



## Fiscal Estimate Narratives

DOA 3/31/2014

LRB Number	13-2730/1	Introduction Number	SB-688	Estimate Type	Original
<b>Description</b> Limiting city and village authority to annex town territory					

### Assumptions Used in Arriving at Fiscal Estimate

2013 SB 688 updates provisions regarding the annexation of town territory by a city or village. Currently, annexation may occur under certain methods and annexation of noncontiguous territory is not allowed under some methods. SB 688 further specifies situations where annexation is not allowed. Specifically, if more than 50 percent of the the territory to be annexed is located .25 miles or more from the city's or village's border, it cannot be annexed unless the town board of the town in which the territory to be annexed is located adopts a resolution approving the proposed annexation. Also, if a city or village completes a number of annexations over a consecutive three-year period such that 50 percent of the total territory annexed is located .25 miles or more from the city's or village's border, the town board of the town in which the territory to be annexed is located must adopt a resolution approving the proposed, final annexation.

The Department is currently required to review annexation proposals in counties of 50,000 or more to ensure compliance with statutory provisions, and also upon the request of a town affected by the annexation. These provisions are not changed by SB 688. Therefore, Department estimates there would be no fiscal impact on the Department to administer SB 688.

The number of annexations for which town approval would now be needed due to SB 688, and the fiscal impact of obtaining these town approvals, is not determinable other than that the Department estimates the occurrence of these situations would be limited. The bill may result in stopping annexations that would otherwise proceed. The Department estimates the number of these situations would also be limited, and the resulting fiscal impact is not determinable.

### Long-Range Fiscal Implications