



Amalgamation Frequently Asked Questions (FAQs)



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INTRODUCTION

All amalgamation related public input is being collected and tracked. You can view a detailed overview of all input (top themes and verbatim) in the What We Heard Report, found on Town websites. To date, all emails submitted through the Town websites, questions and comments from the public kick-off event, and related online survey results have been included in this report.

For this FAQ, the input has been themed into the most frequently asked questions and is broken down into subthemes with sample questions submitted by the public. Where possible, the Towns will provide responses to questions. If themes have been identified and can't be responded to at this stage, this will also be indicated. Further input will continue to be included to the FAQ and updated responses will be posted once available for the duration of the amalgamation review process.

ENGAGEMENT PROCESS

Consultation

Why was there not a vote on this amalgamation?

Will there be a referendum to approve or to reject the amalgamation? If not, why not?

A referendum or public vote is not required by the Province as part of the amalgamation process. Councils chose to proceed with a thorough amalgamation review process that includes public input and involvement throughout. Public input will be an important consideration as to whether amalgamation proceeds, alongside a review of all items required by Municipal Affairs to be included with the Towns' application.

The prospect of amalgamation between Black Diamond and Turner Valley has been a matter of considerable discussion for many years, culminating in the 2012 Friendship Agreement where the municipalities, after much consultation with the public, committed to working more closely together through the Joint Friendship Agreement Committee (joint committee of both Councils). The Amalgamation Feasibility Study (2017) also undertook a comprehensive survey with residents from both Towns to better understand public sentiment around amalgamation, particularly shared services.

For many years, the overall goal for both municipalities has been to promote collaborative relationships and shared services between the two communities. Both Councils decided to

take amalgamation to the next level and review through a formal process due to the lengthy history around amalgamation discussions, the strong history of collaboration between the two neighbours, and the many potential benefits of amalgamation. Through a thorough review process, the municipalities will know, more definitively, if amalgamation makes sense or not.

The amalgamation review process is outlined by the Province and is quite technical in nature. Council reviewed the negotiation list and determined that two topics were ideal for direct public input, Electoral Wards and naming of the potential new community. However, the Joint Friendship Agreement Committee is considering all input provided by the public throughout the process. As part of the final '**What We Heard**' Report (all community input themed and verbatim) will also include a What We Did section that will overview how public comments influenced amalgamation related decisions.

Councils are also dedicated to transparency throughout the review process. The websites for both Towns have a dedicated amalgamation page with up-to-date information on process, timeframes, engagement opportunities, and progress to date. All input is collected and shared back with the communities. The information and material that is being reviewed by the Joint Friendship Agreement Committee will also be shared with the communities. The intent is to have the community as informed as possible regarding the decisions being made.

I heard the term "Potential" Amalgamation. Can you confirm the meaning of this?

- Both Councils entered amalgamation negotiations with the intent to amalgamate. However, a final decision on whether to proceed with the application will not be made until a thorough review of all related data and material takes place.

Naming

Please advise if a new name has been determined for the combined towns of Turner Valley and Black Diamond. How will naming be determined? By whom? How?

Will the Towns lose their provincially distinctive history?

- The naming will be determined through a public engagement activity to be held in May 2021. Community members will be asked to submit their name preference for the new Town if amalgamation proceeds. In their submissions, the Towns will invite community members to include pictures, drawings, memories, stories as to why the name is important, this includes reference to history, identity, and culture. Although the Joint Friendship Agreement Committee will decide upon the final name, the public's

preferences will be highly influential. Details on the naming activity will be advertised and found on the Towns' websites.

Electoral Wards

Preference is for non-ward representation but I understand that decision is in the future.

- Electoral representation will be determined through a public engagement activity to be held in May 2021. Community members will be provided with an information sheet on 'Election at Large' or 'Ward Representation' and asked to indicate their preference. Citizens are encouraged to research what they feel might be pros and cons to help form their opinion. The Joint Friendship Agreement Committee will work with the preference of the public. Details on the ward activity will be advertised and found on the Towns' websites.

Reporting Back

Will the results of the three relevant amalgamation questions be posted? If so, when will the results be available? Is there a place to see posted amalgamation questions?

- All public input, including the survey questions, can be found in the What We Heard Report on both Town websites. This report includes all public input collected through the Town websites, the public kick-off event, and related online survey, and has been reviewed and themed with the intent to provide a high-level pulse of what input was provided or questions asked the most often. All questions and comments are also provided verbatim at the end of the report. The most frequently asked questions found throughout this input are being addressed, where possible, in this FAQ.

AMALGAMATION PROCESS

General

Has the amalgamation committee set defined targets or measures to determine if amalgamation is a good decision for both communities?

- No defined targets have been set. The Joint Friendship Agreement Committee has established a Process Charter for the amalgamation negotiations which set the parameters for how the Committee and all Sub-committees will conduct amalgamation related activity.

- The Sub-committees (made up of Council and Administration representation) establish what information and materials are necessary to conduct a thorough review and ensure adequate resources and expertise are available.
- It is expected that the amalgamation review will identify areas of potential benefit and potential risk as part of the process.

What initiatives have been "stalled" due to amalgamation talks?

- Council and Administration in Black Diamond have a strategic plan and some of the initiatives have been placed on the back burner for the time being. There is also work that continues, but it is at a slower pace. Examples of these are:
 - More robust marketing of economic development event fund grants.
 - Public gathering spaces and day-use area public engagement.
 - Public education on water consumption to assist with the goal to decrease individual usage.
 - Research on an organic program and phasing out of larger garbage bins
- In Turner Valley service level reviews have been deferred until the outcome of the amalgamation process has been determined. Intermunicipal Collaboration Frameworks (ICFs) with Foothills County and the Town of Black Diamond have also been put on hold pending the outcome of the process.

Working Committees

Are Amalgamation Sub-committee members both elected officials and town residents?

How does a member of the public get involved in an amalgamation committee?

- Sub-committees are comprised of elected officials and staff. Town residents do not participate in the sub-committees but have the opportunity to participate in public engagement sessions.

Post-Amalgamation Model

Can the towns provide residents with a possible post-amalgamation model from historical information without a costly consultation process?

Please provide a snapshot of how blended services would look, as well as council and administrations? People are looking to see what it might look like from a 100-foot level.

- The amalgamated Town would be comprised of a Council of one (1) mayor, six (6) councillors, one (1) CAO, managers and staff. This is similar to standard municipal organizational structures for towns across Alberta.
- It is difficult to provide a forecast of a Town model because the Council elected in late 2022 (should amalgamation be approved), supported by a new CAO, will ultimately be responsible for decisions such as budget allocations, service levels, staffing requirements, as well as all combined infrastructure, facilities and equipment assets. These decisions are not known now and cannot be speculated on.

HUMAN RESOURCES AND TOWN FACILITIES

Staffing

What happens to the staff in Turner Valley or Black Diamond as it is obvious that doubling up on staff will necessitate reductions?

- There will be a reduction of one CAO.
- A service level review will be conducted by the new municipality's Council and CAO. The results of the service level review will guide an organizational structure assessment to determine and identify the optimal requirements for the amalgamated town.

Council

Why was it decided there would be one mayor and six councillors? Why not one mayor and four councillors?

How many Councillors and town employees will be released?

- At the November 19, 2020 Joint Friendship Agreement Committee negotiating meeting it was agreed by both Councils that the application to amalgamate would include seven (7) elected officials to represent the newly formed municipality upon its incorporation - six councillors and a mayor. This is the standard elected structure for municipalities that fit "Town" status. This number is also in line with recommendations of the Act (Municipal Government Act RSA 200 Chapter M-26 Part 5 Division 1 s. 143(1) - Number of councillors for municipalities) where it states "The council of a city or town consists of 7 councillors unless the council passes a bylaw specifying a higher or lower odd number."
- The amalgamation will result in a reduction of seven (7) elected officials.
- For the response to the staff portion of this question, see the response under Staffing.

Since the Council will have more residents to tend to, how much more will their salary be?

- Council pay will be determined by the new municipality's Council. Council conducts an annual review of the Council Remuneration policy.

Current information:

[Black Diamond Council Remuneration Policy](#)

[Turner Valley Council Remuneration and Reimbursement Policy](#)

CAO

How will we decide who would continue as CAO?

- The amalgamation application may either include a recommendation from JFAC naming an interim CAO, or they may defer this decision. The name of the individual must be provided no later than the Province drafting the Order in Council to approve the amalgamation. This information will be made public when available. The permanent CAO will be selected by the new Council of the amalgamated town after Jan. 1, 2023.

Town Facilities

Will one of the existing town hall buildings be sufficient to house the amalgamated town's needs? Will a new building be needed? Cost?

- A new municipal town hall building is not currently being considered. The existing Black Diamond Town office will be the main municipal centre with the expectation that all current municipal facilities will be required.

EMERGENCY SERVICES

[Policing & RCMP](#)

When will the residents of Turner Valley and Black Diamond begin to pay for policing?

- Before April 2020, only municipalities over a population of 5000 had to pay for a portion of the policing costs, usually through a system of municipal contracts with the RCMP.
- As of April 1, 2020, the Province of Alberta mandated all municipalities, no matter the size, pay a portion of the cost of RCMP policing.
- Both Towns expect to start paying for policing when invoiced in 2021. Both Towns have budgeted for the expected costs (see table below).
- The [Police Funding Regulation Information Sheet](#) provides additional information.

How much will the RCMP cost with and without amalgamation?

| | |
|-----------------------------|--|
| Without amalgamation | ~\$333,000 for both municipalities |
| With amalgamation | ~308,000 for the new amalgamated municipality |

Detailed explanation below:

- Without amalgamation: Current and projected RCMP costs are reflected below:

| <i>Police Funding Model - Requisition - municipal population based on 5,000 and under (Provincial Police Service Agreement with RCMP)</i> | | | |
|---|---------------|---------------|------------------|
| <i>*Based on information received in 2020</i> | | | |
| Towns - Pre Amalgamation | | | |
| Year | Black Diamond | Turner Valley | Total Both Towns |
| Payable 2020 | 56,446 | 54,632 | 111,078 |
| 2021 | 84,729 | 82,006 | 166,735 |
| 2022 | 112,891 | 109,263 | 222,154 |
| 2023 | 169,458 | 164,013 | 333,471 |

- Urban municipalities with populations over 5,000 have three options for providing police services in their communities:
 - Contract with the federal or provincial government or another municipality for the provision of policing services;
 - Establish a stand-alone municipal police service; or
 - Establish a regional police service with other municipalities, which may include the province.
- The most common municipal policing arrangement in Alberta is the use of contract policing. Under this arrangement, the RCMP provides policing services to a municipality under the Municipal Police Service Agreement (MPSA). [Information sheet from AUMA regarding Municipal policing for municipalities with populations above 5000.](#)
- With Amalgamation: It is projected that the RCMP contract for the amalgamated municipality would be in the neighbourhood of \$550,000 annually, however, this

amount will be offset by the Municipal Policing Assistance Grant available to municipalities with a population of 5,000 or more.

How much do you expect to receive from the Municipal Policing Assistance Grant? Is the grant based on population or percentage?

- Municipalities with a population over 5,000 that provide their own municipal police services are eligible for this grant. The grant is issued each year and no application is required.
- Once amalgamated, access to the Municipal Police Assistance Grant (MPAG) program would be accessible as the population threshold (5001) will have been met.
- The grant is based on population and it includes a \$200,000 base payment + \$8 per capita. The newly amalgamated Town would expect to receive \$242,000 annually.

| <i>Police Funding Model - municipal population based on 5,001 to 15,000 (Municipal Police Agreement with RCMP)</i> | | | |
|--|------------------|----------------------|--------------------------------|
| Year | New Municipality | Provincial Funding * | Net Amount - Post Amalgamation |
| Estimated Cost - | | | |
| 2023 | 550,000 | (242,072) | 307,928 |
| Total | 550,000 | (242,072) | 307,928 |
| MPAG financial assistance is based on the following thresholds: | | | |
| <i>*Towns and cities with a population from 5,001 to 16,666 receive a \$200,000 base payment plus an additional \$8.00 per capita.</i> | | | |
| <i>* Population baseline ~ Black Diamond 2,700 and Turner Valley 2,559 total combined 5,259 (based on 2016 Census)</i> | | | |
| <i>*Does not replace the Municipal Enforcement/CPO Costs</i> | | | |

Could recognize minimal savings of \$25,543 under the new model based on municipal population 5,001 to 15,000

Will the RCMP station remain in Turner Valley or will it move to a more central location in Black Diamond?

- This decision rests with the RCMP and to our knowledge no change is being considered at this time.

When our community does begin to pay for policing, will we be guaranteed to receive the same number or more officers on the ground in our community?

- The RCMP is responsible for determining service levels.

[Community Peace Officers / Municipal Enforcement](#)

What about the bylaw officers? Will they be eliminated?

- The amalgamation process is based on continuing existing levels of service. If the Towns amalgamate, service levels, budgets and staffing will be reviewed by the new municipality's Council and CAO. The current municipal staff positions will remain in place until this assessment is completed. Staffing and service levels are reviewed through the annual budget negotiation process.
- Current staffing levels:
 - Turner Valley: Staffing complement 1.75 Community Peace Officer Level 1, varying shifts 0800-2300
 - Black Diamond: Staffing complement 2.0 Community Peace Officer Level 1, varying shifts 0800-2300

Will releasing Councillors and employees enable the Towns to hire more Peace Officers so we can have the night shift covered?

- If the Towns amalgamate, service levels and staffing, including municipal enforcement, will be reviewed by the municipality's new Council and CAO.

[Other Emergency Services](#)

Which callout system would be used for Foothills Search and Rescue?

- The Towns have reached out to Foothills Search and Rescue and will provide an update when this information is available.

FINANCE

Financial Implications of Amalgamation

Will the Towns provide a unified report that will cover all of the financial information pros and cons of amalgamation for the residents to review? And if so, when could this be made available?

- The costs to amalgamate are considered throughout the process. An Amalgamation Finance Sub-committee has been established with representation from both Town Councils and administration to consider the costs carefully. The committee analyzes the financial information of both Towns. This information will be made available publicly as soon as it is available.
- The overall financials between the two Towns have been compared and are included below. For a detailed breakdown of the financials, please visit each Town's audited financials – available on the Towns' websites.
- It must be noted, however, that future decisions of Council can't be predicted and while we can estimate many of the possible efficiencies and or additional costs related to amalgamation, decisions as to whether those efficiencies or additional costs are realized will lie with future Councils and administrations.

APPENDIX A

Consolidated Statement of Financial Position (for the year ended December 31, 2020)

| <i>Town of Turner Valley /Black Diamond Consolidated Statement of Financial Position For the year ended December 31, 2020</i> | | |
|---|----------------------|----------------------|
| | BD 2020 | TV 2020 |
| FINANCIAL ASSETS | | |
| Cash & temporary investments | \$ 10,774,147 | 2,796,757 |
| Taxes & grants in place of taxes receivable | 273,569 | 318,992 |
| Trade & other receivables | 640,197 | 2,480,117 |
| Investments | - | 5,748,511 |
| | <u>\$ 11,687,913</u> | <u>\$ 11,344,377</u> |
| LIABILITIES | | |
| Accounts payable and accrued liabilities | \$ 350,474 | 378,916 |
| Employee benefit obligations | 118,240 | |
| Deposit liabilities | 743,893 | 740,715 |
| Deferred revenue | 2,001,382 | 3,252,801 |
| Long-term debt | 611,337 | 1,447,438 |
| Other liabilities | 21,429 | - |
| | <u>\$ 3,846,755</u> | <u>\$ 5,819,870</u> |
| NET FINANCIAL ASSETS | <u>\$ 7,841,158</u> | <u>\$ 5,524,507</u> |
| NON-FINANCIAL ASSETS | | |
| Tangible Capital Assets | 38,385,775 | 42,650,405 |
| Prepaid expenses | 124,542 | 32,525 |
| Inventory for consumption | 50,668 | 2,362 |
| Land held for resale inventory | 48,414 | |
| | <u>\$ 38,560,985</u> | <u>\$ 42,733,706</u> |
| Accumulated Surplus | <u>46,402,143</u> | <u>48,258,213</u> |

APPENDIX C
Consolidated Statement of Operations (for the year ended December 31, 2020)

| <i>Town of Turner Valley /Black Diamond</i> <i>Consolidated Statement of Operations</i> <i>For the year ended December 31, 2020</i> | | |
|--|------------|-------------|
| | BD 2020 | TV 2020 |
| REVENUE | | |
| Net municipal property taxes | 2,906,558 | 2,995,103 |
| User fees & sales of goods | 2,099,839 | 1,928,153 |
| Government transfer for operating | 573,761 | 332,628 |
| Investment income | 126,616 | 156,291 |
| Penalties & costs of taxes | 60,795 | 108,902 |
| Licenses & permits | 138,565 | 69,332 |
| franchise & concession contracts | 236,870 | 438,221 |
| Gain on disposal of TCA | 8,000 | |
| Rental | 188,454 | |
| Other | 126,730 | |
| Offsite levies & assessments | 39,337 | |
| | 6,505,525 | 6,028,630 |
| EXPENSES | | |
| Legislative | 150,706 | 201,926 |
| Administration | 654,460 | 1,236,640 |
| Economic and agriculture development | | 73,777 |
| Protective Services | 812,246 | 724,195 |
| Transportation services | 1,187,433 | 1,788,490 |
| Water Supply & distribution | 1,107,596 | 404,364 |
| Wastewater treatment & disposal | 918,575 | 1,047,793 |
| Waste management | 214,774 | 318,234 |
| Other environmental use & protection | 139,783 | - |
| Family & community support services | 79,025 | 59,192 |
| Cemeteries & crematoriums | 56,000 | 56,000 |
| Planning & development | 381,923 | 397,082 |
| Parks & recreation | 1,088,443 | 674,695 |
| Culture -libraries, museums, halls | 181,930 | 259,832 |
| | 6,972,894 | 7,242,220 |
| Excess (Deficiency) of Revenue over Expenses before other | (467,369) | (1,213,590) |
| Government transfer for capital | 2,109,560 | 390,344 |
| Contributed assets | - | - |
| | 2,109,560 | 390,344 |
| Excess of revenue over expenses | 1,642,191 | (823,246) |
| Accumulated surplus, beginning of year | 44,759,952 | 49,081,459 |
| | 46,402,143 | 48,258,213 |

Where are the cost savings of amalgamation to be realized?

- Financial impacts of amalgamation are being closely assessed and the Towns will provide an update on information when it is available. What has been determined to date is included here.
- Decisions made by both Turner Valley and Black Diamond Councils through the amalgamation process that will result in reduced costs include:
 - A seven (7) member council – resulting in reduction of seven (7) elected officials.
 - One (1) CAO – resulting in reduction of one (1) CAO.
- It is also expected that there will be some reduction in administrative costs by eliminating redundancies between the two Towns including:
 - Financial audit
 - IT – software
 - IT – hardware
 - Office equipment
- Upon amalgamation, a service level review will be conducted, and the organizational structure will be assessed to determine and identify the requirements for the amalgamated town.

Taxation

With the amalgamation, presumably there will be cost savings. Will these savings translate into lower property taxes?

How much tax savings will a home valued of \$350,000 see after the amalgamation?

As the emphasis of this amalgamation is reducing operation costs, will our taxes be reduced? After all, by only having one location, we will only need one mayor and a reduction in city staff therefore operating cost will be reduced.

- Future tax savings cannot be predicted. Taxation for the amalgamated municipality is the responsibility of the future Council. The future Council must prepare both operating and capital budgets in a three-year (operational) and five-year (capital) cycle. The future Council will establish the tax rate based on understanding the community's preferred levels of service and property valuation. There are also tax requisitions outside the control of the municipality. The future Council will continue to operate under the guidelines of the Municipal Government Act (MGA) and make appropriate decisions to operate the community in the most efficient way possible.
- How Tax Rates are Determined:
 - Each year, municipal councils determine the amount of money they need to operate their municipality.

- From this amount, the council then subtracts known revenues (for example, licences, grants, and permits).
- The remainder is the amount of money the municipality needs to raise through property taxes in order to provide services for the year.
- This revenue requirement is then used to calculate the tax rate.
- The tax rate is the percentage of assessed value at which each property is taxed in a municipality. The revenue requirement is divided by the assessment base (the total value of all assessed properties in the municipality).
- The tax rate calculation is expressed in the following formula:

$$\frac{\text{Revenue requirement}}{\text{Assessment base}} = \text{tax rate}$$

- Future tax rates will be established based on:
 - operational requirements (budget),
 - plus requisitions (payments to other levels of government),
 - divided by the total assessment of all properties (legally required to pay municipal taxes) to determine the tax rate for the new municipality.
- For more information: [Municipal Affairs Guide to Property Assessment and Taxation in Alberta](#)

Will each town still be responsible for setting their own mill rates?

- The newly amalgamated Town will be responsible for setting the mill rate after Jan 1, 2023. Between now and Jan 1, 2023, each Town continues to be responsible for setting their own mill rates.

Grants

Will the amalgamation result in additional eligibility for provincial funding or capital grants?

What's the difference between a town of 2500 and a town of 5000 with respect to provincial and federal funding?

An amalgamated town will be eligible for the following grants:

- [Alberta Community Partnership](#):
 - Provides support for regional collaboration and capacity building initiatives. In accordance with the 2020/21 guidelines, \$1,200,000 is the total grant amount the new town would be eligible to apply for following amalgamation January 1, 2023.
 - Based on the following two streams:

- Transition Stream - base amount of \$100,000 plus \$500 per capita – to a max of 300 persons for a total of \$250,000
- Debt servicing/Infrastructure Stream – base amount of \$500,000 plus \$1,500 per capita - to a max of 300 persons for a total of \$950,000
 - However, grant totals could change based on program approval/guidelines in subsequent years.
 - As the guidelines currently stand, projects occurring as a result of restructuring should be completed within two years following the date of municipal restructuring.

➤ [Municipal Sustainability Initiative:](#)

- Helps support local infrastructure priorities and build strong, safe and resilient communities.
- Current status of **MSI Allocations** - Municipal restructuring will not affect funding allocations to municipalities for a defined period under the MSI program. In cases where amalgamation or dissolution has occurred, the restructured municipality will receive a funding allocation equivalent to that which would have been calculated pre-restructuring for a subsequent five years, and any unexpended funding will be transferred to the amalgamated/receiving municipality.

➤ [Federal Gas Tax:](#)

- Available until 2024, this program provides financial support to municipalities to help build and revitalize local public infrastructure. Federal Gas Tax will not have a net reduction until expiry, or after the expiry of five (5) year period following amalgamation.

Any chance the provincial government may cut your expected funding due to its diminishing bank balance?

➤ From the information received to date, we do not anticipate any decline in funds and grants that support collaboration, including amalgamation. There has been an approximate 20% decline in the municipal sustainability initiative, which all municipalities in Alberta have experienced. There have also been increasing costs downloaded to the municipalities, including the requirement to pay for policing.

Amalgamation Costs

What's the dollar cost of the amalgamation process?

- The Amalgamation Finance Sub-committee will be researching and reviewing costs of amalgamation which will include rebranding (updating signs, maps, and letterhead).
- These are costs that may be covered under the Alberta Community Partnership grant. The Alberta Community Partnership grant information is listed above under Grants and additional information can be found at <https://www.alberta.ca/alberta-community-partnership.aspx>
- Some costs may have other sources of revenue attached.
- Upon approval of the amalgamation, and through the transition period, a 1 to 3 year plan will be developed to guide administration and council through the transition period by identifying key tasks necessary to move both towns forward as one. During this time frame there may be savings recognized. High level transition costs may be covered by grants from the province (i.e., Alberta Community Partnership Grant).

What are the costs of new signage/letterhead/logos/re-branding etc. after amalgamation?

- The Amalgamation Finance Sub-committee will be researching and reviewing all known costs of amalgamation, which will include rebranding (updating signs, maps and letterhead).
- An update will be provided when it is available.

What's the cost of the consulting group assigned to the amalgamation process?

- The cost of the consulting group is \$145,000 to assist with necessary work for the negotiations and final report submission to the Province, should the Councils support amalgamation.
- \$101,205 in grant funds have been received from the Province to offset the consultant costs.
- This cost does not include the Council per diems or staff time allotted to the project.

Debt

What debt does each municipality bring to the table? Which town has the major debt?

Will the debt be paid for before amalgamation or will the towns combine their debts with amalgamation?

- The Amalgamation Finance Sub-committee is analyzing the financial information of both communities. Adding the Debt, Reserves and Tangible Capital Assets, the two towns

are comparable. There will be more in-depth analytical work as the process moves forward.

- This information will be made available publicly as soon as it is available.
- While the Finance Subcommittee is assessing the data, financial statements are available on each Town's website for anyone to review. There is a note called "Long-Term debt" which shows what is owed in debt.

| Town of Turner Valley and Town of Black Diamond Long Term Debt - Debenture Schedule | | | | | | | |
|--|---------|---------|-----------|------------------------|------------------------|---------------------------|---------------------------|
| Town of Turner Valley Long Term Debt - Debenture Schedule | | | | | | | |
| Liability | Loan # | Expires | Principle | Principle Balance 2021 | Principle Balance 2022 | Interest Outstanding 2021 | Interest Outstanding 2022 |
| ACFA - Town shop | 4001009 | 2026 | 355,112 | 281,936 | 267,940 | 96,756 | 85,505 |
| ACFA - North Feeder | 3100148 | 2029 | 293,681 | 201,853 | 183,668 | 52,331 | 42,274 |
| ACFA - Library | 4001007 | 2035 | 629,312 | 499,634 | 474,831 | 171,467 | 151,529 |
| ACFA - Bylaw | 4001896 | 2024 | 100,000 | 38,995 | 26,202 | 1,094 | 524 |
| ACFA - Fire | 4001898 | 2036 | 300,000 | 239,439 | 226,314 | 53,718 | 47,299 |
| ACFA - Tandem Dump Truck | 4002125 | 2026 | 100,000 | 62,719 | 52,854 | 4,784 | 3,399 |
| ACFA - RLS/Paris | 4001897 | 2025 | 235,000 | 122,862 | 99,179 | 6,285 | 4,139 |
| | | | | 2,013,105 | 1,447,438 | 133,0989 | 386,436 |
| Town Black Diamond | | | | | | | |
| Long Term Debt - Debenture Schedule | | | | | | | |
| Liability | Loan # | Expires | Principle | Principle Balance 2021 | Principle Balance 2022 | Interest Outstanding 2021 | Interest Outstanding 2022 |
| ACFA - PW Shop Addition | 4001892 | 2040 | 139,598 | 119,259 | 114,818 | 39,808 | 36,295 |
| ACFA - PW - Water Distribution Pumping Upgrade | 1185115 | 2026 | 295,307 | 116,300 | 99,784 | 27,283 | 19,869 |
| ACFA - Sewer - Replacement Sanitary Sewer Mains | 1179465 | 2022 | 147,000 | 22,373 | 11,551 | 2,290 | 780 |
| ACFA - Sewer - Extending the East Sanitary Sewer Truck Main | 1180397 | 2023 | 206,515 | 42,770 | 29,319 | 5,121 | 2,608 |
| ACFA - Replacing Sanitary Sewer Mains | 1183359 | 2025 | 348,647 | 118,780 | 97,918 | 24,133 | 16,412 |
| ACFA - Paving of 1st Street SW from 1 Avenue SW to 6 Avenue SW | 4000252 | 2027 | 438,500 | 191,856 | 166,196 | 35,230 | 25,954 |
| | | | | 1,575,567 | 611,337 | 519,586 | 133,865 |
| Variance | | | | 437,538 | 836,101 | 811,403 | 252,571 |
| | | | | | | | 232,751 |

- All financial statements of both the municipalities are located:

[Town of Black Diamond financial statements](#)

[Town of Turner Valley financial statements](#)

Infrastructure

Will the amalgamation result in additional provincial funding or capital grants to improve infrastructure and increase levels of service?

- The Alberta Community Partnership Program does offer some incentives and the information on infrastructure grants can be accessed on the link below:
Source: [Alberta Community Partnership program guidelines](#) (Information also available under the Grants section above).
- Infrastructure renewal and replacement is important in both communities. A list of infrastructure priorities will come under the purview of the new Council and

administration as part of the ongoing capital budget process and will continue to be funded through grants, reserves and debentures.

- Service levels will be reviewed along with organizational structures if and when amalgamation is approved.

What infrastructure projects have to be undertaken to make both towns on equal footing?

Many streets and roads in Black Diamond are unpaved. Will the amalgamation result in additional provincial funding or capital grants to rectify this disgraceful situation?

Are the costs of infrastructure replacement adequately addressed in the capital requirements of both municipalities?

- As part of the amalgamation process, the capital assets of both communities are being assessed and the Finance Sub-committee will provide updates on information if and when it is available. Specific information on infrastructure planning is not part of the amalgamation process and will lie with future councils.

Elections

Were costs to hold an election discussed?

Did the committee consider seeking permission from the Province to delay elections until after the amalgamation decision (thus holding one election instead of two)? If not, why not?

- The estimated cost of an election is between \$8,000-\$12,000.
- Yes, election costs were considered when requesting the deferral of the 2021 election in the letter of intent.
- Early on in the negotiation process, Council had to decide election dates. The Minister of Municipal Affairs presented three (3) scenarios:
 - Scenario 1: complete the amalgamation application by April 30, 2021 with a change to the incorporation date to Jan 1, 2022 (one year earlier) to enable maintaining the current councils through the interim period.
 - Scenario 2: commit to completing the amalgamation application by April 30, 2021, but if it is not complete by that date, the nomination period for the October 2021 election would start on June 1, and the election would occur in October 2021.
 - Scenario 3: continue with the original application timeline, September 2021. A normal election will occur in October 2021.

Effectively, the Minister said he is not prepared to defer an election for such a significant time period. The only option was to speed up the amalgamation negotiations and application or hold an election in October.

- Both Councils, through JFAC, reviewed the Minister's options and determined that they preferred to focus on the originally agreed upon process for reviewing information and negotiating the amalgamation, and reasonable timelines for public engagement. The Councils voted in favour of Option 3.
- If the amalgamation does not proceed, the Councils elected in October 2021 for each community will continue through the four (4) year election term. A second election will not be required.
- If amalgamation is approved another election in late 2022 will be required.

Please see the attached links for official documentation.

[Letter of Intent to Amalgamate – September 11, 2020](#)

[Municipal Affairs response to Letter of Intent November 2020](#)

[Towns' response to Minister December 9, 2020](#)

DEPARTMENTS / BYLAWS

FCSS

Considering the many struggles that people have had and are having due to COVID, has there been research into how amalgamation will help or hinder the work of FCSS in helping those who have various mental, emotional, and/or financial needs?

- Family and Community Support Services will continue to provide programming and services to both communities, eventually as one program. Several shared services currently exist and partnerships with external organizations and the Province will be maintained.

Economic Development

Will there be increased grant opportunities as an economic impact of amalgamation?

- Regional grant opportunities are expected to increase once amalgamated. The Intermunicipal Economic Development Committee (IEDC) will continue to guide business retention and investment attraction initiatives under one municipality. A

service agreement is in place between Black Diamond and Turner Valley. The committee follows the [Intermunicipal Economic Development Strategy](#) to support both communities equally.

GENERAL QUESTIONS

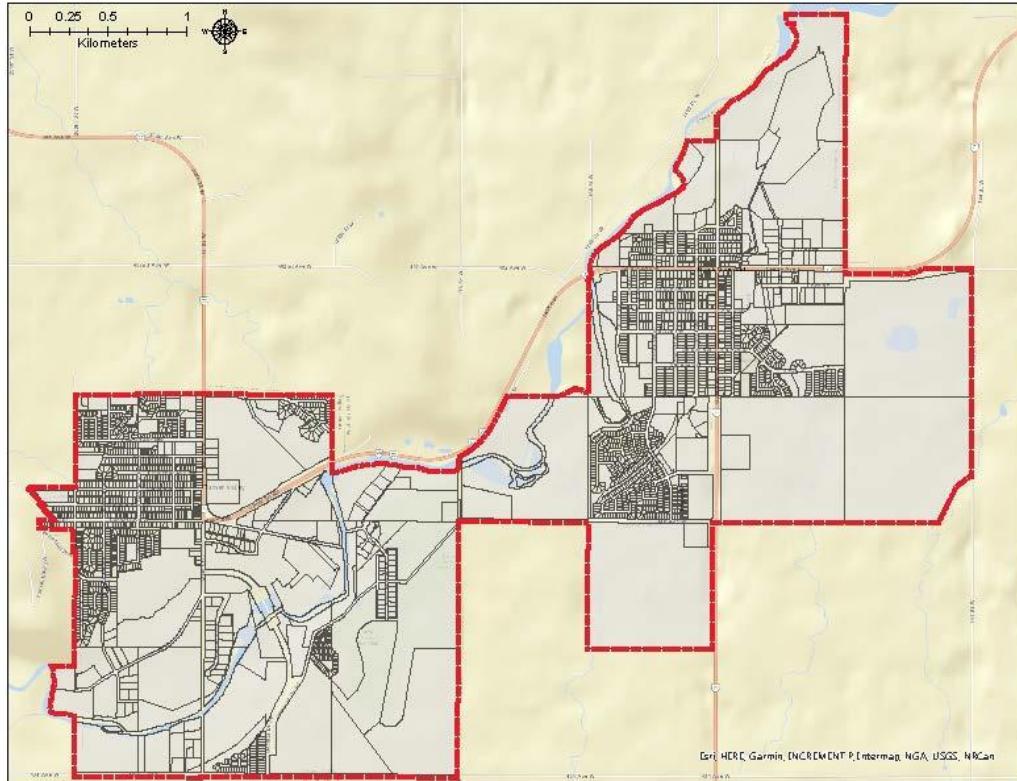
Addressing – Postal Implications

What happens to our postal address? Will this be changed? Will the residents be able to retain their addresses and only the municipality name changes?

- The response from Canada Post is that Canada Post would not make any changes to current mailing addresses unless requested by the municipality.

Annexation/Boundaries/Map

Please provide a map showing the area of the proposed Amalgamation and what land sections are affected.



Has Black Diamond annexed the land in between the two towns on both sides of the highway along Hwy 7? Does the annexation create a thick band of land between the two towns in this corridor?

- The Black Diamond annexation did not include most lands on the north side of the Sheep River, except some Town-owned land where the current “Field of Dreams” town partnership is with the Boys and Girls Club of the Foothills.

Will the amalgamated Towns be taking over some Foothills County land?

- No. Amalgamation will not include any annexation of Foothills County property.

Regional

If amalgamated, would the new entity be eligible to apply to join the Calgary Metropolitan Region Board?

- Once amalgamated, the new Town would be eligible to apply for the Calgary Metropolitan Region Board. Membership is not guaranteed.

Special Municipality

Have you looked at other towns that have amalgamated, like Crowsnest Pass?

Can we keep the names similar to what Crowsnest Past did, so that we save cost of not having to do address changes, etc.?

- Crowsnest Pass is designated a ‘Special Municipality’. The Towns asked the Province if the newly amalgamated town could be a Special Municipality. The Province said that the Special Municipality designation is only for municipalities that don’t fit the current definitions of village, town, city or MD/County. An amalgamated Turner Valley and Black Diamond fits the definition of a Town and so cannot apply to be a Special Municipality.
- Special Municipalities are unique municipal structures typically used for combining urban and rural communities. There are only 6 Special Municipalities in Alberta.