## STATE OF MINNESOTA

## OFFICE OF ADMINISTRATIVE HEARINGS

IN THE MATTER OF THE ORDERLY ANNEXATION	)	
AGREEMENT BETWEEN THE CITY OF WAVERLY	)	
AND THE TOWN OF WOODLAND PURSUANT TO	)	ORDER
MINNESOTA STATUTES 414	)	

WHEREAS, a joint resolution for orderly annexation was adopted by the City of Waverly and the Town of Woodland; and

WHEREAS, a resolution was received from the City of Waverly and the Town of Woodland indicating their desire that certain property be annexed to the City of Waverly pursuant to M.S. 414.0325; and

WHEREAS, M.S. 414.0325 states that in certain circumstances the Director of Strategic and Long Range Planning may review and comment, but shall within 30 days order the annexation of land pursuant to said subdivisions; and

WHEREAS, Reorganization Order No. 192, effective March 8, 2005, has transferred the duties of the Director to the Chief Administrative Law Judge; and

WHEREAS, on January 11, 2006, the Chief Administrative Law Judge has reviewed and accepted the resolution for orderly annexation;

IT IS HEREBY ORDERED: That the following described property is hereby annexed in accordance with the terms of the joint resolution to the City of Waverly, Minnesota, the same

as if it had originally been made a part thereof:

The South 76 rods of the Southeast Quarter of Section 5, Township 118, Range 26, excepting therefrom the East 40 rods thereof, Wright County, Minnesota.

Dated this 11<sup>th</sup> day of January, 2006.

For the Chief Administrative Law Judge 658 Cedar Street, Room 300 St. Paul, Minnesota 55155

ristin k. Scotillo

Christine M. Scotillo Executive Director

Municipal Boundary Adjustments

## <u>MEMORANDUM</u>

In ordering the annexation contained in Docket No. OA-1051-3, the Chief Administrative Law Judge finds and makes the following comment:

Planning in the area designated for orderly annexation must be provided for by one of three provisions set forth in Minnesota Statutes Section 414.0325, Subd. 5. The joint resolution does not make reference to which of the three statutory provisions the parties have agreed on to govern planning in the designated area. Agreeing to continue the county's planning and zoning controls for the designated area is not one of the statutory options authorized. The parties have agreed to future urbanization of the designated area and continuing the county planning and zoning controls appears to be inconsistent with statutory requirements.

Section 3 of the agreement imposes a financial obligation on the property owners of the subject property to reimburse the Township. The authority to impose this type of obligation on the property owner is questionable. Reimbursement for lost tax revenue is an optional provision to be negotiated. Minnesota Statutes Sec. 414.036 states reimbursement is to be "from the municipality to the town...." The issuance of this order makes no determination as to the legality or validity of these provisions of the agreement. Any issue that may arise relative to the application or interpretation of these sections will be the sole responsibility of the signatories to the agreement.

The parties are encouraged to consider this comment in light of any further amendments that may be otherwise necessary to this agreement for orderly annexation.