1

2

3

4

5

6 7

8

LONG TITLE

**General Description:** 

7 4:41 PM ⊈		
ANNEXATION OF ISLANDS WITHIN CITIES		
2017 GENERAL SESSION		
STATE OF UTAH		
Chief Sponsor: D. Gregg Buxton		
House Sponsor: Gage Froerer		
on:		
dresses municipal annexation of unincorporated islands.		

#### 9 This bill addresses m 10 **Highlighted Provisions:** This bill: 11 12 clarifies provisions regarding municipal annexation of certain unincorporated islands; 13 14 modifies annexation procedures to allow a municipality to annex certain ► 15 unincorporated islands without allowing or considering protests under certain 16 circumstances; • provides for a recommendation of annexation from a county legislative body; and 17 18 makes technical and conforming changes. 19 Money Appropriated in this Bill: 20 None 21 **Other Special Clauses:** 22 None 23 **Utah Code Sections Affected:** 24 AMENDS: 25 10-2-402, as last amended by Laws of Utah 2015, Chapters 352 and 462 26 10-2-418, as last amended by Laws of Utah 2015, Chapter 352 27 10-2a-402, as enacted by Laws of Utah 2015, Chapter 352

# S.B. 140

## 

-	
1	Be it enacted by the Legislature of the state of Utah:
	Section 1. Section <b>10-2-402</b> is amended to read:
	10-2-402. Annexation Limitations.
	(1) (a) A contiguous, unincorporated area that is contiguous to a municipality may be
8	annexed to the municipality as provided in this part.
	(b) An unincorporated area may not be annexed to a municipality unless:
	(i) it is a contiguous area;
	(ii) it is contiguous to the municipality;
	(iii) annexation will not leave or create an unincorporated island or unincorporated
ľ	peninsula:
	(A) except as provided in Subsection [ <del>10-2-418(2)(b);</del> ] <u>10-2-418(3);</u> or
	(B) unless the county and municipality have otherwise agreed; and
	(iv) for an area located in a specified county with respect to an annexation that occurs
8	after December 31, 2002, the area is within the proposed annexing municipality's expansion
8	area.
	(2) Except as provided in Section 10-2-418, a municipality may not annex an
ι	unincorporated area unless a petition under Section 10-2-403 is filed requesting annexation.
	(3) (a) An annexation under this part may not include part of a parcel of real property
8	and exclude part of that same parcel unless the owner of that parcel has signed the annexation
ľ	petition under Section 10-2-403.
	(b) A piece of real property that has more than one parcel number is considered to be a
S	single parcel for purposes of Subsection (3)(a) if owned by the same owner.
	(4) A municipality may not annex an unincorporated area in a specified county for the
S	sole purpose of acquiring municipal revenue or to retard the capacity of another municipality to
8	annex the same or a related area unless the municipality has the ability and intent to benefit the
8	annexed area by providing municipal services to the annexed area.
	(5) The legislative body of a specified county may not approve urban development
١	within a municipality's expansion area unless:
	(a) the county notifies the municipality of the proposed development; and
	(b) (i) the municipality consents in writing to the development; or

(ii) (A) within 90 days after the county's notification of the proposed development, the
 municipality submits to the county a written objection to the county's approval of the proposed
 development; and

62

(B) the county responds in writing to the municipality's objections.

63 (6) (a) An annexation petition may not be filed under this part proposing the
64 annexation of an area located in a county that is not the county in which the proposed annexing
65 municipality is located unless the legislative body of the county in which the area is located has
66 adopted a resolution approving the proposed annexation.

(b) Each county legislative body that declines to adopt a resolution approving a
proposed annexation described in Subsection (6)(a) shall provide a written explanation of its
reasons for declining to approve the proposed annexation.

(7) (a) As used in this Subsection (7), "airport" means an area that the Federal Aviation
Administration has, by a record of decision, approved for the construction or operation of a
Class I, II, or III commercial service airport, as designated by the Federal Aviation
Administration in 14 C.F.R. Part 139.

(b) A municipality may not annex an unincorporated area within 5,000 feet of the
center line of any runway of an airport operated or to be constructed and operated by another
municipality unless the legislative body of the other municipality adopts a resolution
consenting to the annexation.

(c) A municipality that operates or intends to construct and operate an airport and does
not adopt a resolution consenting to the annexation of an area described in Subsection (7)(b)
may not deny an annexation petition proposing the annexation of that same area to that
municipality.

(8) (a) A municipality may not annex an unincorporated area located within a project
area described in a project area plan adopted by the military installation development authority
under Title 63H, Chapter 1, Military Installation Development Authority Act, without the
authority's approval.

(b) (i) Except as provided in Subsection (8)(b)(ii), the Military Installation
Development Authority may petition for annexation of a project area and contiguous
surrounding land to a municipality as if it was the sole private property owner of the project
area and surrounding land, if the area to be annexed is entirely contained within the boundaries

## S.B. 140

90	of a military installation.
91	(ii) Before petitioning for annexation under Subsection (8)(b)(i), the Military
92	Installation Development Authority shall provide the military installation with a copy of the
93	petition for annexation. The military installation may object to the petition for annexation
94	within 14 days of receipt of the copy of the annexation petition. If the military installation
95	objects under this Subsection (8)(b)(ii), the Military Installation Development Authority may
96	not petition for the annexation as if it was the sole private property owner.
97	(iii) If any portion of an area annexed under a petition for annexation filed by a
98	Military Installation Development Authority is located in a specified county:
99	(A) the annexation process shall follow the requirements for a specified county; and
100	(B) the provisions of Subsection 10-2-402(6) do not apply.
101	Section 2. Section <b>10-2-418</b> is amended to read:
102	10-2-418. Annexation of an island or peninsula without a petition Notice
103	Hearing.
104	(1) [For] As used in Subsection (2)(b)(ii), for purposes of an annexation conducted in
105	accordance with this section of an area located within a county of the first class,
106	"municipal-type services" [for purposes of Subsection (2)(a)(ii)(B)] does not include a service
107	provided by a municipality pursuant to a contract that the municipality has with another
108	political subdivision as "political subdivision" is defined in Section 17B-1-102.
109	(2) $[(a)]$ Notwithstanding Subsection 10-2-402(2), a municipality may annex an
110	unincorporated area under this section without an annexation petition if:
111	[(i) (A) ] (a) (i) the area to be annexed consists of one or more unincorporated islands
112	within or unincorporated peninsulas contiguous to the municipality;
113	[(B)] (ii) the majority of each island or peninsula consists of residential or commercial
114	development;
115	$\left[\frac{(C)}{(C)}\right]$ (iii) the area proposed for annexation requires the delivery of municipal-type
116	services; and
117	[(D)] (iv) the municipality has provided most or all of the municipal-type services to
118	the area for more than one year;
119	[(ii) (A)] (b) (i) the area to be annexed consists of one or more unincorporated islands
120	within or unincorporated peninsulas contiguous to the municipality, each of which has fewer

S.B. 140

121	than 800 residents; and
122	[(B)] (ii) the municipality has provided one or more municipal-type services to the area
123	for at least one year; [ <del>or</del> ]
124	[(iii) (A)] (c) (i) the area consists of:
125	[(H)] (A) an unincorporated island within or an unincorporated peninsula contiguous to
126	the municipality; and
127	[(H)] (B) for an area outside of the county of the first class proposed for annexation, no
128	more than 50 acres; and
129	[(B)] (ii) the county in which the area is located, subject to Subsection $[(3)(b)]$ (4)(b),
130	and the municipality agree that the area should be included within the municipality[-]; or
131	(d) (i) the area to be annexed consists $\hat{S} \rightarrow \underline{only} \leftarrow \hat{S}$ of one or more unincorporated islands
131a	<u>in a</u>
132	county of the second class;
133	(ii) the area to be annexed is located in the expansion area of a municipality; and
134	(iii) the county legislative body in which the municipality is located provides notice to
135	each property owner within the area to be annexed that:
136	(A) the county legislative body will hold a public hearing, no less than 15 days after the
137	day on which the county legislative body provides the notice; and
138	(B) after the public hearing the county legislative body may make a recommendation of
139	annexation to the municipality whose expansion area includes the area to be annexed.
140	[(b)] (3) Notwithstanding Subsection 10-2-402(1)(b)(iii), a municipality may annex a
141	portion of an unincorporated island or unincorporated peninsula under this section, leaving
142	unincorporated the remainder of the unincorporated island or unincorporated peninsula, if:
143	[(i)] (a) in adopting the resolution under Subsection $[(4)(a)(i), ]$ (5)(a) the municipal
144	legislative body determines that not annexing the entire unincorporated island or
145	unincorporated peninsula is in the municipality's best interest; and
146	[(ii)] (b) for an annexation of one or more unincorporated islands under Subsection
147	[(2)(a)(ii)] (2)(b), the entire island of unincorporated area, of which a portion is being annexed,
148	complies with the requirement of Subsection $[(2)(a)(ii)(A)] (2)(b)(i)$ relating to the number of
149	residents.
150	[(3)] (4) (a) This Subsection $[(3)]$ (4) applies only to an annexation within a county of
151	the first class.

#### **S.B. 140**

152 (b) A county of the first class shall agree to [the] an annexation if the majority of private property owners within the area to be annexed [has indicated in writing, subject to 153 154 Subsection (3)(d), to the city or town recorder of the annexing city or town the private property 155 owners' consent to be annexed into the municipality.] give written consent to the annexation, in 156 accordance with Subsection (4)(d), to the recorder of the annexing municipality. 157 (c) For purposes of Subsection  $\left[\frac{(3)(b)}{(2)}\right]$  (4)(b), the majority of private property owners 158 is property owners who own: 159 (i) the majority of the total private land area within the area proposed for annexation: 160 and (ii) private real property equal to at least one half the value of private real property 161 162 within the area proposed for annexation. 163 (d) (<del>(i)</del>] A property owner consenting to annexation shall indicate the property owner's 164 consent on a form which includes language in substantially the following form: "Notice: If this written consent is used to proceed with an annexation of your property 165 166 in accordance with Utah Code Section 10-2-418, no public election is required by law to 167 approve the annexation. If you sign this consent and later decide you do not want to support the annexation of your property, you may withdraw your signature by submitting a signed, 168 169 written withdrawal with the recorder or clerk of [name of annexing municipality]. If you 170 choose to withdraw your signature, you must do so no later than the close of the public hearing 171 on the annexation conducted in accordance with Utah Code Subsection  $\left[\frac{10-2-418(4)(a)(iv)}{10-2-418(4)(a)(iv)}\right]$ 172 10-2-418(4)(d).". 173 (e) A private property owner may withdraw the property owner's signature indicating 174 consent by submitting a signed, written withdrawal with the recorder or clerk no later than the 175 close of the public hearing held in accordance with Subsection  $\left[\frac{(4)(a)(iv)}{(4)(a)(iv)}\right]$  (5)(d). 176  $\left[\frac{(4)}{(a)}\right]$  (5) The legislative body of each municipality intending to annex an area under 177 this section shall: 178  $\left(\frac{1}{1}\right)$  (a) adopt a resolution indicating the municipal legislative body's intent to annex 179 the area, describing the area proposed to be annexed; 180 [<del>(ii)</del>] (b) publish notice:  $\left[\frac{A}{A}\right]$  (i) (A) at least once a week for three successive weeks in a newspaper of 181 182 general circulation within the municipality and the area proposed for annexation; or

183	[(H)] (B) if there is no newspaper of general circulation in the areas described in
184	Subsection [(4)(a)(ii)(A)] (5)(b)(i)(A), post at least one notice per 1,000 population in places
185	within those areas that are most likely to give notice to the residents of those areas; and
186	[(B)] (ii) on the Utah Public Notice Website created in Section 63F-1-701, for three
187	weeks;
188	[(iii)] (c) send written notice to:
189	(i) the board of each local district and special service district whose boundaries
190	contain some or all of the area proposed for annexation; and [to]
191	(ii) the legislative body of the county in which the area proposed for annexation is
192	located; and
193	[(iv)] (d) hold a public hearing on the proposed annexation no earlier than 30 days after
194	the adoption of the resolution under Subsection $[(4)(a)(i)]$ (5)(a).
195	(6) The legislative body of the annexing municipality shall ensure that:
196	[(b) Each] (a) each notice under Subsections [(4)(a)(ii) and (iii) shall] (5)(b) and (c):
197	(i) [state] states that the municipal legislative body has adopted a resolution indicating
198	its intent to annex the area proposed for annexation;
199	(ii) [state] states the date, time, and place of the public hearing under Subsection
200	[(4)(a)(iv)] (5)(d);
201	(iii) [describe] describes the area proposed for annexation; and
202	(iv) except for an annexation that meets the property owner consent requirements of
203	Subsection [(5)(b), state] (7)(b) or the recommendation of annexation requirements of
204	Subsection (7)(c), states in conspicuous and plain terms that the municipal legislative body will
205	annex the area unless, at or before the public hearing under Subsection $[(4)(a)(iv)]$ (5)(d),
206	written protests to the annexation are filed by the owners of private real property that:
207	(A) is located within the area proposed for annexation;
208	(B) covers a majority of the total private land area within the entire area proposed for
209	annexation; and
210	(C) is equal in value to at least 1/2 the value of all private real property within the
211	entire area proposed for annexation[-]; and
212	[(c)  The] (b) the first publication of the notice required under Subsection $[(4)(a)(ii)(A)$
213	shall be] $(5)(b)(i)$ occurs within 14 days of the municipal legislative body's adoption of a

#### S.B. 140

01-30-17 4:41 PM

214	resolution under Subsection $\left[\frac{(4)(a)(i)}{(5)(a)}\right]$
215	[(5) (a) Upon] (7) (a) Except as provided in Subsections (7)(b)(i) and (7)(c)(i), upon
216	conclusion of the public hearing under Subsection $\left[\frac{(4)(a)(iv)}{(iv)}\right]$ (5)(d), the municipal legislative
217	body may adopt an ordinance approving the annexation of the area proposed for annexation
218	under this section unless, at or before the hearing, written protests to the annexation have been
219	filed with the [city recorder or town clerk, as the case may be,] recorder or clerk of the
220	municipality by the owners of private real property that:
221	(i) is located within the area proposed for annexation;
222	(ii) covers a majority of the total private land area within the entire area proposed for
223	annexation; and
224	(iii) is equal in value to at least 1/2 the value of all private real property within the
225	entire area proposed for annexation.
226	(b) (i) [Upon] Notwithstanding Subsection (7)(a), upon conclusion of the public hearing
227	under Subsection $[(4)(a)(iv),](5)(d)$ a municipality may adopt an ordinance approving the
228	annexation of the area proposed for annexation under this section without allowing or
229	considering protests under Subsection [(5)(a)] (7)(a) if the owners of at least 75% of the total
230	private land area within the entire area proposed for annexation, representing at least 75% of
231	the value of the private real property within the entire area proposed for annexation, have
232	consented in writing to the annexation.
233	(ii) Upon the effective date under Section 10-2-425 of an annexation approved by an
234	ordinance adopted under Subsection [ <del>(5)(b)(i)</del> ] <u>(7)(b)(i)</u> , the area annexed [ <del>shall be</del> ] is
235	conclusively presumed to be validly annexed.
236	(c) (i) Notwithstanding Subsection (7)(a), upon conclusion of the public hearing under
237	Subsection (5)(d), a municipality may adopt an ordinance approving the annexation of an area
238	that the county legislative body proposes for annexation under this section without allowing or
239	considering protests under Subsection (7)(a) if the county legislative body has formally
240	recommended annexation to the annexing municipality and has made a formal finding that:
241	(A) the area to be annexed can be more efficiently served by the municipality than by
242	the county;
243	(B) the area to be annexed is not likely to be naturally annexed by the municipality in
244	the future as the result of urban development;

245	(C) annexation of the area is likely to facilitate the consolidation of overlapping
246	functions of local government; and
247	(D) annexation of the area is likely to result in an equitable distribution of community
248	resources and obligations.
249	(ii) The county legislative body may base the finding required in Subsection
250	<u>(7)(c)(i)(B) on:</u>
251	(A) existing development in the area;
252	(B) natural or other conditions that may limit the future development of the area; or
253	(C) other factors that the county legislative body considers relevant.
254	(iii) A county legislative body may make the recommendation for annexation required
255	in Subsection (7)(c)(i) for only a portion of an unincorporated island if, as a result of
256	information provided at the public hearing, the county legislative body makes a formal finding
257	that it would be equitable to leave a portion of the island unincorporated.
258	(iv) If a county legislative body has made a recommendation of annexation under
259	Subsection (7)(c)(i):
260	(A) the relevant municipality is not required to proceed with the recommended
261	annexation; and
262	(B) if the relevant municipality proceeds with annexation, the municipality shall annex
263	the entire area that the county legislative body recommended for annexation.
264	(v) Upon the effective date under Section 10-2-425 of an annexation approved by an
265	ordinance adopted under Subsection (7)(c)(i), the area annexed is conclusively presumed to be
266	validly annexed.
267	[(6) (a) If] (8) (a) Except as provided in Subsections (7)(b)(i) and (7)(c)(i), if protests
268	are timely filed that comply with Subsection $[(5)]$ (7)(a), the municipal legislative body may
269	not adopt an ordinance approving the annexation of the area proposed for annexation, and the
270	annexation proceedings under this section shall be considered terminated.
271	(b) Subsection [(6)(a) may not be construed to] (8)(a) does not prohibit the municipal
272	legislative body from excluding from a proposed annexation under Subsection [ <del>(2)(a)(ii)</del> ]
273	(2)(b) the property within an unincorporated island regarding which protests have been filed
274	and proceeding under Subsection $\left[\frac{(2)(b)}{(2)}\right]$ (3) to annex some or all of the remaining portion of
275	the unincorporated island.

#### S.B. 140

01-30-17 4:41 PM

276	Section 3. Section <b>10-2a-402</b> is amended to read:
277	10-2a-402. Application.
278	(1) The provisions of this part:
279	[(a) apply to the following located in a county of the first class:]
280	[(i)] (a) apply to a planning township that is:
281	(i) located in a county of the first class; and
282	(ii) established before January 1, 2015; and
283	[(ii) subject to Subsection (2), an unincorporated island located in a county of the first
284	class on or after May 12, 2015, and before November 4, 2015; and]
285	(b) do not apply to a planning advisory area, as defined in Section 17-27a-103, or any
286	other unincorporated area located outside of a county of the first or second class.
287	(2) (a) The provisions of Part 2, Incorporation of a City, and Part 3, Incorporation of a
288	Town, apply to an unincorporated area described in Subsection (1) for an incorporation as a
289	city after November 3, 2015.
290	(b) The provisions of Chapter 2, Part 4, Annexation[:] apply to an unincorporated
291	island that is not annexed at an election under this part for purposes of annexation on or after
292	November 4, 2015.
293	[(i) do not apply to an unincorporated island for purposes of annexation before
294	November 4, 2015, unless:]
295	[(A) otherwise indicated; or]
296	[(B) before July 1, 2015, an annexation petition is filed in accordance with Section
297	10-2-403 or an intent to annex resolution is adopted in accordance with Subsection
298	<del>10-2-418(2)(a)(i); and</del> ]
299	[(ii) apply to an unincorporated island that is not annexed at an election under this part
300	for purposes of annexation on or after November 4, 2015.]

#### Legislative Review Note Office of Legislative Research and General Counsel