical support the city's administrative staff would require.

<u>Contracted Services</u>. Based on budget allocations in other cities (Wheeler, Bay City, La Pine) and tentative quotes obtained from vendors, the Budget Team allocated \$50,000 for contracted professional services (other than initial consulting and legal costs for the start-up process) as follows: \$20,000 for Planning Services, \$10,000 Municipal Judge, \$5,000 Accounting, and \$15,000 for miscellaneous services such as IT / website services, etc.)

<u>Code Enforcement</u>. The Budget Team allotted \$50,000 for use by the City Council to design a municipal program for enforcement of city ordinances and codes. Whether this function would be allocated to city staff or to contracted personnel was left for the City Council to decide based on further analysis of the options and public input.

See TFR resources including the following:

<u>TFR Community Development Advice meeting notes Keene.pdf</u> <u>TFR Land Use Contracting Research memo Keene.pdf</u> <u>TFR Management Advice email Keene.pdf</u>

3. **TLT Revenue.** The Task Force generally relied on the League of Oregon Cities publication, "*Legal Guide to Collecting Transient Lodging Tax* (2019)" and the statutes referenced in it. We also reviewed the original and amended versions of the County ordinances addressing STR regulation and TLT collection. (Ordinance Nos. 74, 75, 84 and 85.) Pursuant to Oregon law, a city (including a newly incorporated Oceanside) may collect its own TLT tax from its short-term rentals. Pursuant to Ordinance No. 74, Tillamook County assesses a 10% TLT tax on all STRs,

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but will reduce it to a rate of 1% if they are located in a city that assesses its own TLT of 9%. The Task Force assumed Oceanside would enact a 9% tax, effectively diverting 90% of what it currently pays to the County back to Oceanside for local use.

According to county records, Oceanside's STRs had already generated in excess of \$320,000 during the first three quarters of the 2021, with an additional \$30,000 anticipated in the fourth quarter. That would bring the total for 2021 to \$350,000, which represents a significant increase over the historical average of \$200,000 per year. To err on the safe side, the Budget Team discounted the 2021 total and projected only \$300,000 per year going forward. If accurate, this would result in an annual allocation of \$100,000 to the general fund and \$200,000 to the mandated "tourism facilities" reserve.

4. **STR Licensing** and **Operations Fees**. According to County records, Oceanside has approximately 120 licensed short-term rentals. Each of these pays an annual fee of \$250 to renew their licenses, which equals \$30,000 annually in licensing fees (not counting new STRs that come on line).

The County also collects a progressive "operator's fee" based on a percentage of each STRs gross receipts. The County has only collected this operator's fee for a single quarter in 2021, and a final count was not yet available. Based on partial returns, however, Oceanside's STRs were estimated to generate in excess of \$100,000 on "operator's fees" during 2021. Because this figure is so speculative, however, the Budget Team reduced it by 50% to avoid overstating the revenue picture.

See TFR resources including the following: TFR Summary of STR and RE Tax Data.pdf

5. State Revenue Sharing. Besides a one-time "paving" grant for small cities, Oregon distributes other miscellaneous revenue based on its collection of gas taxes, alcohol taxes and marijuana taxes on roughly a per capita basis. The Budget Team asked an expert at the League of Oregon Cities to do a work-up of what Oceanside could reasonably anticipate to receive in 2021-2022. His calculation was about \$30,000 a year. To qualify for such revenue sharing, however, the city must have assessed a "city property tax" during the preceding year. (See below.)

See TFR resources including the following:

<u>TFR State Revenue Sharing emails Keene.pdf</u> <u>ODOT Small City Allocation – Paving – Guide.pdf</u>

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6. City Property Tax. According to the County Assessor, the tax-assessed value of properties in Oceanside is \$3,090,000. Based on this, a city tax rate of .00008% (or 80 cents per \$1000 of assessed-value) will generate approximately \$250,000 per year.

See TFR resources including the following: TFR Summary of STR and RE Tax Data.pdf



Newsletter No. 5

Incorporation Process: Who decides, and when?

Any unincorporated community of **150 or more people** is eligible for incorporation as an **Oregon "city."** (Oceanside's population is 366). While the **ONA's ultimate position on incorporation** will be critical if the matter comes to a County Commissioner hearing (see below), organizers may independently proceed to form a separate **Political Action Committee** to communicate with voters, fundraise and file the necessary election forms They may also designate up to **three Oceansiders** as the required "**Chief Petitioners**" who nominally lead the initiative. They will formally notify the **County Clerk** of the intent to initiate the incorporation process. After that, Oregon law outlines a **specific procedure** and **timeline** for moving forward.

Proceeding with the incorporation process will entail a series of steps:

1. Formulate an "Economic Feasibility Statement," including (1) a city name, (2) an official map, (3) the maximum city tax rate and (4) a projection of the first and third year budgets accompanied by (4) a description of city services. This is a significant undertaking. The Task Force has already laid much of the groundwork in these "feasibility" newsletters and its Incorporation Final Report. It has also obtained copies of petition documents used by other cities and consulted Tillamook County officials about what they would specifically require in an Oceanside petition.

2. File the Economic Feasibility Statement along with a completed Petition for Incorporation form with the County Clerk. This will enable the organizers to circulate the Petition for signatures. Organizers will have six-months to do so.

3. Obtain valid signatures from 20% of the registered voters from within the proposed city limits. Our review of information from the County Clerk indicates Oceanside currently has 376 registered voters, so at least 76 signatures would be needed.

4. Submit the **Petition** with **signatures** to the **County Clerk**, who will then refer it to the **County Commissioners** for a **public hearing**. <u>The ONA would appear at this hearing to testify</u> on whether its membership supports or opposes incorporation, which means a formal vote will <u>need to be taken by then</u>. Notices of the hearing must be publicly **posted** in at least three county locations and **advertised** in a local newspaper for at least two weeks before the hearing.



5. Obtain the County Commissioners' approval of the Petition, including proposed boundaries. The Commissioners are empowered to alter the proposed boundaries to include other benefited areas, and exclude areas that would enjoy no benefit. (Residents of the affected areas usually raise and argue this to the Commissioners during the hearing.) At that time, the proponents must also demonstrate that the city is "reasonably likely" to be able to comply with Oregon's land use goals. If approved, the Commissioners will direct that the question of incorporation be placed on the ballot for the next Election that is <u>at least 90 days</u> after the approval.

6. Approval of the Petition also clears the way for **candidates** to file for provisional election to serve in **five positions on the new City Council** in the event incorporation passes. Candidates must be **registered voters** in the proposed city and must file the necessary paperwork with the **County Clerk** no sooner than **100 days** before the election and no later than **70 days** before the Election. They also have the option of submitting a **Voters' Pamphlet statement**.

7. Receive a majority vote for incorporation in the Election. (Only voters registered to vote in Oceanside may participate.) Five City Council members will also be elected with staggered one- or two-year terms depending on which ones receive the most votes.

8. If incorporation **prevails in the Election**, the city is **immediately deemed incorporated**. The newly elected **City Council** then selects one member as the **mayor**, establishes its **rules and procedures** and commences operations. Among other obligations, state law will require the new city to formulate and submit a **Land Use Comprehensive Plan** for approval within 4 years.

When?

Regardless of when the ONA membership ultimately schedules a formal vote on incorporation, the Task Force strongly recommends that the organizers immediately proceed with the preliminary steps necessary to preserve the option of placing the issue on the ballot for the Oregon Primary Election on May 17, 2022. If incorporation ultimately passes, this would enable the new City Council to meet the July 15, 2022 filing deadline necessary to start tax collections in November 2022. Even then, the new city would spend six months without significant revenue while setting up operations and recruiting staff. Deferring an incorporation petition until the November 2022 General Election would miss the 2022 funding cycle completely and force a delay in any city tax funded operations until November 2023.



What now?

In our next newsletter, we will provide an Executive Summary of the Task Force's Conclusions and include a link to the complete "Final Report of the Incorporation Task Force" posted at <u>www.oceansidefriends.org</u> The Final Report will include all of the "Incorporation Conversation" newsletters, supplemented with additional information, explanations and the sources of the information in that installment. This will help those who wish to do independent research and also allow the Oceansiders who recently joined our newsletter list to come up to speed.

Now it's up to you!

This concludes the "Incorporation Conversation" series except for the upcoming Survey. As we approach Oceanside's Centennial, the ONA Board's goal was to share information about the option of incorporation that we felt Oceansiders would want to evaluate for themselves. We also hoped to spark an informed community discussion about whether to approach the future as an independent city, or to continue to work through the county as an unincorporated community. No matter how it comes out, we believe Oceanside will be better off for having made an intentional and informed choice about how to start off our second century, rather than passively letting events take their course.

The ONA Board will soon send an email with a **Community Survey** to gather your views and **share** the results. In the meantime, we will continue to share **questions** and **comments** that you email to us.

And finally, thank you to the Task Force volunteers!

Regardless of our eventual decision, the ONA Board is sure that Oceansiders share our heartfelt gratitude for the months of hard work and thought that went into gathering the information presented in these "Incorporation Conversation" emails and in its Task Force Report. Those volunteers were: Sharon Brown, Mike Dowd, Carol Kearns, Jerry Keene, Blake Marvis, Sue Moreland, John Prather, and Sue Wainwright. Take time to thank them yourself if you see them around town. They deserve it!

Research Notes and Comments for Newsletter No. 5

1. <u>Population</u>: Population data is from the 2020 US Census Report for Oceanside obtained from Portland State University Urban Studies Program.

2. Oceanside Voters. Voter information obtained from the Tillamook County Clerk's office.

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3. <u>Incorporation Procedures</u>: The procedures and timeline for an Incorporation Petition and election are outlined in the League of Oregon Cities in its "Incorporation Guide" (ORS 2017) and ORS 221.031 through ORS 221.061.

See TFR resources including the following: Form SEL701 – Prospective Incorporation Petition .pdf Form SEL702 – Signatures for Petition for Incorporation.pdf LOC Incorporation Guide Update.pdf



Newsletter No. 6

Incorporation Survey

Weigh in with your thoughts on incorporation!

To participate in this 10-question survey, simply click on "Reply" to this email. That will bring this survey up in a ready-made Reply email that will enable you to type in responses. When completed, hit 'Send." Feel free to email us at oceansidefriends@gmail.com if you encounter problems.

Please complete and return your Survey responses by noon on December 3, 2021.

1. Including yourself, how many ONA members or guests are responding on this form. Please list the names and whether each is an ONA member or a guest. (This is for compilation purposes only. The Survey responses will remain confidential unless you authorize us to share them.)

(If responding for more than 1 person, and you have differing answers to some questions, simply mark more than one option or otherwise reflect the different positions in each response.)

2. Have you reviewed the newsletters in our "Incorporation Conversation" emails or the Incorporation Final Report available at <u>www.oceansidefriends.org</u>? Choose one:

a. not reallyb. somewhat closelyc. very closely

3. Please rate the email series on how well it helped prepare you to form an opinion about incorporation.

- a. not helpful at all
- b. somewhat helpful
- c. very helpful.

Feel free to expand on your response.

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4. Which of these best describes your <u>current</u> thoughts on whether Oceanside should incorporate as an independent city?

- a. strongly opposed
- b. leaning against
- c. entirely undecided
- d. leaning in favor
- e. strongly in favor

5. Which of these would **help you feel more comfortable** with firming up your decision before the ONA membership takes a final vote on whether to **endorse incorporation**?

- a. more Special ONA Zoom meetings for general questions and comments
- b. the opportunity to participate in a small group Zoom discussion
- c. more resource information I could review for myself specify the topics
- d. other? (Please indicate what else might help)

6. Assuming Oceanside forms a city, please list and rank what you feel should be its top 3 priorities in its first two years.

- a. road improvements (name the road(s) you think the city should focus on)
- b. tourism visitor management (conduct and crowding)
- c. refining zoning and land use standards for future growth
- d. parking management
- e. short term rental regulation
- f. commercial development
- g. expanded housing options for diverse or younger residents
- h. crime prevention
- i. recreational facilities (parks, bike paths, etc.)
- j. emergency preparedness
- k. other (you name it)

Comments:

7. The Task Force has **cautioned** that the new city's success would depend on the **availability** and **willingness of Oceansiders** to serve on civic bodies, such as the City Council, a Budget Advisory Committee, and other special project committees like emergency preparedness, TLT capital projects and roadwork priorities, etc. If it is permitted to participate by Zoom or other videoconferencing, **which of the following** would you seriously consider taking part in. Feel free to pick **more than one** and indicate any **special interests.** The time requirements are just estimates.


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- City Council (1 - 2 meetings per month - more at the beginning / significant "homework" between meetings)

- **Planning Commission** (quarterly meetings with scattered special meetings - significant homework for each meeting)

- Budget Advisory Committee (2 - 3 meetings during first quarter of each year - light homework)

- Other Advisory Committees (1 - 2 meetings per quarter - homework depending on subject)

- Special Project Teams (designing a town greeting sign, organizing special gatherings, charity drives) (time and homework as needed)

8. Regardless of whether you feel able to serve in one of the positions above, please indicate whether you have **background experience or expertise** in the following areas, provide a brief **description** and state whether you would be available to offer **advice** when needed.

- Service in any city, county or state elected position
- Municipal or county administration (any department)
- Grant applications and administration
- Public contracting
- Road engineering or construction management
- Land use planning
- Emergency Preparedness
- Law enforcement / public safety
- State or local courts
- Building construction or permitting
- Housing initiatives
- Other

9. Would you be willing to sign a Petition permitting that incorporation be placed on the ballot for the May 17, 2022 Primary Election?

- a. Yes, and I am a registered voter in Oceanside.
- b. Yes, but I am not registered to vote in Oceanside.
- c. Not yet, but perhaps later.
- d. No.



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At the **December 11 Zoom meeting**, the ONA Board will schedule a vote on whether to **accept** the Task Force's conclusion that incorporation is a feasible option worth considering and debating. (See the excerpt above.) Feedback is mixed, however, on whether the membership is ready to take a final vote on whether the ONA actually <u>endorses</u> incorporation. Some members want more time for study and debate, while others point to recent events and urge a quick decision.

The Task Force indicated it is possible for the ONA to defer taking a final vote on endorsing incorporation until later in the process. If we delay a final vote, it would likely be scheduled for early to mid-January for presentation at the public hearing that the County Commissioners must hold to hear supporters and opponents. In the meantime, however, the Task Force strongly recommended filing the necessary paperwork to gather Petition signatures for the May 17, 2022 Primary Election. Otherwise, the Task Force warned that delaying until the November 2022 ballot would cause the new city (if it passes) to miss critical deadlines and go without city tax funded operations until November 2023.

(continued)

10. Which of the following best describes **your opinion** on how the ONA should proceed? (This survey is not an official vote, and it will be kept confidential).

a. The ONA should <u>reject</u> the Task Force's conclusion that "incorporation is a feasible option worthy of community consideration and debate" and take no further action on it.

b. The ONA membership should <u>accept</u> the Task Force's conclusion that "incorporation is a feasible option that is worthy of community consideration and debate" but it should <u>defer</u> a final ONA Membership vote on incorporation until later in the process.

c. The ONA membership should <u>accept</u> the Task Force's conclusion that "incorporation is a feasible option worthy of community consideration and debate" and <u>proceed immediately with</u> <u>a vote</u> on whether the ONA endorses incorporation.

Thank you for participating in our survey! We will announce the results here shortly before the December 4, 2021 ONA Zoom Meeting

That completes our Final Report.

Respectfully submitted,

Sharon Brown

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Mike Dowd, Carol Kearns, Jerry Keene Blake Marvis Sue Moreland John Prather Sue Wainwright

Economic Feasibility Statement

OCEANSIDE PETITION FOR INCORPORATION ECONOMIC FEASIBILITY STATEMENT

I. INTRODUCTION

Oceanside's communal history, demographic, economy and setting render incorporation an economically feasible vehicle for it to provide needed services at a level that Tillamook County lacks the resources to match.

A. History

The site that is now central Oceanside was first settled by William Maxwell in 1885. He built a home near the beach in 1866 at what is now an Oregon State Park Beach Wayside. He farmed much of the mountainous area for about 35 years. The nearby offshore Three Arch Rocks were named by a pair of naturalists in 1901, and in 1907 President Teddy Roosevelt was persuaded to declare the site a National Wildlife Sanctuary.

In 1921 J.H. and H.H. Rosenberg purchased Maxwell's land, and on July 5th, 1922, they named the area "Oceanside." (Accordingly, Oceanside will celebrate its Centennial in July 2022.) The Rosenbergs built a dance hall (now the greenspace next to the community hall), a store (now Roseanna's), and their homes. Access to Oceanside was difficult, however, until the Rosenbergs financed a plank road from Netarts that opened on July 3, 1925. Hillcrest Court (currently the Oceanside Inn), and 40 small oceanfront cabins were early fixtures, and there were also many camp sites set up with tents. Oceanside soon evolved into a popular destination for tourists who wanted to escape summers in Portland and other parts of the West. In 1926, the Rosenbergs built a now famous tunnel in 1926 through Maxwell Point to allow access to the beach beyond it (now Tunnel beach) that could otherwise only be accessed during extremely low tides.

The village grew over the years, and homes began to creep up the mountain side. Most of the houses were modest and used as weekend and summer homes. Maxwell Mountain was opened up to new development in 1959, and a number of additional homes were built. Today Oceanside residents strive to help retain its rustic seaside village character, but that is changing rapidly. Today, vacation residences and rentals outnumber permanent residences, and the last of the original oceanfront cabins are slated to be demolished in late 2022, to be replaced by a three-story hotel.

B. Demographics and Economic Drivers

Oceanside has long been viewed, from outside and within, as a distinct and distinctive community with characteristics that lend themselves to feasible incorporation. These include:

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- decades of recognition as a discrete community by the U.S. Census;
- a formally established boundary (Oceanside Community Boundary);
- a compact geographical setting with a cohesive road system;
- a civic-minded population united in their affection for their setting, and
- an evolved and detailed statement of common civic goals and values (Oceanside Community Plan).

Oceanside's economic drivers are also distinct, and even insular, when compared to other coastal communities, such as Manzanita, Pacific City, Garibaldi or Rockaway, where visitor growth and retail commerce drive each other. By contrast, Oceanside is hidden away, nine miles from Highway 101, with only a few hundred residences and a "main street" that barely accommodates its lone restaurant, two coffee shops and two motels. Oceanside is no commercial hub.¹

Accordingly, Oceanside's potential as an economically viable city stems not from its commerce, but from its setting. Upon rounding that last turn on Highway 131, visitors are treated to an inviting prospect of jumbled houses nestled on terraced streets in the coved lee of Maxwell Point, jostling to share spectacular views of Oceanside Beach, Netarts Bay and Three Arch Rocks. Such visitors may encounter colorful paragliders circling above the village, an exposition by local artists at the community hall or a festive wedding gathering on the beach below. This unique ambience explains why travelers who "discover" Oceanside tend to claim it, sharing the discovery with friends as they would a favorite book or heirloom recipe.

It also explains why they also revisit it, by the thousands, again and again. Despite the dearth of commercial facilities, Oceanside's engaging setting draws over 300,000 annual visitors (and their business) to Tillamook County – more than communities many times its size.² People who manage to find Oceanside regularly return, often stopping for gas, groceries, meals or sightseeing in other county communities on their way. Its economic

"One tiny town has never provided so many means of fun and distraction. And It's all done without a single commercialized attraction."

² When asked to provide data on the number of estimated annual visitors to the Oceanside Beach Wayside, OPRD Associate Director Chris Havel provided these counts:

2012: 328,096	2017: 314,992
2013 313,534	2018: 317,992
2014: 303,882	2019: 317,760
2015: 327,670	2020: 244,956 (COVID)
2016: 315,020	

¹ The Oregon tourism website "Beach Connections.net" opens its description of Oceanside with this statement:

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dynamic is also reflected in its thriving short-term rental economy, which in 2021 alone has generated over \$3 million in lodging fees to date, exclusive of separate cleaning fees that support a satellite economy of local small cleaning businesses and their employees. Indeed, Oceanside's 120 short term rentals are so active year-round that Oceanside ranks second only to much-larger Pacific City in generating annual Transient Lodging Tax revenues since the tax's inception in 2014. The 2020 U.S. Census report indicates that roughly half of all residences in Oceanside are owned by part-time residents or non-residents.

In and among the short-term rentals are its full-time residents: a population of 366 according to the 2020 Census, only 7.4% of which are under 18 and (it is generally acknowledged) the overwhelming majority of which are retired. This population has remained remarkably stable since the 2010 census (the population was 361), reflecting that people retire and relocate to Oceanside for full-time residence at about the same rate as those who depart, usually to be closer to medical facilities or family due to advanced age. The result is a surprisingly cohesive and homogeneous population core that is mature, relatively affluent, sparing in its demand for police or social services and deeply invested in the relaxed quality of life they relocated to Oceanside to enjoy.³ As a side-benefit, Oceanside's population is rife with accomplished individuals graduated from successful careers in a variety of professions and businesses. Together, they offer a reservoir of skills and experience that the unincorporated community has repeatedly and successfully drawn upon to accomplish a number of civic goals.

C. Boundary

Oceanside is categorized as a ruralized unincorporated community in Tillamook County's Comprehensive Plan. During that process, Tillamook County devoted extensive effort to delineating the boundary of the Oceanside Community Boundary. Out of respect for that process (and to avoid re-plowing old ground), Petitioners have mostly adopted that boundary in drawing the proposed map for an incorporated Oceanside – with two exceptions as follows:

a. The Capes

The Capes is a self-contained, gated community that was still under development when the county Comprehensive Plan and Oceanside's community boundary were formulated. Petitioners understand that the developers strongly urged including The Capes in the Oceanside community as opposed to the nearby Netarts community. Petitioners originally to include The Capes in the proposed incorporation area out of respect for this history. At the same time, Petitioners were cognizant of likely objections from The Capes residents and The Capes Home Owner' Association based on legitimate concerns that its distance from Oceanside's core, established civic structure, and privately-enforced community restrictions

³ In three successive Community Plans compiled since the late 1990s, the Oceanside Neighborhood Association has reflected widespread sentiment that preserving Oceanside's "rustic coastal village atmosphere" is its primary community objective.

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would obviate most, if not all, of the benefits of incorporation. In the course of the Petitioners' public outreach campaign in early December 2021, the Capes Homeowners' Association President and Board conveyed a formal request for exclusion from the incorporation initiative, supporting it with an internal survey that overwhelmingly reflected that property owners in The Capes would enjoy none of the benefits to be realized by incorporating Oceanside. Because their own evaluation suggested the County Commissioners would probably agree, Petitioners modified the original map to exclude The Capes development.

b. Eastern/Northern Boundary Adjustments

In collaboration with the County Assessor's office, Petitioners made slight adjustments to the eastern and northern boundary to encompass additional homes that were built after the Oceanside Community Boundary was established in the 1980 and to avoid splitting tax lots.

II. EXISTING AND PROPOSED CITY SERVICES

The proposed city encompasses an area comprising 1063 tax lots according to the County Assessor's office. According to the 2020 Census report, 653 of these are occupied housing units: 201 of which are "occupied" and 452 of which are "vacant or seasonally occupied." The average household size was reported at 1.82 individuals. The number of occupied housing units rose from 647 to 653 (approximately 1%) over the preceding decade.⁴

The people occupying these residences and the community's handful of modest commercial structures are currently served by Special Districts (listed below), franchised vendors or county departments with established delivery systems and funding mechanisms.

Declaration regarding Special Districts: Because each of these districts or entities also serves geographic areas outside of the proposed area, it would not be necessary or practical for the new city government to disturb these systems. In particular, the petitioners disclaim any intent or need to extinguish any of the existing Special Districts. See ORS 221.031(3)(f).⁵

⁴ The Census data presumably includes residences in "The Capes" and should be discounted accordingly. The Capes HOA has informed Petitioners that roughly 28 of their residences are occupied "full time," the rest are vacation homes, and none of them are short term rentals (which are prohibited).

⁵ ORS 221.031(3)(f) provides:

[&]quot;If the petitioners propose not to extinguish a special district pursuant to ORS 222.510 (Annexation of entire district) (2) or a county service district pursuant to ORS 451.585 (Duty of city when all or part of district incorporated or annexed) (1), the petition shall include a statement of this proposal."

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Because existing entities will continue to provide these basic services, a new city will be able to focus its attention and resources on <u>relatively few services or functions</u> as prioritized by its residents and City Council.

A. Services to be Provided by the Proposed City - ORS 221.035(2)(a)

Before deciding to submit a Petition, the Petitioners worked with an ONA Task Force in an extensive but hypothetical⁶ effort to project the city services Oceanside would provide if incorporated. Based on the relevant legal requirements and surveys conducted by the Oceanside Neighborhood Association, Petitioners envision that those services will mainly consist of the following:

Land Use Planning / Building Services

Land use planning is the only service specifically required of cities by Oregon law. Currently, every incorporated city in Tillamook County contracts with the Department of Community Development (DCD) to perform at least some of those services – particularly with regard to building and trade permits and associated inspections. Oceanside would initially continue to contract with the county for such services. This makes sense, financially and practically, because the county zoning ordinances and standards will continue to govern such permits until the City conducts the research and public notice process to enact its own.⁷ Petitioners envision, however, that the new city will eventually recruit staff with significant experience in land use planning to assume some of these responsibilities with the assistance of contracted consultants to assist with training, complicated applications and the preparation of staff reports in planning disputes that are appealed. The projected budget incorporated and reflects this expectation.

In addition to services, an incorporated Oceanside will be required to prepare a Comprehensive Plan, including designation of an Urban Growth Boundary, within four years. When meeting with Petitioners to discuss this eventual obligation, officials of the Land Conservation and Development Commission (LCDC) indicated that it was likely the state will provide financial assistance for that project.

⁶ Should the Petition reach the ballot and be approved, the same election will select and seat a new City Council. ORS 221.050(1). Except for name, boundary and maximum city tax rate, however, the projections offered in the Economic Feasibility Statement in support of the Petition will not be binding on the new City Council. In particular, except for the maximum tax rate, it will start from scratch when allocating funds to services and reserves to assemble an initial budget.

⁷ The Oregon Supreme Court helpfully clarified this in *1000 Friends v. Wasco County, et al.*, 299 Or 344, 365 (1985)

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Road Maintenance and Construction/Stormwater Management

Given its small size, modest road system and small growth rate, the new city will not initially employ public works personnel or equipment. Instead, it anticipates that the city will place a priority on recruiting staff with expertise in public works contracting. Staff will be assisted in this by several local residents with years of relevant experience who have already indicated their willingness in surveys to advise and or serve on relevant civic committees. The projected budget includes a fixed, annual baseline allocation for filling potholes and limited maintenance with the expectation that the new City Council will prioritize roadwork when allocating unanticipated revenues or surplus funds that result from budget adjustments over time. The new city will also participate in the grant programs, such as the ODOT Small City Allotment Program for more ambitious grading and paving projects.

Tillamook Public Works Director Chris Laity advised Petitioners that a broad program of road improvement would eventually implicate a need for updated stormwater drainage infrastructure in the core village and associated drain water treatment. An incorporated Oceanside is expected to continue existing county efforts to locate grant funding for such a project.

Code Compliance/Enforcement

Based on research, a review of Sheriff patrol logs and interviews with leaders and managers in nearby cities, Petitioners do not envision that an incorporated Oceanside will require or be able to afford its own police force or jail facilities to address conventional crime or public safety issues. (See discussion of "Police/Public Safety" in Section IV. B. below.) However, one of the main drivers for incorporation is what many Oceansiders view as a persistent disregard by tourists and short term rental visitors for local standards or norms relating to noise, parking, loose pets, fireworks and the like. The projected budget includes a fixed, annual allocation from the general fund for addressing this issue, leaving it to the future City Council to determine whether it will be spent on staff or, for example, third-party security vendors to patrol Oceanside and respond to complaints during high volume visitor periods.

Emergency Preparedness

A committee of ONA volunteers has already taken preliminary steps to plan and muster community resources for emergency survival and resiliency measures. This has been motivated by the realization that any significant disaster, such as a wildfire, tsunami-related inundation or earth movement, will probably leave the Oceanside community isolated from communication or material assistance for an extended period of time. The concern is compounded by the fact that the community will be confronted with hundreds of stranded visitors if such a calamity occurs during summer or spring break or other high-volume holidays. One significant hurdle to such planning is the scarcity of resources at the county or state level for unincorporated communities. Incorporation will not only enable the community to channel and devote its own resources to such planning, but also provide it

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with staff time and the legal status to pursue federal, state and private grants available to municipalities. Petitioners deemed this goal too aspirational and undefined to identify a specific allocation in its projected budget.

Recreational Services and Amenities

Oceanside's "front yard" is one of the Oregon's most beautiful and expansive beaches, featuring an Oregon State Park parking wayside and affording ready views of an offshore National Wildlife Refuge (<u>Three Arch Rocks</u>). The community makes intensive use of the beach for recreation and exercise. It has also consistently rallied to support (and helped fund) ways to make it more usable and welcoming, such as its pending community initiative for installation of a terraced ramp at the Oceanside Beach Wayside access path. This type of community support is typical and will undoubtedly continue. Another unmet need is safer access routes for pedestrians and bicycles to the beach and Oceanside's main street from the homes in the hillsides above. Petitioners anticipate that an incorporated Oceanside will aggressively press for broader guidelines to allow use of Transient Lodging Tax (TLT) "facilities" funds for such purposes. Regardless of its success in that direction, the hundreds of thousands of dollars in TLT revenue generated annually by Oceanside's short term rentals will be available to fund amenities such as a replacement for its venerable, but timeworn community hall, that would benefit both visitors and residents.

B. Relationship Between Proposed and Existing Services - ORS 221.035(2)(b)

The city services envisioned above would complement and fill the narrow service gaps left by existing services providers, who would continue their operations uninterrupted and unaffected by incorporation. The following entities currently provide essential services to the Oceanside community, including established revenue sources independent of an incorporated Oceanside:

Waste Treatment:	Netarts-Oceanside Sanitary District Netarts-Oceanside Sanitary District (n-o-s-d.com)
Water:	Oceanside Water District http://www.owd-oregon.org
	Netarts Water District 4970 Crab Avenue, W. Tillamook, OR 97141 (no website)
Fire/Emergency Rescue:	Netarts-Oceanside Fire District www.netartsoceansidefire.org

Each of the above, voter-approved Special Districts has served the area of the proposed city reliably for decades. (The water districts each serve approximately half of the proposed

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geographic area.) During that time, the population of the area has remained stable. If that trend continues, the Special Districts will obviously be able to continue serving their needs, assuming continued good management and maintenance by their elected Directors and staff.

If Oceanside begins to grow in population and the number of residences, most of these Special Districts have recently issued formal communications confirming their capacity to serve a significant increase. Specifically, (except for the Oceanside Water District, which was not involved), these Districts formally confirmed their capacity to accommodate increased usage anticipated by the addition of 65 residential lots to the area's inventory – an increase of 10%.⁸ Given the stable population history, an acknowledged capacity to accommodate a 10% increase in residences is ample. A capacity analysis by the Oceanside Water District was equally reassuring.⁹

Services in the form of public transportation are provided by:

Public Transportation: Tillamook County Transportation District

The Transportation District participates in the <u>NW Connector</u> program as part of the Northwest Oregon Transit Alliance. It currently maintains <u>three round trip routes</u> between Oceanside and the Tillamook Transit Center, where connections may be made to Portland and coastal communities to the north and south. In addition, Oceanside residents are eligible for on-demand service from the District's <u>Dial-A-Ride Service</u>. Both services abide by federal and state <u>accessibility</u> requirements. Petitioners do not anticipate that incorporation will affect the availability of this service, just as it does not affect current service to other incorporated communities.

Law enforcement and public safety services are currently provided by:

Police / Public Safety Tillamook County Sheriff's Office

The Tillamook County Sheriff's Office currently services Oceanside by way of its established patrols and call response system. According to its "<u>Calls for Service Log</u>",

⁸ Over the past year, these Special Districts issued capacity confirmation letters to the county in conjunction with subdivision/partition applications regarding Building Permit Nos. 851-21-000095-PLNG; 851-21-000202-PLNG; 851-21-000047-PLNG and 851-21-000332-PLNG. These letters and other associated documents are available at Land Use Applications Under Review | Tillamook County OR

⁹ In response to a separate inquiry, the current Superintendent of the Oceanside Water District recently advised that it would only utilize 67% of its present capacity, even if you assumed the highest daily usage recorded over the last year, and assumed that rate every day for an entire year.

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the County Sheriff's Office responded to 210 calls in Oceanside for the period of August 12, 2020 through August 12, 2021. These calls varied from 11 to 31 calls per month with an average of 18. The number of visits was sufficiently high, and the incidence of serious or violent crime was so low, that the Petitioners believe that is reasonable and sufficient for the new city to continue relying on them for its needs, at least in the near term. In <u>emails</u> and <u>telephone conversations</u> with the Petitioners, the Sheriff's office confirmed that incorporation would not affect the services it provides to Oceanside.

Solid waste disposal and curbside recycling services are currently provided to the Oceanside area by:

Solid Waste Disposal/Recycling

<u>City Sanitary Service</u> Tillamook Co. Solid Waste Administration

Petitioners anticipate that the new City Council will either ratify and adopt the franchise agreement currently in place between the county and City Sanitary or enter its own agreement under the same terms. Oceanside residents have also historically been avid supporters and users of the recycling services and facilities made available by the Tillamook County Solid Waste Administration. That will continue despite incorporation.

IV. PROPOSED FIRST AND THIRD YEAR BUDGETS

Pursuant to ORS 221.035(2), Petitioners must propose "first and third year budgets for the new city to demonstrate its feasibility." Petitioners have elected to project all three of the initial budgets to provide additional context for the feasibility determination. These calculations assume the new city is established in May 2022 and will operate based on a July 1 to June 30 fiscal year. Nearly all of the revenue in FY 2022-2023 will be deferred until Q3. Except for the maximum tax rate, these allocations are broad projections by the Petitioners based on research and advice. They will not be binding on the new City Council, should incorporation be approved by voters.

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PROJECTED RESOURCES

	Fiscal Year 2022-23	Fiscal Year 2023-24	Fiscal Year 2024-25
(1) City Tax	144,000	148.000	152,000
(2) Previous Year City Tax		37,000	38,000
(3) Transient Lodging Tax	180,000	300,000	310,000
(4) STR Operator's Fees	40,000	80,000	80,000
(5) STR License Fees	15,000	30,000	30,000
(6) State Revenue Sharing		35,000	35,000
(7) Misc. Fees and Taxes		30,000	30,000
TOTAL	375,000	660,000	675,000

NOTES REGARDING RESOURCE LINE ITEMS

- (1) These amounts are based on a tax rate of \$.80 per \$1000, a total county-assessed value of \$233,800,000 in FY 2021-2022 with 3% annual increases in assessed value thereafter and a non-payment rate of 5%. They do not incorporate any assumed increases in the number of taxed properties.
- (2) The Assessor's Office advises that more than 90% of taxpayers usually pay their entire annual tax bill by mid-November to take advantage of the prepayment discount, with the rest paying in installments thereafter. To be conservative, this budget assumes an initial lump sum payment rate of 80% with the remaining 20% paid during the subsequent fiscal year. It also includes a small adjustment for interest collected on the deferred installment payments.
- (3) These amounts assume the new City Council will expeditiously enact an ordinance imposing a 9% tax on short term rentals in the new city. In accordance with historic trends, annual revenues have been apportioned by quarter to reflect a 15%, 25%, 45% and 15% respectively in Q1 though Q4. They do not reflect anticipated increases in the number of individual STRs licensed in Oceanside or the significant revenue that will be realized for 25-unit hotel that has been proposed at the current site of Oceanside Cabins. They do reflect a likely 3% increase (inflation) in STR lodging fees, and therefore TLT revenues based upon them, in FY3
- (4) These amounts assume Oceanside will act expeditiously to impose short term rental operator's fees at rates comparable to those which Tillamook County currently assesses in unincorporated areas. The amounts were derived by extrapolating the county's revenues collected in the third quarter of 2021. They are necessarily speculative and based on incomplete data because (1) only one quarter of collections has occurred to date and (2) the county is currently in the process of revising the

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payment factors and formula in its ordinance to align it with current interpretations of relevant state law.

- (5) This amount assumes Oceanside will act promptly to replicate and assess short term rental licensing and license-renewal fees comparable to the \$250 annual fee currently imposed by the county. It does not include any associated inspection fees (currently \$100) as it is anticipated the city will enter into an IGA with the county to continue to conduct such inspections in exchange for retaining the fees.
- (6) The League of Oregon Cities provided Petitioners with an analysis projecting that an incorporated Oceanside could reasonably expect cumulative state revenue sharing revenue of \$92.00 per capita commencing in FY 2023-2024 for taxes on gas, tobacco, and marijuana. The amount shown is based on a population of 367 per the U.S. Census. It is not included in FY 2022-2032 because cities are ineligible for some of these amounts only after enacting and collecting a city property tax during the preceding year. The entry for FY2 and FY3 do not include any inflation factor. The gas tax portion of this revenue (approximately \$28,000) must be used for roads or similar transportation construction or maintenance. This is included in the allocation for roads in the Expenses chart.
- (7) This amount reflects substantial, as-yet undetermined revenue sources available to the new city, such as system development charges, utility franchise fees, other permit fees.

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PROJECTED EXPENDITURES

	FY 2022-2023	FY 2023-2024	FY 2024-2025
1. Staff Salary/Benefits	60,000	180,000	250,000
2. Election Costs	6,000		
 Office Rent, Equipment, Supplies, Utilities 	15,000	20,000	20,000
4. Fees, Training, Dues, Subscriptions, Travel	7,000	5,000	5,000
5. Insurance	6,000	10,000	10,000
6. Professional Services/Legal	60,000	60,000	30,000
7. Land Use Planning Services	20,000	25,000	25,000
8. Transfer to Roads Fund (Gas Tax allotment)	28,000	30,000	30,000
9. Transfer to Roads Fund	22,000	25,000	25,000
10. Code Compliance	10,000	50,000	50,000
11. Municipal Court	5,000	20,000	20,000
12. Transfer to TLT Tourism Reserve	126,000	200,000	200,000
13. Undetermined Contingency Reserve	10,000	35,000	10,000
TOTAL	\$375,000	\$660,000	\$675,000

NOTES REGARDING EXPENDITURES LINE ITEMS

- Salary/benefit amounts reflect an assumption that one full-time manager will be employed at a salary of no more than \$75,000 commencing in the 2nd quarter of FY1 supplemented by part-time or contracted clerical support as needed. It is anticipated that a part-time or full-time assistant manager, if needed, will be recruited in the 3rd quarter of FY2 at an annual salary of \$50,000. The full-time positions will include benefits estimated at 30% of salary and medical benefits subject to negotiation at hire.
- 2. This expenditure reflects the estimated election costs to be invoiced by the County Clerk for the incorporation election pursuant to ORS 221.061(1).

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- 3. This amount includes allotments for rent, furniture, computer, printer, supplies and utilities for a modest office to serve as a center of operations and communications. Private and public meeting space will be made available without charge in the public meeting room at the Netarts-Oceanside Sanitary District.
- 4. This item reflects expenditures for association dues, subscriptions and fees to access education programs, training, group insurance programs and consulting offered by organizations such as the League of Oregon Cities. They anticipate participation in such training, not only by staff, but also by elected and appointed officials on issues such as municipal operations, liability, public meetings and public budgeting.
- 5. This allocation is a placeholder for any property/casualty/liability or workers' compensation insurance premiums. Actual quotes or even broad estimates were refused by insurers we contacted unless an application was completed. This estimate is based on a review of comparable expenditures budgeted for such insurance in other Tillamook County cities.
- 6. This item reflects an allocation for accounting, legal services and other professional service. The outsized estimates for FY1 and FY2 includes a significant allocation for legal services anticipated for the process of drafting and implementing the city's baseline ordinances, policies and procedures.
- 7. The Petitioners anticipate that the city will retain a land use planning consultant/services provider to assist with initial training, staff reports on appealed applications and the baseline work to prepare for drafting the city's Comprehensive Plan. Officials with LCDC has indicated it is likely their agency will offer financial support for such preparation.
- 8. This amount reflects a proposed, regular allotment for roads repair and maintenance to be contracted by staff with outside vendors to be reserved in combination with funds from the gasoline tax portion of revenue sharing allotments from the State of Oregon. This amount does not include available State of Oregon transportation/ roadwork grants available to small cities. Petitioners anticipate that roadwork reserve will also be the highest priority for unanticipated revenue or funds resulting from overestimating other budget expenditures.
- 9. This amount reflects a transfer of gas tax revenue from the State of Oregon to a reserve for road maintenance and repair.
- 10. This amount represents an undifferentiated allocation for "code compliance" or "code enforcement" services aimed at providing an effective patrol, warning and sanction regime for misconduct or infractions too minor to warrant interventions by county law enforcement. The Petitioners left it to the City Council and staff to determine whether this will best accomplished by staff assignments or third-party service providers.

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- 11. The city will contract for periodic services from a private Municipal Judge.
- 12. This expenditure reflects an anticipated transfer of 70% of TLT revenues to a reserve for future expenditures for "tourism promotion" or "tourism facilities" pursuant to state law.
- 13. This amount reflects transfers to a reserve for unanticipated contingencies that will be converted to a cash carryover to the following fiscal year if not expended.

Respectfully submitted,

Jerry Keene Blake Marvis Chief Petitioners and organizers of Oceansiders United Brown notes from meeting with Jon Jinings and Lisa Phipps of the Oregon Department of Land Conservation and Development September 29, 2021

Topic: Land Use Planning and Comprehensive Plan Development

Caveat: I did not take these notes planning to be a recorder, but rather for my own benefit. I later realize they might be helpful to others. I am not an expert on land use planning. The meeting was approached from the perspective of IF incorporation is pursued, what would be required of a new city in these areas.

We began the meeting by describing Oceanside to Jon and Lisa. Oceanside is a bit unique as a census designated unincorporated community consisting of (then) 269 registered voters, approximately 700 residences with less than half full-time occupied by mostly retirement age folks, the remainder a combination of second homes/part-time residents and short-term rentals. Highway 131 ends at the state park. Oceanside is densely populated within the urban growth boundary with primary zones R-1 and a tiny commercial zone and park zone. Oceanside is served by quite a few special service districts, including sewer, water, fire, and transportation, and incorporation would not affect those services. The new city would most likely handle administration, land use, roads, and the short-term rental businesses.

Jon began his comments by noting Oceanside is currently an urban unincorporated community with a state park in our front yard. He suggested the League of Oregon Cities as a great resource for revenue sharing studies and insurance information. He noted that ORS 221 may or may not require an economic feasibility study, but strongly suggested that it be prepared even if not required.

Jon noted the land use planning process is a marathon, not a sprint. He and Lisa were very involved in the most recent incorporation effort in LaPine, and noted that a new city has four years to develop all of the land use planning and comprehensive plan goals required by Oregon statutes. During that four years, LaPine developed a memorandum of understanding with the county to cover services and implementing ordinances. The Oregon State Land Use Planning Goals (particularly goals 2-14), found in OAR 660-015, are the guide for the planning. Jon emphasized the intent is to read the goals together and harmonize them when they may seem to be in competition. The urban growth boundary for Oceanside is in part dictated by geography – water to the west and privately-owned forest lands to the east. Development of a plan will involve creating a 20-year land supply plan with possible help from PSU for the population forecasts.

Next steps identified include determining how LaPine developed interim zoning and planning practices after incorporation, draft a feasibility study or address the components if one is not required, obtain a twenty-year population forecast, learn from LaPine's incorporation experience, and begin the comprehensive plan outline.

1

Email from Mark Gharst, Lobbyist for the League of Oregon Cities to Jerry Keene 8/16/2021

RE: Oceanside, Oregon

ONA EMAILS/INCORPORATION

Mark Gharst Mon, Aug 16, 4:16 PM to me

Hi Jerry,

Per our conversation I looked into what Oceanside might expect from state shared

revenue were it to incorporate. Most of this information comes from our <u>2021 State</u> <u>Shared Revenue</u> report. We estimate revenues out through the 2022-23 fiscal year, and I am using those numbers as the basis of the below numbers. These are obviously estimates only, and could be affected by either a law change or the general economy. The pandemic has obviously affected these numbers, and the estimates do not assume future lockdowns due to the Delta variant for instance. Finally, some of the sources have requirements that must be met to receive the funds.

Transportation is pretty straightforward, you are looking at **\$76.32 per capita** for the 2022-23 fiscal year. These funds are restricted, permitted use includes construction, reconstruction, maintenance, etc. of highways, roads, streets, bike paths, foot paths and rest areas. See ORS 366.790; Art. IX, section 3a of the Oregon Constitution; and statutes pursuant to that section. There are also competitive grants for small cities, so there could be some additional resource there. Cities must file an online bridge and payment conditions report with ODOT, see ORS 184.657.

Cigarette taxes have been a loser for us revenue wise as folks have quit smoking, not a bad thing. Cities are expected to receive **\$0.73 per capita** for 2022-23, though there are some assumptions built into that number around how much smoking will decrease with the recent \$2.00 per pack increase in tax. These funds are unrestricted and there are no real certification requirements in cities in counties with a population under 100,000 (like Tillamook).

Alcohol is more complex, cities receive 34% of net revenues from the sale of alcohol and there are two pots, referred to as the 20% share and the 14% share. Our 2022-23 estimate for the 20% share of revenues is **\$19.27 per capita**. The 14% share is distributed based on a complex formula that takes into account total taxes in the city (higher income and property taxes relative to other cities increases distributions) but all things being equal it would amount to **maybe \$13.49 per capita**, though this could be significantly higher or lower depending on where your property tax rate landed and what your residents pay in income tax, see ORS 221.770 (4). In order to receive a share of alcohol revenues your city would need to certify to the Oregon Department of Administrative Services by July 31 that the city levied a property tax in the prior year, see ORS 221.770. These funds are unrestricted and can be used for any city services.

State marijuana revenues also have a similar split distribution, 75% of the total city share is by population, and we anticipate that will be **\$1.26 per capita** for 2022-23. The remaining 25% of the total share is based on the number of licensees, I believe you said you had no stores, so you would not receive any of those funds. In order to receive any of these funds a city must certify to DAS that they do not ban any type of marijuana establishment (grow, retail, processor, or medical), see ORS 475B.759. If you did have a store, you could also seek voter approval to levy an additional 3% local marijuana tax on the retail sales price. These funds are unrestricted and can be used for any city services.

I will just close by reiterating what I said at the beginning, these are estimates, and there are assumptions built in that may or may not be correct in a couple years. So, no promises, but I hope this helps!

Mark



Mark Gharst, *Lobbyist* 503-588-6550 direct: 503-540-6574; cell: 503-991-2192 1201 Court St. NE, Suite 200, Salem, OR 97301-4194



From: Oceanside NA <<u>oceansidefriends@gmail.com</u>> Sent: Friday, August 13, 2021 7:30 AM To: Mark Gharst <<u>mgharst@orcities.org</u>>

Incorporation Petition Filings

Prospective Petition for Incorporation of a City

To the City Elections Filing Officer/Cit We, the undersigned, chief petitioners It is estimated that a permanent rate I sufficient to support an adequate leve of the proposed city. Name of the Proposed City:Ocean	s, swear o imit for o I of muni	or affirm we are el operating taxes of	\$.80	per thousand	dollars of	fassessed value is
Economic feasibility statement attack	ned (ORS	221.035): 🔳 \	′es 🗌	No		
Designating Chief Petitioner						
Every petition must designate not mo boundaries of the proposed city, setti All chief petitioners must sign this for	ng forth t					
Name print Jerry Keene			Signature	K-	-	
Residence Address 1800 Maxwell Mountain R	load		Mailing Address if did P.O. Box 3		14.2	
_{city} Oceanside	State OR	Zip Code 97134	_{City} Oceanside		State OR	Zip Code 97134
Contact Phone Email Address Sponsoring Organization if any 5033205087 oceansidefriends@gmail.com Oceansiders United						
Name print Blake Marvis			Signature	~~	2	
Residence Address 5200 Grand Avenue)		Mailing Address if dil P.O. Box 3			
_{city} Oceanside	State OR	Zip Code 971340	city Oceanside		State OR	Zip Code 97134
Contact Phone 5038126889		Email Address blakemarvis	1@gmail.com	Sponsoring Orga Oceanside		
Name print •			Signature			
Residence Address			Mailing Address if di	fferent		
City	State	Zip Code	City		State	Zip Code
Contact Phone		Email Address		Sponsoring Orga	anization	if any

rev 01/14 ORS 221.031

Petition for Incorporatio	n of a City Signature Sheet			Petition 10 29-2021-
Signatures must be verified by the app	this sheet.	tition can be filed with the filing officer.	dec 14 2021	County TILLAMOOK
Name of Proposed City OCEA	NSIDE		TASSI O'NEIL COUNTY CLERK	
the attached map.	ne undersigned voters, of the area propose circulator makes to their printed name, re			hereon and as descried and defined by
Signature	Date Signed mm/dd/yy	Print Name	Residence or M	ailing Address street, city, zip code
1				
2				
3				
9				
The second s	matures on this sheet once you have sign ng of the signature sheet by each individua		ure sheet and I believe each pe	rson is a

Circulator Signature	Date Signed mm/dd/yy	Sheet Number
		Sheet will be numbered by group submitting the
Printed Name of Circulator	Circulator's Address street, city, zip code	petition.

SEL -v 01/14 OR5 222.216, 222.226, 222.226, 222.216

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December 14, 2021

Jerry Keene 1800 Maxwell Mountain Rd / PO Box 338 Oceanside, OR 97134

Blake Marvis 5200 Grand Ave / PO Box 341 Oceanside, OR 97134

Chief Petitioners,

RE: "Oceanside Incorporation" and authorization to circulate petitions

This letter is to confirm that the text, map, and petition received in my office have been reviewed and are in compliance with state and county requirements for prospective petitions. Please find the attached approval SEL 702 Petition for Incorporation of a City Signature Sheet.

Please pay close attention to the laws regarding petition circulators and review the legal requirements and guidelines for circulating a petition. Failure to comply with the legal requirements and guidelines will result in rejection of signature sheets.

Under ORS 221.040, a petition for incorporation described in ORS 221.031 that is signed by 20 percent of the electors registered in the area proposed shall be filed with the county clerk. Please be sure to get over the 20 percent to ensure there will be enough valid signatures to move the process forward.

Sincerely,

Tassi O'Neil | Tillamook County Clerk

TILLAMOOK COUNTY | Clerk 201 Laurel Avenue Tillamook, OR 97141 Phone (503) 842-3402 toneil@co.tillamook.or.us

This e-mail is a public record of Tillamook County and is subject to the State of Oregon Retention Schedule and may be subject to public disclosure under the Oregon Public Records Law. This e-mail, including any attachments, is for the sole use of the intended recipient(s) and may contain confidential and privileged information. Any unauthorized review, use, disclosure, or distribution is prohibited. If you are not the intended recipient, please send a reply e-mail to let the sender know of the error and destroy all copies of the original message.

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County: TILLAMOOK P Jser Name : O'Nell, Tassi	etition Proce	essing Statistics Rep	O忙 Date:1/4/2022 8:22:26 AM
N	umber :29-2021-1	Title : Proposed City of Oceans	side
	Petit	ion Information	
Petition Nam	e: Proposed Cit	y of Oceanside	
Petition Dat	e: 12/14/2021	Date Filed	1: 12/14/2021
End Circulation Dat	e: 12/29/2021		
Minimum Signatures Require	:d: 65	Accepted Of Minimum	n: (124.62%)
Total Signatures Processe	: d: 85		
	Processing S	Summary Sample: All	
Total Accepted Signature	es: 81	(95%)	Of Those Processed
Total Rejected Signature	s : 4	(5%)	Of Those Processed
Accepted Reason		Total	(% Rejected)
Valid Signature		81	(100%)
Rejected Reason		Total	(% Rejected)

Not Registered Pending when signed

(75%)

(25%)



3

1

JAN - 6 2022 Jazzi Omeil

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Tillamook County Department of Community Development BUILDING, PLANNING & ON-SITE SANITATION

> 1510-B Third Street Tillamook, Oregon 97141 http://co.tillamook.or.us

Building (503)-842-3407 Planning (503)-842-3408 Sanitation (503)-842-3409 FAX (503)-842-1819 Toll Free 1-(800)-488-8280

Land of Cheese, Trees, and Ocean Breeze

RE-NOTICE OF PUBLIC HEARINGS TO UDPATE HEARING DATES TILLAMOOK COUNTY BOARD OF COMMISSIONERS

Public hearings will be held by the Tillamook County Board of Commissioners at 10:30am on January 26, 2022, at 10:00am on February 2, 2022, and at 10:00am on February 9, 2022, in the Board of County Commissioners Meeting Rooms A & B of the Tillamook County Courthouse, 201 Laurel Avenue, Tillamook, OR 97141 to consider the following:

#851-21-000449-PLNG: Petition for the incorporation of the Unincorporated Community of Oceanside and the creation of the City of Oceanside. Petition includes a new tax rate for properties within the proposed city limits of the City of Oceanside at 80 cents (\$ 0.80) per one-thousand dollars (\$1,000). Properties proposed to be included in the city limits for the City of Oceanside include all properties currently within the Oceanside Unincorporated Community Boundary with the exception of those properties located within "The Capes" development.

Notice of public hearings, a map of the request area, and a general explanation of the requirements for submission of testimony and the procedures for conduct of hearing are posted in three public places within the Oceanside community pursuant to ORS 221.040(1). A copy of the public hearings notice, a map of the request area, and a general explanation of the requirements for submission of testimony and the procedures for conduct of hearing can also be found on the Tillamook County Department of Community Development webpage: https://www.co.tillamook.or.us/commdev/landuseapps.

The Board of County Commissioners will hear this matter at 10:30am on January 26, 2022, at 10:00am on February 2, 2022, and at 10:00am on February 9, 2022, pursuant to the procedures set forth in ORS 221.040. Board action on this matter will be taken no sooner than 10:00am at the February 2, 2022, hearing. Action may be taken along with signature of the Board Order reflecting action taken on this matter at the February 9, 2022 hearing.

Hearings will take place virtually with limited opportunity for in-person attendance following OHA guidelines and COVID restrictions. Oral testimony will be heard at the hearings. For instructions on how to provide oral testimony at the hearings, please email Kelly Fulton, Executive Assistant, Board of County Commissioners at <u>kfulton@co.tillamook.or.us</u>. The virtual meeting link as well as a dial in number for those who wish to participate via teleconference will be provided with the agenda on the Board of County Commissioner webpage: <u>https://www.co.tillamook.or.us/meetings</u>.

Written testimony submitted to the Tillamook County Department of Community Development by 4:00 p.m. on January 18, 2022, will be included in the packet provided to the Board of County Commissioners prior to the January 26, 2022, hearing. Please contact Lynn Tone, DCD Office Specialist 2, Tillamook County Department of Community Development, <u>ltone@co.tillamook.or.us</u> as soon as possible if you wish to have your comments included in the staff report that will be presented to the Tillamook County Board of Commissioners.

The documents and submitted application are also available on the Tillamook County Department of Community Development website (<u>https://www.co.tillamook.or.us/commdev/landuseapps</u>) or at the Department of Community Development office located at 1510-B Third Street, Tillamook, Oregon 97141. A copy of the petition and related materials may be purchased from the Department of Community Development at a cost of 25 cents per page. The staff

report will be available for public inspection on January 26, 2022. Please contact Lynn Tone for additional information <u>ltone@co.tillamook.or.us</u> or call 1-800-488-8280 x3423.

The Tillamook County Courthouse is handicapped accessible. If special accommodations are needed for persons with hearing, visual, or manual impairments who wish to participate in the hearing, please contact 1-800-488-8280 ext. 3303, at least 24 hours prior to the hearing in order that appropriate communications assistance can be arranged.

Tillamook County Department of Community Development Sarah Absher, CFM, Director



Oceanside CDP

2020 Census Summary

INTRODUCTION Results of the 2020 Census released in August, 2021 provide counts of the population in households and group quarters and allow us to measure racial and ethnic diversity at the block level for the first time in a decade.

	20:	10	202	20	Char	nge
TOTAL POPULATION	361	100.0%	366	100.0%	5	1.4%
In households	361	100.0%	366	100.0%	5	1.4%
In group quarters	0	0.0%	0	0.0%	0	N/A
Institutionalized	0	0.0%	0	0.0%	0	N/A
Non-institutionalized	0	0.0%	0	0.0%	0	N/A
Under age 18	38	10.5%	27	7.4%	-11	-28.9%
Age 18 and older	323	89.5%	339	92.6%	16	5.0%
Persons per square mile (land area)	348		353		5	1.49
TOTAL HOUSING UNITS	647	100.0%	653	100.0%	6	0.9%
Occupied	191	29.5%	201	30.8%	10	5.29
Vacant or seasonally occupied	456	70.5%	452	69.2%	-4	-0.99
Average household size	1.89		1.82		-0.07	-3.79
HISPANIC OR LATINO ORIGIN BY RACE						
Not Hispanic/Latino Total	342	94.7%	352	96.2%	10	2.99
American Indian or Alaska Native	1	0.3%	0	0.0%	-1	-100.09
Asian	2	0.6%	7	1.9%	5	250.09
Black or African American	1	0.3%	2	0.5%	1	100.09
Native Hawaiian or Pacific Islander	0	0.0%	0	0.0%	0	N/
Some other race	0	0.0%	3	0.8%	3	N/
White	335	92.8%	317	86.6%	-18	-5.4
Two or more races	3	0.8%	23	6.3%	20	666.7
Hispanic or Latino Total	19	5.3%	14	3.8%	-5	-26.3
American Indian or Alaska Native	0	0.0%	0	0.0%	0	N
Asian	0	0.0%	0	0.0%	0	N/
Black or African American	0	0.0%	0	0.0%	0	N/
Native Hawaiian or Pacific Islander	0	0.0%	0	0.0%	0	N/
Some other race	12	3.3%	2	0.5%	-10	-83.3
White	5	1.4%	6	1.6%	1	20.0
Two or more races	2	0.6%	6	1.6%	4	200.0
RACE ALONE OR IN COMBINATION*						
American Indian or Alaska Native	1	0.3%	9	2.5%	8	800.0
Asian	4	1.1%	18	4.9%	14	350.0
Black or African American	2	0.6%	11	3.0%	9	450.0
Native Hawaiian or Pacific Islander	2	0.6%	1	0.3%	-1	-50.0
Some other race	13	3.6%	12	3.3%	-1	-7.7
White	344	95.3%	344	94.0%	0	0.0

*Race alone or in combination contains total races tallied and may sum to over 100% of the population.

ABOUT PRC: Located within the College of Urban Planning and Affairs at Portland State University, we track Oregon's growth and use housing, socioeconomic, and health data to measure and understand demographic change. PRC also produces population projections, redistricting analysis, and other solutions to support policy analysis and help agencies meet statutory requirements.

(*) www.pdx.edu/prc

🖾 askprc@pdx.edu

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Oceanside Incorporation Public Process Data

OCEANSIDE INCORPORATION PETITION PUBLIC PROCESS

How the ONA engaged Oceansiders in an "Incorporation Conversation"

Only two cities in Oregon have incorporated during the last 100 years, and one of those ultimately "disincorporated."¹ Incomplete records and the unavailability of contemporaneous participants in those efforts afforded Oceanside incorporation proponents little guidance on the public process preceding their respective incorporation hearings and subsequent elections. What follows is a timeline outlining the public process that ultimately led to a public meeting at which a record number of residents and property owners voted overwhelmingly to endorse incorporation.

May 2020 through August 2020:	ONA President Jerry Keene conducted a personal research effort exploring options for addressing growing community concerns in Oceanside over growth-related issues and the lack of available staff and resources to manage them.
August 2020	Keene conveyed the results of his research to the ONA Board of Directors. The Board voted unanimously to approve formation of a special Incorporation Task Force to confirm and expand upon Keene's preliminary research.
August – October 2020	Eight Oceanside volunteers with specialized backgrounds and skills were recruited from among Oceanside part-and full-time residents to serve on three Task Force Teams: (1) City Services/Budget, (2) Revenues and (3) Legal Issues/Procedures. The Teams embarked on separate, extensive research efforts to evaluate the costs, benefits, procedures and ramifications of incorporating as a city.
October 2020	The information, analysis and conclusions offered by the three Teams were combined into a Final Report that ultimately concluded incorporation was an economically feasible option for Oceanside to address key concerns.
October 2020 – December 2020	The complexity of the issues and analysis prompted the Task Force to release the Final Report in paced installments distributed to the ONA electronic newsletter list and organized in a logical progression to orient the community on the context and issues and scheduled as follows:

¹ Damascus residents voted to incorporate in 2004 and, after much litigation and intervention by the Legislature, was ultimately deemed disincorporated in 2016. La Pine voted to incorporate in 2006 and remains a city today.

- 1. Starting an Incorporation Conversation: (October 29)
- 2. Oceanside and the County: Why consider incorporation now? (November 1)
- 3. Structure and Services: Picturing an incorporated Oceanside. (November 8)
- 4. Budgeting: Does Incorporation make financial sense? (November 15)
- 5. Incorporation Process: Who decides, and when? (November 22)
- 6. Survey: Weigh in with your thoughts on creating a City of Oceanside. (November 29)

	Between these installments, the ONA intermittently shared e- mail comments on the series; relayed pro- and con- essays submitted by ONA members; offered FAQs and responses and offered additional information about the Task Force research and analysis in response to inquiries.
	While the Task Force initially intended to schedule a vote on acceptance of the Task Force Final Report at the regularly scheduled ONA Meeting on December 2, 2021, widespread requests for more time prompted it defer the vote until a Special Meeting scheduled for December 11, 2021.
November 23 – December 1, 2021	On November 23, 2021, the ONA Board distributed a Survey via the ONA Newsletter to obtain feedback on the quality and helpfulness of the Newsletter installments, and also to gauge initial Member sentiments on the issue.
December 2 – December 7, 2021	On December 2, 5, 6 and 7, 2021, Task Force leaders led well- attended public Zoom forums for public comment and questions about the information and conclusions in the Task Force Report.
December 11, 2021	On December 11, 2021, the ONA Board convened a Special Zoom Meeting for final deliberations and votes, with the following results

- 1. The ONA membership approves the Task Force conclusion that 'incorporation is a feasible option worthy of community consideration and debate." 164 Yes (74.2%) 57 No (25.8%)
- The ONA membership should immediately announce support for incorporating Oceanside. 124 Yes (62.3%) – 75 No (37.7%)
- The ONA membership should defer and reschedule a vote on incorporation until the Tillamook County Board of Commissioners invites public comment at an incorporation hearing. This vote was rendered moot by the results on Question No. 2

OCEANSIDE INCORPORATION PETITION PUBLIC PROCESS

Participation via ONA Newsletter Emails

Below is a list of the "Incorporation Conversation" emails sent out during the "Incorporation Conversation" initiative. The "opens" indicates how many recipients opened the e-mail to read it. "Clicks" refer to the numbers of recipients who accessed the link to a video recording.

Date	Subject	Opens/Clicks
10/30/2021	Incorporation Series: Part I - Starting an "Incorporation Conversation"	311
11/01/2021	Incorporation Series: Part II - Oceanside and the County: Why consider incorporation now?	298
11/05/2021	Initial Feedback on our Incorporation Series	298
11/08/2021	Incorporation Series: Part III - Structure and Services: Picturing an Incorporated Oceanside	315
11/12/2021	Incorporation Midweek: Community Feedback on the Incorporation Conversation	300
11/15/2021	Incorporation Series: Part IV - Budgeting: Does incorporation make financial sense?	311
11/22/2021	Incorporation Series: Part V - Incorporation Process: Who decides, and when?	331
11/23/2021	Incorporation Task Force Final Report Posted Online - www.oceansidefriends.org	342
11/24/2021	Incorporation Series: Part VI - Survey. Weigh in with your views on incorporation.	340
11/26/2021	Incorporation Feedback and FAQs	349
11/30/2021	ONA Voter Confirmations (sent only to registered ONA voters)	122
11/30/2021	Registration Reminder and Form (reminder to all that only registered ONA members can vote)	361
12/02/2021	The Capes Excluded from Incorporation Proposal	396
2/04/2021	Reminder and Zoom Link for 12/04/2021 ONA Incorporation Forum	342
12/07/2021	Apology (for reaching 100 login limit at meeting) - Link to View Recording of 12/04 Meeting	373 / 56
12/07/2021	Reminder and Zoom Link for 12/07/2021 Incorporation Forum	367
12/08/2021	Zoom Link to View Video Recording of 12/07/2021 Incorporation Forum	380 / 57
12/08/2021	Reminder and Zoom Link for 12/08/2021 Incorporation Forum	342
12/09/2021	Incorporation FAQs form emails and forums	377
12/09/2021	Zoom Link to View Video Recording of 12/08/2021 Incorporation Forum	331 / 34
12/09/2021	Updated/Revised Incorporation City Budget	376
12/09/2021	Reminder and Zoom Link for 12/09/2021 Incorporation Forum	331
12/10/2021	Zoom Link to View Video recording of 12/09/2021 Incorporation Forum	335 / 49
12/10/2021	Incorporation Perspectives – Essays from Oceansiders Opposing Incorporation	363
12/10/2021	Incorporation Perspectives – Essays from Oceansiders Supporting Incorporation	369
12/10/2021	Incorporation Series: Part II - Starting an "Incorporation Conversation (sent only to new voter	
12/10/2021	Advance Notice: Questions to be voted on at 12/11/2021 ONA Meeting	377
12/10/2021	Voting Rules and Zoom Link for 12/11/2021 ONA Meeting / Vote	382
12/11/2021	ONA Endorses Incorporation!	415
12/14/2021	Zoom Link to Recording of 12/11/2021 ONA Meeting / Votes	352 /178
12/15/2021	County Clerk Approves Incorporation Petition	390
01/02/2021	Petition Signatures Submitted / County Commissioners Schedule Incorporation Hearing	418
01/06/2021	County Incorporation Hearing Postponed	403
01/13/2021	Submission Date Changed for Public Comment on Incorporation Hearing	361

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INCORPORATION SURVEY RESULTS

108 Oceansiders Responded to our Incorporation Survey by today's noon deadline. The vote tabulations appear below. Please note that not every participant answered all of the questions, so the tabulations vary by question.

Thanks to all of those who took the time to participate!

Don't forget the Community Forum on incorporation scheduled for the <u>ONA Regular Zoom Meeting on Saturday, December 4,</u> <u>2021, at 10-11:30 a.m.</u> We will send out a Zoom link later today, which will also include information for those who will be listening in on the meeting by telephone.

Incorporation Survey

1. Including yourself, how many ONA members or guests are responding on this form. Please list the names and whether each is an ONA member or a guest. (This is for compilation purposes only. The Survey responses will remain confidential unless you authorize us to share them.)

108 Participants

(If responding for more than 1 person, and you have differing answers to some questions, simply mark more than one option or otherwise reflect the different positions in your response.)

2. Have you reviewed the newsletters in our "Incorporation Conversation" emails or the Incorporation Final Report available at www.oceansidefriends.org?

```
a. not really -- 4
b. somewhat closely -- 24
c. very closely -- 77
```

3. Please rate the email series on how well it helped prepare you to form an opinion about incorporation.

a. not helpful at all -- 4 b. somewhat helpful -- 22 c. very helpful -- 79

4. Which of these best describes your <u>current</u> thoughts on whether Oceanside should incorporate as an independent city? If you're willing, we would appreciate it if you would share the factors of most importance to your decision.

>45 = 38%

- a. strongly opposed -- 25
- b. leaning against --20
- c. entirely undecided -- 5
- d. leaning in favor -- 28
- e. strongly in favor -- 30

Main Reasons:

- Proponents generally listed a need for local control of land use issues, roads and tourism issues.
- Opponents generally indicated that the benefits were not worth the cost or an added level of government.

5. Which of these would help you feel more comfortable with firming up your decision before the ONA membership takes a final vote on whether to endorse incorporation?

- a. more Special ONA Zoom meetings for general questions and comments -- 27
- b. the opportunity to participate in a small group Zoom discussion -- 15
- c. more resource information I could review for myself specify the topics -- 19
- d. more newsletters sharing community questions, comments and responses -- 28
- e. other (let us know what else might assist you) -- 17
6. Assuming Oceanside forms a city, please list and rank what you feel should be its top 3 priorities in its first two years.

These are the raw votes cast for each issue. Not all participants ranked their selections, and not all identified 3 priorities.

a. road improvements (name the road(s)) -- 33

(Roads included Grand Avenue, Radar Road, Nor'wester, Highland and Avalon Way)

b. tourism visitor management (conduct and crowding) -- 34

c. refining zoning and land use standards for future growth -- 44

- d. parking management -- 23
- e. short term rental regulation -- 24
- f. commercial development -- 22
- g. expanded housing options for diverse or younger residents 7
- h. crime prevention -- 11
- i. recreational facilities (parks, bike paths, etc.) -- 15
- j. emergency preparedness -- 25
- k. other (you name it) -- 6

(Some participants checked "Other" and indicated that all issues were important.)

7. The Task Force has **cautioned** that the new city's success would depend on the **availability** and **willingness of Oceansiders** to serve on civic bodies, such as the City Council, a Budget Advisory Committee, and other special project committees like emergency preparedness, TLT capital projects and roadwork priorities, etc.. If it is permitted to participate by Zoom or other videoconferencing, **which of the following** would you seriously consider taking part in. Feel free to pick **more than one** and indicate any **special interests.** The time requirements are just estimates.

- City Council 6 Oceansiders expressed interest
- Planning Commission 15 Oceansiders expressed interest
- Budget Advisory Committee 12 Oceansiders expressed interest
- Advisory Committees/Special Projects 30 Oceansiders expressed interest

8. Regardless of whether you feel able to serve in one of the positions above, please indicate whether you have **background experience or expertise** in the

following areas, provide a **brief description** and state whether you would be available to offer **advice** when needed.

- Service in any city, county or state elected position
- Municipal or county administration (any department)
- Grant applications and administration
- Public contracting
- Road engineering or construction management
- Land use planning
- Emergency preparedness
- Law enforcement / public safety
- State or local courts
- Building construction or permitting
- Housing initiatives
- Other

The varied responses indicated that a significant number of Oceansiders have backgrounds in **elected office**, **planning**, **grant writing and administration**, **construction/design**, **emergency preparedness**, **law**, **and law enforcement**.

9. Would you be willing to **sign a Petition** permitting that incorporation be placed on the ballot for the May 17, 2021 Primary Election?

- a. Yes, and I am a registered voter in Oceanside -- 23
- b. Yes, but I am not registered to vote in Oceanside -- 33
- c. Not yet, but perhaps later -- 17
- d. No-24

(continued)

10. Which of the following best describes **your opinion** on how the ONA should proceed? (This survey is not an official vote, and it will be kept confidential).

24 votes - a. The ONA should <u>reject</u> the Task Force's conclusion that "incorporation is a feasible option worthy of community consideration and debate" and take no further action on it.

28 votes -- b. The ONA membership should <u>accept</u> the Task Force's conclusion that "incorporation is a feasible option that is worthy of community consideration and debate" and proceed with the preliminary Election paperwork, but it should <u>defer</u> a final ONA Membership vote on incorporation until later in the process.

37 votes -- c. The ONA membership should <u>accept</u> the Task Force's conclusion that "incorporation is a feasible option worthy of community consideration and debate" and <u>proceed immediately with a vote</u> on whether the ONA endorses incorporation.

5 votes for "other" - Some Oceansiders preferred that all progress on an initiative petition be deferred even if it delays incorporation unti 2022-2023...

See you at the ONA Zoom Meetings on December 4 and December 11, 2021 - both at 10-11:30 a.m. Watch for the Zoom link and telephone numbers later today.

Jerry Keene ONA President oceansidefriends@gmail.com www.oceansidefriends.org

Hpp-73 12/9/200-23



Incorporation Conversation ... FAQs

Here are some **frequently asked questions** posed by Oceansiders ... and our best effort to provide answers.

1. What is the proposed boundary for a new city of Oceanside?



The proposed city boundary mostly follows the **Oceanside Community Boundary** established by Tillamook County when formulating its Comprehensive Plan in the 1980s. The biggest exceptions are that the **northern** and **eastern boundaries** were adjusted in places to avoid **splitting existing tax lots** and the southern boundary was moved to **exclude The Capes.** If the incorporation petition gathers sufficient signatures, the County Commissioners will hold a hearing at which those who **object to the boundary** may **present evidence** and **submit testimony** in writing or in person (COVID permitting). The Commissioners may **modify the boundary** based on <u>their evaluation</u> of whether excluded or included areas would be "**benefited**" by incorporation. That's the map that will be on the ballot as part of the incorporation measure to be voted upon.

2. What kind of legal liability would incorporation entail for Oceanside?

Cities and their employees/officials do face potential liability for misconduct and negligence in the course of their duties. State law (the "Oregon Tort Claims Act)," however, limits and caps the damages for most of the types of claims that can be made. Such liabilities are readily covered by special insurance packages available to cities and counties (see below). Such insurance also covers related attorney fees. The Task Force consulted with one of the lead attorneys at League of Oregon Cities ("LOC") to assess the potential liabilities and explore the ways that other cities address them. They indicated that most liability relates to (1) public building conditions and vehicle operation, (2) employee interactions with the public (especially police), (3) interactions among city employees and officials (for example, sexual harassment and discrimination), and (3) negligent performance of duties or operations ("errors and omissions"). At least at the outset, Oceanside would have no public buildings or vehicles, very few employees and no police. Also, many of its operations will be performed by outside services vendors under contracts that would hold the city "harmless" for any claims or lawsuits they prompt. Other cities and governmental bodies manage such risk, not only by purchasing special insurance packages negotiated for their members by groups such as LOC, but also by arranging regular training for employees and officials to avoid problematic situations and conduct. Based on this advice, the Task Force budget included generous annual allocations for

both insurance premiums and training in its proposed budget.

3. Oceanside would rely on short term rental taxes and fees for much of its outcome. Won't it be vulnerable if the county bans short term rentals as recently happened in Lincoln County?

This is an important consideration. Bans or limits on short term rentals could come from the **county**, the **state** or even from Oceanside's **city government.** The Task Force did analyze this risk, as follows.

<u>County laws</u>. The county only regulates short term rentals located in **unincorporated** areas. If Oceanside incorporates, new county laws would not affect short term rentals **located inside its boundary**.

<u>City laws</u>. It is unlikely that the city of Oceanside would **ban or limit our own short-term rentals** without **evaluating and addressing** the effects on its own operations and services.

State laws. State laws could override city laws, but most of the political pressure in Salem recently has **not** been to ban short term rentals. To the contrary, because so many local governments now rely on TLT funds, legislators are facing pressure to **keep short term rentals** and ease the **restrictions** on how cities and counties may spend the resulting TLT revenue. It is also important to remember that, because of those constraints, Oceanside will only be able to spend **30% of its TLT revenue** on "operations and services." That limits the impact a ban would have on those operations. It would also "turn off the spigot" regarding the **70% TLT funds** that must go into a special "reserve" for tourism related infrastructure. A ban would not affect the funds **already accrued in the fund,** however.

4. If the city incorporates and the maximum city tax rate of .08 per \$1000 in assessed value goes into effect, can taxes be increased in the future?

The city tax rate that goes into effect upon incorporation is a "permanent" rate

that cannot be increased in the future. The county, however, may increase the **assessed value** of a home up to **3% a year**. If a house is tax assessed at \$400,000, the city tax will be \$320 (\$400,000 x .08%). The following year, the county may increase the assessed value of the house by up to 3% - raising it to \$412,000. In that event, the city tax would increase by \$12.96 - from \$420 to \$432.96 (\$412,000 x .08%). Property taxes may also be increased if **city voters or county voters approve bonds ("levies")** for special projects or operations in an election - like a library levy or roads levy. Here is a link to a helpful summary on the State of Oregon website:

State of Oregon: Property Tax - How property taxes work in Oregon

5. What about retired Oceansiders with fixed or limited incomes who cannot afford an increase in property taxes?

Affordability is a key issue in this debate that each of us must assess based on our **personal circumstances**. That said, the State of Oregon does have a program that permits homeowners <u>over a certain age</u> or <u>disabled</u> <u>homeowners</u> to **defer paying property taxes** (but accrue interest) until the home is sold or passed on to others. Washington County has posted a concise summary of the state's program here:

Senior and Disabled Citizens Deferral of Property Taxes

It is unclear whether the city would be able to design its own relief programs affecting just the **city tax portion** of property bills. We welcome information that Oceansiders might have on the legality of that option.

6. May Oceansiders with two homes switch their voter registration in order to sign the incorporation petition or to vote in the May 17th, 2022, Primary Election, if incorporation is placed on the ballot?

This is a subjective question that each person must evaluate for

themselves based on Oregon law. Here is a link to the relevant state law:

ORS 247.035 - Rules to consider in determining residence of person for voting purposes

In general, it states that Oregonians should register to vote in the county of their "**residence**." The term "residence" is primarily defined as the place "in which habitation is fixed and to which, when the person is absent, the person intends to return." If, for some reason, a relevant official has need or cause to gauge a voter's "**intent**" about which property is their "residence," the law instructs them to consider evidence "including but not limited to" the person's mailing address, drivers' license, vehicle registration, the residence of immediate family members, utility bills and their address on state or federal tax returns. The ONA cannot and should not provide legal guidance on this issue, so please use this information as a **springboard** for conducting **your own analysis**.

Jerry Keene ONA President oceansidefriends@gmail.com www.oceansidefriends

App-78



ONA Voter Confirmation

We are writing to **confirm** that you are listed in the **ONA Voter Registry**. This means you may participate and **cast votes** in future ONA online meetings as a registered "**ONA Member**."

If more than one person in your household has asked to be registered under this email address, you will only receive this single confirmation. That is because our email service will not permit us to mail multiple emails to the same email address. (Those registered under separate email addresses will receive separate confirmations.) We should have already contacted all of those who have registered as couples to confirm this. If you have questions about your registration status, feel free to contact us at oceansidefriends@gmail.com

Here are some reminders about voting at ONA Zoom Meetings. We suggest you keep or print this for future reference.

1. You will receive a Zoom link with instructions at this email address the day before each meeting. You may use this as a **direct link** to join the video meeting.

2. If you have indicated that you will join by **telephone** rather than by videoconference, we will make **special arrangements** ahead of time for receiving your vote(s).

3. This **Voter Registration** is good for **all future meetings** unless and until you ask us to cancel it - or you cease to qualify as an ONA Member (for example, by moving away). Please advise us if you wish us to change your email address.

4. When joining our future Zoom meetings, you may be asked to "register" for the meeting as part of the log-in process. Don't be confused by the term. That

Zoom "registration" is only to register you as a **participant for** that individual meeting. Your registration as an ONA Voting Member r is ongoing.

5. Many people "mute" their cameras during our Zoom meetings for privacy purposes. Please be aware that when we are in the process of an actual vote on an issue, we may ask everyone to "unmute" their camera so we can see you on the screen. We will do this to confirm that both voters registered at your email address are actually present and participating in the meeting as our rules (and the law) require. This is essentially the equivalent of a roll call vote at a live meeting. If more than one vote is cast from an email address with a "muted camera" despite our request to unmute, we will only count it as a single vote.

6. When an initial vote result is **close**, or the issue is of **special significance**, the President may declare the result "**provisional**" to allow time to verify that the votes cast by **registered ONA Voting Members** and exclude all others. Such "verification" will be conducted by the **ONA Secretary** and our **Credentials Committee and will occur after the meeting has ended**.

We appreciate the **special effort** you have made to be part of our important **community forum**! Please contact us with any questions.

Jerry Keene ONA President oceansidefriends!gmail.com www.oceansidefriends.org

App-80



Saturday is a big day for the ONA and Oceanside. At the Special ONA Zoom Meeting on December 11, at 10-11:30 a.m., we will come together in the largest gathering of Oceansiders ever to make decisions about the future of our community heading into its second century.

Here are the questions we will vote on - in order that they will be presented:

The ONA Incorporation Task Force Report offered this conclusion:

"When considered as a choice between forming a city or continuing to rely on county officials to preserve and enhance Oceanside's civic life, the Task Force concluded that incorporation is a feasible option worthy of community consideration and debate."

1. The ONA membership approves the Task Force conclusion that "incorporation is a feasible option worthy of community consideration and debate."

· Yes 164 (74.2%) · No 57 (25.3%)

A Yes vote on this measure will <u>not</u> commit the ONA to supporting App-81 incorporation, but it will authorize further "community consideration and debate." This will also clear the way for organizers to file the paperwork necessary to gather signatures on an incorporation petition.

A No vote on this measure means, the ONA will take no further action on the Task Force Report.

If this measure passes, then we will proceed to the next question:

2. The ONA membership should immediately announce support for incorporating Oceanside.

· Yes 124 (62.32) · No 75 (37.72)

If this measure passes, no further votes will be taken. If this measure fails, then the membership will vote on the following question:

3. The ONA membership should defer and reschedule a vote on incorporation until the Tillamook County Board of Commissioners invites public comment at an incorporation hearing.

· Yes (Moot)

If this measure passes, the ONA will continue to sponsor forums for "community consideration and debate" on incorporation with the intent to reschedule the vote in time for the hearing, which is tentatively scheduled for late January.

If this measure fails, the Board will temporarily table further discussion of the Task Force Report while it considers options on how to proceed.

OCEANSIDE PETITION FOR INCORPORATION PUBLIC PROCESS

Community Participation in ONA Process and Vote

ONA membership is open to any person over 18 who owns property, operates a business or is a resident of Oceanside at least 30 days (cumulatively) in a year. After Covid forced it to hold Zoom meetings in 2021, the ONA required members to "register" in order to attend and cast votes remotely. This was to enable voter credentialing and verification pursuant to the Open Meeting Law. During the "Incorporation Conversation," the ONA issued reminders about the need to register in order to vote on the Incorporation Report and processed <u>many new members</u> as a result. Pursuant to its bylaws, the ONA Secretary and Credentials Committee accepted registration forms until 30 minutes before the meeting commenced.

Below are charts reflecting (1) the increase in community participation in the ONA during the "Incorporation Conversation"; (2) a breakdown of registered ONA voters by area, and (3) a breakdown of votes for and against accepting the Incorporation Task Force Final Report.

Date	Registered ONA Members
09/27/2021	138
10/07/2021	154
11/29/2021	193
12/04/2021	278
12/10/2021	326
01/16/2022	347

157	45%
46	13%
36	10%
31	9%
26	8%
23	7%
17	5%
<u>11</u>	3%
347	
	46 36 31 26 23 17 <u>11</u>

0	VA Speci	al Meetii	ng 12/11	/21		e lee het er er sterre
1.The ONA Membership approves the Task Force conclusion that "incorporation is a feasible option worthy of community consideration and debate.	Who Our Voters Are	Total Votes	Yes Votes	No Votes	% Yes	% No
OVERALL RESULTS (fully vetted)		221	164	57	74.2%	25.8%
Self-reported RESIDENCE STATUS, per Zoom Registration question:						
Full Time Residents	40%	84	Color Sales and a second s	en en contracteurs Y	69%	31%
Part Time Residents	41%	86			80%	20%
Non-Resident Owners	19%	39	a nanakaka manga kan dan sebut s		82%	18%
TOTALS	100%	209				
AREA of property or residence:						192. market et al. 199 al 199 - 199 al 199 - 199 al 199
Central (Village)	56%	124			90%	10%
Outlying Areas (North + South)	44%	97			54%	46%
TOTALS	100%	221				



App-84

OCEANSIDE INCORPORATION PETITION PUBLIC PROCESS

"Feedback"

Kent & Jane Brown <callingbrown@charter.net>

Sat, Dec 11, 2021, 11:28 AM

to me

Jerry,

The Task Force and you should be very proud of the effort you have led to bring the incorporation issue to the community in a very even handed and straight forward manner. Thank you for your leadership. We look forward to the continuing process. Kent and Jane Brown

Sent from my iPad

chollow <chollow@charter.net> Sat, Dec 11, 2021, 2:54 PM to me

Jerry,

I must commend you on the work you and the committee have put into the incorporation process. It is, by far, the most comprehensive, detailed process I have ever seen here in Oceanside, with the most thorough, unbiased, and comprehensive dissemination of the information, I have ever seen here.

I was stunned at some of the last minute questions being asked today. It was quite clear a number of people have paid little or no attention to the huge amount of information that has been sent out. It was also clear near the end, that some paid no attention to the voting rules and just wanted to jump in at the last minute to cast a no vote. Most likely they have not attended any of the previous zoom meetings. Ed Gorzinski was way out of line, but that's Ed...lol. You were right in cutting him and the others off on the late voting. If they can't follow the agreed upon rules and participate properly, then don't vote!

One thing I thought, was, it might be a good idea in the future, to have everyone turn on their video, perhaps 5 minutes before you post the voting screen. It looked like those that tried to turn on their video after you had posted it, were the ones who said they didn't have a voting screen, or it disappeared when they turned on their video.

Anyway thanks for everything, and, showing us that patience is indeed a virtue! I don't know how many times today I had to stop myself from un-muting and saying something I shouldn't, to some of those people!

Take care,

Clark

Incorporation thoughts ONA EMAILS/INCORPORATION

Chris Grant <chrisgrant503@hotmail.com> Wed, Dec 15, 2021, 9:10 AM t

Good morning Jerry, we have not met yet. I am one of the Radar Rd peoples. Fairly sure we are going to ask to be excluded from the City. We have a few neighbors for it, and several against it. What I wanted to tell you after watching some of your meetings (you have patience that would lead me to believe you taught kindergarten), is that being called an SOB is about the highest praise you can give a lawyer. IF, I ever needed a lawyer, I would insist he/she was a SOB. I like your style, if not necessarily your content. You sure seemed to show both sides of the argument fairly. Pretty sure we won't be the group with the torches that you have recently heard from. Nice job.

Chris Grant

On Nov 30, 2021, at 9:39 PM, Eric Pleschner <eric@beckerfoundation.org> wrote:

Thank you and the committee/task force for the time, effort, and attention paid to provide as transparent a series of information as possible. Even though I lean against pursuing the application process, I appreciate the discussion and it being brought up.



December 2, 2021

Jerry Keene, President Oceanside Neighborhood Association PO Box 338 Oceanside, OR 97134

Dear Jerry,

As you know, the Capes HOA sent out a survey to our owners to obtain feedback on whether or not they are in favor of being included in the Oceanside incorporation boundary. Based on early results, the overwhelming majority do not want to be included. That is, the preference is that The Capes remain in unincorporated Tillamook County and should be excluded from the proposed Oceanside City boundary. We believe that this represents the majority of The Capes owners, and we would encourage the ONA task force to look into revising the proposed boundary to exclude The Capes.

This appears to reflect the comments you have received to date from our owners. As we had discussed, we agree that the benefits to the Capes are negligible; however, we do want to express our continued desire to work with the ONA in functional areas such as safety, emergency preparedness, county roads, and future development in our larger area.

If the task force decides to move to redo the proposed boundary to exclude The Capes, please let us know and we will send an update to our owners.

Best Regards,

Gene Mitchell President, The Capes Homeowners Association App-86

EXHIBIT C

Lynn Tone

From: Sent: To: Subject: Sarah Absher Wednesday, January 19, 2022 1:26 PM Lynn Tone FW: Oceanside Inc. Roads

Public Works Comments

From: Chris Laity <claity@co.tillamook.or.us> Sent: Wednesday, January 19, 2022 1:06 PM To: JERRY KEENE <jerrykeene@aol.com> Cc: Sarah Absher <sabsher@co.tillamook.or.us> Subject: Oceanside Inc. Roads

Jerry,

As we discussed the previous spreadsheet included all costs spent by the Road Department in Oceanside since 2011, including paving operations. I split out the cost of paving to determine a better estimate of annual costs of maintenance. I further applied a 3% inflation rate out to 2030 and determined an average cost as shown in the table below. Activities included under maintenance includes:

- Misc. Issues within the R/W
- Utility Permits
- Pavement Striping
- Pothole Repairs
- Road Approach Permits
- Shoulder Maintenance
- Culverts, maintaining & replacing
- Ditching
- Signs
- Response to flood/wind/slides
- Surface Blading
- Road condition inventory
- Weed Spraying
- Mowing
- Brush Cutting
- Public Information
- RipRap Bank Stabilization
- Hot Asphalt Patching
- Contract Management specific to a road
- Contract Inspections specific to a road

Note that costs in 2017 may be tied to work needed to perform paving operations, but a significant amount of this work could be considered maintenance. Anticipate budgeting \$30,000 to \$40,000 for annual maintenance in 2030 values. This assumes an inflation rate of 3% and includes Federal Hourly Rates for all equipment, all material, and all labor costs (pay, benefits & taxes). Consider budgeting additional funds to pay for capital improvements.

	Oceanside Maintenand	ce						
	1/19/2022							
	C.Laity							
		2011	2012	2013	2014	2015	2016	
	Actual Maintenance	\$ 7,400	\$ 8,500	\$ 19,200	\$ 6,700	\$ 14,500	\$ 30,500	\$
3%	Inflation adjusted							
	2030	\$13,001.06	\$14,494.10	\$31,756.44	\$10,771.69	\$22,609.13	\$46,151.07	
	Average Annual in 2030	\$39,498.14						
	Average Annual in 2030 (exclude 2017)	\$26,778.53						



Chris Laity, P.E. | Director TILLAMOOK COUNTY | Public Works 503 Marolf Loop Road Tillamook, OR 97141 Phone (503) 842-3419 claity@co.tillamook.or.us

nded recipient(s) and may contain confidential and privileged information. Any unauthorized

review, use, disclosure, or distribution is prohibited. If you are not the intended recipient, please send a reply e-mail to let the sender know of the error and destroy all copies of the original message.

From: Chris Laity Sent: Wednesday, November 24, 2021 2:37 PM To: JERRY KEENE <<u>jerrykeene@aol.com</u>> Cc: Jeanette Steinbach <<u>jsteinba@co.tillamook.or.us</u>> Subject: Oceanside Inc. - IRIS spreadsheets

Jerry,

We ran the road data for the last 10 years. See attached. Will this work for you?



Chris Laity, P.E. | Director TILLAMOOK COUNTY | Public Works 503 Marolf Loop Road Tillamook, OR 97141 Phone (503) 842-3419 claity@co.tillamook.or.us

Lynn Tone

From: Sent: To: Subject: Monty Rosbach <mlrosbach@gmail.com> Tuesday, January 18, 2022 10:07 PM Lynn Tone EXTERNAL: NO on incorporating

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Dear Tillamook County Commissioners

We are writing to inform you of our opinion regarding the proposed incorporation of the village of Oceanside Oregon. My wife, Jackie, and I live at 1100 Mordred Ct. and are registered voters in Tillamook County. We strongly oppose the incorporation of Oceanside Village and ask the commissioners not to support putting the issue on a ballot.

Monty and Jackie Rosbach

1100 Mordred Ct, Tillamook, OR

503

Sent from my iPhone

Lynn Tone

From:	Angie Nixon <farmgirlang57@gmail.com></farmgirlang57@gmail.com>
Sent:	Wednesday, January 19, 2022 2:20 PM
То:	Lynn Tone
Subject:	EXTERNAL: Opposition incorporation of Oceanside

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

January 18, 2022

To: Tillamook County CommissionersRe: Testimony in opposition to Incorporation of Oceanside

I live in Camelot and am NOT in favor of incorporation at this time.

I have resided here only a short time but have owned my non-rented second residence for many years. That being said, I have not yet had the opportunity to fully assess the county and their ability to meet the needs of Oceanside. I am also not a fan of layers of bureaucracy that usually at the very least , increase additional costs.

I was never made aware of the existence of ONA until just recently. Since there are many rentals (3 in my cul de sac)/second residences in Oceanside, it appears from the small majority vote making incorporation a possible reality, that many other property owners didn't have the information or opportunity to vote. If the potential incorporated Oceanside will be relying on revenue from all property owners then I believe they should be made aware and granted participation.

In my limited knowledge of incorporation, I believe it requires tremendous volunteer movement and popular support to be successful. With the limited full time residents here, the median age of the residents, limited income of retirees, lack of solidarity of all the property owners in Oceanside and no infrastructure, incorporation would not be beneficial at this time in my opinion.

I would prefer to see the energy and resources placed into the city of Tillamook for updates to better serve the increased tourist industry prior to encouraging tourists to bypass Tillamook to come to Oceanside. The main reason I chose Oceanside to retire at was because of the laid back feel of this coastal community and am already feeling the negative impact of increased tourists.

Since incorporation will not affect the police, fire, street maintenance, solid waste management, water supply etc which the county is responsible for, I am not in favor of spending extra revenue at this time just to have control over an area.

Lastly, I'm going to be optimistic that we can work with the county for any needs, services, rental complaints etc. I believe it is more realistic for us to work with the county rather than a possible division that this incorporation may create.

Thank you for your time.

Angelika Nixon 5400 Castle Drive Tillamook, OR 97141 January 18, 2022

To the Tillamook County Board of Commissioners Commissioner David Yamamoto, Chair Commissioner Erin Skaar, Vice-Chair Commissioner Mary Faith Bell Via email to Itone@co.tillamook.or.us

Re: Incorporation of the City of Oceanside Written Testimony for Hearing on January 26, 2022

Thank you for considering my testimony. My family, including my grandparents and parents, have been residents of Oceanside since the 1970s. My father, Vernon Dick, has a long history of community involvement in Oceanside including serving on the Sanitary District and Fire Boards. We have been involved in the Oceanside Neighborhood Association (ONA) for many years. I was asked to be a part of the investigative task force considering the topic of incorporation last year, and served as a part of the legal portion of that team. In the process of considering incorporation, I reviewed the operating structures and budgets of all of the other incorporated cities in Tillamook County, interviewed staff and elected officials, and compiled reports and summaries of my conversations. I reviewed documents created by other members of the taskforce and legal resources to determine the feasibility of incorporation here. These documents were all shared with the ONA membership by email and on the ONA website. I also spent many hours speaking to my neighbors and other residents informally and in Zoom ONA meetings on the issue. After digesting all of that information, I concluded that incorporation is indeed a feasible and reasonable proposal for the whole community of Oceanside. I believe the whole community as designated in our map filed with the petition will be benefitted by a City of Oceanside, and further that there are no areas which should be excluded beyond The Capes community for reasons detailed in our reports. The economic viability of an incorporated Oceanside is conservatively addressed in the petition and economic feasibility statement. The benefits of incorporation will serve Oceanside and its residents well into the future, while maintaining the community as a vibrant and active part of Tillamook County. I heartily support the petition for incorporation and encourage you to refer the matter for the May 17, 2022 election.

Respectfully submitted,

Shown M Brow

Sharon M. Brown

To: Tillamook County Commissioners
From: Bob Joondeph, Resident and registered voter in Oceanside 1530 Hillcrest Ave.
Re: Incorporation of the City of Oceanside
Date: January 18, 2021

I support incorporation of a City of Oceanside. I believe that the proposed boundary for the city is appropriate. I believe the proposed annual taxation and budget for the city are both reasonable and adequate.

Having been a regular visitor to Oceanside since the 1970s and a homeowner since 2013, I have experienced both the sustaining beauty and ongoing change that are part of the community. My sense is that Oceanside has reached a tipping point. Change is accelerating due to growth of population and investment. Managing the change requires more attention from those directly affected – citizens of Oceanside. The goal is to sustain the town's fundamental character and access to its natural surroundings for residents and visitors alike.

As a Tillamook County resident, I'm aware of the challenges it faces in creating a sustaining more economic opportunities and housing options for those who live and work here. My sense is that Oceanside incorporation will help to sustain the beauty and character of the area which will result in a more attractive tourist and retirement destination. Housing development can be done more thoughtfully, with an eye to including those who may have been priced out of the area. Citizen involvement, which has already increased with the prospect of incorporation, will continue to grow as residents experience a greater say in the town's future.

Lastly, I'd like to praise the thoughtful and thorough work that has gone into the incorporation proposal. I was unsure of the wisdom of incorporation at first blush. After reading the materials developed by the ONA and attending public forums and monitoring listserv discussions, I became convinced that incorporation is the best option going forward.

For all of these reasons, I ask that the Commission forward the question of incorporation, as presented, to the voters.

Thank you for this opportunity to offer testimony.

Lynn Tone

From:	Carol Horton <carol-horton3@comcast.net></carol-horton3@comcast.net>
Sent:	Tuesday, January 18, 2022 9:37 AM
То:	Lynn Tone
Subject:	EXTERNAL: Public Comment on Oceanside Incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

This is a letter to the Tillamook County Commissioners **in support of incorporation for Oceanside**.

I own a home in the Central or Village portion of Oceanside, next door to the home in which my grandfather lived out his retirement. Over the last 50 years, I've observed the changes to our unique town. I feel strongly that Oceanside needs **local control** (over land use, road maintenance and Short Term Rentals, for example) in order to preserve the special character of the village. I know my immediate neighbors also support incorporation, as do many of the people owning property in the "amphitheater" overlooking the main beach.

Thank you for your consideration.

Carol Horton

1690 Portland Ave, Oceanside 75 SW 89th Ave, Portland 97225

Lynn Tone

From:	Mary Flock <mbflock@msn.com></mbflock@msn.com>
Sent:	Monday, January 17, 2022 10:00 AM
То:	Lynn Tone
Cc:	Jud Griner
Subject:	EXTERNAL: testimony for Oceanside incorporation hearing

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

DATE: January 17, 2022

To: Commissioners Bell, Skaar and Yamamoto

SUBJECT: Testimony in support of Oceanside Incorporation

We own a home in the Camelot neighborhood of Oceanside and we are in favor of incorporation. Oceanside has a lot of challenges due to a large number vacation rentals and a large number of tourists. Tillamook County has done little to help due to lack of resources, distance and perspective. An incorporated Oceanside would do a better job of handling these challenges. With control of our own TLT money, we would determine which of our roads most need improvement and which Oceanside-specific projects would benefit tourists and as well as residents. Our planning decisions and regulations would be based on protecting what is unique about this beautiful place as discussed in the Oceanside Community Plan. In an emergency, Oceanside would likely be cut off and on its own and being incorporated would make emergency preparedness efforts more coordinated.

We fell in love with Oceanside the first time we visited and knew we wanted to live here. Oceanside's lack of commercialization appealed to us although we still mourn the loss of the Anchor Tavern. It was our only local watering hole and a place to meet locals and hear local musicians perform. Oceansiders organized to prevent replacing the Anchor Tavern with a hotel that had no parking spaces and was effectively twice as tall as the old structure but it was to no avail.

When we bought our house 24 years ago, we were surrounded by wooded lots. The woods are gone as are most of our old neighbors. Many of both the old and new houses have been turned into vacation rentals including the house next door to us. We have only a handful of real neighbors in Camelot and vacation renters generally make lousy neighbors—noise, trash, bad behavior, intrusive lights, fireworks, and dog poop.

There used to be a tourist season and in the off-season we'd get a break from vacation renters, enjoy peace and quiet and be able to park in the village and walk on the beach and eat at the local restaurants, but that has changed in the past couple of years. Oceanside has been discovered and the norm is traffic, speeding accidents, parked cars blocking our narrow streets, and erosion to Highway 131 roadside caused by people and parked cars endangering the only road out of Oceanside.

Several times over the past 24 years, Highway 131 has failed due to landslides or culvert collapses. In 2007 a severe storm left downed trees blocking the road and power was out for a week. In 2020 a

fire near the Capes caused by a downed power line blocked the only road out and we weren't aware of it till after it was over. With an earthquake or tsunami, we could be trapped here and it could be more than just a few weeks. It won't matter which neighborhood you live in, Oceansiders will need to rely on each other because that may be all we have for a long time.

Mary Flock 5565 Castle Drive Tillamook, OR 97141 Jud Griner 5565 Castle Drive Tillamook, OR 97141

Lynn Tone

From:	Roossinck, Marilyn J <mjr25@psu.edu></mjr25@psu.edu>
Sent:	Monday, January 17, 2022 8:26 AM
То:	Lynn Tone
Subject:	EXTERNAL: Comments for Commissioners meeting on Oceanside Incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Tillamook County Commissioners RE Oceanside Incorporation

Dear Madam or Sir:

This is written in strong support of the residents of Oceanside to incorporate. I have owned my home in Oceanside since 2009, and live here full time. I have seen a lot of changes in Oceanside in the past 13 years, and its charming village flavor is rapidly giving way to unplanned expansion. The residents in Oceanside deserve to have control of their future. With incorporation this will happen. This is not in any way meant as a critisism of the county; planning for the whole county cannot possibly meet the precise needs of each community. With incorporation Oceanside will remove the planning burden from the Commissioners and put it into the hands of the residents of Oceanside.

Thank you Marilyn Roossinck 1860 Chinook Ave Oceanside

SUSAN K. WAINWRIGHT JOHN C. BARKER P.O. BOX 95 OCEANSIDE, OR 97134

January 15, 2022

To: Commissioners Bell, Skaar and Yamamoto

Thank you for giving us the opportunity to convey our thoughts regarding the potential up-coming vote for the Incorporation of Oceanside, Oregon.

We have been residents of Oceanside, in the neighborhood of Terrasea, for over 20 years. As such we have seen profound and rapid changes within the past few years. Not all of them have been good. We have genuine concern for how Oceanside may change (and not for the better) if the important decisions that need to be made to protect the distinctive character of Oceanside are not made by Oceansiders.

We understand that some of our neighbors in Terrasea and Camelot do not support Incorporation. We have spoken to a number of them in person and are saddened by their positions. The primary comment we have heard is, "What good does this do Terrasea?" and "We pay enough in taxes already and don't want to pay for something that doesn't benefit Terrasea."

While it is true that Terraseans maintain their own roads and receive very little in the way of County services, Incorporation will have an impact on the greater good of many of our neighbors within Oceanside as a whole. Many people in Terrasea do visit the center of the community frequently, whether it be to collect their mail, access the beach at the wayside or state park, attend a Community Club Potluck or semi-annual Art Show or possibly participate in meetings of the Oceanside Neighborhood Association. Some people may think of Terrasea as a place apart from the daily goings-on in Oceanside, but most people truly are a part of the greater community to some extent. A well-managed, Incorporated Oceanside will result in a safer and stronger community, and that in turn will result in a more desirable civic life, and properties that are more sought-after and valuable.

We feel that our taxes are plenty high, but to have future decision-making power and local control over issues like roads maintenance; tourism and traffic management; short-term rental management and rule enforcement; local building planning and code enforcement; emergency planning and implementation of needed contract security services for the community as they become clearly needed, is a very worthwhile place to

put a few hundred dollars in the form of our permanent tax rate each year. Even for those who live in a home with a county Assessed Tax Value of a million dollars, the annual permanent tax would increase their property tax bill by \$800 annually. That is the equivalent of just under \$67 per month or \$16.75 per week. Every home in the community currently pays \$67 for sewer service. Most spend more than that for TV/cable access. Sixty-seven dollars a month is equivalent to \$16.75 per week. When viewed in that perspective, everything that Incorporation has to offer looks like a huge bargain to us.

Oceansiders have demonstrated, on a number of occasions, that they are largely of a cohesive mind. Their past attempts to protect the little village they love has been both successful and unsuccessful at times. They have demonstrated the will to come together for a common cause and dig deep in order to keep Oceanside undamaged both in spirit and in the physical sense. That type of love of community doesn't exist in all little towns, but Oceanside is not just any little town!

It is in that sense of community that we respectfully request that you approve the placement of the issue of Incorporation on the May 2022 ballot. Please do not modify the boundaries as they are proposed on the application, and don't allow this very important effort to be undermined by those who may not fully appreciate the value to the greater good of Oceanside that this Incorporation effort offers.

We thank you again for the opportunity to voice our thoughts. It is our hope that you agree with us that all neighborhoods in Oceanside will be positively affected in various ways as a result of a successful effort toward Incorporation.

Very sincerely yours,

John Barker and Susan Wainwright 800 Pinewood Lane P.O. Box 95 Oceanside, OR 97134 January 15, 2022

Tillamook County Commissioners 201 Laurel Ave. Tillamook, OR 97141

RE: County Hearing on Oceanside's Incorporation Petition

Dear Tillamook County Commissioners:

We are writing in support of Oceanside's incorporation petition. We have been property owners in Oceanside since 2008. Our property is located in the Avalon West neighborhood in Oceanside. We are currently registered to vote in Multnomah County, and therefore not eligible to vote on this initiative and want our opinions to be known.

Oceanside will benefit by being an incorporated city to address the following issues that are a priority to Oceanside: (1) land use management (zoning, applications for variances, land partitions); (2) public works (including road maintenance), and (3) short-term rental regulation and administration. Oceanside is experiencing mounting tourism, increased traffic, and land-use and building design issues that will impact its character and quality of life for decades to come.

Oceanside currently relies on Tillamook County and its staff to anticipate and manage changes, however Oceanside is one of 13 unincorporated communities vying for the County's attention. County staff are juggling competing demands for time and resources by all of these communities on issues like road maintenance, parking, land use planning/zoning updates, short term rental regulation and more.

For example, Oceanside has roughly 120 short term rentals ("STRs") currently regulated by the County. We rely heavily on the county Short Term Rental Advisory Committee as a forum to communicate and address local STR issues and concerns, such as STR proliferation, parking issues and visitor misconduct. Despite their best efforts and repeated assurances, County staff have not had the time or resources to convene an STR Committee meeting in well over two years. Oceanside's representatives on the committee cannot seek action from the committee if it does not even meet.

Since 2014, the County has collected over \$2 million in "transient lodging taxes" (TLT) from short term rentals in Oceanside-Netarts but has returned only \$17,000 to fund TLT projects in Oceanside. We support investing taxes from Oceanside in our community. Additionally, the County has disclaimed any responsibility for much-needed repairs to what it deems "local access" roads, such as Hillcrest Avenue, Grand Avenue and Highland Drive.

It is critical that Oceanside be able to efficiently and promptly address these priority issues. Incorporation has the potential to significantly benefit the civic life of Oceansiders. As part of the proposed incorporation plan, it is not the expectation that the city of Oceanside would take over services currently offered through districts or, schools, policing, maintenance of highways, or establishing a large administrative staff or a city hall complex. We need to focus on the critical issues that are not currently being adequately addressed by the County.

We are aware that there are Avalon West property owners who object to incorporation of Oceanside and want Avalon West to be excluded from this petition because they believe the neighborhood will not benefit from incorporation. We disagree as Avalon West is a neighborhood and is part of the Oceanside community. All of the important issues such as land use management, public works (roads), and short-term rental regulation and administration are all issues impacting Avalon West. Currently, Avalon West neighborhood roads. The Capes Homeowners Association ("HOA") is located adjacent to Avalon West. As The Capes is a homeowners association, their residents pay HOA dues ranging from \$129 to \$277 a month and their association addresses land use management, building, parking, traffic, roads, and short-term rentals. In sum, it makes sense to allow The Capes request to be excluded from the incorporation petition. It does not make sense to exclude the Avalon West neighborhood. It is critical that Avalon West not be excluded from the incorporation boundaries as the neighborhood will benefit from incorporation as will the other areas within Oceanside and should not be "orphaned" from the city of Oceanside.

Again, we support the petition to incorporate Oceanside and support placing this decision on the May 2022 ballot.

Sincerely,

Michelle Druce and Tracy Nichols

Jill Princehouse

Home Phone 503-812-9707

P.O. Box 346 Oceanside, OR 97134 e-mail: oceanfrontcabin@seanet.com

January 14, 2022

Honorable Commissioners: Mary Faith Bell, chairperson David Yamamoto Erib Skaar

RE: Oceanside Incorporation

My name is Jill Princehouse. I've been a homeowner in Oceanside for over 45 years. Consequently, I've experienced many changes over the years, but for me, none as important to our village as the issue of should we or should we not consider incorporating.

Thankfully, under the extremely capable leadership of our Oceanside Neighborhood Association president, Jerry Keene, we Oceansiders have been able to thoroughly study, ask questions, listen to presentations, etc to develop a thorough understanding of what it would mean for Oceanside. I've become one of a large majority of ardent incorporation supporters over the last several months.

I believe the Radar Road and Avalon neighborhoods are part of our broader community that will benefit along with the rest of Oceanside and ought to be included in the Incorporated boundary. The tax rate proposed will more than pay off in benefits to all of us.

But not all residents agree with me. It's time to put it to a final vote.

I urge you as our Tillamook County Commissioners to approve putting the entire incorporation issue on the May 17th primary election ballot. (By entire I mean inclusive boundary, tax rate, and incorporation per se)

Thanks for your service as our commissioners, and thanks for listening.

Jill Princehouse 1775 Rosenberg Loop Oceanside Oregon 97134 To: Tillamook County Commissioners From: Leslie Kay, resident of Oceanside Re: Incorporation of the City of Oceanside Date: January 14, 2022

I support incorporation of a City of Oceanside. I have owned a home in the village of Oceanside since 2013 and feel extremely fortunate. Before then, for more than 20 years, I was an annual vacation home renter in Oceanside from Portland. I believe that incorporation will allow the residents of Oceanside a more dispositive voice over the nature of future development, conservation, and preservation issues in Oceanside. I have watched as pandemic, wildfires, and a growing population have brought more visitors to Oceanside. I have watched actual gridlock on our streets during peak summer weekends. I have watched as new construction becomes larger and larger. I have seen the proposed plans for a 35 foot high hotel in the heart of the "commercial district" that will challenge anyone's idea of what a "village" is and contribute to even more vehicular congestion.

I believe that the proposed city tax rate is manageable* and I believe that the proposed City boundaries are logical and include the residents of the new city who would benefit from those future planning efforts. Oceanside is larger than any one street or neighborhood. We live in a very precious and unique area with a national refuge offshore and a state recreational area as our playground. Anyone in the vicinity bears some responsibility for preserving this special place for Tillamook County and Oregon. I support using City tax dollars to hire a lean professional staff to carryout the operational and planning work that very dedicated (and tired) Oceanside Neighborhood Association volunteers have shouldered for years.

I have concluded that the Tillamook County government does not have the resources to adequately respond to the unique issues facing Oceanside despite good intentions. I believe that an incorporated City of Oceanside will be able to leverage new sources of revenue that will benefit the City and Tillamook County alike. I have watched as it has taken a number of years to coordinate the jurisdictions involved to build a sorely needed accessible beach ramp in Oceanside. I have observed variances routinely granted by the county permitting non-conforming structures. I have seen

- 1 -Oceanside Incorporation-01182022 Hearing-Written testimony of Oceanside Resident Leslie Kay

the height restrictions skirted by clever designers. We have witnessed a disproportionate amount of the short term rental tax generated by Oceanside vacation homes distributed to other areas of the county. Forming a City will allow Oceansiders to have a meaningful voice in local issues and to find the way forward on creating affordable housing, maintaining its historic role providing vacation rentals, and planning for the increased use of our beaches in the pandemic and as a vacation destination and home for Oceansiders. Hopefully incorporation will deepen and strengthen our good relationship with Tillamook County.

For all of these reasons I support incorporation of a new City of Oceanside.

Leslie Kay 1530 Hillcrest Ave Oceanside, OR 97134

* To the extent that the new tax would be an economic hardship, some seniors and disabled people may qualify for property tax deferral through State of Oregon programs https://www.oregon.gov/dor/programs/property/Pages/deferral.a

programs.https://www.oregon.gov/dor/programs/property/Pages/deferral.as px
From:	Dianna Fitzgerald <diannalynnfitz@gmail.com></diannalynnfitz@gmail.com>
Sent:	Thursday, January 13, 2022 5:36 PM
То:	Lynn Tone
Subject:	EXTERNAL: Oceanside incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

I am a full time resident of Oceanside. I am also likely one of the lesser monied. I have read many comments of those opposed to the incorporation and find them to be thinly veiled attempts to avoid investing in the future of our area. I believe the investment to be worthwhile even though I am likely less able to do so than those whining about it. Investing in the future of my home is a priority to me and I hope the commission will agree.

Sent from my iPad

From:	beverly neun <bevneun@gmail.com></bevneun@gmail.com>
Sent:	Thursday, January 13, 2022 1:23 PM
То:	Lynn Tone
Subject:	EXTERNAL: Fwd: North rural Oceanside

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Sent from my iPhone

Begin forwarded message:

From: beverly neun <bevneun@gmail.com> Date: January 13, 2022 at 12:11:52 PM PST To: Itone@co.tillamook.gov.us Subject: Fwd: North rural Oceanside

Sent from my iPhone

Begin forwarded message:

From: beverly neun <bevneun@gmail.com> Date: January 13, 2022 at 11:49:21 AM PST To: Itone@co.tillamook.gov.us Subject: North rural Oceanside

I propose joining the village of Oceanside in their endeavor to incorporate into a city. My family built our cabin on Radar RD in Short Beach in 1962 and have seen the many changes in Oceanside. We believe incorporating will benefit the area in the future. Thank you

Beverly Price Neun 2685 Radar Rd. and 1114 NW Baltimore Ave Bend OR 97703

Sent from my iPhone

From:	sixt7gta@aol.com
Sent:	Thursday, January 13, 2022 9:46 AM
То:	Lynn Tone
Subject:	EXTERNAL: Petition for Creation of the City of Oceanside, Oregon #851-21-000449-
	PLNG

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

January 13, 2022

To: Tillamook County Department of Community Development

Re: Petition for the Unincorporated Community of Oceanside and creation of the City of Oceanside, Oregon #851-21-000449-PLNG

Dear Tillamook County Board of Commissioners,

As a homeowner and community member in Oceanside, Oregon we are in SUPPORT of the petition to create a "City of Oceanside" within Tillamook County.

Over the past 7 years, Oceanside has contributed substantial taxes and 70% of our TLT funds to the county, over \$3 million dollars, yet so few of those dollars have been returned to our community for improvements, roads and to address growth, just to name a few.

As a "city", Oceanside would have a council of local residents who could write and enforce rules regarding developments residential and commercial, would have resources to plan ahead for natural disasters, maintain roads regularly which are in desperate need of repair throughout Oceanside, build tourism infrastructure, respond in a timely manner to complaints regarding vacationing guests, and create a plan to address the visitors parking, trash & safety considerations for all visitors as the Tillamook County Visitors association has promoted our community for guests of our state to enjoy our scenic vistas and relaxing small town feel.

Oceanside has already developed a positive Community Plan and would be eligible for grants available to Oregon's small cities if incorporated.

City services by Netarts-Oceanside Sanitary District, Oceanside Water District, Netarts-Oceanside Fire District, Tillamook County Transportation District, Tillamook County Sheriff's Office, City Sanitary Service and Tillamook Co. Solid Waste Administration would NOT be affected due to incorporation.

It's time for Oceanside's substantial taxes that support County government be redirected to our own community so that we can see the benefits from a city tax that will cost a few hundred dollars a year and provide benefits to our community, tourism, development, infrastructure and safety.

Please APPROVE this application so Oceanside residents can vote and show their support for incorporation to become the "City of Oceanside" within Tillamook County.

Robert & Marcella Semet

SUSAN K. WAINWRIGHT JOHN C. BARKER P.O. BOX 95 OCEANSIDE, OR 97134

January 11, 2022

To: Commissioners Bell, Skaar and Yamamoto

Thank you for giving us the opportunity to convey our thoughts regarding the potential up-coming vote for the Incorporation of Oceanside, Oregon.

We have been residents of Oceanside, in the neighborhood of Terrasea, for over 20 years. As such we have seen profound and rapid changes within the past few years. Not all of them have been good. We have genuine concern for how Oceanside may change (and not for the better) if the important decisions that need to be made to protect the distinctive character of Oceanside are not made by Oceansiders.

We understand that some of our neighbors in Terrasea and Camelot do not support Incorporation. We have spoken to a number of them in person and are saddened by their positions. The primary comment we have heard is, "What good does this do Terrasea?" and "We pay enough in taxes already and don't want to pay for something that doesn't benefit Terrasea."

While it is true that Terraseans maintain their own roads and receive very little in the way of County services, Incorporation will have an impact on the greater good of many of our neighbors within Oceanside as a whole. Many people in Terrasea do visit the center of the community frequently, whether it be to collect their mail, access the beach at the wayside or state park, attend a Community Club Potluck or semi-annual Art Show or possibly participate in meetings of the Oceanside Neighborhood Association. Some people may think of Terrasea as a place apart from the daily goings-on in Oceanside, but most people truly are a part of the greater community to some extent. A well-managed, Incorporated Oceanside will result in a safer and stronger community, and that in turn will result in a more desirable civic life, and properties that are more sought-after and valuable.

We feel that our taxes are plenty high, but to have future decision-making power and local control over issues like roads maintenance; tourism and traffic management; short-term rental management and rule enforcement; local building planning and code enforcement; emergency planning and implementation of needed contract security

services for the community as they become clearly needed, is a very worthwhile place to put a few hundred dollars in the form of our permanent tax rate each year. Even for those who live in a home with a county Assessed Tax Value of a million dollars, the annual permanent tax would increase their property tax bill by \$800 annually. That is the equivalent of just under \$67 per month or \$16.75 per week. Every home in the community currently pays \$67 for sewer service. Most spend more than that or TV/cable access. Sixty-seven dollars a month is equivalent to \$16.75 per week. Who among us doesn't spend far more than that on incidental, non-essential items each week? When viewed in that perspective, everything that Incorporation has to offer looks like a huge bargain to us.

Oceansiders have demonstrated, on a number of occasions, that they are largely of a cohesive mind. Their past attempts to protect the little village they love has been both successful and unsuccessful at times. They have demonstrated the will to come together for a common cause and dig deep in order to keep Oceanside undamaged both in spirit and in the physical sense. That type of love of community doesn't exist in all little towns, but Oceanside is not just any little town!

It is in that sense of community that we respectfully request that you approve the placement of the issue of Incorporation on the May 2022 ballot. Please do not modify the boundaries as they are proposed on the application, and don't allow this very important effort to be undermined by those who may not fully appreciate the value to the greater good of Oceanside that this Incorporation effort offers.

We thank you again for your time and the opportunity to voice our thoughts. It is our hope that you will agree with us that all neighborhoods in Oceanside will be positively affected in more ways than we have enumerated here as a result of a successful effort toward Incorporation.

We have attached copies of brief emails that neighbors from Terrasea have provided to us to demonstrate their support for the spirit of our letter. They are some of the full-time residents who will vote in May to Incorporate Oceanside as well as others who hope to make Oceanside their permanent retirement home in the future.

Very sincerely yours,

John Barker and Susan Wainwright

Lynn Tone Tillamook Co. Community Development

In regard to Oceanside's Incorporation Hearings:

My name is Elizabeth Wipperman and I am an AmeriCorps member currently serving with Tillamook County Habitat for Humanity, and I am a full-time resident of Oceanside, Oregon. I moved here over a year ago with my partner, Gill Wiggin, who has been a part of this community for most of his life, to begin our journey as a family. After settling in, it didn't take long for me to realize how drastic the housing crisis is in Tillamook County. According to the 2019 Tillamook County Housing Needs Analysis, the county's population grew by 2,086 between 2000 and 2019, and is projected to increase by an additional 2,936 over the next 20 years, yet between 2007 and 2017 only about 120 new dwellings were added with the vast majority of them being second homes. It's also estimated that 80-90 dwelling units were converted to seasonal units or short term vacation rentals each year between 2007 and 2017. In Oceanside alone, there are 452 vacant or seasonally occupied housing units, approximately double the size of Tillamook County's homeless population. For those who are unaware, Tillamook County has the second highest homeless population in the state, and we're tied for third when it comes to homeless K-12 children. It is difficult for me to comprehend why the value of revenue from short-term rentals has come before the needs of individuals who live in our community. This is especially true when looking at the trend of Oceanside's TLT revenue, as it has been decreasing steadily over the years. In 2016 Oceanside brought in \$558,337, \$524,372 in 2017, \$458,337 in 2018, \$419,971 in 2019, and finally \$379,709 in 2020.

As I mentioned, I'm starting a family here in Oceanside so it is important to me, and I know I'm not alone, that Oceanside is a thriving space where locals are able to make decisions for ourselves and prioritize our own needs over the wants of tourists. I believe that the incorporation of Oceanside will allow us to not only care for our own, local needs such as improved roads and lighting, but also help satisfy the drastic need for decent, safe, and affordable housing for all of Tillamook County.

Elizabeth Wipperman 5445 Daisy St. Oceanside, OR 97134

From:	Craig Wakefield < craiglwakefield@charter.net>
Sent:	Tuesday, January 18, 2022 2:30 PM
То:	Lynn Tone
Subject:	EXTERNAL: Document for Oceanside Incorporation hearing

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Oceanside Incorporation Short Term Rental (STR) management?

I must be missing something in this discussion about needing to incorporate to deal with short term rental issues?

I was part of the management team that implemented the STR Ordinance to make it a working Ordinance. Here is the organizational structure the County created:

Office Specialist: Appointed to administrate the Ordinance. They took in applications, answered questions, handled all the mailing of license packets along with all pertinent rules and window posting with complaint phone number placard to be posted. They confirmed required insurance compliance and kept a spreadsheet of all licenses for compliance and renewal purposes.

Code enforcement officer: These individuals were mostly retired deputies who had police powers and experience at conflict resolution and could defend the Ordinance in hearings and court. They also did regular investigations into advertised vacation rentals and check them against the spreadsheet of licensed rentals.

Building Inspectors: These licensed and certified individuals performed the required fire/life safety inspection that is needed to obtain a STR license. They also have police powers acting as agents to the Building Official. Building Inspectors helped with enforcement when needed and like the Code Enforcement Officer were fully trained to deal with conflict and the judicial system.

If Oceanside were to incorporate, would they provide this level of expertise? All three of these positions were paid a living wage, benefits and retirement so to do the Ordinance justice was a expensive proposition Just like most areas of Government. So how much of the \$200,000 a year brought in by the STR program would be needed to properly implement a STR Ordinance in Oceanside?

I am retired so I don't know if all components are in place. This system <u>worked very well</u> during my tenure and <u>the</u> <u>County knows how to do this work</u>. When it comes to making this Ordinance work you don't go to the committee level, or the County Commissioners you contact the people that put legs to the Ordinance.

Craig Wakefield

1605 Oceanside Lane, Oceanside

From:	Robert Hoshibata <rgbcola@gmail.com></rgbcola@gmail.com>
Sent:	Tuesday, January 18, 2022 11:38 AM
То:	Lynn Tone
Subject:	EXTERNAL: Oceanside Incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Dear Lynn,

My wife and I own a home in Oceanside, at 6010 Huckleberry Lane. We have owned the home since 2008.

Presently, we are part-timers in Oceanside, and as such, have not been a part of the active conversations about the possibility of incorporation. I have just become aware of the effort to incorporate, and have been drawn into the discussions only recently. I am very interested in this topic.

It is my understanding that a decision is being made whether or not to place the question of incorporation on a May 2022 ballot. I am writing to express my strong opinion that it is premature to place this on a ballot because there are some of us who have not had adequate opportunity to vet this important question.

The recent exchange of emails demonstrates that this is an extremely complex matter, and that incorporation would lead to both positive and negative consequences. I have not had ample opportunity to learn about both positive and negatives and so I feel that it is premature to discuss whether or not to hold a vote on the matter. Rather, it is time for more information sharing without the pressure to rush to a deadline for a vote.

I applaud the plan to have opportunities to have public hearings with input, questions and responses about what incorporation would mean and what it would require. These are not simple "yes and no" questions, but require time and thought. I propose that the question of whether to have a vote about incorporation be postponed until after public conversation and research can be completed more thoroughly so that all of us who are voting will be more fully informed than we are at present.

Let's make important decisions about our future carefully, deliberately, and with the opportunity to have as much information so our decision can be made wisely. I support delaying a vote on whether or not to take a vote on the matter of incorporation until after the information sharing already proposed.

Sincerely yours, Robert (Bob) Hoshibata 6010 Huckleberry Lane Oceanside

From:	Ronald Young <ronaldyoung1950@gmail.com></ronaldyoung1950@gmail.com>
Sent:	Tuesday, January 18, 2022 9:42 AM
То:	Lynn Tone
Subject:	EXTERNAL: Oceanside Incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

I am a 20 year resident of Oceanside, sometimes full time, sometimes part time. I also had short term rentals in the Village for 19 years. Additionally I have lived in Terrasea for 15 years, one of the few areas with actual HOA's. I feel this gives me significant perspective on incorporation.

There has been talk about deleting The Capes, Terrasea, Radar Road area, even Camelot, from the incorporation boundaries. Please, DO NOT ALLOW ANY OF THESE AREAS TO BE DELETED. They are all Oceanside, and if the decision gets to a vote, all areas should be included. I think it's divisive to allow any area to opt out, and could be detrimental to the future of all.

Is there a 'benefit' for these areas? I think it depends on what benefit means. If you only talk of financial benefit, The Capes and Terrasea have private roads and no STR's, so they both see little, if any, financial benefit. BUT, I think the benefit for incorporation lends itself more to character of the whole town, and keeping future Oceanside issues more in the hands of local people. We ALL benefit from this, in my opinion, and we ALL ARE part of Oceanside.

Will there be enough qualified, willing people to run an Oceanside city?

Will the proposed budget be big enough to run the city?

These, and other, questions have no answers yet, only opinions.

I urge the County Commissioners to allow this question to go to the ballot, and let ALL Oceansiders decide on how to proceed.

Ron Young

то:	Lynn Tone, DCD Office Specialist 2, Tillamook County Department of Community Development
SUBJECT:	Written Testimony Input #851-21-000449-PLNG: Petition for Oceanside Incorporation January 26, 2022, Public Hearing, Tillamook County Board of Commissioners
FROM:	John & Dala Prather, Oceanside, Oregon
DATE:	January 18, 2022

OUR POSITION

We are writing to lend our support for holding an election on May 17, 2022, to decide whether to incorporate and form the city of Oceanside, Oregon.

TIME SPENT IN OCEANSIDE

For the past 3 ½ years we have resided in the Terrasea subdivision of Oceanside. For the two years prior, we lived on Reeder Street and for a good portion of two years prior to Reeder Street, lived at the northern end of Northwester Rd.

Although only full time residents for 5 ½ years we believe we have gained various experiences living in a variety of Oceanside properties and areas perhaps useful in commenting on the current incorporation issue.

We are not prepared to offer any guarantees as to how incorporation will specifically benefit where we now live but, we believe we are part of the community of Oceanside and want to see it progress and succeed both now and particularly in future years.

OCEANSIDE WILL GROW

We believe Oceanside will grow and change. We believe this to be inevitable.

From, the proposed 58 lot subdivision to be known as "Second Addition to Avalon Heights", to the proposed hotel and restaurant on the site of the Oceanside Cabins and Blue Agate Cafe and very likely in the future, the Cape Meares Loop Road West undeveloped property from north of the Netarts-Oceanside Sanitary District facility entrance to Radar Road, we believe change and growth is already beginning to occur and is inevitable.

We are not opposed to growth, but we believe local control will be key to maintaining the small town, rustic character which many feel is essential to our community.

Can Tillamook County government and administrative resources, in the future, devote the time and resources necessary to insure growth of our Oceanside community in a manner consistent with the quality of life thoughts and hopes of members of our community?

We are not certain given the geographical boundaries of the county and demands being made, up and down the coast, on current available resources that the needs of an unincorporated Oceanside community can be met in future years.

DEMANDS ON THE COUNTY

While we know that you, County Commissioners Bell, Skaar and Yamamoto are very well aware of the makeup of the County, we are including the following lists for Oceanside residents who may not be quite so aware of our various County communities both incorporated and unincorporated.

Incorporated Communities:

An incorporated town or city in the United States is a municipality, that is, one with a charter received from the state. This is not to be confused with a chartered city/town with a governing system that is defined by the city's own charter document (voted in by its residents) rather than by state, provincial, regional or national laws. An incorporated town will have elected officials.

Incorporated cities/towns in Tillamook County include:

Bay City Nehalem Tillamook Garibaldi Rockaway Beach Wheeler Manzanita

Unincorporated Communities:

In law, an unincorporated area is a region of land that is not governed by a local municipal corporation; similarly an unincorporated area is a settlement that is not governed by its own local municipal corporation, but rather, is administered as part of larger entity, such as a township, borough, county, parish, or province (my italics).

Unincorporated communities in Tillamook County include:

AldervaleBlaineBarnesdaleBoyerBarviewBrightonBattersonCape MearesBayside GardensCloverdaleBeaverEnright

Fairview Hebo Idaville Neahkahnie Beach Nedonna Beach Neskowin Sandlake Netarts Tierra Del Mar Oceanside Twin Rocks Pacific City Wheeler Heights Pleasant Valley Woods

Oceanside competes with other unincorporated communities for available County resources.

SOME AREAS TO ADDRESS

CHALLENGES:

<u>ROADS</u>: The County's ability to support road repair and improvements is already limited. With 386 miles of roads, 111 bridges and 2,000 culverts among other responsibilities, the County Roads Department is faced with many challenges. All this while the County's Road Department capabilities have dropped dramatically due to decreasing budgets, from 50 employees in 1982 to 24 employees in 2021. So, Oceanside includes primarily, both private (the responsibility of local home/landowners) and local access roads (For which County monies will be spent under certain limited conditions as outlined in Board Orders 08-110 and 14-03 – basically emergencies and substantial improvements in public safety approved by the Board of County Commissioners.). Are current County roads funding levels enough?

STORM WATER: No storm water study of Oceanside has ever been performed to the best of our knowledge. Is it necessary? The County Public Works Director has indicated such a study with recommendations would be an important component for improving roads. Without it, road improvements made would likely quickly deteriorate unless based on effective control of storm water. Additionally, we believe homes in our Oceanside community are also seriously affected by storm water. Is mere identification that there is a storm water problem, while taking no action, enough?

<u>DEVELOPMENT</u>: Growth will take place, it's inevitable. How much control will the community of Oceanside be able to exert to ensure growth takes place in a reasonable and rational way? The question becomes what does the community hope and desire Oceanside to look like in the next 15 to 20 years?

SHORT TERM RENTALS: Oceanside has an invisible industry. Short Term Rentals (STRs) due to their individual, in home nature, don't stand out like stores in downtown Tillamook, the cheese or the smoker beef jerkey factory operations. Yet STRs make an important contribution to the vital County tourist industry. Should more of the STR revenue generated by fees and taxes come directly back to the Oceanside community? How to manage the challenge of STRs near full time residents? Most visitors respect their neighbors and full time residents, but some don't and act like young people blowing off steam on spring break. What should the future of STRs look like for the Oceanside community particularly 10 to 15 years from now? Would a plan with strong community input as to the future of STRs in Oceanside be a good thing?

<u>EMERGENCY PLANNING, PREPARATION AND EXECUTION</u>: It's easy for some to say, "Well, that's the responsibility of the Netarts-Oceanside Fire Protection District." (NOFPD). But no, it isn't, our outstanding NOFPD, certainly, will have important input to any planning and equipping (community emergency supplies) effort but they are cannot be the focal point for all that needs to be accomplished. For example, if Oceanside is isolated for several weeks after a large scale disaster NOFPD cannot handle the many related issues and problems. Not only is there concern about full time residents and owners who visit part time but what about those visiting in STRs? What about those crowding the beach during a summer holiday, when a strong earthquake or Tsunami might occur? Should a disaster occur will our community be able to say it did enough?

TRAFFIC & CROWDING: This is a quality of life issue for the residents of Oceanside. Generally, what should the future of the community look like? We certainly don't want Oceanside to look like Highway 101 in the middle of summer as it passes through Lincoln City. Is County government in the best position to manage and plan for the Oceanside community? Twenty years ago we certainly would have said yes, but 20 years from now we are not so sure.

PROPOSED CITY BOUNDARY & TAX RATE

The Oceanside city boundary should be as proposed in the petition for incorporation.

A. • No communities within the proposed boundary should be removed from the boundary. We do not believe creating islands of unincorporated communities within the city boundary would prove to be a practical land use decision within the County. We believe such a course of action would also be an unacceptable precedent, should a community within a current Tillamook County city were to decide it receives few, if any benefits, from the city of which it is a part and decides to pursue a course toward unincorporation.

B. The current proposed tax rate (\$0.80 per thousand of assessed value) is closely tied to the number of current unimproved and improved properties within the proposed boundary. Removing communities from within the boundary will require the proposed tax rate to be recalculated inevitably raising the tax rate for those still within the boundary.

C. Is the currently proposed tax rate (\$0.80 per thousand of assessed value) ideal. Probably not, would a higher tax rate be desirable, yes, but, this we understood to be the minimum necessary to operate the proposed city given expected STR revenue, potential growth and other potential sources of funding particularly for projects benefiting the future city.

D. We believe reducing the size of the proposed Oceanside city boundary will effectively end the effort to place the subject of Oceanside incorporation on the May 17, 2022, ballot. Changes to the petition package cannot be made, the changes published and new hearings held, all within sufficient time to meet Oregon Revised Statutes requirements to place Oceanside incorporation on the ballot.

CONCLUSION

We believe the issue of incorporating Oceanside as an Oregon city should be one for the voters to decide on the May 17, 2022, ballot. Oregon law requires that there be 90 days provided between approval of a petition and election day, enough time we believe for voters to become informed on the issue. Oceanside will move forward in a way decided by the Oceanside community, hopefully, either as an incorporated city or as an unincorporated community competing for resources and attention with so many other unincorporated communities in Tillamook County. Should the community move forward with incorporation the direction, or should the status quo be maintained. This is the real issue in our view and one for the voters of our community to decide.

Respectfully,

John & Dala Prather

From:	Kalei Luyben <kaleiluyben@msn.com></kaleiluyben@msn.com>
Sent:	Thursday, January 13, 2022 12:16 PM
То:	Lynn Tone
Cc:	stmac11@gmail.com
Subject:	EXTERNAL: Creation of proposed City of Oceanside

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

- TO: Board of County Commissioners
- FM: Ted W. Luyben and Kalei Y. Luyben
- DT: 13 January 2022
- RE: The Incorporation Plan for the Proposed City of Oceanside.

A. About us.

We own the property at 240 Reeder Street, Tillamook, OR 97141, in the neighborhood of Avalon West.

We are retired persons living on limited incomes. As such we need to be careful to see that expenses never exceed incomes. We currently live in Portland, OR. In the year 2016, we purchased the above titled property, located in Avalon West, at 240 Reeder Street, Tillamook, OR. We did so expressly to find a refuge from how hectic life was becoming in Portland. But also, we noticed that our blood oxygen levels, in Avalon West, were greater than in Portland. Overall, we simply felt better being at the coast. We have always served as volunteers in service to our community because we want to practice the command: Love thy neighbor! We know how costly civic engagement can be. We also know how costly government can be. Our plan is to sell our home in Portland and move permanently to 240 Reeder Street, Avalon West, Tillamook.

We have studied the proposal and wish to make a few comments.

B. Law Enforcement.

One of our special concerns has been for the well-being of law enforcement personnel. Because a city makes its own ordinances, it must be able to enforce those ordinances. For that, law enforcement personnel must be hired or deputized or authorized to enforce ordinances. It is not possible to have good law enforcement that is "cheap" and available round the clock. We therefore believe that plans to incorporate Oceanside into a City have underestimated the difficulties of managing municipal law enforcement. Just as our Sheriff and deputies care about us, we need to understand that we must properly care about their work load. Overworked officers are becoming a serious concern to citizens all across America, in urban and in rural settings. We should not strain their resources, nor take them for granted.

C. Schools.

When we think of cities, we naturally think of local schools for kids to attend. The Oceanside Plan has underestimated the future demand for a school system in the City of Oceanside. There is nothing easy about managing school systems. There is nothing cheap about running school districts.

D. Services.

As the plan for the City of Oceanside suggests, so many services are being provided that it will not be necessary to place heavy tax burdens on property owners simply because existing services -- such as fire district, sewer district and transportation district, as well as trash collection and Sheriff patrols-- already serve and will continue to serve. What Oceanside will do, then, is simply take on road construction and maintenance within the City limits.

We find this analysis too naive to be accepted at face value.

It is our belief and observation that a backlog of road construction, repair and maintenance exists. To properly assume responsibility, taxes and bond issues will have to be undertaken at some point, as more and more citizens put forward more and more demands for services.

Similarly, when neighborhood problems arise, neighbors should respond appropriately rather than call upon the Sheriff and deputies to come and arbitrate neighborhood disputes.

For example: there is a vacation rental next door to our home at 240 Reeder Street, Avalon West. Renters do the darndest things. They have tried to steal the birdbath in our herb garden, only to have it break into pieces, helping neither themselves nor us. They have had bare-naked sex in the hot tub just outside our bedroom windows. They have climbed on the roof, drunk and frisky. There have been as much as eight cars filling space for a maximum of four, thus spilling over into the streets beyond. We would never dream of calling law enforcement to attend to these mindless, inconsiderate deeds done by people whose aim is to blow off steam at the coast.

D. Conclusion.

In conclusion, we know that everything that is born wants to grow. The City of Oceanside may start out with modest ambitions to preserve a valuable way of life and to enhance a beautiful environment. Very soon, however, growth and development will take on a life of its own, beyond the control of a small municipal government. Taxpayers can be very demanding and unrealistic in their expectations. When we look at the total amount of area covered by the plan, we think that it might be more important for Oceanside to support Tillamook than for Tillamook to support Oceanside.

The valuable work of the Oceanside Neighborhood Association is exemplary. Perhaps the time has come for other neighborhoods to step up and form their own Neighborhood Associations, to similarly assist Tillamook, so that the County can keep down its expenses as we volunteer our services to our respective neighbors and neighborhoods.

We extend our heartfelt thanks to all those neighbors who have served so well all of the people who love calling Tillamook our beautiful home in paradise. We are grateful.

Sincerely,

Ted and Kalei Luyben

Sent from Outlook

FROM THE DESK OF

Paul Wyntergreen

January 11, 2022

Tillamook County Board of Commissioners 201 Laurel Avenue Tillamook, OR. 97141

Dear Commissioners,

This letter is submitted to you in regards to your consideration of a petition to place a proposal to incorporate the community of Oceanside, Oregon on the May ballot. <u>I urge you to not to proceed with this request at this time as the proposal has not been fully-developed and deserves more analysis, refinement, and outreach before being placed before the voters.</u>

The Incorporation Task Force Report, 11-22-21, upon which this petition is based, describes a potential incorporation that ignores a number of political/legal realities. This needs to be corrected prior to proceeding.

Incorporating a new city in Oregon should be a very painstaking task as there is no forgiveness for initial errors. The establishment of a new city's tax rate is critical to set correctly at the get-go, since it is truly permanent in Oregon and not subject to any inflationary or mid-course corrections. <u>Get it right the first time or be shackled by it forever</u>.

Is the proposed 80 cents per thousand rate the proper level to sustain an Oceanside city? From a review of the Report, it does appear so. The Report is heavily dependent upon the assumption of 90% of the current County TLT receipts within a new City boundary (presumably the reduced one without the Capes, although that is not made clear). It also assumes the overlay of a short-term rental fee like the County's on top of that for additional supplementary income.

Aside from the fact that TLT funds are very tightly regulated by the State as to what they may be spent on (70% cannot be spent on roads, city offices, or other purposes not related to tourism), it is important to remember that none of this income is realized for a new city until after a charter is adopted, a Council put in place, staffing & internal processes assembled, and ordinances adopted which establish such incorporated assessments. This is probably a 1-3 year process subject to the usual political dynamics of special interest resistance and compromise.

Therefore, there is a strong possibility that such ordinances could be delayed, mutated, and/or eliminated, especially since, while the County TLT tax would not be reduced until a city TLT ordinance is enacted, the County short-term rental fee would immediately go away upon incorporation and therefore be difficult to reenact.

The Report also contemplates the new city taking over a jurisdiction of the roads. Usually, a city does not accept County or State-maintained roads until they are brought up to City Standards (standards that do not yet exist and which would also have to be created by the new city by ordinance subsequent to incorporation). However, the report assumes that such a privilege would be waived and the new city would naively assume an enormous infrastructure liability that would be next to impossible to chip away at without a well-trained and equipped public works department (not 3 FTEs total city staff). Sure, a new city may qualify to compete for a few limited grants that the County does not qualify for, but even if successful, the city still needs to maintain such facilities after construction.

In reality, if not so waived, the County and State would retain jurisdiction and maintenance responsibility for all roads until the new city is ready to accept them. This transference process will require the labor-intensive development of a detailed systematic program of inventory, prioritization, improvement, acceptance, and capacity building over multiple years.

Contrary to the Report's insinuation, Building Permitting would also remain with the County due to another state law which precludes removing that service without proving that doing so would produce no negative impact to County building program finances, a nearly impossible bar to hurdle. An Intergovernmental agreement, as referenced by the Report, might provide for some enforcement of new city zoning provisions, but little else new.

Therefore, essentially, the only services being provided in the first five-toten years are planning, code enforcement, and another administration layer, not a very appealing offering at a cost of 80 cents per thousand.

Add to that shortcoming the likelihood that the pro forma expenses in the Report are very probably underestimated in areas like training, legal, insurance, reserves for replacement, and aspects like office space & utilities that are not included, except the some meeting rooms for the Council, etc.. Such expense underestimations, when combined with the overestimations of certain revenues, will force future Councils to seek additional revenues such as franchise fees and other service charges that attempt to circumvent the frozen permanent tax rate constraint.

All-in-all, it is apparent that this concept needs a lot more thought put into providing tangible benefits that are worth the cost to the property owner. Incorporation may eventually turn out to be a good idea, but not as currently proposed.

Sincerely Paul Wyntergreen, retired City Manager

1420 ALDER STREET, OCEANSIDE, OREGON

From:	Monty Rosbach <mlrosbach@gmail.com></mlrosbach@gmail.com>
Sent:	Tuesday, January 18, 2022 10:07 PM
То:	Lynn Tone
Subject:	EXTERNAL: NO on incorporating

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Dear Tillamook County Commissioners

We are writing to inform you of our opinion regarding the proposed incorporation of the village of Oceanside Oregon. My wife, Jackie, and I live at 1100 Mordred Ct. and are registered voters in Tillamook County. We strongly oppose the incorporation of Oceanside Village and ask the commissioners not to support putting the issue on a ballot.

Monty and Jackie Rosbach

1100 Mordred Ct, Tillamook, OR

503

Sent from my iPhone

January 18, 2022

To: Board of County Commissioners

Via: email to Lynne Tone <a>ltone@co.tillamook.or.us

Re: Opposition to Incorporation of Oceanside

Dear Commissioners:

I am writing to ask that you do not approve the petition to incorporate Oceanside. There are serious shortcomings in both the creation and the substance of the proposal of city services within Oceanside.

Our property is situation at the north side of Maxwell Mountain and is contiguous with the Radar Ridge area. This northern side of Oceanside is composed of rural acreage, both residential and agricultural properties. Following under the rules of City Government leads to no benefit to these properties.

Should any portion of the Oceanside Development District be excluded from the proposed City limits, we respectfully demand that our property is excluded as well.

The people responsible for bringing this proposal to light, are creating a hostile environment to the community of Oceanside where no such conflicts existed prior. This is not the environment to create another Portland.

Respectively submitted,

Robert Sullivan Elaine Sullivan 3090 Maxwell Mt. Rd Oceanside, OR 97134 503-866-1465 Via email to: Lynn Tone ltone@co.tillamook.or.us

Dear Commissioners,

We are writing to express our opposition to the request to incorporate Oceanside.

We became aware of this proposal via a neighbor just prior to the Zoom meeting late last year to discuss incorporation. There obviously was no formal attempt to notify property owners in the community of Oceanside as everyone I have spoken to since also became aware via word of mouth, and I also informed others in this manner. The group Zoom meeting resulted in a YES vote however no documentation of votes or tallies were presented. The pro incorporation group managed the meeting and cut short several folks questioning the benefits of incorporation.

We purchased our property in Oceanside to retire to the North Coast where I, Randy, grew up. Oceanside is a wonderful place to live and we believe maintaining the status quo is the best choice. Neighbors work together to maintain gravel roads. We are also concerned that politization of this hamlet for the benefit of a few may well cause contention and resentment amongst community members.

The group pushing incorporation pushes the idea that they will control short term rentals and stress that they could better manage short term rentals and spend the funds more wisely than Tillamook County. We have serious doubts about this due to the opaqueness of this group, plus the fact that the numbers do not seem to add up. We have confidence in Tillamook County to do its very best to maintain roads, stormwater, public safety, waste management and land use planning. It is highly unlikely that a small group lacking in the necessary experience and infrastructure to undertake such tasks could succeed. We are very concerned that this would likely result in creation of jobs for a select few, and then after a couple of years of failure, that this would cause divisions in Oceanside and a move to disband incorporation, similar to what happened in Damascus a few years ago.

Please let Oceanside remain a quiet, happy hamlet by the sea and not allow the move to incorporate Oceanside to proceed.

Sincerely,

Randy & Jui-mei Killion 1060 Mordred Court Oceanside 5037040208 To the board of commissioners of Tillamook

Dear commissioners:

After carefully reading the Petition for Incorporation Economic Feasibility Statement, I am against the Incorporation of Oceanside. I believe this issue should not and does not belong on a ballot and Oceanside should remain unincorporated.

Oceanside is just not one neighborhood, it is made up of several unique neighborhoods. Those are the Capes, Avalon West, Camelot, Terrasea, Trillium, the Village, and the Radar road area. Each has their own set of covenants and rules. An example of this is the Village has building height restrictions of 24 to 35 feet. Camelot is restricted to a single story house of 17 feet. There are different requirements for parking motorhomes and boats. Others have different Short term rental rules. The incorporated Oceanside could put those in jeopardy. Each neighborhood has its own unique goals and stands independently as members of the same county.

I also saw no mention of how many city commissioners are required and their salary in the budget. I would think that would be about \$85,000-\$120,000 each. That could mean \$480,000 would need to be added to the budget. I also think that the city manager will cost over \$75,000. The city will require another four to six employees to make the city work. Those people are not in the budget. They are also banking on outsourcing some services back to the county at an unknown cost. I also don't see the cost of building a city hall or renting space for one.

Oceanside united and the ONA has been telling people that they are getting bike and jogging trails which is unrealistic. They have also encouraged people to change their voter registration for this upcoming election and change it back later.

I do not think we need to pay another eight percent in taxes to pay for services we currently have. Also over half of the existing property owners know nothing about the incorporation of the city and will be unaware of new taxes. This seems unfair. There are other land use taxes that will also passed on to the consumers in our utility bills.

There are no good reasons to incorporate and pay more taxes for the same or less service and we should not waste extra money to put it on the ballot.

Thank you

Bruce Mitchell

From: Sent: To: Cc: Subject: Joel Stevens Tuesday, January 18, 2022 3:18 PM Sarah Absher Lynn Tone FW: EXTERNAL: [Joel Stevens] ONA role in City of Oceanside incorporation proposal

Sarah,

Here is another potential comment. Thanks.

Joel



Joel W. Stevens | County Counsel TILLAMOOK COUNTY 201 Laurel Avenue Tillamook, OR 97141 Phone (503) 842-1805 jstevens@co.tillamook.or.us

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From: Tillamook County OR <tillamookcounty-or@municodeweb.com>
Sent: Tuesday, January 18, 2022 12:30 PM
To: Joel Stevens <jstevens@co.tillamook.or.us>
Subject: EXTERNAL: [Joel Stevens] ONA role in City of Oceanside incorporation proposal

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C. Mark Hersh (markhersh971@gmail.com) sent a message using the contact form at https://www.co.tillamook.or.us/.

Greetings: Appended are my comments to the Board of Commissioners regarding the proposed City of Oceanside (Lynn Tone was sent a pdf). I am concerned that the ONA violated its by-laws in failing to get membership approval in establishing a "task force" to investigate incorporation. That in turn truncated community discussion. Thank you for your consideration.

To the Honorable Commissioners of Tillamook County:

My name is C. Mark Hersh and I am an Oceanside resident and registered voter. I signed the petition for incorporation but now regret that choice for the following reasons, some of which I knew when I signed, but others I did not know until recently:

1. Neither "Oceansiders United" nor the Oceanside Neighborhood Association (ONA) presented any alternatives to the status quo except incorporation. I have since learned that we could form a "county service district" in cooperation with Tillamook County (see ORS 451.555) for the purposes of regulating land use.

2. Because all alternatives were not presented, investigated, or discussed, the ONA truncated community discussion and involvement. Instead, the discussion, such as it was, centered on 1) the inadequacies of the status quo, and 2) whether incorporation was "feasible."

3. Discussion sponsored by the ONA was not open, inclusive, or transparent. Comments were sent to the ONA President, who would summarize those comments through emails sent to the membership. Unabridged comments were not distributed to the full membership when members requested that. The ONA did not provide a forum or discussion board where members could discuss topics without the ONA "filter."

4. The ONA President did not get the approval of the membership for the establishment of the "Incorporation Task Force" in August 2021, possibly a violation of the ONA's by-laws.* Instead, the ONA President did not announce the existence and mission of that "Incorporation Task Force" to the ONA membership until October 30 when that privately convened subgroup was completing its work.

5. Upon announcing the existence of the Task Force, the ONA Board/President fast-tracked discussion and scheduled a vote for December 4 (later moved to December 11). Recent past actions of the ONA took much longer to resolve, and are much less far-reaching (e.g., exterior lighting standards and reducing building height from 35 to 30 feet).

6. Neither Oceansiders United nor the ONA Incorporation Task Force gave any indication of how perceived problems are distributed between the different sections of Oceanside.

What would be the attitude of Oceansiders if, in August 2021 the ONA Board informed the membership of perceived problems with the status quo, and announced a search for alternatives? Maybe more residents today would support incorporation, maybe fewer. Maybe we would be taking a different path altogether. But discussion would have been open, transparent, and more fully informed prior to this decision point—as well as any decision reached by the ONA membership—and fewer residents would feel they were manipulated through an undemocratic process and patronized by the proponents of incorporation.

*The first sentence of the "Report of the Oceanside Neighborhood Association Incorporation Task Force, November 22, 2021" reads "The ONA Board authorized ONA President Jerry Keene to recruit a task force to explore the feasibility of city incorporation in August 2021." <u>https://www.oceansidefriends.org/wp-content/uploads/Incorporation-Task-F...</u> Accessed January 17, 2022. Section V of the ONA by-laws, entitled "Committees," does not establish a standing committee or task force on incorporation. That section also reads "Other committees may be established as needed by the President and ratified by the membership. Purpose and time will be established at time of formation. Every committee must report its recommendations to the Association for Association action." The by-laws were last revised in April, 2021. <u>https://www.oceansidefriends.org/wp-content/uploads/ONA-Bylaws-04.03.202...</u> Accessed January 17, 2022.

January 18, 2022

To: Commissioners Bell, Skaar and Yamomota:

As a full-time Oceanside resident of 22 years I feel privileged to live in such beautiful place. I have witnessed many changes in my time here and understand that change is inevitable. How we deal with it requires understanding, compromise and working for the **common good**.

The proposed Oceanside Petition for Incorporation is the result of work conducted by an 8 member task force whose purpose was to investigate and recommend whether incorporation was a feasible option for Oceanside as a way to "preserve and enhance the quality of life and improve civic life".

The task force's (aka Oceansider's United) petition states that their study was conducted with full transparency. The facts below will disprove that.

The hand-picked task force met and started their study at least 2 months prior any outreach to the community. Their first public contact was dated October 30, 2021, via an email sent to only the Oceanside Neighborhood Association's (ONA) email subscribers, a limited representation of the community. It's Subject line: It takes a Village..to make a city. They outlined the issues, introduced the task force and determined that city incorporation **may** be the solution.

The League of Oregon Cities Incorporation Guide (page 6) states that, "residents should be the primary source of information and open community discussion should be the primary activity". It continues that, "residents should be contacted at the beginning of the discussion and be provided continuing opportunity to exchange ideas throughout the process", and that non-resident property owners a have stake and should be asked to participate. On November 22, 2021, the Final Incorporation Report was emailed to ONA subscribers. The ONA Board stated, "Based on their research findings, the ONA Board believes that incorporation is a feasible option that is worth Oceansiders' time to evaluate for themselves." The notice listed subdivision approvals, construction trends, increased traffic and mounting tourism numbers as changes that will determine the character and quality of life in Oceanside. Incorporation is their solution. They believe that as a city, it could provide and manage services for itself. The majority of the community was not aware of nor part of the process.

Shortly after this but prior to the December 22 vote to request placement of Oceanside Incorporation on the ballot, incorporation conversion information along with notices of multiple on-line incorporation conversation meeting dates were shared, only to the ONA email group. There were no public notices in the local newspaper, flyers, radio announcements, etc. These could have been employed as a means to notify everyone with a vested interest. Even petition signature gatherers made it be known that they were not going to approach anyone who may be opposed to the idea. There was no attempt to include the majority of residents and non-resident property owners in any of these discussions.

The incorporation proposal has long term impacts on our community as well as it's residents and nonresident property owners. It is clear that most of the improvements would benefit the village center while the rest of the area would pay the largest percentage of tax. With property values skyrocketing, the tax imposed is likely to grow and impact a majority of residents, many of whom are retired and on fixed incomes.

The vote to incorporate, which was taken on December 22, 2021, and does not represent of the majority of stakeholders, rather it was voted on by ONA email subscribers only. Please consider denying the request to have Incorporating Oceanside placed on the May 17, 2022 ballot.

Regards,

Sally Tuttle Oceanside resident January 18, 2022

To: Board of County Commissioners

Via: email to Lynne Tone <a>ltone@co.tillamook.or.us

RE: OPPOSITION TO INCORPORATION OF OCEANSIDE

Dear Commissioners,

Please, do no approve petition to incorporate Oceanside as filed. The petition has serious shortcoming both in the process of how it was created, and in the substance of the proposed Oceanside city services specific to my property.

PROCESS DEFICIENCIES

1. Exclusion of overwhelming majority from the process.

Oceanside is an unincorporated community with a total of 1,063 tax lots, with only around 200 tax lots/households occupied by owners who are registered to vote in Tillamook County.

If the incorporation goes on the ballot, just around 350 voters will be making decision to incorporate or not, and potentially significantly increase property taxes for around 2,000 Tillamook County taxpayers.

"League of Oregon Cities Incorporation Guide", based on past city incorporation evens in Oregon, strongly warns about excluding property owners who can't vote on incorporation from initial incorporation discussion.

Incorporation petitioners made no effort whatsoever to seek input from Oceanside community at large, and specifically, from overwhelming majority of Oceanside taxpayers who's input and voices will be ignored if Oceanside incorporation is allowed to be included on the ballot in May of 2022.

2. Even those in support of incorporation are divided on incorporation vote timing.

The petition was propelled by ONA (Oceanside Neighborhood Association) President and its Board.

Membership in ONA is not required for Oceansiders, unlike in an official Homeowner Association. Absolute majority of Oceansiders are either not aware of ONA existence, or chose not to be a part of it. ONA communicated that prior to the incorporation effort, the membership stood at less that 100 residents, with just 30-40 residents attending ONA meetings regularly. The incorporation efforts and exclusion from the vote on incorporation petition timing of those Oceansiders who were not ONA members, grew ONA membership to about 200 people through word of mouth.

Upon the ONA vote in December of 2021, the ONA President announced an "overwhelming" ONA support to immediately file petition to incorporate.

In reality, about 40% of ONA members voted not to announce such support: 122 ONA members voted for immediate filing with the County, 78 – against. The difference between those in favor and those against is only 44 votes, or 20-25 households in Oceanside.

25 households that made the difference of whether ONA supports immediate filing constitute 2.3% of all of tax lots in Oceanside.

3. Incorporation petitioners' efforts created cold Civil War-like environment in Oceanside.

A) ONA vs. non-ONA,

B) Voters vs. those who can't vote in County elections,

C) the Village area vs. outlayer neighborhoods,

D) Full-time residents vs. STR owners,

E) Neighborhoods that have HOAs vs those that don't,

F) Neighborhoods that have most STRs vs those that don't,

G) The list could go on and on...

If incorporation is allowed on the ballot, this negative neighbor vs. neighbor dynamics will only intensify.

Please, help stop this very unhealthy societal dynamics from going on by not allowing the petition on May 2022 ballot.

CITY SERVICES, AS PROPOSED, ARE NOT NEEDED

1. Oregon Statues Chapter 221, Section 221.040, paragraph 2 states that "No land will be included in the proposed city which will not be benefited".

2. Neighborhoods outside core village, in one of which my property is located, don't benefit from city services as proposed by the incorporation petitioners, specifically:

a. <u>Land use planning/Building Services</u> – our neighborhoods don't face challenges of the Village area properties due to geography (removed from the Village, no businesses in our areas, no tourist traffic) and difference in property size – larger property lots, with current County ordinances sufficient to provide regulations.

b. <u>Road Maintenance and Construction/Stormwater Management</u>—it is much cheaper for me to pay for it today than have proposed city maintain the roads. Specifically, together with my immediate neighbors, I pay for gravel roads maintenance adjacent to my property. It cost me about \$240 over 6

years of owning the property, or \$40/year. Proposed city has no budget for paving, so it will only provide maintenance of these roads, and cost me \$240/year in property tax, or, <u>at a minimum, 6 times my current expense</u>.

Also, quote from the petition:" Tillamook Public Works Director Chris Laity advised Petitioners that a broad program of road improvement would eventually implicate a need for updated stormwater drainage infrastructure <u>in the core village</u> and associated drain water treatment. An incorporated Oceanside is expected to continue existing county efforts to locate grant funding for such a project.".

City incorporation creates tax liability, potentially significant, for me to pay for the Village project that doesn't benefit my property at all.

c. <u>Code Compliance/Enforcement –</u> all benefits as outlined by petitioners are benefiting the village – the tourist area. It doesn't benefit my or my immediate neighbors' properties.

d. <u>Emergency Preparedness</u> - my property, being remote to any tourist areas, will not benefit from any programs attempted by the city, as the petitioners concentrate their thinking on the tourist (the Village) area.

e. <u>Recreational Services and Amenities</u> – the petitioners advocate for "safer access routes for pedestrians and bicycles to the beach and Oceanside's main street <u>from the homes in the hillsides</u> <u>above".</u> When asked to show budget for pedestrian and bicycles routes from neighborhoods <u>outside of</u> <u>Village area</u> to the main street, the response by the petitioners was that that was not in the proposed budget. Budget as proposed doesn't benefit my property.

3. Per above facts, I respectfully ask to exclude my property and properties from areas that similarly won't benefit from incorporated city as proposed.

If the Commission allows Oceanside Incorporation to be included on May 2022 ballot, I respectfully ask to limit boundaries of the proposed city to the Village area - defined by Maxwell Mt road in the North, and Cape Mears Loop on the East and the South sides.

Respectfully submitted,

Yuriy Chanba 5378 Woodlawn St Oceanside, OR (503) 709-4270

From:	sdwilderpdx@gmail.com
Sent:	Tuesday, January 18, 2022 10:43 AM
То:	Lynn Tone
Subject:	EXTERNAL: Petition for Incorporation of Oceanside, OR
Importance:	High

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Sandra D Wilder 970 Castle Pl Tillamook, OR 97141

To Whom It May Concern

We live full-time at this address since January 2019 when I retired. My husband and I are **opposed** to incorporation of this village. We are grateful for Tillamook's support.

"United we stand, divided we fall."

Thank you.

Signed, Sandra and Stashu Smaka

From:randy Zenport <randykzen@hotmail.com>Sent:Tuesday, January 18, 2022 9:35 AMTo:Lynn ToneSubject:EXTERNAL: Oceanside Incorporation IssueAttachments:Oceanside Incorporation THoughts.docx

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Dear Commissioners,

We are writing to express our opposition to the request to incorporate Oceanside.

We became aware of this proposal via a neighbor just prior to the Zoom meeting late last year to discuss incorporation. There obviously was no formal attempt to notify property owners in the community of Oceanside as everyone I have spoken to since also became aware via word of mouth, and I also informed others in this manner. The group Zoom meeting resulted in a YES vote however no documentation of votes or tallies were presented. The pro incorporation group managed the meeting and cut short several folks questioning the benefits of incorporation.

We purchased our property in Oceanside to retire to the North Coast where I, Randy, grew up. Oceanside is a wonderful place to live and we believe maintaining the status quo is the best choice. Neighbors work together to maintain gravel roads. We are also concerned that politization of this hamlet for the benefit of a few may well cause contention and resentment amongst community members.

The group pushing incorporation pushes the idea that they will control short term rentals and stress that this small group could better manage short term rentals and spend the funds more wisely than Tillamook County. We have serious doubts about this due to the opaqueness of this group, plus the fact that the numbers do not seem to add up. We have confidence in Tillamook County to do its very best to maintain roads, stormwater, public safety, waste management and land use planning. It is highly unlikely that a small group lacking in the necessary experience and infrastructure to undertake such tasks could succeed. We are very concerned that this would likely result in creation of jobs for a select few, and then after a couple of years of failure, that this would cause divisions in Oceanside and a move to disband incorporation, similar to what happened in Damascus a few years ago.

Please let Oceanside remain a quiet, happy hamlet by the sea and not allow the move to incorporate Oceanside to proceed.

Sincerely,

Randy & Jui-mei Killion 1060 Mordred Court Oceanside 5037040208

From:	Karen Allen <allenkp74@gmail.com></allenkp74@gmail.com>
Sent:	Monday, January 17, 2022 8:41 PM
То:	Lynn Tone
Subject:	EXTERNAL: Oceanside Incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

To the Tillamook Commissioners:

I am not in favor of the Oceanside incorporation at this time. Please consider this as my input to your upcoming review of the request to consider incorporating Oceanside as a city. I believe the overhead will not only Negatively affect my Oceanside experience, but will neither offer the benefits as outlined by the Oceanside Neighbor Association (ONA). The Oceanside Community Club (OCC) and the folks that participate is a fine example of neighbors meeting with each other and helping each other. The arguments being posed by the ONA committee members does not (in my opinion) represent the needs nor outcomes published.

Also, all of Oceanside population should be included in this issue with no exemptions (i.e. The Capes). Thank you for your time, Karen Allen 715 Ridgewood Rd W

Tillamook

Sent from my iPhone

From:	Chris Grant < chrisgrant503@hotmail.com>
Sent:	Monday, January 17, 2022 7:25 PM
То:	Lynn Tone
Subject:	EXTERNAL: Incorporation of Oceanside

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

My name is Chris Grant and my wife Kelly and I reside at 2630 Radar road, as full time residents. We would like it recorded that we hope Radar road will not be part of the City of Oceanside. However, I feel that Jerry Keene, as the presenter of this concept has done an exceptional job of informing all who will listen, both pro and con regarding the incorporation. He has had the patience of a kindergarten teacher dealing with the various personalities that make up our area. While I hope to not be included, I find his arguments for incorporation to be strong, and well founded. If I felt the City would benefit Radar road, he would have convinced me to support his efforts. I have heard disparaging comments made regarding Jerry at some of the online meetings. He has been nothing but professional in his presentations of and some of his audience, should learn to mind their civil manners.

Thank You, Chris Grant 2630 Radar Rd 503-842-2921

Sent from Mail for Windows

From:	Craig Wakefield < craiglwakefield@charter.net>
Sent:	Monday, January 17, 2022 4:56 PM
То:	Lynn Tone
Subject:	EXTERNAL: Testimony concerning incorporation of Oceanside

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

I am opposed to Oceanside incorporation

Tillamook County Board of Commissioners,

The incorporation movement has come from a members only association and does not represent the broader community. With the North (Maxwell Mt. to beyond Radar RD) and South (Capes Development) portions of the Oceanside community requesting to be removed from the incorporation effort that leaves mostly the village of Oceanside to incorporation. The burden of governmental cost, planned land use regulatory restrictions would fall on a small portion of our community which brings into question of a dwindling cost/benefit ratio, more cost for fewer individuals with less community benefit for the cost.

During much of the planning for incorporation there has not been much consideration for dissenting voices. I am a supporter of our local County Government that is deep in expertise and is accessible five days a week, eight hours a day. There has been substantial negative remarks and claims make against County Government that is mostly for the purpose of creating a good guy bad guy scenario which is disingenuous at best.

Although the proponents of incorporation are promoting local control the majority of government services will be provided by outside contractors or part time employees that may not be readily accessible to the community at large. There is a belief that a city can be run from a 10'x10' office with a desk, computer and a telephone with no consideration for document management like property and archival files or conferencing space for meeting with developers and constituents, not to mention a public works facility.

The planned revenue sources are not on a sustainable footing with a reliance on Short Term Rental (STR) licensing fees while discussing more restrictions on STR properties. I don't believe they have factored in the correct cost of enforcing the STR Ordinance as well. A strong reliance on grants shouldn't be relied upon since grant money comes and goes as government fortunes shift with the economic winds. Also named as a revenue source is fines and penalties this in it's self is troubling. There is a cost to issuing fines and penalties which in some cases can bring about litigation. I can site two cases in Rockaway Beach that are examples of fines and penalties resulted in litigation but I will not do that here.

In conclusion, the incorporation of Oceanside effort is not needed or necessary for the good of our community. The community has demonstrated that we can make changes for the general good of all by working with the government we have at the County level. Oceanside needs good government not more government.

Craig Wakefield

1605 Oceanside Lane, Oceanside Oregon 97134

(PO Box 394)

503-842-5528

From:	David Turner <dwtpdx@msn.com></dwtpdx@msn.com>
Sent:	Monday, January 17, 2022 3:44 PM
То:	Lynn Tone
Subject:	EXTERNAL: Oceanside Incorporation Vote

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.] To: Board of Tillamook County Commissioners Via: Email to Lynn Tone Ltone@co.tillamook.or.us January 17th 2022

Dear Commissioners,

We are writing to urge you to vote no on the upcoming vote to incorporate Oceanside.

Our concerns are twofold. First, we don't believe the process used to compile information about the need for a city was open or transparent. Mr. Keene hand selected a group of people who all appear to reside in either the Village proper of Oceanside, or in the Maxwell Mountain area. He did this without formally notifying the Oceanside Neighborhood Association or the homeowners inside the proposed Oceanside city boundry. Additionally, he did not request any volunteers from the surrounding neighborhoods. It appears he had an agenda; hand selected a group who would be inclined to support his desire to create a city and is now trying to railroad the rest of the community into his vision.

A bigger concern for us than a flawed information gathering approach is the total lack of need for the creation of a City Government. Sewer, water, garbage collection and fire protection are already being provided to the proposed city. This would leave services like land use planning, road maintenance, storm water management, code compliance, emergency preparedness, recreation and public safety as services that the proposed city would provide. Tillamook County currently provides these services and we do not believe that the proposed City of Oceanside budget will be able to maintain the level of service currently provided by the County.

The budget projections that the have been shared are simplistic at best and do not reflect the true cost creating, funding and running a city government. In reality the proposed City would likely have to sub contract back to the County to provide most if not all of these services. Residents in this area would be left to pay not only their property taxes to the County but an additional amount to the City just so that the City can then sub contract the work back to the County. How is this going to improve the lives of the residents in this area?

Again, we urge you to vote no on the Oceanside City incorporation vote and please ensure that the residents in this area continue to benefit from the services that Tillamook County provides.

Respectfully, David & Jeanne Turner 690 Hillsdale St. West
From: Sent:	cory green <corytoddgreen@outlook.com> Monday, January 17, 2022 1:54 PM</corytoddgreen@outlook.com>
То:	Lynn Tone
Cc:	Kim Green
Subject:	EXTERNAL: Oceanside Incorporation - Comments for upcoming meeting

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Good afternoon, my wife and I would like to share our comments related to the Oceanside Incorporation meeting topic. We are not in favor of the incorporation effort and our reasons are listed below. Thanks for the opportunity to share these details.

- 1. That establishing an HoA to meet the needs of the Oceanside Village area is a more viable solution. It is one that can be implemented in the area where residents are looking for a way to exert influence and control where none exist today like The Capes, Terrasea and other areas that have successfully put in the time and effort to create and manage HoA's for that same purpose.
- 2. If this goes to a ballot for a vote then all areas that claim to be part of Oceanside need to be included and there not be any gerrymandering whereby areas such as The Capes who on their own website state they are located in Oceanside are excluded from the voting, the associated tax burden and the supposed benefits to all Oceanside residents that incorporation would provide.
- 3. The incorporation effort has a focus on only those items viewed as potentially beneficial to the Oceanside Village area. Said differently, the effort cherry picks from a long list of responsibilities associated with an incorporated city and only wants to assume those responsibilities that provide immediate benefits to the issues being experienced today in the Oceanside Village area.
- 4. The financial estimates for the newly incorporated city and its operations (people, process & tools) are viewed as unrealistically low. The proposed additional tax burden of \$0.80 per thousand will either need to be increased to more realistic levels or the proposed services the city is supposed to provide be significantly reduced. In either case the cost vs. benefit proposal is not sustainable as currently proposed.

Regards,

Cory & Kim Green

Full time residents of the Oceanside area & Small Business owners in Tillamook

745 Ridgewood RD W

469-235-2727

From:	len chaitin <eljayinv@gmail.com></eljayinv@gmail.com>
Sent:	Monday, January 17, 2022 11:39 AM
То:	Lynn Tone
Subject:	EXTERNAL: hearing regarding placing Oceanside incorporation on the may ballot

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

to:Board of County Commissioners:

Since I cannot be at the upcoming hearing, I would hope that you can enter the following into the record.

My name is Len Chaitin, and I live at 5660 Castle Drive in the area called Camelot. I urge you to reject the placing of the incorporation of Oceanside, of which I am an unwilling resident, on the May ballot. There are many reasons but I will limit my remarks to just a few.

Tillamook county has dealt, or could deal with all of the issues that have caused a select few to raise the idea of incorporation. It is not needed.

the extra bureaucracy and tax burden is not needed or wanted.

I like living in a peaceful, rural area. If I wanted to love in a city I would certainly do so.

The select few have chosen to arbitrarily redraw the map of "greater Oceanside" whenever they felt the need. If they were to redraw the map once again to NOT include my house, my street, my neighborhood, or all of the area east of the loop road, then I would withdraw all the above arguments. I hab=ve nothing in common with these folks, and strongly resent being included in their plans.

Thank you for hearing my views.

Len Chaitin

From:	Bruce Jaeger <nguyenjaeger@gmail.com></nguyenjaeger@gmail.com>
Sent:	Sunday, January 16, 2022 2:30 PM
То:	Lynn Tone
Subject:	EXTERNAL: Oceanside Incorp Written Comments

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Hello Lynn and best MLK Day wishes. I wrote and emailed my letter (below) directly to the Commissioners. I was told a minute ago that I should send it to you. Thank you for your help in this matter. Please let me know if you have any guidance to offer as I am new to this process.

Dear Commissioners and best wishes. I have reviewed the Feasibility Report produced for the effort to incorporate Oceanside. I find this report to include unrealistic expectations and excessive exposure to control.

Per the Feasibility Report, the new city will have 1.5-2 FTE staff for City Management, City Finance, City Marketing, City Human Resources, City Budgeting, City Compliance, Land Use/Building Services, Road Maintenance and Construction, Stormwater Management, Code Compliance, Enforcement, Emergency Preparedness, Coordination with City Public Services (Water treatment, Water, Fire, Police), and fundraising. I have concerns that we need to be more realistic with what <2 FTE can successfully manage. Compare this to the number of FTE the County has allotted for these functions, and you can easily see my point.

Our population and budget size are inadequate to support a city structure; effectively representing members in all neighborhoods, controlling special interests of a few, and having a fair level of oversight in our processes. I am also concerned with what we are losing from the County in support. A more robustly funded and supported ONA would better meet our community needs without the added bureaucracy and administrative costs found in a city. Three united votes on a council of five members opens the door to the promotion of special personal interest over the needs of the community, coercion, excessive control of authority, and too limited oversight. The result will likely lead to a divisive community, which is a very sad thought.

I have noted over the past 90 days the ONA has increased its membership fourfold. Harnessing these skills, expertise, and workforce seems much more in line with the next steps Oceanside should be taking.

Thank you for considering things from my perspective.

Bruce Jaeger (503) 317-6150

From:	Kent Searles <nksearles2@gmail.com></nksearles2@gmail.com>
Sent:	Thursday, January 13, 2022 6:52 PM
То:	Lynn Tone
Subject:	EXTERNAL: Oceanside incorporaton

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Our family purchased the property on Radar Road north of Oceanside in 1970. My wife of 50+ years, Nancy, and I are full time residents there at 2675 Radar Road. We are registered Tillamook County voters.

I purchased maps that recorded a survey, by the then Tillamook County Surveyor, dated in 1949, from the County Surveyor's Office. Radar Road and the lot where our place is have been in existence at least since 1949.

Tillamook County does not recognize Radar Road as a County road. An article was published in the Headlight Herald clearly stating that the County will not grade, or in any way maintain, Radar Road because it is a private access road.

One of the main goals of the effort to incorporate Oceanside is to capture Short Term Lodging Tax generated within the proposed incorporated area to in part improve the streets of Oceanside. These streets are public Tillamook County roads and are currently maintained by the Tillamook County Road Department.

During the Zoom meetings held to discuss the proposed incorporation, it was made very clear that the proposed new Incorporated Oceanside City government would not mess with, or maintain in any way, private lanes or roads.

Therefor, the only thing that those of us who own property on Radar Road share with Oceanside is a common water system.

We all have individually owned, and maintained, septic systems. We also pay for all of our road maintenance. I can see no benefit to us to be part of an incorporated Oceanside.

Please remove all Radar Road properties, and any other properties who will not benefit from the proposed incorporation, from the proposed incorporation area.

Nancy and I do not object to Oceanside becoming incorporated. We just do not want to be included because it would be of no benefit to us.

Thank you.

V. Kent Searles 503-815-8335

From:	Marlene Stellato <buddythrive2@yahoo.com></buddythrive2@yahoo.com>
Sent:	Thursday, January 13, 2022 1:23 PM
То:	Lynn Tone
Subject:	EXTERNAL: Proposed Incorporation Of Oceanside, Oregon

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Your email was provided as a point of contact for submitting comments on the Oceanside, Oregon incorporation movement.

As a member of the Terrasea HOA, we see little benefit for the incorporation of Oceanside, Oregon and oppose it. The Terrasea HOA takes care of its own roads, is a private community & has its own HOA policies. As a homeowner in the Terrasea HOA, we feel the Terrasea HOA should be excluded from the proposed Oceanside, Oregon incorporation. If the Terrsea HOA is not excluded from the proposed Oceanside, Oregon incorporation, then existing homeowners in the Terrasea HOA should be "grandfathered" in and not be subject to the additional tax levy resulting from the Oceanside, Oregon incorporation. We strongly oppose the incorporation of Oceanside, Oregon under the present proposal & hope the issue will not be on the ballot for consideration. Thank you.

The Stellato's 595 Terrasea Way

From:	bill stellmon <stellmonb@gmail.com></stellmonb@gmail.com>		
Sent:	Thursday, January 13, 2022 11:31 AM		
То:	Lynn Tone		
Subject:	EXTERNAL: Oceanside incorporation		

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

As full-time residents of the Terrasea neighborhood, with intentions to remain so well into the future, we are respectfully AGAINST the proposal to incorporate Oceanside.

William C & Cynthia S Stellmon

850 Ridgewood Rd. W. Tillamook, Or 97141

Sent from my iPhone

From:	John <bktail@comcast.net></bktail@comcast.net>		
Sent:	Thursday, January 13, 2022 11:17 AM		
То:	Lynn Tone		
Subject:	EXTERNAL: Keep Oceanside unincorporated!		

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Hi there to all, I've had property in Oceanside for 50 year's. Great little piece of Paradise.. Why change? All good! Keep Oceanside unincorporated please. Sincerely, JohnC

Get Outlook for iOS

From:	Patrick Kayser <patrickkayser@gmail.com></patrickkayser@gmail.com>
Sent:	Wednesday, January 12, 2022 11:25 PM
То:	Lynn Tone
Subject:	EXTERNAL: Oceanside Incorporation Testimony: Please Exclude Radar Rd.

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Dear Lynn,

Please accept my testimony regarding the potential incorporation of Oceanside and thank you for your work on this.

As a property owner on Radar Rd, I see no benefit for our little community from the incorporation of Oceanside. As a private road, we would see no benefit from a newly formed Oceanside in terms of road maintenance and our STR situation is different from the center of Oceanside. Just as the Capes has been excluded because they wouldn't benefit, please exclude Radar Rd from any incorporation plans for Oceanside.

Thank you for creating an opportunity for the residents of Radar Rd to share their opinions on this matter.

All the best,

Patrick Kayser 2655 Radar Rd.

From:	Larry Taylor <sendlat@gmail.com></sendlat@gmail.com>
Sent:	Wednesday, January 12, 2022 10:33 AM
То:	Lynn Tone
Subject:	RE: EXTERNAL: Oceanside Incorporation - Request For Exclusion (Radar Road Area)

Thank You Lynn!

From: Lynn Tone [mailto:ltone@co.tillamook.or.us] Sent: Wednesday, January 12, 2022 8:58 AM To: Larry Taylor <sendlat@gmail.com> Subject: Re: EXTERNAL: Oceanside Incorporation - Request For Exclusion (Radar Road Area)

Hi Larry, thank you for your testimony. It is on the record and will be included in the Commissioners hearing packets.

From: Larry Taylor <<u>sendlat@gmail.com</u>>
Sent: Tuesday, January 11, 2022 4:02 PM
To: Lynn Tone <<u>ltone@co.tillamook.or.us</u>>
Cc: Jan Emerson <<u>latonline@aol.com</u>>
Subject: EXTERNAL: Oceanside Incorporation - Request For Exclusion (Radar Road Area)

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Dear Tillamook County Commissioners,

We own the property located at 2662 Radar Rd, Oceanside, Oregon 97134 (also referred to as: 2662 Radar Rd, Tillamook, OR 97141). The purpose of this message is to join our neighbors on Radar Rd to request that our road be excluded from the proposed incorporation of Oceanside city.

At this point we make the following observations on the incorporation proposal/study:

- The entire process by the ONA seems to have a false sense of urgency; very little notice was given to Oceanside property owners and residents so that we could all have time to research the proposal and provide input. The flurry of Zoom meetings allowed very little time go offline and research/ consider the proposed incorporation's impact to Oceanside and our neighborhood in particular.
- 2. The budget related detail is lacking in substance, and we see no logical justification that the very low projected tax rate of \$.80 per \$1,000 assessed value has a sound base of accounting standards (the average tax rate for the six cities we studied is \$3.59 per \$1,000 assessed value). Granted, all cities will have varying expense line items, but we worry that the Oceanside proposal could be lacking sufficient detail for an accurate forecast.
- 3. Our property is located in the northern most point in Oceanside and our private road (Radar Road) is maintained by the local residents. There are only 2 or 3 short term rentals here. These facts convince us that the proposed incorporation offers no benefits to us, but a guaranteed impact on our property taxes (increase).

For due diligence we picked six incorporated Oregon Cities with similar population statistics to determine the typical annual budgets and city tax rate per \$1,000 of assessed property value. We obtained the annual budgets for the example cities directly from the city web sites. Note that many cities do not have web sites, and some that do, do not publish their budgets. The table below shows some data for 6 cities:

СІТҮ	Date- Incorporated	POP(2020)	POP(2010)	% CHANGE	AREA(square miles)	COUNTY
Adams	1893	389	350	11.14%	0.36 sq mi	Umatilla
Fossil	1891	447	473	-5.50%	0.79 sq mi	Wheeler
Maupin	1922	427	418	2.15%	1.45 sq mi	Wasco
Mosier	1914	468	433	8.08%	0.64 sq mi	Wasco
Nehalem	1889	270	271	-0.37%	0.24 sq mi	Tillamook
North Powder	1903	504	439	14.81%	0.64 sq mi	Union
						Average-Budget

And for the proposed incorporation of Oceanside:

						ONA Proposal	
СІТҮ	Date- Incorporated	POP(2020)	POP(2010)	% CHANGE	AREA(square miles)	COUNTY	
Oceanside	N/A	546	30	51.25%	; 1.00 sq mi	Tillamook	

We would hate to have the incorporation go through, only to see that the tax rate was vastly understated, requiring that additional funding instruments be imposed to balance the incorporated cities budget.

In conclusion, we see no positive gains to be had by our resident maintained access road to be included in the boundary area related to the proposed Oceanside Incorporation.

Here are links to the annual budgets we referenced:

Best regards, Larry Taylor & Jan Emerson January 12, 2022

Mary Faith Bell Commissioner and Chair Board of County Commissioners, Tillamook County 201 Laurel Ave. Tillamook, OR 97141

Dear Madam Chair:

Please accept this letter as written testimony in opposition to the actions of a small group of Oceanside Village residents who narrowly circulated a petition to place Oceanside incorporation on the next ballot. The proposed incorporated area includes the Village of Oceanside and a large area outside of the village, including Avalon West. My husband and I own a home in Avalon West; however, we reside in Crook County. Our daughter rents our home in Avalon West, lives in the home full time and is a registered voter in Tillamook County.

We want to be certain that you are aware that many homeowners and renters in the proposed incorporated area, including ourselves and our daughter, just learned about the incorporation efforts. Although the Oceanside Neighborhood Organization (ONA) has a website, we have received no direct communication about the ONA, its membership opportunities, website or initiatives in the more than 11 years we have owned our home.

As you deliberate, please consider the following comments, which reflect our concerns about incorporation and the process the ONA followed to get this initiative before you.

- We believe that by neglecting to directly notify all homeowners and voters in the affected area about the proposal and the petition drive, the petition organizers and the ONA has misled the Board of Commissioners into thinking a majority of owners was informed and knowledgeable about the petition effort and in favor of incorporation.
- 2. We understand that Tillamook County only required 65 signatures on the petition. That small number of signatures could easily have been garnered just from residents of the area known as the Village of Oceanside. It is a small percentage of the total number of homeowners in the affected area and, therefore, we do not believe that it is representative of the proposed incorporated area.
- 3. The ONA agreed that The Capes, which is adjacent to our neighborhood of Avalon West, would be exempt from inclusion in the incorporated area because it maintains its own roads. The ONA refused to consider a similar request from Avalon West, which also maintains its own roads. We believe the ONA's exemption denial was unfounded and based solely on its need to include our homes for future tax revenue.
- 4. In a letter to its membership, a group that does not include all owners within the proposed incorporated area, the ONA President Jerry Keene included the following as one issue for which the Board of County Commissioners is soliciting comments:

(c) the proposed city tax rate of 80 cents (\$.08) per \$1000 of assessed value

It appears that the "\$.08" is a typographical error. Nonetheless, including an error of this significance makes the tax rate deceiving. This proposed tax, which will surely increase over time as homes

continue to appreciate and as future Oceanside "city" officials determine the need for additional funding, will be a significant increase for homeowners. Please consider retirees in our area who are on fixed incomes and may not be able to accommodate an additional layer of taxes.

Additionally, the literature prepared by the ONA suggests that this new tax revenue will be used for road maintenance and construction, among other things. It is our understanding, however, that the majority of these taxes must be spent on administration, marketing, tourism and other similar efforts, with only a small percentage remaining for road maintenance. Avalon West offers no tourist destination amenities, other than some short-term rentals, and already maintains its own roads. Therefore, including our neighborhood in the incorporated area will increase our taxes without providing any tangible benefits.

5. Some homes in Avalon West are full- or part-time rentals. Owners of rental homes vote in the counties in which they permanently reside; therefore, they will not be allowed to vote on incorporation. And yet, as owners we will bear the burden of higher taxes and any future rules and ordinances that the newly formed Oceanside government may impose.

We respectfully request that the Board of County Commissioners deny the petition to include this measure on the next ballot or, at a minimum, grant an exemption for any neighborhood, including Avalon West, that requests an exemption based on a majority vote of that neighborhood's owners. We believe there are other neighborhoods that have been surprised by the actions of this small group of Oceanside Village residents. Even now, they may not be aware of this secretive petition drive or the resulting implications.

We also encourage Village residents and Tillamook County to work together to resolve whatever issues have led to this poorly conceived and clearly inequitable effort that will place new financial and bureaucratic burdens on neighborhoods that do not want to be incorporated and see no benefit to incorporation.

Sincerely,

Gary W. Allen Susan J. allen

Susan J. Allen Homeowners: 161 Reeder St., Tillamook, OR 97141 Mailing Address: 14681 S.W. Spirit Rock Dr., Powell Butte, OR 97753

From:	davefr <davefr@gmail.com></davefr@gmail.com>
Sent:	Wednesday, January 12, 2022 7:23 AM
То:	Lynn Tone
Subject:	Re: EXTERNAL: Oceanside Incorporation Testimony (851-21-000449-PLNG)

Thanks Lynn, Will the complete commissioner's packet be available for public viewing on the website in advance of the hearing?

Dave

On Tue, Jan 11, 2022 at 11:31 AM Lynn Tone <<u>ltone@co.tillamook.or.us</u>> wrote: Hello Dave, thank you for your testimony it's on the record and will be included in the Commissioners packets for the hearing.

From: davefr <<u>davefr@gmail.com</u>> Sent: Tuesday, January 11, 2022 8:15 AM

To: Lynn Tone <<u>ltone@co.tillamook.or.us</u>>; Kelly Fulton <<u>kfulton@co.tillamook.or.us</u>>; xxx xxx <<u>davefr@gmail.com</u>> Subject: EXTERNAL: Oceanside Incorporation Testimony (851-21-000449-PLNG)

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Hi Lynn and Kelly,

Would you please accept the below testimony + two exhibits regarding the incorporation of Oceanside and forward it to our 3 county commissioners for consideration and enter it into the legal record for the upcoming hearing.

Thank you! Dave and Rose Friedlund 2500 Cape Meares Loop NW Oceanside, OR

To: Commissioners Ms. Bell, Ms. Skaar and Mr. Yamamoto,

Please accept our testimony regarding the potential incorporation of Oceanside.

Although we supported the ONA's efforts to bring this proposal to the voters, we strongly object to the proposed boundary and ask the county to revise the boundaries to include Oceanside Village but exclude the large rural area North of Maxwell Mountain since the benefits will be negligible. (and thus a Violation of Oregon Statute Chapter 221, Section 221.040, paragraph 2)

The ONA's proposal is based primarily on providing I. Road Improvements II. Short term rental regulations III. Land use planning.

I. Rural North Oceanside roads are primarily private easements maintained by the property owners. Radar Road is the sole county road and is successfully maintained by the property owners at nominal shared cost. Exhibit #1 clearly illustrates the difference in number of roads between our area and the village. Therefore this benefit of incorporation is negligible.

II. The rural North Oceanside area is not a prime location for short term rentals . Properties are spread out with minimal beach access and no nearby services. Problems associated with short term rentals are rare compared to the much higher population density of Oceanside village given their proximity to beach front access, the state park and various tourist services.

Our rural North Oceanside area wishes to remain a neighborhood of neighbors/friends/families vs. a revolving door of anonymous STR renters. Our desires would be best served by remaining unincorporated and supporting Tillamook County's future efforts to tackle STR limits/bans. (like Lincoln County). This is as opposed to an incorporated city of Oceanside who's lifeblood would be largely based on maximizing the revenue stream generated by STR's.

III. As property owners for the last 23 years we have seen zero issues in the area of land use planning. The rural nature of this section of Oceanside and general forestry land use designation, suggest that ONA's proposal would offer no compelling benefit now or in the future. I don't recall a single new home being built in this area in the last 23 years.

Just as The Capes has been excluded from ONA's proposal based on their unique situation, we ask the county to exclude rural North Oceanside based on our unique differentiation from Oceanside Village. Please see Exhibit 1 and 2. There's a very clear delineation of our area from the village. We propose that Oceanside North of Maxwell Mountain (ie Map 1S 11 24AD, DA and AA) be excluded from the incorporation proposal since the taxation costs far outweigh any minimal incorporation benefits for us. The boundary could always be expended later if an incorporated Oceanside is deemed a success over time.

Thank you, Dave and Rose Friedlund 2500 Cape Meares Loop Oceanside, OR





To: Board of County Commissioners Via: e-mail to Lynn Tone Itone@co.tillamook.or.us

January 11,2022

Dear Board of Commissioners,

I am writing in opposition to the proposed incorporation of Oceanside. I have several concerns based on the reports submitted by the organizers of Oceansiders United.

Jerry Keene admitted that he recruited people for the study based on their backgrounds and knowledge of the particular areas that needed to be researched. This, therefore, drew from his personal contacts, many residing in the Village/Maxwell Mountain portion of Oceanside. This is the area that he specifically mentions when saying that Oceanside is "economically viable based not on its commerce, but on its setting". This is the area that has the most to gain from incorporation and has the most dense population of the area which allows it to carry the necessary votes to pretty much "run the show". The Capes opted out, but I know that they are zoned differently than the rest of Oceanside so that option will most likely not be available to the residents of Avalon, Camelot, Terrasea, and Trillium. Most of the people that I know from these other communities within Oceanside are not in favor of incorporation. There are really so few registered voters as compared to property/home owners that it seems very unfair to allow this small group of motivated and enthusiastic "leaders" to call the shots. Some of this group has had very bad experiences with the board of commissioners in the past and that is tainting their feelings now. I believe that we now have a representative, and fair board of commissioners and that they can be approached by Oceansiders as a whole and get a fair response to their requests. This has been demonstrated lately by the execution of the plan to add the pedestrian walkway to the beach, address short term rental concerns, and deal with building height regulations here in Oceanside. Incorporation was not necessary for any of these to happen. know that Oceansiders United feels like we aren't "getting our fair share" of TLT revenue, but other than road repaying issues I have only heard "ideas" of how we would spend the money that we don't really need. It almost seems like a "greed" based proposal that would take much needed funds away from our support city of Tillamook. I am a strong supporter of CARE and would hate to be involved in anything that would cause our neighbors in Tillamook more grief than they are recently encountering. I know that I keep hearing about Pacific City unfairly getting so much of the TLT funds that they had to hire a consultant to decide how the money should be spent. I am sure that there is much more to that story than we are hearing.

Another area of concern is - on what are we really allowed to spend the 70% of the TLT funds that is supposed to benefit tourism- when we don't want to increase tourism to our already too busy little town? There has been mention of bike paths, (nice idea, but the roads are hardly

wide enough to accommodate cars so is that really a viable option?) There has been talk of remodeling or re roofing the community club- how is that supposed to support tourism. (There is already work being done on a grant proposal to fund this) It is a place whose main purpose is to have a place for community residents to gather and it is rented out only so that we can afford to maintain it.

One of the main concerns seems to be road maintenance. I can't figure out, and there have been conflicting stories, as to how much of our new budget from TLT funds can be spent on road maintenance and what roads are eligible for repaving under that program. The report from the Oceansiders United alludes to the fact that we will try to hire personnel with the proper background in this area. Given the complications of putting this all together, the huge amount of money we are talking about, and the time to actually obtain grants they hope to get, it will not be something that will happen soon after incorporation and contracting with the present Public Works Department will no longer be an option because we already know that time and staffing and weather continually delay projects already on their docket. They will likely not hire out to us when we are no longer their responsibility. Roads will get much worse before they get better. It has been noted that there will need to be a new drain water treatment in the Village to go with the updated roads- another cost and benefit that only effects the people in that area.

Another area that I want to address is the fact that most residents would rather decrease the number of short term rentals. I don't think the way Lincoln City has chosen to do it in their unincorporated areas is fair, but any plan to try to do this in Oceanside would be unrealistic if we are building a budget for a city that runs on a good portion of the funds collected from the vacation rentals. If we incorporate we are dismissing the possibility of lessening the number of short term rentals in our areas.

According to the report by Oceansiders Unified, there are only 201 occupied or full time residents of Oceanside. This is less than 1/3 of the 653 occupied housing units. If Oceansiders Unified really wanted to unify Oceanside they would have made sure that everyone who owns property in Oceanside had been notified and able to vote on whether this matter was backed enough to request a petition to be put together and submitted to the commissioners. The ONA, until the last few months, has been a relatively small group of residents who have had a long time affiliation to the organization. Then within two months' time some of the rest of the land owners - who heard by word of mouth, were brought into this loop that will change their lives forever- if in no other way than raising their taxes. It seems very unfair- basically taxation without representation.

It has also been brought up in the community forums that the projected budget for salaries for the city positions is not realistic as well as that the number of people necessary to carry out everything needed to run the city government is grossly understated. I have no way of knowing who is right, but it is a real concern of mine. I am also concerned that this group of well intentioned, enthusiastic leaders will "age out" of their positions and knowing that Oceanside is composed of mostly retired residents there may well not be willing retirees from this very small pool of registered voters who want to step into these leadership roles. I am concerned that if we need more funds for projects deemed necessary by the 89 people who signed the petition, that with the few people we have that are eligible to vote here, we will basically have no say on proposed bond measures and the like. Oceanside just has too few people eligible to vote for us to be making decisions that affect so many people's lives.

With my concerns voiced, I have to leave this in your hands. According to my calculations, if this gets on the ballot, given the usual number of people who demonstrate their right to vote in elections and the fact that this is a midterm elections, that with the 89 people who signed the petition they just might have the majority vote right there.

I just feel that we aren't big enough to go through all this trouble and the division it is creating in our small, and until now, friendly and cohesive community. We already have all the major services which will carry on one way or the other,- what are we really to gain?

Thank you for your time and consideration of this matter.

Debbi Mitchell (registered voter as Debra A. Mitchell) 5350 Castle Dr. Tillamook (Oceanside) OR 97141

503-515-8112

From:	Larry Taylor <sendlat@gmail.com></sendlat@gmail.com>
Sent:	Tuesday, January 11, 2022 4:02 PM
То:	Lynn Tone
Cc:	Jan Emerson
Subject:	EXTERNAL: Oceanside Incorporation - Request For Exclusion (Radar Road Area)

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Dear Tillamook County Commissioners,

We own the property located at 2662 Radar Rd, Oceanside, Oregon 97134 (also referred to as: 2662 Radar Rd, Tillamook, OR 97141). The purpose of this message is to join our neighbors on Radar Rd to request that our road be excluded from the proposed incorporation of Oceanside city.

At this point we make the following observations on the incorporation proposal/study:

- 1. The entire process by the ONA seems to have a false sense of urgency; very little notice was given to Oceanside property owners and residents so that we could all have time to research the proposal and provide input. The flurry of Zoom meetings allowed very little time go offline and research/ consider the proposed incorporation's impact to Oceanside and our neighborhood in particular.
- 2. The budget related detail is lacking in substance, and we see no logical justification that the very low projected tax rate of \$.80 per \$1,000 assessed value has a sound base of accounting standards (the average tax rate for the six cities we studied is \$3.59 per \$1,000 assessed value). Granted, all cities will have varying expense line items, but we worry that the Oceanside proposal could be lacking sufficient detail for an accurate forecast.
- 3. Our property is located in the northern most point in Oceanside and our private road (Radar Road) is maintained by the local residents. There are only 2 or 3 short term rentals here. These facts convince us that the proposed incorporation offers no benefits to us, but a guaranteed impact on our property taxes (increase).

For due diligence we picked six incorporated Oregon Cities with similar population statistics to determine the typical annual budgets and city tax rate per \$1,000 of assessed property value. We obtained the annual budgets for the example cities directly from the city web sites. Note that many cities do not have web sites, and some that do, do not publish their budgets. The table below shows some data for 6 cities:

	Date-					
CITY	Incorporated	POP(2020)	POP(2010)	% CHANGE	AREA(square miles)	COUNTY
Adams	1893	389	350	11.14%	0.36 sq mi	Umatilla
Fossil	1891	447	473	-5.50%	0.79 sq mi	Wheeler
Maupin	1922	427	418	2.15%	1.45 sq mi	Wasco
Mosier	1914	468	433	8.08%	0.64 sq mi	Wasco
Nehalem	1889	270	271	-0.37%	0.24 sq mi	Tillamook
North Powder	1903	504	439	14.81%	0.64 sq mi	Union
						Average-Budge

And for the proposed incorporation of Oceanside:

ONA Proposal				ONA Proposal		
СІТҮ	Date- Incorporated	POP(2020)	POP(2010)	% CHANGE	AREA(square miles)	COUNTY
Oceanside	N/A	546	361	51.25%	1.00 sq mi	Tillamook

We would hate to have the incorporation go through, only to see that the tax rate was vastly understated, requiring that additional funding instruments be imposed to balance the incorporated cities budget.

In conclusion, we see no positive gains to be had by our resident maintained access road to be included in the boundary area related to the proposed Oceanside Incorporation.

Here are links to the annual budgets we referenced:

Adams<a href="http://www.cityofadamsoregon.com/uploads/3/1/2/3/3123389/binder1-2021-2021-2022-2021-dots-budget-com/uploads/2021/06/051821_Budget-Com/uploads/2021/06/051821_Budget-Com/uploads/2021/06/051821_Budget-Com/uploads/2021/06/051821_Budget-Com/uploads/2021/06/051821_Budget-Com/uploads/2021/06/051821_Budget-Com/uploads/2020/06/FY-2020-2021-Maupin-Budget-Message-</th>Document-Approved-by-Budget-Committee.pdfMosier<a href=https://cityofmosier.com/wp-content/uploads/2020/04/budget-fy2019_20_final-3.pdfNehalem<a href=https://www.nehalem.gov/sites/default/files/fileattachments/city_hall/page/1831/2021-2022_fiscal_year_adopted_budget.pdfNorth Powder<a href=https://northpowderoregon.org/wp-content/uploads/2021/05/21-22-Approved-Budget-CNP.pdf

Best regards, Larry Taylor & Jan Emerson

From:	davefr <davefr@gmail.com></davefr@gmail.com>
Sent:	Tuesday, January 11, 2022 8:16 AM
То:	Lynn Tone; Kelly Fulton; xxx xxx
Subject:	EXTERNAL: Oceanside Incorporation Testimony (851-21-000449-PLNG)

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Hi Lynn and Kelly,

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Thank you! Dave and Rose Friedlund 2500 Cape Meares Loop NW Oceanside, OR

To: Commissioners Ms. Bell, Ms. Skaar and Mr. Yamamoto,

Please accept our testimony regarding the potential incorporation of Oceanside.

Although we supported the ONA's efforts to bring this proposal to the voters, we strongly object to the proposed boundary and ask the county to revise the boundaries to include Oceanside Village but exclude the large rural area North of Maxwell Mountain since the benefits will be negligible. (and thus a Violation of Oregon Statute Chapter 221, Section 221.040, paragraph 2)

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Our rural North Oceanside area wishes to remain a neighborhood of neighbors/friends/families vs. a revolving door of anonymous STR renters. Our desires would be best served by remaining unincorporated and supporting Tillamook County's future efforts to tackle STR limits/bans. (like *Lincoln County).* This is as opposed to an incorporated city of Oceanside who's lifeblood would be largely based on maximizing the revenue stream generated by STR's.

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Just as The Capes has been excluded from ONA's proposal based on their unique situation, we ask the county to exclude rural North Oceanside based on our unique differentiation from Oceanside Village. Please see Exhibit 1 and 2. There's a very clear delineation of our area from the village. We propose that Oceanside North of Maxwell Mountain (ie Map 1S 11 24AD, DA and AA) be excluded from the incorporation proposal since the taxation costs far outweigh any minimal incorporation benefits for us. The boundary could always be expended later if an incorporated Oceanside is deemed a success over time.

Thank you, Dave and Rose Friedlund 2500 Cape Meares Loop Oceanside, OR



IS II 24 & INDEX



From:	kissmekait 21@yahoo.com
Sent:	Monday, January 10, 2022 9:27 PM
То:	Kelly Fulton
Subject:	EXTERNAL: Hearing for Oceanside incorporation city limits boundary

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Hello Mr. Fulton, my name is Kaitlyn Sawyer and I live in the Avalon West community south of highway 131. As a self sufficient community we would Like to be excluded from The boundary of Oceanside's proposed incorporation.

As I understand that hearing has been moved to the 26th of January instead of the 19th. If in person (not zoom or phone) testimony on our behalf is necessary I would like to attend. I am fully vaccinated and boosted, and supply my vaccination card.

Being excluded from this incorporation just makes sense. We have no need for what they are trying to do down there.

Please let me know if in person will be allowed.

Thank you!

Kaitlyn Sawyer 205 Reeder Street

Sent from Yahoo Mail on Android

Tillamook County Department of Community Development Tillamook County Courthouse 201 Laurel Avenue Tillamook, OR 97141 Tillamook County Board of Commissioners:

Mary Faith Bell, Commissioner, Chair David Yamamoto Commissioner, Vice-Chair Erin Skaar, Commissioner Rachel Hagerty, Chief of Staff Joel Stevens, Counsel

Re: Objection to petition to incorporate Oceanside Oregon as a "city"

Dear Board of Commissioners:

First, I want to thank you for all the work you do in support of Tillamook County and appreciate your time and efforts in these matters. I very much enjoy the quiet and rural nature of this beautiful area and have felt the county is doing an acceptable job managing the needs of our area. Recently I became aware that there was a petition submitted to the commissioners as an effort to include my community (Avalon West) in a newly formed incorporated city of "Oceanside".

I am writing this letter to officially <u>oppose</u> the incorporation of my property and community of Avalon West from inclusion to this newly formed "city".

After careful review of the Oceanside Neighborhood Association proposal and Economic Feasibility Statement, including the community plan, survey results and various reference details, as well as the Incorporation Guide published by the League of Oregon Cities, I do not see the benefit to the proposed Incorporated city for the Avalon West development.

Oceanside community very noticeably begins when the curve of hwy 131 passes Terrasea way and reaches the coast. This is where the sign that states "Welcome to Oceanside" as is posted on the road right before you approach the Symons wayside park.

My home is located on Reeder Street in the Avalon West development of Tillamook Oregon 97141. Avalon West is up the hill a few curves from the Symons park, right next to 'the Capes' near the village of Netarts. We are a significant distance from the village and our post office is located in Tillamook.

With our community situated on furthest edge of the proposed boundary our property line is shared with the Capes sub-division, which is currently <u>excluded</u> from the city boundary. Similar to the Capes development, Avalon west is a significant distance from the current "village" of Oceanside and therefore will not benefit in any way from this incorporation. In fact, this change will only add financial burden to the residents and homeowners in this area without any additional benefit.

All existing services we currently employ in our neighborhood will still be our responsibility through our existing county tax. The Avalon West community has already invested significant funds into maintaining its roads and the added tax burden of this proposed city offers no benefit to this area.

The documents in the petition are very focused on the needs of Oceanside village (i.e those located in zip code 97134) - and offer no benefit for our area. Also no effort was made by those who submitted

1-10-2022, Letter to Tillamook County Commissioners - OBJECTION to Oceanside Incorporation - Page 1 of 2

the petition to inquire and consider if our neighborhood had any concerns or even wished to be included in this proposal.

At this time, I urge you to <u>vote NO on this petition</u> or at the very least to <u>exclude our community of</u> <u>Avalon West</u> from the city boundary.

Sincerely

Danielle R Coggin, () 115 Reeder Street, Tillamook Oregon 97141

CC: Kelly Fulton, kfulton@co.tillamook.or.us Lynn Tone, Itone@co.tillamook.or.us

1-10-2022, Letter to Tillamook County Commissioners - OBJECTION to Oceanside Incorporation - Page 2 of 2

Received

JAN 1 2 2022

Date: January 10, 2022

Tillamook County Board of Commissioners

To: Tillamook Country Commissioners

From: OceanCrest Condominiums LLC

RE: Oceanside Incorporation – Exclude Avalon West – Directly North of The Capes

Dear Ms Bell, Mr Yamamoto and Ms Skarr,

Please exclude Avalon West from Oceanside Villages attempt to incorporate our community into the City of Oceanside. My request is to remain a part of unincorporated Tillamook County.

<u>Please require the Oceanside incorporation area to exclude Avalon West subdivision the same as THE</u> <u>CAPES was allowed to do.</u>

We are registered voters and own 2 properties in Avalon West:

150 Reeder St	Tax Lot	1S10 30CD 02309
160 Reeder St	Tax Lot	1S10 30CD 02309

Please call with questions or concerns.

Sincerely,

11-

OceanCrest Condominiums LLC Thomas Kearney 503-475-1406

Received

11 1 211.

Date: January 10, 2022

Tillamook County Board of Commissioners

To: Tillamook Country Commissioners

From: Thomas Kearney

RE: Oceanside Incorporation – Exclude Avalon West – Directly North of The Capes

Dear Ms Bell, Mr Yamamoto and Ms Skarr,

Please exclude Avalon West from Oceanside Villages attempt to incorporate our community into the City of Oceanside. My request is to remain a part of unincorporated Tillamook County.

<u>Please require the incorporation area to exclude Avalon West subdivision the same as THE CAPES was</u> allowed to do.

I am a registered voter and own 3 properties in Avalon West:

142 Reeder St	Lot 13, Block 18, Avalon	1S10 30CD 02308
132 Reeder St	Lot 15, Block 18, Avalon	1S10 30CD 02307
122 Reeder St	Lot 17, Block 18, Avalon	1S10 30CD 02306

Please call with questions or concerns.

Sincerely,

how DKm

Thomas Kearney 503-475-1406

From:	Garry Yarosevich <diesel@hrecn.net></diesel@hrecn.net>
Sent:	Monday, January 10, 2022 1:20 PM
То:	Lynn Tone
Subject:	EXTERNAL: 2620 Radar Road Incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Lyn Tone,

We Garry & Ann Yarosevich are property owners on 2620 Rader road and have concerns over including our property in the incorporation of Oceanside. I don't see any benefits to the area as we take care of our road maintenance and am very happy with current land use designation and county permit planning. We would like to be excluded and don't believe the added tax will be of importance to the property owners. I do feel the added taxes will only put money in the pockets of Oceanside government to use and create issues for the area we will not benefit from therefore please consider removing us from the incorporation plan rather than using us to fund Oceanside agenda.

Thank you,

Sincerely Garry Yarosevich

Sent from my iPhone

Dear Commissioner Erin Skaar,

I am a homeowner in the Avalon subdivision of Oceanside Oregon, I understand that there is a movement by some in the actual city of Oceanside that are attempting in incorporate into an actual city. This group has chosen to exempt our neighboring subdivision of the Capes, due to the fact that they maintain their own roadways, we in Avalon also maintain our own roadways, without tax dollars, and should be exempted from this incorporation attempt as well. We as owners where not contacted in any way to have a voice in this decision, we were not offered a vote for or against and I believe that this effort poses a taxation without representation, as there was not sufficient notice given to over 1/3 of the homes that will be affected by this decision. I believe at a minimum our subdivision should be given the opportunity to be exempted and continue to under Tillamook County instead of being unfairly forced to increase out property taxes at no value to us in our neighborhood. I hope you will take time to consider this as this attempt moves forward. We as a neighborhood are ready to hire legal representation and will fight this incorporation movement but hope that through common bonds and communication this can be avoided, and that the Avalon area can simply be exempted from the incorporation movement.

Thanks for your time considering this,

Joan Bedlion

-82-

Received

JAN 1 0 2022

Dear Commissioner Erin Skaar,

I am a homeowner in the Avalon subdivision of Oceanside Oregon, I understand that there is a movement by some in the actual city of Oceanside that are attempting in incorporate into an actual city. This group has chosen to exempt our neighboring subdivision of the Capes, due to the fact that they maintain their own roadways, we in Avalon also maintain our own roadways, without tax dollars, and should be exempted from this incorporation attempt as well. We as owners where not contacted in any way to have a voice in this decision, we were not offered a vote for or against and I believe that this effort poses a taxation without representation, as there was not sufficient notice given to over 1/3 of the homes that will be affected by this decision. I believe at a minimum our subdivision should be given the opportunity to be exempted and continue to under Tillamook County instead of being unfairly forced to increase out property taxes at no value to us in our neighborhood. I hope you will take time to consider this as this attempt moves forward. We as a neighborhood are ready to hire legal representation and will fight this incorporation movement but hope that through common bonds and communication this can be avoided, and that the Avalon area can simply be exempted from the incorporation movement.

Thanks for your time considering this,

JausBallion

Received

JAN 1 0 2022

Dear Commissioner Chair Mary Bell,

I am a homeowner in the Avalon subdivision of Oceanside Oregon, I understand that there is a movement by some in the actual city of Oceanside that are attempting in incorporate into an actual city. This group has chosen to exempt our neighboring subdivision of the Capes, due to the fact that they maintain their own roadways, we in Avalon also maintain our own roadways, without tax dollars, and should be exempted from this incorporation attempt as well. We as owners where not contacted in any way to have a voice in this decision, we were not offered a vote for or against and I believe that this effort poses a taxation without representation, as there was not sufficient notice given to over 1/3 of the homes that will be affected by this decision. I believe at a minimum our subdivision should be given the opportunity to be exempted and continue to under Tillamook County instead of being unfairly forced to increase out property taxes at no value to us in our neighborhood. I hope you will take time to consider this as this attempt moves forward. We as a neighborhood are ready to hire legal representation and will fight this incorporation movement but hope that through common bonds and communication this can be avoided, and that the Avalon area can simply be exempted from the incorporation movement.

Thanks for your time considering this,

Joan Bedlion

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Received

JAN 1 0 2022

Dear Co-Chair David Yamamoto,

I am a homeowner in the Avalon subdivision of Oceanside Oregon, I understand that there is a movement by some in the actual city of Oceanside that are attempting in incorporate into an actual city. This group has chosen to exempt our neighboring subdivision of the Capes, due to the fact that they maintain their own roadways, we in Avalon also maintain our own roadways, without tax dollars, and should be exempted from this incorporation attempt as well. We as owners where not contacted in any way to have a voice in this decision, we were not offered a vote for or against and I believe that this effort poses a taxation without representation, as there was not sufficient notice given to over 1/3 of the homes that will be affected by this decision. I believe at a minimum our subdivision should be given the opportunity to be exempted and continue to under Tillamook County instead of being unfairly forced to increase out property taxes at no value to us in our neighborhood. I hope you will take time to consider this as this attempt moves forward. We as a neighborhood are ready to hire legal representation and will fight this incorporation movement but hope that through common bonds and communication this can be avoided, and that the Avalon area can simply be exempted from the incorporation movement.

Thanks for your time considering this, Jim Bedlion

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Received

JAN 1 0 2022
Dear Co-chair David Yammamoto,

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Thanks for your time considering this,

Joan Bedlion

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Received

JAN 1 0 2022

Tillamook County Board of Commissioners

From:	Linda Anderson <imander9@yahoo.com></imander9@yahoo.com>
Sent:	Sunday, January 9, 2022 5:25 PM
То:	Lynn Tone
Subject:	EXTERNAL: Secession consideration from ONA's Incorporation plan for Oceanside

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Please accept our testimony regarding the proposal for incorporation of Oceanside.

We, Mark and Linda Anderson, strongly object to the proposed boundary and ask the County to revise the boundaries to include Oceanside Village but exclude the rural area to the north of Maxwell mountain based on our understanding that this incorporation will not benefit this area. We support the ONA's efforts to bring this proposal to the voters for Oceanside proper but not beyond the 97134 postal code area or Maxwell Mountain.

1. Radar Road is a Private access to the homes above Short Beach and maintained by the homeowners and not supported by the County or other means. The Oceanside incorporation has no plans to change that status and therefore will not be including Radar Rd in their road maintenance/improvement plans. Therefore there is no benefit if this area were incorporated.

2. This area north of Oceanside is not a prime location for short term rentals . There is limited public beach access, limited parking and no public facilities. The problems associated with short term rentals in larger more populated areas are not the same and not found in this rural northern area as they are in a denser more populated area like that of Oceanside village.

3. Our property has been in our family for over 68 years and during this time we have not seen any issues in land use planning. We have of course seen growth and development but these have never been an issue. Cape Meares Loop road has been expanded and well maintained and the new Loop is now in the process of development and expansion. These are expected processes.

The Tillamook County taxes we currently pay have taken care of the needs of this rural area and we see no advantage whatsoever to being a part of the Oceanside incorporation.

Our understanding is that The Capes have been excluded from ONA's proposal based on their unique situation. We ask the county to exclude the area to the north of Oceanside based on our unique differences from Oceanside Village. We wish to remain a neighborhood of friends and families vs another STR mecca. Our desires would be best served by remaining unincorporated and supporting Tillamook County's future efforts to tackle STR caps in unincorporated areas. (like those efforts done in Lincoln County).

Thank you for your consideration, Mark and Linda Anderson <u>Imander9@yahoo.com</u> / meander55@gmail.com 2700 Cape Meares Loop Tillamook, OR 97141

From:	Linda Anderson <lmander9@yahoo.com></lmander9@yahoo.com>
Sent:	Sunday, January 9, 2022 2:36 PM
То:	Lynn Tone
Subject:	EXTERNAL: Testimonial - Secession from ONA proposed Oceanside Incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

This is being sent to you on behalf of Jerome and Sherry Cooper - s.dahrens@comcast.net - as they do not currently have an operational computer.

Please accept our testimony regarding the proposal for incorporation of Oceanside.

We own a home and two adjacent vacant lots at 2686 Radar Rd.

We do not want our property to be included within the Oceanside City incorporation boundaries. It is our understanding we would receive no services nor benefits beyond those already provided by our current property taxes with Tillamook County.

Thank you for your consideration Jerome and Sherry Cooper s.dahrens@comcast.net

From:	Gary Ciment <cimentgary@gmail.com></cimentgary@gmail.com>
Sent:	Sunday, January 9, 2022 9:42 AM
То:	Lynn Tone
Subject:	EXTERNAL: Opinion on Oceanside Incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Dear Tillamook County Commissioners,

I am writing to ask that Tillamook county commissioners EXCLUDE the Radar Road community from the map being considered as part of the Oceanside incorporation efforts. After long discussion among us homeowners, the vast majority of our community are against being included in a possible future Oceanside City for a variety of reasons (which I won't go into -- I'll let others get into specifics).

Here's how the poll was conducted: I polled (by email) EVERY home (18 in total) and homeowner located north of Short Creek and south of the quarry. This area has been included in all of the maps being circulated about the city limits of a future Oceanside City. Each home was given one vote, regardless of the number of individuals living in that home. I included full time homeowners, part time homeowners, and owners of short term rentals (3 in total). The question was simply: "Should Radar Road be part of the Oceanside Incorporation proposal?" They were reminded once to return their "vote," and were given a total of 3 weeks to respond.

The response rate was 83%. Of the responders, 80% said "NO" and 20% said "YES." Although this vote is clearly split, the vast majority of our community have made it be known that they wish to be excluded from a potential incorporated city of Oceanside, and to remain within unincorporated Tillamook county.

Finally, I should point out that some members of our community plan on sending their individual inputs to the commissioners. You can be assured that this issue of inclusion or exclusion has been a hot topic in our little community, and most of us have been actively participating in the community discussion and Zoom meetings – we have thoroughly thought through the implications of remaining in unincorporated Tillamook county.

Please let me know if you want or require any additional information about this poll. And, please excuse my use of bold/red type in this email -- I just wanted the main facts to stand out.

Gary Ciment 2690 Radar Road Tillamook, OR

From:	kissmekait21@yahoo.com
Sent:	Saturday, January 8, 2022 8:19 AM
To:	Lynn Tone
Subject:	EXTERNAL: Oceanside incorporation

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

Dear Tillamook county commissioners;

This email is sent to you in regards to the village of Oceanside making an attempt to be an incorporated city. In so doing they have extended their city limits boundary to include far reaching areas that never approached them to hopefully be included in their effort.

We at Avalon West, a development south of their location is a fully independent and self sufficient community. We have community construction restrictions in place, maintain our own road surfaces, and have no beachfront property that requires any additional rules other than what Tillamook county has in place. In short, we have no place in the Oceanside incorporation venture.

As a resident of the Avalon West community, I would like to ask our county commissioners to exclude our area, Avalon West, from being included in "The City of Oceanside" city limits, and their efforts to incorporate.

Thank you for your consideration to remove us from this incorporation effort.

Sincerely;

Kaitlyn L. Sawyer 205 Reeder Street

Sent from Yahoo Mail on Android

January 7, 2022

To: Board of County Commissioners Via: eMail to Lynn Tone <u>Itone@co.tillamook.or.us</u>

RE: OPINION REGARDING INCORPORATION OF OCEANSIDE

Dear Commissioners,

Please do not approve the ballot measure to incorporate Oceanside. Incorporation is not needed.

The people who have made this proposal represent less than 1/3 of the community of Oceanside. The 331 registered voters occupy a little over 200 households in Oceanside. There are 1063 tax lots in Oceanside. Therefore, the May vote would result in owners of approximately 200 tax lots making important decisions for the owners of 1063 tax lots:



The 122 people voting "yes" at the ONA Meeting to petition for incorporation did not even represent a large proportion of the number of voting members in attendance at that meeting, making the ratio even smaller. 78 people voted "no" at that meeting. This proposal which will seriously impact *owners* of 1063 tax lots (probably around 2000 *people*) is being pushed through by 122 people

I believe that if all 1063 tax lot owners were aware of this effort and understood what is happening, this petition would be soundly defeated. Most people who own property in Oceanside simply do not participate in ONA. Also, many of the 1063 are vacant lots which the owners plan to eventually build on when they retire. They can not register to vote here at this time because they don't live here yet.

P) 10F3

Addressing each of the "Services" the new city proposes to provide (from the Economic Feasibility Statement submitted by ONA) makes it readily apparent that these services are not needed, and some of them are unrealistic and unlikely to ever be accomplished.

- Land Use Planning / Building Services Because of the small size of our city, we would need to have a part time planner, such as Wheeler does. It is painfully slow getting information and decisions made in Wheeler because of the limited availability of the part time planner. While Tillamook County is experiencing delays now, due to the pandemic, in normal times, the county Planning/Building Services are more than adequate and efficient. Incorporation is NOT needed.
- Road Maintenance & Construction/Stormwater Management Over half of the area included in Oceanside's future city boundary consists of neighborhoods who have been and will continue to maintain their own roads or who live North of the village where the only road other than the highway is Radar Rd. (See map on next page) <u>This proposed service is NOT needed.</u>
- Code Compliance/Enforcement There is very little crime in this area. More law enforcement is not needed. There are efficient systems in place for Code Compliance. <u>Incorporation not</u> <u>needed for code compliance.</u>
- Emergency Preparedness Programs already exist to organize and accomplish Emergency Preparedness, and in fact an effort is already underway in Oceanside to accomplish this. <u>We do</u> not need a city to offer this program.
- 5. Recreational Services and Amenities Safer access routes for pedestrians is not practical in Oceanside without widening the roads, which is not a viable solution. The beach and the view are the primary amenities, and <u>an incorporated city will not improve on that</u>. There is already a project underway for the terraced ramp at the wayside, and <u>an incorporated city was obviously</u> <u>not needed in order to accomplish that</u>.
- 6. Sewer/Water/Power/Fire Protection These systems are already in place in Oceanside and are working superbly. <u>Incorporation is not needed for these services.</u>
- 7. Public Transportation The Wave is wonderful. Incorporation is not needed for this.
- Police/Public Safety This is redundant. As in Item 3 above, there is very little crime in Oceanside and the existing County Sheriff services are adequate and appreciated. <u>Incorporation</u> <u>not needed.</u>
- 9. Solid Waste Disposal/Recycling As stated in the feasibility statement, this service is efficiently in place and will continue despite incorporation. Incorporation is not needed.

I have sold many properties in Oceanside, and I know that one of the reasons people buy here is for its slow, laid-back pace, so they can escape the stresses of the city. Incorporating this city adds layers of unnecessary bureaucracy to a sleepy little hamlet on the sea. It will politicize the community and engender dissension and contention between neighbors for years to come.

Please let Oceanside remain a sleepy little hamlet on the sea. Do not incorporate Oceanside.

julinte Respectfull

Pam Zielinški⁻²⁰ 5680 Castle Dr Oceanside Phone 503.880.8034

(see map on next page) PZ of 3



The colored areas on this map are neighborhoods which already maintain their own roads (yellow) or are not accessible by road (beaches,) and/or where road maintenance is not needed or wanted (pink):

The highway to the lighthouse services most of the houses in the pink area. Radar Rd (pink area) is maintained by the owners. The yellow areas either have private roads they maintain, or they have a neighborhood affiliation (Avalon West) which paved and maintains the road, or they are not accessibly by road (beach.)

Bg 30F3

From:	Mike Fisk <mtf900@yahoo.com></mtf900@yahoo.com>
Sent:	Friday, January 7, 2022 11:05 AM
То:	Lynn Tone
Subject:	EXTERNAL: Radar Rd Inclusion to incorporate into the city of Oceanside.

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

To: Lynn Tone

From: Mike Fisk & Valorie Waterman 2640 Radar Rd.

Please accept our testimony regarding the potential incorporation of Oceanside. Now over two thirds oppose being incorporated into Oceanside. We are with the majority and oppose.

Regards, Mike Fisk

From:	jgluzinski <jgluzinski@charter.net></jgluzinski@charter.net>
Sent:	Friday, January 7, 2022 1:56 PM
То:	;
Subject:	EXTERNAL: Fw: Update on Radar Road
Attachments:	NorthOceanside1.jpeg; 1s1124.jpeg

[NOTICE: This message originated outside of Tillamook County -- DO NOT CLICK on links or open attachments unless you are sure the content is safe.]

To L. Tone

Please accept my testimony regarding the potential incorporation of Oceanside. Although I support the ONA's efforts to bring this proposal to the voters, I strongly object to the proposed boundary and ask the County to revise the boundaries to include Oceanside Village but exclude the rural area North of Maxwell Mountain since the benefits will be very minimal.

The ONA's proposal is based primarily on providing 1. Road Improvements 2. Short term rental regulations 3. Land use planning.

1. Rural North Oceanside roads are primarily private easements maintained by the property owners. Radar road is also maintained by the adjacent residents. Therefore this benefit of incorporation is negligible.

2. North Oceanside area is not a prime location for short term rentals . Properties are spread out with limited public beach access. Problems associated with short term rentals are rare compared to the much higher population density of Oceanside village.

3. The rural nature of this section of Oceanside and general forestry land use designation, suggest that ONA's proposal would offer no compelling benefit now or in the future.

Just as The Capes has been excluded from ONA's proposal based on their unique situation, I ask the county to exclude North Oceanside based on our unique differentiation from Oceanside Village. There's a very clear delineation of our area from the village. See included maps.

Joseph Gluzinski 2635 Radar Road Tillamook Or 97141

503 842 1256





Dear County Commissioners,

January 6, 2022

We want to be EXCLUDED from Oceanside Incorporation.

We live at 5500 South Ave. TILLAMOOK, Oregon this has been our address for years. We do not want to be part of Oceanside Incorporation. We are right on the fence line of "The Capes" which have somehow excluded themselves from this INC. We should be excluded also. I want to let you know what the benefit our neighborhood has done instead of bashing a bunch of individuals in Oceanside Village that want to rule over us.

We have lived here (in this neighborhood) since 2003, my parents even longer have owned property here since 1974, they developed our "AVALON WEST" neighborhood and we have been so proud of the progress that we have made in keeping it up. These are some projects that we have done.



"AVALON WEST " Sign made by Tony MacDonald (no Charge) Road Paved 2012 From HWY 131 to South Avenue.(260 Yards) Over 25,000 \$ was raised by this neighborhood to fund this project. (No help from County or Oceanside Village) Completely Avalon West Neighborhood Funded.



Sarah MacDonald – Volunteered to collect funds for the entire project. We opened a Bank Account to hold funds all funds went to the Road project. This picture was on the front page of the Headlight Herald in 2012.

This has brought our Avalon West neighborhood so much closer; we have worked together to make progress happen. We are all proud of this effort and we don't want this to change. We want to continue to be united in our efforts to keep our neighborhood looking good. We feel that if we are incorporated we will lose this sense of unity and we will not get help with our neighborhood from this outside source called the Oceanside Incorporation. The ONA (Oceanside Neighborhood Association) can't even complete a project they have been working on for years even after receiving grant money to do the project it never came to fruition, do you think we would trust them in the slightest absolutely not.

All houses in Avalon West have Netarts Water and Oceanside/Netarts Sewer so therefore we must remain NUETRAL.

Right now personally we are trying to keep our heads above water, with this increasing inflation and just coming out of Covid-19 we are feeling attacked by ONA to further their own interest.

We have been involved in the Oceanside Community Club but feel we never ever really fit in when saying where we lived they stuck their noses up to us and said we don't live in the "Village" so they always considered us an outsider. Now they want our tax dollars, I think not. Please reconsider to not put this issue on the ballot. I am afraid the feelings will cause even worse reactions in the community. Leave well enough alone. What I think is happening is that ONA wants to be paid for the time and effort they put forth. They are creating paid jobs for themselves. Also they want to stop the development of the new landowner of the "Cabins" to stop his Hotel/Motel from being built. I actually am in favor of his efforts to put one there. He has every right to do with his property as therefore stated in the land use for Tillamook County and his right as an American Citizen. If those people wanted to stop that progress they should have bought the property themselves. Isn't that our right as human beings and citizens of the United States of America to have free choice and free will?

I feel our voting would be absolutely unfair being there are fewer full time voting residents outside the village than those in the village, it would be an unfair election. Every property owner outside of the "Village" owns larger and more parcels of land leaving us more spread out and the area not as populated as the village. Again we should be excluded. This is like Willamette Valley verses Oregon a very one sided.

We were unable to "vote" in this online election that Jerry Keene handled we tried but he over ruled us and said he wouldn't have us voting as we were not members of his " ONA". We have lived here this long and we were excluded from voting, unprecedented. Is this fair, I say not!

We will be under more scrutinizing land regulations and ordinances with this Incorporation they are already putting into effect a 30-foot height restriction, which I think is none of their business. If it is legal to build 35 feet then we should be able to.

Also, excluding the "Capes" when they can still vote on this issue really is unfair as well.

Again, we maintain our roads in our Avalon West neighborhood; we are a tight nit little area that we want to maintain ourselves without a so-called "Incorporation" telling us what we can and can't do.

We have vacation rentals here we handle all issues that arise by calling and contacting the property owners they are always very well aware of responding quite quickly to issues that have come up. We should be encouraging tourism in our community and not rejecting or closing or putting more restrictions on people who visit our area. We should feel happy they are coming and spending their hard earned dollars on this area. Tourism is a plus for all vacation rental owners and all Dairy farmers alike we all benefit. We shouldn't want to close everything down and want to manage others private property rights.

Please consider NOT putting this issue on the Ballot. This area is not ready for this type of scrutiny.

I want to also include that my parents have put in a de-acceleration lane coming into Grand Avenue (10K from their own pockets) also, they have a Oceanside Sewer

Bancroft that has never been used for further development. Also, my parents paid to pave Reeder Street, Cresent Street, and South Ave. I'm telling you the people in our "Avalon West" neighborhood need no outside help. We want to remain as we are. I'm including more photos of the project.

More taxing on us would put us into bondage; we don't need more tax we need more neighbors to stick together like we do in "Avalon West".

Please exclude us from the Incorporation,

Thank you,

Sarah and Anthony (Tony) MacDonald







Jan Holloway/Dave Taylor **180 Reeder Street** Tillamook, OR 97141

January 5, 2022

Ms. Frin Skaar Commissioner Tillamook County Courthouse 201 Laurel Avenue Tillamook, OR 97141

Dear Ms. Bell,

We own a vacation rental house at 180 Reeder Street in Avalon West, next to The Capes development. It has been a vacation rental since before 2005, when Jan's late husband bought it. We have included below our personal residence in Boise, Idaho.

We would like to voice our strong objections to inclusion of Avalon West into the proposed incorporation into Oceanside Neighborhood Association, citing no need for the extra costs and no benefit to us. We have had our own informal neighborhood organization for many years with no need for further organization. We have maintained our own streets for years.

We received no notification by the Oceanside Neighborhood Association of the vote to incorporate Avalon West. A vote should not have been taken until all owners in Avalon West were notified.

Avalon West owners and renters have no need to use the roads in the area of the village of Oceanside because they are purely residential. The principal access through Oceanside is a state highway which has direct access to the commercial establishments and the ocean access parking lot.

Our Avalon West neighborhood has several connecting streets which do not interconnect with any of the Oceanside streets. All of our streets have a single access point to the state highway. This is an identical situation to that of the The Capes, our neighbors to the south.

Thank you for your consideration.

Sincerely,

Jan Hallway Jan Holloway Nawl Saylor

Dave Taylor 3081 W Hidden Springs Drive Boise, Idaho 83714

Received

IAN 1 0 2022

Tillamook County Board of Commissioners Jan Holloway/Dave Taylor **180 Reeder Street** Tillamook, OR 997141

January 5, 2022

Mr. David Yamamoto Vice Chair **Tillamook County Courthouse** 201 Laurel Avenue Tillamook, OR 97141

Dear Ms. Bell,

We own a vacation rental house at 180 Reeder Street in Avalon West. next to The Capes development. It has been a vacation rental since before 2005, when Jan's late husband bought it. We have included below our personal residence in Boise, Idaho.

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Our Avalon West neighborhood has several connecting streets which do not interconnect with any of the Oceanside streets. All of our streets have a single access point to the state highway. This is an identical situation to that of the The Capes, our neighbors to the south.

Thank you for your consideration.

Received

JAN 1 0 2022

Tillamook County Board of Commissioners Sincerely,

Jan Halloway Jan Holloway Dave Jaylor

Dave Taylor 3081 W Hidden Springs Drive Boise, Idaho 83714

Jan Holloway/Dave Taylor **180 Reeder Street** Tillamook, OR 997141

January 5, 2022

Ms. Mary Bell **Commissioner Chair Tillamook County Courthouse** 201 Laurel Avenue Tillamook, OR 97141

Dear Ms. Bell,

We own a vacation rental house at 180 Reeder Street in Avalon West, next to The Capes development. It has been a vacation rental since before 2005, when Jan's late husband bought it. We have included below our personal residence in Boise, Idaho.

We would like to voice our strong objections to inclusion of Avalon West into the proposed incorporation into Oceanside Neighborhood Association, citing no need for the extra costs and no benefit to us. We have had our own informal neighborhood organization for many years with no need for further organization. We have maintained our own streets for years.

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Our Avalon West neighborhood has several connecting streets which do not interconnect with any of the Oceanside streets. All of our streets have a single access point to the state highway. This is an identical situation to that of the The Capes, our neighbors to the south.

Thank you for your consideration.

Sincerely,

Jan Holloway Jan Holloway Dave Facefor

Dave Taylor 3081 W Hidden Springs Drive Boise, Idaho 83714

Received

JAN 1 0 2022

Tillamook County Board of Commissioners

Jan 4, 2022

Tillampok County Commissioners We (terry+ Sharon Reeder) have Lived in Tramook almost all our lives, and we are in our 80 My husband 83+ grew up in Bayocean, and Capemeares arka In 1972-73 we bought severa blocks of the Avalon area now Known as Avalon West (sid we developed it, we bull dozed it the roads, rocked, surveyed pi in Power & water, sewer lines, engineering done, we paid Thousands whon thousan'd dollers in expences to get where we are, we even assu med a Sewer Bancroft from the people (claut Elizabeth Mayers we bought the Block's from! which was suppose to quar entee us selver to all GUT lots, but now the district Says we can't have some of those sewer rights, as they can't find the bancroft cords we assumed and po in full, but thats beside point. we and alot of our neighbors

have improved and paved our roads, we have combined our funds the not and we County nav P Some road the County, we maintain the gads we Da Kee our West area Avalon Good re Dair not way U)P bua Governed rom Sceanside, Keep our rights proper W e do not)a any part Oceansides 0-ILEDY pera tion. Exclude Avalon west, we get along just fine. Exclud Sincerely Sharon erru +