STATE OF MINNESOTA

OFFICE OF ADMINISTRATIVE HEARINGS

| IN THE MATTER OF THE ORDERLY ANNEXATION AGREEMENT BETWEEN THE CITY OF LAKEFIELD AND THE TOWN OF HERON LAKE PURSUANT TO |) | ORDER | |
|------------------------------------------------------------------------------------------------------------------------|---|-------|--|
| AND THE TOWN OF HERON LAKE PURSUANT TO MINNESOTA STATUTES 414 |) | | |

WHEREAS, a joint resolution for orderly annexation was adopted by the City of Lakefield and the Town of Heron Lake; and

WHEREAS, said joint resolution requests that certain property be annexed to the City of Lakefield 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.

WHEREAS, on July 13, 2005, the Chief Administrative Law Judge 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 Lakefield, Minnesota, the same as if it had originally been made a part thereof:

THAT PART OF THE SOUTHEAST QUARTER OF SECTION 33. TOWNSHIP 103 NORTH, RANGE 36 WEST OF THE FIFTH PRINCIPAL MERIDIAN. IN WEST HERONLAKE TOWNSHIP, JACKSON COUNTY, MINNESOTA, DESCRIBED AS FOLLOWS:

BEGINNING AT THE SOUTHEAST CORNER OF SAID SOUTHEAST QUARTER, THENCE

NORTH 89 DEGREES 58 MINUTES 30 SECONDS WEST, ALONG THE SOUTH LINE OF SAID SOUTHEAST QUARTER. A DISTANCE OF 1288.80 FEET, THENCE NORTH 38 DEGREES 40 MINUTES 05 SECONDS EAST A DISTANCE OF 128.04 FEET; THENCE NORTH 36 DEGREES 52 MINUTES 41 SECONDS EAST A DISTANCE OF 124.98 FEET; THENCE NORTH 38 DEGREES 40 MINUTES 05 SECONDS EAST A DISTANCE OF 128.04 FEET; THENCE NORTH 39 DEGREES 01 MINUTE 07 SECONDS EAST A DISTANCE OF 128.66 FEET; THENCE NORTH OF DEGREES OF THE NORTH OF MINUTES OO SECONDS EAST, PARALLEL WITH THE WEST LINE OF SAID SOUTHEAST QUARTER, A DISTANCE OF 100.00 FEET; THENCE NORTH 05 DEGREES 50 MINUTES 36 SECONDS EAST A DISTANCE OF 100.71 FEET; THENCE NORTH 09 DEGREES 27 MINUTES 44 SECONDS EAST A DISTANCE OF 60.83 FEET, TO A POINT BEING 660.00 FEET NORTH OF THE SOUTH LINE OF SAID SOUTHEAST QUARTER; THENCE NORTH 89 DEGREES 58 MINUTES 30 SECONDS WEST, ALONG A LINE PARALLEL WITH AND 660.00 FEET NORTH OF THE SOUTH LINE OF SAID SOUTHEAST QUARTER, A DISTANCE OF 1132.00 FEET, TO A POINT 558.00 FEET EAST OF THE WEST LINE OF SAID SOUTHEAST QUARTER; THENCE NORTH OO DEGREES 01 MINUTE 05 SECONDS WEST A DISTANCE OF 653.30 FEET: THENCE NORTH OO DEGREES-04 MINUTES 15 SECONDS WEST A DISTANCE OF 399.50 FEET; THENCE NORTH 89 DEGREES 48 MINUTES 15 SECONDS WEST A DISTANCE OF 299.00 FEET: THENCE SOUTH DO DEGREES 04 MINUTES 15 SECONDS WEST A DISTANCE OF 79.50 FEET; THENCE NORTH 89 DEGREES 39 MINUTES 53 SECONDS WEST, ALONG A LINE PARALLEL WITH AND 30.00 FEET NORTH OF THE NORTH LINE OF O'CONNER ADDITION, A DISTANCE OF 259.00 FEET, TO THE WEST LINE OF SAID SOUTHEAST QUARTER; THENCE NORTH DI) DEGREES OO MINUTES OO SECONDS EAST, ALONG THE WEST LINE OF SAID SOUTHEAST QUARTER, A DISTANCE OF 205.30 FEET; THENCE NORTH 90 DEGREES 00 MINUTES OO SECONDS EAST, ALONG A LINE AT RIGHT ANGLES TO THE WEST LINE OF SAID SOUTHEAST QUARTER, A DISTANCE OF 440.00 FEET, THENCE NORTH 00 DEGREES OF MINUTES OF SECONDS EAST, ALONG A LINE PARALLEL WITH THE WEST LINE OF SAID SOUTHEAST QUARTER, A DISTANCE OF 505.00 FEET; THENCE NORTH 90 DEGREES OF MINUTES OF SECONDS WEST A DISTANCE OF 135.00 FEET; THENCE NORTH OO DEGREES OO MINUTES OO SECONDS EAST, ALONG A LINE PARALLEL WITH THE WEST LINE OF SAID SOUTHEAST QUARTER, A DISTANCE OF 295.15 FEET, TO THE NORTH LINE OF SAID SOUTHEAST QUARTER: THENCE SOUTH 89 DEGREES 56 MINUTES 35 SECONDS EAST, ALONG THE NORTH LINE OF SAID SOUTHEAST QUARTER, A DISTANCE OF 2331.96 FEET, TO THE NORTHEAST CORNER OF SAID SOUTHEAST QUARTER; THENCE SOUTH OO DEGREES 05 MINUTES 00 SECONDS EAST, ALONG THE EAST LINE OF SAID SOUTHEAST QUARTER, A DISTANCE OF 2640.06 FEET, TO THE POINT OF BEGINNING.

THE TRACT CONTAINS 115.54 ACRES, AND IS SUBJECT TO-EASEMENTS OF RECORD, IF ANY.

WILLIAM AND LAVONNE O'CONNOR PARCEL

Commencing at the Northeast corner of Lot I of Block 2 of the O'Connor Addition in the City of Lakefield, Minnesota; thence South 89°51'45" East, assumed bearing, along the extended North line of said Block 2, a distance of 10.00 feet, to the point of beginning of the tract to be described; thence South, along a line parallel with the East line of said Block 2, a distance of 100.00 feet; thence South 89°51'45" East, along a line parallel with the South line and the extended South line of said Block 2, a distance of 238.00 feet; thence North, along a line parallel with the West line of said Southeast Quarter (SE1), a distance of 399.5 feet; thence North 89°51'45" West, a distance of 299.00 feet; thence South, a distance of 79.50 feet, to a point 30.00 feet North of the North line of Block 1 of said O'Connor Addition; thence South 89°51'45" East, along a line parallel with the North line of said Block 1, a distance of 51.00 feet to a point 30.00 feet North of the North east corner of said Block 1; thence

South, along the extended East line and the East line of said Block 1, a distance of 220.00 feet, to the Northeast corner of said Block 2; thence South 89°51'45" East, along the extended North line of said Block 2, a distance of 10.00 feet, to the point of beginning. The tract contains 2.34 acres and is subject to easements of record, if any.

IT IS FURTHER ORDERED: That the tax rate of the City of Lakefield on the property herein-ordered annexed shall be increased in substantially equal proportions over a period of six years to equality with the tax rate of the property already within the city.

Dated this 13th day of July, 2005.

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

Christin h. Scotillo

Christine M. Scotillo

Executive Director

Municipal Boundary Adjustments