ANNEXATION OF ISLANDS WITHIN CITIES
2017 GENERAL SESSION
STATE OF UTAH
Chief Sponsor: D. Gregg Buxton
House Sponsor: Gage Froerer
LONG TITLE
General Description:
This bill addresses municipal annexation of unincorporated islands.
Highlighted Provisions:
This bill:
 clarifies provisions regarding municipal annexation of certain unincorporated island
 modifies annexation procedures to allow a municipality to annex certain
unincorporated islands without allowing or considering protests under certain
circumstances;
 provides for a recommendation of annexation from a county legislative body; and
makes technical and conforming changes.
Money Appropriated in this Bill:
None
Other Special Clauses:
None
Utah Code Sections Affected:
AMENDS:
10-2-402, as last amended by Laws of Utah 2015, Chapters 352 and 462
10-2-418, as last amended by Laws of Utah 2015, Chapter 352
10-2a-402, as enacted by Laws of Utah 2015, Chapter 352

Section 1. Section 10-2-402 is amended to read:

30	10-2-402. Annexation Limitations.
31	(1) (a) A contiguous, unincorporated area that is contiguous to a municipality may be
32	annexed to the municipality as provided in this part.
33	(b) An unincorporated area may not be annexed to a municipality unless:
34	(i) it is a contiguous area;
35	(ii) it is contiguous to the municipality;
36	(iii) annexation will not leave or create an unincorporated island or unincorporated
37	peninsula:
38	(A) except as provided in Subsection $[\frac{10-2-418(2)(b)}{2};]$ $\frac{10-2-418(3)}{2};$ or
39	(B) unless the county and municipality have otherwise agreed; and
40	(iv) for an area located in a specified county with respect to an annexation that occurs
41	after December 31, 2002, the area is within the proposed annexing municipality's expansion
42	area.
43	(2) Except as provided in Section 10-2-418, a municipality may not annex an
44	unincorporated area unless a petition under Section 10-2-403 is filed requesting annexation.
45	(3) (a) An annexation under this part may not include part of a parcel of real property
46	and exclude part of that same parcel unless the owner of that parcel has signed the annexation
47	petition under Section 10-2-403.
48	(b) A piece of real property that has more than one parcel number is considered to be a
49	single parcel for purposes of Subsection (3)(a) if owned by the same owner.
50	(4) A municipality may not annex an unincorporated area in a specified county for the
51	sole purpose of acquiring municipal revenue or to retard the capacity of another municipality to
52	annex the same or a related area unless the municipality has the ability and intent to benefit the
53	annexed area by providing municipal services to the annexed area.
54	(5) The legislative body of a specified county may not approve urban development
55	within a municipality's expansion area unless:
56	(a) the county notifies the municipality of the proposed development; and
57	(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

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

- (6) (a) An annexation petition may not be filed under this part proposing the annexation of an area located in a county that is not the county in which the proposed annexing municipality is located unless the legislative body of the county in which the area is located has 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 of a military installation.

- (ii) Before petitioning for annexation under Subsection (8)(b)(i), the Military Installation Development Authority shall provide the military installation with a copy of the petition for annexation. The military installation may object to the petition for annexation within 14 days of receipt of the copy of the annexation petition. If the military installation objects under this Subsection (8)(b)(ii), the Military Installation Development Authority may not petition for the annexation as if it was the sole private property owner.
- (iii) If any portion of an area annexed under a petition for annexation filed by a Military Installation Development Authority is located in a specified county:
 - (A) the annexation process shall follow the requirements for a specified county; and
 - (B) the provisions of Subsection 10-2-402(6) do not apply.
- Section 2. Section **10-2-418** is amended to read:

- 10-2-418. Annexation of an island or peninsula without a petition -- Notice -- Hearing.
- (1) [For] As used in Subsection (2)(b)(ii), for purposes of an annexation conducted in accordance with this section of an area located within a county of the first class, "municipal-type services" [for purposes of Subsection (2)(a)(ii)(B)] does not include a service provided by a municipality pursuant to a contract that the municipality has with another political subdivision as "political subdivision" is defined in Section 17B-1-102.
- (2) [(a)] Notwithstanding Subsection 10-2-402(2), a municipality may annex an unincorporated area under this section without an annexation petition if:
- [(i) (A)] (a) (i) the area to be annexed consists of one or more unincorporated islands within or unincorporated peninsulas contiguous to the municipality;
- [(B)] (ii) the majority of each island or peninsula consists of residential or commercial development;

114	[(C)] <u>(iii)</u> the area proposed for annexation requires the delivery of municipal-type
115	services; and
116	[(D)] (iv) the municipality has provided most or all of the municipal-type services to the
117	area for more than one year;
118	[(ii) (A)] (b) (i) the area to be annexed consists of one or more unincorporated islands
119	within or unincorporated peninsulas contiguous to the municipality, each of which has fewer
120	than 800 residents; and
121	[(B)] (ii) the municipality has provided one or more municipal-type services to the area
122	for at least one year; [or]
123	[(iii) (A)] (c) (i) the area consists of:
124	[(1)] (A) an unincorporated island within or an unincorporated peninsula contiguous to
125	the municipality; and
126	[(H)] (B) for an area outside of the county of the first class proposed for annexation, no
127	more than 50 acres; and
128	[(B)] (ii) the county in which the area is located, subject to Subsection $[(3)(b)]$ (4)(b),
129	and the municipality agree that the area should be included within the municipality[-]; or
130	(d) (i) the area to be annexed consists only of one or more unincorporated islands in a
131	county of the second class;
132	(ii) the area to be annexed is located in the expansion area of a municipality; and
133	(iii) the county legislative body in which the municipality is located provides notice to
134	each property owner within the area to be annexed that:
135	(A) the county legislative body will hold a public hearing, no less than 15 days after the
136	day on which the county legislative body provides the notice; and
137	(B) after the public hearing the county legislative body may make a recommendation of
138	annexation to the municipality whose expansion area includes the area to be annexed.
139	[(b)] (3) Notwithstanding Subsection 10-2-402(1)(b)(iii), a municipality may annex a
140	portion of an unincorporated island or unincorporated peninsula under this section, leaving
141	unincorporated the remainder of the unincorporated island or unincorporated peninsula, if:

142 [(i)] (a) in adopting the resolution under Subsection [(4)(a)(i)] (5)(a) the municipal 143 legislative body determines that not annexing the entire unincorporated island or unincorporated 144 peninsula is in the municipality's best interest; and 145 [(ii)] (b) for an annexation of one or more unincorporated islands under Subsection $\left[\frac{(2)(a)(ii)}{(2)(b)}\right]$ (2)(b), the entire island of unincorporated area, of which a portion is being annexed. 146 147 complies with the requirement of Subsection $[\frac{(2)(a)(ii)(A)}{(2)(b)(i)}]$ (2)(b)(i) relating to the number of 148 residents. 149 $[\frac{(3)}{(4)}]$ (4) (a) This Subsection $[\frac{(3)}{(3)}]$ (4) applies only to an annexation within a county of 150 the first class. 151 (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 Subsection 152 153 (3)(d), to the city or town recorder of the annexing city or town the private property owners' 154 consent to be annexed into the municipality.] give written consent to the annexation, in accordance with Subsection (4)(d), to the recorder of the annexing municipality. 155 156 (c) For purposes of Subsection $[\frac{(3)(b)}{(4)(b)}]$ (4)(b), the majority of private property owners 157 is property owners who own: 158 (i) the majority of the total private land area within the area proposed for annexation; and 159 160 (ii) private real property equal to at least one half the value of private real property 161 within the area proposed for annexation. 162 (d) [(i)] A property owner consenting to annexation shall indicate the property owner's consent on a form which includes language in substantially the following form: 163 164 "Notice: If this written consent is used to proceed with an annexation of your property 165 in accordance with Utah Code Section 10-2-418, no public election is required by law to 166 approve the annexation. If you sign this consent and later decide you do not want to support 167 the annexation of your property, you may withdraw your signature by submitting a signed,

written withdrawal with the recorder or clerk of [name of annexing municipality]. If you choose

to withdraw your signature, you must do so no later than the close of the public hearing on the

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1/0	annexation conducted in accordance with Utah Code Subsection $\left[\frac{10-2-4+8(4)(a)(iv)}{4}\right]$
171	<u>10-2-418(4)(d)</u> .".
172	(e) A private property owner may withdraw the property owner's signature indicating
173	consent by submitting a signed, written withdrawal with the recorder or clerk no later than the
174	close of the public hearing held in accordance with Subsection $[\frac{(4)(a)(iv)}{(5)(d)}]$.
175	$\left[\frac{4}{a}\right]$ (5) The legislative body of each municipality intending to annex an area under
176	this section shall:
177	[(i)] (a) adopt a resolution indicating the municipal legislative body's intent to annex the
178	area, describing the area proposed to be annexed;
179	[(ii)] (b) publish notice:
180	[(A)(I)](i)(A) at least once a week for three successive weeks in a newspaper of
181	general circulation within the municipality and the area proposed for annexation; or
182	[(H)] (B) if there is no newspaper of general circulation in the areas described in
183	Subsection $[(4)(a)(ii)(A)]$ $(5)(b)(i)(A)$, post at least one notice per 1,000 population in places
184	within those areas that are most likely to give notice to the residents of those areas; and
185	[(B)] (ii) on the Utah Public Notice Website created in Section 63F-1-701, for three
186	weeks;
187	[(iii)] (c) send written notice to:
188	(i) the board of each local district and special service district whose boundaries contain
189	some or all of the area proposed for annexation; and [to]
190	(ii) the legislative body of the county in which the area proposed for annexation is
191	located; and
192	[(iv)] (d) hold a public hearing on the proposed annexation no earlier than 30 days after
193	the adoption of the resolution under Subsection $[\frac{(4)(a)(i)}{2}]$ (5)(a).
194	(6) The legislative body of the annexing municipality shall ensure that:
195	[(b) Each] (a) each notice under Subsections [(4)(a)(ii) and (iii) shall] (5)(b) and (c):
196	(i) [state] states that the municipal legislative body has adopted a resolution indicating
197	its intent to annex the area proposed for annexation;

198	(ii) [state] states the date, time, and place of the public hearing under Subsection
199	[(4)(a)(iv)] (5)(d);
200	(iii) [describe] describes the area proposed for annexation; and
201	(iv) except for an annexation that meets the property owner consent requirements of
202	Subsection [(5)(b), state] (7)(b) or the recommendation of annexation requirements of
203	Subsection (7)(c), states in conspicuous and plain terms that the municipal legislative body will
204	annex the area unless, at or before the public hearing under Subsection $[\frac{(4)(a)(iv)}{(5)(d)}]$
205	written protests to the annexation are filed by the owners of private real property that:
206	(A) is located within the area proposed for annexation;
207	(B) covers a majority of the total private land area within the entire area proposed for
208	annexation; and
209	(C) is equal in value to at least 1/2 the value of all private real property within the entire
210	area proposed for annexation[-]; and
211	[(c) The] (b) the first publication of the notice required under Subsection [(4)(a)(ii)(A)
212	shall be] (5)(b)(i) occurs within 14 days of the municipal legislative body's adoption of a
213	resolution under Subsection $[\frac{(4)(a)(i)}{(5)(a)}]$.
214	[(5) (a) Upon] (7) (a) Except as provided in Subsections (7)(b)(i) and (7)(c)(i), upon
215	conclusion of the public hearing under Subsection $[(4)(a)(iv)]$ (5)(d), the municipal legislative
216	body may adopt an ordinance approving the annexation of the area proposed for annexation
217	under this section unless, at or before the hearing, written protests to the annexation have been
218	filed with the [city recorder or town clerk, as the case may be,] recorder or clerk of the
219	municipality by the owners of private real property that:
220	(i) is located within the area proposed for annexation;
221	(ii) covers a majority of the total private land area within the entire area proposed for
222	annexation; and
223	(iii) is equal in value to at least 1/2 the value of all private real property within the entire
224	area proposed for annexation.
225	(b) (i) [Upon] Notwithstanding Subsection (7)(a), upon conclusion of the public hearing

under Subsection $[(4)(a)(iv),]$ $(5)(d)$ a municipality may adopt an ordinance approving the		
annexation of the area proposed for annexation under this section without allowing or		
considering protests under Subsection $[\frac{(5)(a)}{(7)(a)}]$ if the owners of at least 75% of the total		
private land area within the entire area proposed for annexation, representing at least 75% of		
the value of the private real property within the entire area proposed for annexation, have		
consented in writing to the annexation.		
(ii) Upon the effective date under Section 10-2-425 of an annexation approved by an		
ordinance adopted under Subsection $[(5)(b)(i)]$ $(7)(b)(i)$, the area annexed $[shall be]$ is		
conclusively presumed to be validly annexed.		
(c) (i) Notwithstanding Subsection (7)(a), upon conclusion of the public hearing under		
Subsection (5)(d), a municipality may adopt an ordinance approving the annexation of an area		
that the county legislative body proposes for annexation under this section without allowing or		
considering protests under Subsection (7)(a) if the county legislative body has formally		
recommended annexation to the annexing municipality and has made a formal finding that:		
(A) the area to be annexed can be more efficiently served by the municipality than by		
the county;		
(B) the area to be annexed is not likely to be naturally annexed by the municipality in		
the future as the result of urban development;		
(C) annexation of the area is likely to facilitate the consolidation of overlapping		
functions of local government; and		
(D) annexation of the area is likely to result in an equitable distribution of community		
resources and obligations.		
(ii) The county legislative body may base the finding required in Subsection (7)(c)(i)(B)		
<u>on:</u>		
(A) existing development in the area;		
(B) natural or other conditions that may limit the future development of the area; or		
(C) other factors that the county legislative body considers relevant.		
(iii) A county legislative body may make the recommendation for annexation required in		

S.B. 140 **Enrolled Copy** 254 Subsection (7)(c)(i) for only a portion of an unincorporated island if, as a result of information 255 provided at the public hearing, the county legislative body makes a formal finding that it would 256 be equitable to leave a portion of the island unincorporated. 257 (iv) If a county legislative body has made a recommendation of annexation under 258 Subsection (7)(c)(i): (A) the relevant municipality is not required to proceed with the recommended 259 260 annexation: and 261 (B) if the relevant municipality proceeds with annexation, the municipality shall annex 262 the entire area that the county legislative body recommended for annexation. 263 (v) Upon the effective date under Section 10-2-425 of an annexation approved by an ordinance adopted under Subsection (7)(c)(i), the area annexed is conclusively presumed to be 264 validly annexed. 265 266 $[\frac{(6)(a) \text{ If}}{(8)(a)}]$ (8) (a) Except as provided in Subsections (7)(b)(i) and (7)(c)(i), if protests are timely filed that comply with Subsection [(5)] (7)(a), the municipal legislative body may not 267 268 adopt an ordinance approving the annexation of the area proposed for annexation, and the 269 annexation proceedings under this section shall be considered terminated. 270 (b) Subsection [(6)(a) may not be construed to] (8)(a) does not prohibit the municipal legislative body from excluding from a proposed annexation under Subsection [(2)(a)(ii)] (2)(b) 271 272 the property within an unincorporated island regarding which protests have been filed and 273 proceeding under Subsection $[\frac{(2)(b)}{(2)}]$ (3) to annex some or all of the remaining portion of the 274 unincorporated island. 275 Section 3. Section 10-2a-402 is amended to read: 10-2a-402. Application. 276 277 (1) The provisions of this part:

[(a) apply to the following located in a county of the first class:]

[(i)] (a) apply to a planning township that is:

(i) located in a county of the first class; and

(ii) established before January 1, 2015; and

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