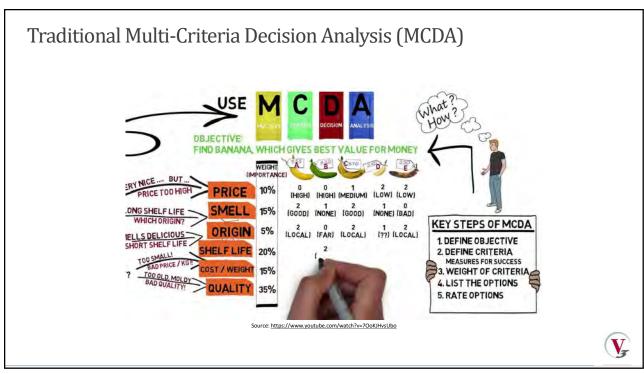
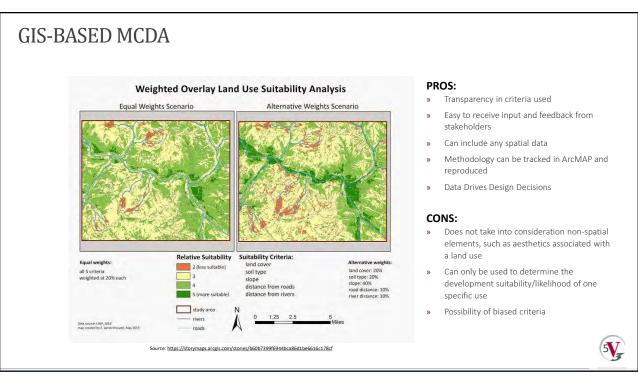


Oil and Gas Study + Railway Study Objectives

- » To understand the oil and gas development opportunities within the County and future areas of possible exploration to assist in identifying potential infrastructure and servicing upgrades.
- » To identify the infrastructure needs of the industry to enable the County to appropriately plan and budget for its implementation.
- » To identify preferred locations for the development of railway spur lines and railway sidings that can support industry export and import of goods.
- » To understand areas where future industry will expand to, or intensify, such as refinery processing facilities, laydown yards, trucking facilities, etc.
- » To work with the industry to identify opportunities for joint pipeline rights-of-way or policy to guide the development of joint rights-of-ways to avoid sporadic location of the oil and gas infrastructure.
- » To identify cost effective mitigation measures, that may be supported or championed by the County, to reduce the impact that industry development and/or expansion may have on area residents, recreational users, and other industries.







GIS-BASED MCDA

Step 1: Determine the Question

What lands within the County are likely to see future oil and gas related development or railway siding/spur development?

Step 2: Determine Constraint Criteria

Constraint criteria are lands where development cannot occur based off existing condition constraints (ex. environmentally significant lands) or deemed unsuitable for development by decision makers (ex. lands directly adjoining existing residential uses). Lands within the study boundary at this stage are binary – they are either considered suitable for development, or unsuitable.

Step 3: Determine Proximity Criteria

- Proximity criteria are the factors that enhances or detracts from the suitability of land based on a specific use (ex. lands next to existing waterline infrastructure are more suitable development or may act as a driver for development when compared to lands that are 1km
- It always as a spatial distance associated with it and we refer to this distance as "buffers".

Step 4: Determine Proximity Criteria Buffer Values

Multiple buffers are applied to each proximity criteria. The buffer distances are unique to the criterion and as the buffer values increase (i.e. get further away from the criterion) their suitability rating decrease. This is process is completed for all criteria.

Step 5: Determine Proximity Criteria Weights

Each proximity criteria is weighted according to its importance/ percent of influence. These values are relative to one-another and the sum of the weights must equal 100%.



KEY STEPS OF MCDA

1. DEFINE OBJECTIVE 2. DEFINE CRITERIA MEASURES FOR SUCCESSIONS

4. LIST THE OPTIONS

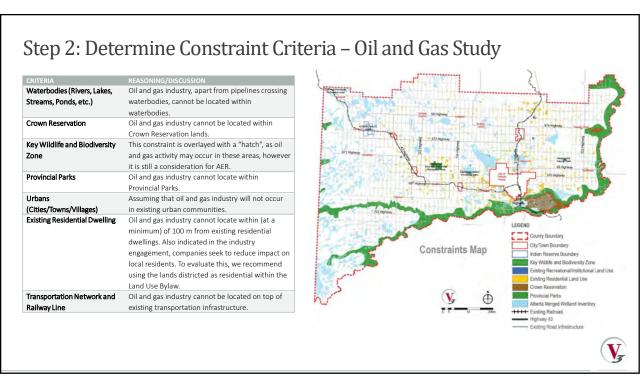
5. RATE OPTIONS

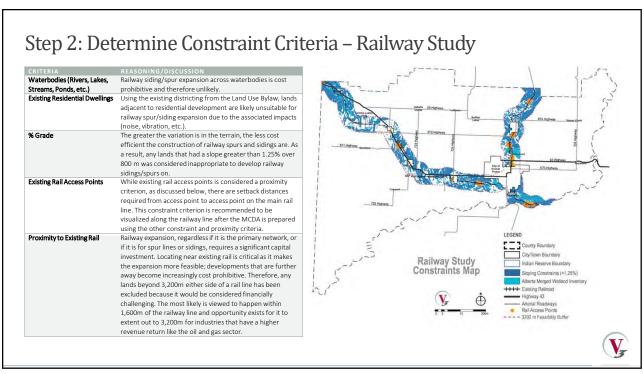
Step 1: Determine the Question

- 1. What lands within the County are likely to see future oil and gas related activity?
- 2. Where in the County would railway siding and/or spur development be suitable?



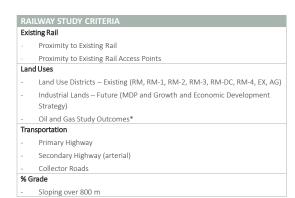
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Step 3: Determine Proximity Criteria

OIL AND GAS CRITERIA Transportation Network - Major Highway - Secondary Highway (arterial) - Collector Roads - Paved Local Roadway - Unpaved Local Roadway Existing Oil and Gas Industry - Producer (Wells, etc.) - Midstream (Batteries, etc.) - Upstream (Refineries, etc.) - Pipelines Railway Access Points* Electricity Infrastructure Wastewater Infrastructure Wastewater Infrastructure Gas Line Infrastructure





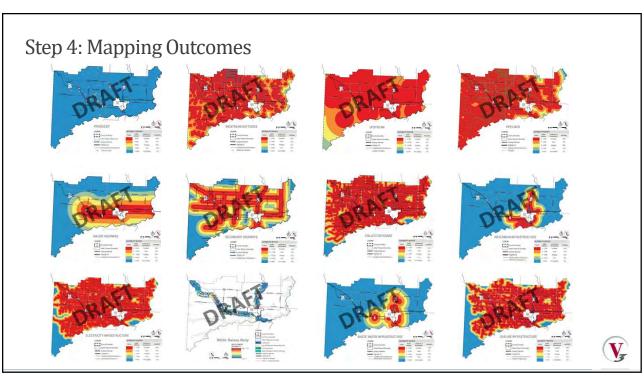
Step 4: Determine Proximity Criteria Buffer Values Oil and Gas Study Railway Study

Oil and Gas Study

CRITERIA	SUITABILITY BUFFER VALUES					
Likelihood of	Excellent	Good	Average	Poor	Not	
Development	(4)	(3)	(2)	(1)	Suitable (0)	
% Suitability	100%	75%	50%	25%	0%	
Transportation						
Major Highway	0 to 5KM	5 to 10KM	10 to 15KM	15 to 20KM	> 20KM	
Secondary Highway (arterial)	0 to 2.5KM	2.5 to 5KM	5 to 7.5KM	7.5 to 10KM	>10KM	
Collector Roads	0 to 1KM	1 to 2KM	2 to 3KM	3 to 4KM	>4KM	
Existing Oil and Gas Industry						
Producer (new wells 2017-2021)	200M	400M	600M	800M	1000M	
Midstream (Batteries, etc.)	0 to 2KM	2 to 4KM	4 to 6KM	6 to 8KM	>8 KM	
Upstream (Refineries, etc.)	0 to 10KM	10 to 20KM	20 to 30KM	30 to 40KM	>40KM	
Pipelines	0 to 2KM	2 to 4KM	4 to 6KM	6 to 8KM	>8KM	
Water Infrastructure	0 to 2km	2 to 4KM	4 to 6KM	6 to 8KM	>8KM	
Electricity Infrastructure	0 to 1KM	1 to 2KM	2 to 3KM	3 to 4KM	>4KM	
Railway MCDA Outcomes*	75 – 100%	50 – 75%	50 – 25%	< 25%	< 25%	
Waste Water Infrastructure	0 to 3KM	3 to 6KM	6 to 9KM	9 to 12KM	>12KM	
Gas Line Infrastructure	0 to 1KM	1 to 2KM	2 to 3KM	3 to 4KM	>4KM	

CRITIERA	SUITABILITY VALUES				
Likelihood of Development	Good (2)	Poor(1)	Not Feasible (0)		
% Suitability	100 %	50%	0%		
EXISTING RAIL					
Proximity to Existing Rail	0 - 1600 m	1600 - 3200 m	> 3200 m		
Proximity to Existing Rail Access Points	0 - 1600 m	1600 - 3200 m	> 3200 m		
LAND USES					
Oil and Gas Study Outcomes*	0 - 800 m	800 - 1600 m	1600- 2400 m		
Land Use Districts – Existing	Districted as: RM, RM-1, RM2, RM-3, RM-DC, RM-4, EX, AG = 100% Suitable				
(RM, RM-1, RM-2, RM-3, RM-DC, RM-4, EX, AG)	All other land use district = 0% Suitable				
Industrial Lands – Future (MDP + Growth and Economic Development Strategy)	Designated for future Industrial Uses = 100% Suitable All other designations = 0% Suitable				
TRANSPORTATION					
Primary Highway	0 - 800 m	800 - 1600 m	1600 - 2400 m		
Secondary Highway (arterial)	0 - 800 m	800 - 1600 m	1600 - 2400 m		
Collector Roads	0 – 400 m	400 – 800 m	800 – 1200 m		
% GRADE					
Minimal Sloping (over 800m)	0 – 0.75%	0.75 -1.25%	>1.25%		





Step 5: Determine Proximity Criteria Weights

Oil and Gas Study

CRITERIA	WEIGHTING (%)		
Likelihood of Development			
% Suitability	Equals to 100 %		
EXISTING OIL AND GAS INDUSTRY			
Producer (New wells 2017-2021)	25%		
Midstream (Batteries, etc.)	5%		
Upstream (Refineries, etc.)	5%		
Pipelines	5%		
TRANSPORTATION			
Major Highway	20%		
Secondary Highway (arterial)			
Collector Roads			
WATER INFRASTRUCTURE	10%		
ELECTRICITY INFRASTRUCTURE	10%		
RAILWAY STUDY OUTCOMES	10%		
WASTEWATER INFRASTRUCTURE	5%		
GAS LINE INFRASTRUCTURE	5%		

Railway Study

CRITERIA	WEIGHTING (%)	
Likelihood of Development		
% Suitability	Equals to 100 %	
EXISTING RAIL		
Proximity to Existing Rail	25%	
Proximity to Existing Rail Access	25%	
Points		
LAND USES		
Oil and Gas Study Outcomes	12%	
Land Use Districts (existing)	8%	
(RM, RM-1, RM-2, RM-3, RM-DC,		
RM-4, EX, AG)		
Industrial Lands – Future (MDP +	5%	
Growth and Economic		
Development Strategy)		
TRANSPORTATION		
Primary Highway	4.5%	
Secondary Highway (arterial)	3.5%	
Collector Roads	2%	
% GRADE		
Minimal Sloping (over 800m)	15%	



MCDA: Oil and Gas Study MCDA: Oil and Gas Study LECEND LECE

Key Outcomes

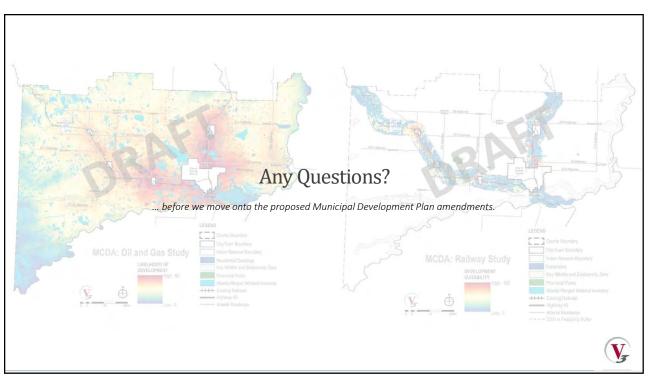
- When merging each proximity criterion map with their associated weighting and the constraint criteria, the likelihood of development reached a maximum value of 82%. This means that, based off the merged proximity criteria and the constraint criteria, there are no areas within the County that will definitively see oil and gas activity.
- The areas in the County that is most likely to see future industry development is the corridor between the Towns of Wembley and Sexsmith and the City of Grande Prairie, lands surrounding Bezanson, and areas where companies have existing mineral rights through AER.
- Opportunities exist to capitalize on key corridors where the County may want to carry out additional engagement with the industry to identify how it can further support its exploration and development of the oil and gas sector.



Key Outcomes

- When merging each proximity criterion map with their associated weighting and the constraint criteria, the likelihood of development reached a maximum value of 100%. This means that, based off the merged proximity criteria and the constraint criteria, there are some areas of the County that are 100% suitable for future railway spur/siding expansion.
- » As key criterion for future railway spur/siding expansion is being in close proximity to the existing railway line, the majority of the "hot" spots are along the railway corridor.
- While this analysis indicates the preferred location for railway sidings and spur lines, a more granular, site-specific study will be required to determine exact placement and alignment of railway spur/siding expansion as there are specific development considerations required, such as existing location of buildings, land ownership, turning radiuses, and distances between railway access points.





Municipal Development Plan Amendments

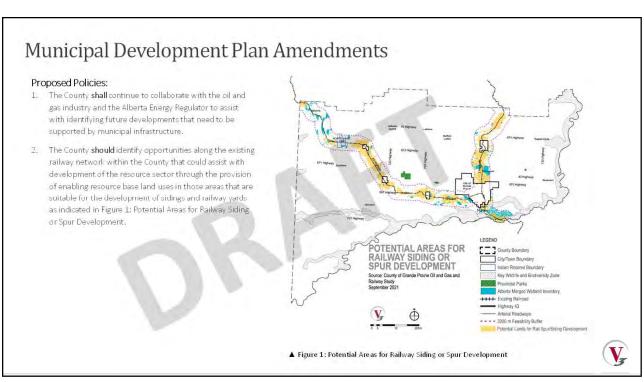
Proposed Amendments:

- » New section titled "Oil and Gas Development in Rural Areas"
- » Intent of the amendment is to
 - » Support industry development through infrastructure expansion and upgrades.
 - » Balance development impacts on landowners, other industries, and recreational users.
 - » Capitalize and expand on railway infrastructure to support industry growth.

Proposed Objectives:

- » To be proactive in providing the necessary infrastructure to support the oil and gas industry.
- » To manage and mitigate the impacts of oil and gas industry development on residents, agricultural industries, and recreational users.





Municipal Development Plan Amendments Proposed Policies: 3. The County should, in collaboration with the Alberta Energy Regulator and the oil and gas industry, investigate opportunities to create shared easements and pipeline rightsof-ways to limit the impact development has on the landscape and fragmentation of land. 4. The County should develop a municipal servicing management plan to plan and budget for infrastructure upgrades and expansion to service areas that have concentrated oil and gas development as indicated in Figure 2: Potential Areas of Future Oil and Gas Development. 5. The County shall collaborate with the oil and gas industry to develop a program to self-monitor the use of municipal roads, aimed at preventing industry related vehicular traffic from County Boundary City/Town Boundary POTENTIAL AREA OF FUTURE using non-designated routes. The County shall also look to OIL AND GAS DEVELOPMENT develop a road management plan that directs oil and gas Residential Dwellings industry related vehicular traffic to designated routes that are Key Wildlife and Big designed to handle the increased volume in areas of high oil Alberta Merged We and gas activity. The road management plan shall consider the ++++ Existing Railroad most efficient routes to serve industry developments, outline phasing to upgrade the designated routes, and include methods to mitigate impacts on residents, other industries ▲ Figure 2: Potential Areas of Future Oil and Gas Development and recreational users.

Municipal Development Plan Amendments

Proposed Policies:

- 6. The County **should** establish an off-site levy system to fund new infrastructure, and to upgrade, maintain, and operate existing infrastructure that benefits oil and gas industry development. Once established, the levies **shall** be reviewed and revised by the County on a yearly basis to correlate with interest rates and inflation.
- 7. The County **should** work with the oil and gas industry and AER to provide an online communication platform to keep County residents informed on oil and gas developments.
- 8. The County may require that oil and gas related development mitigate the visual impact on adjacent landowners by using screening methods, which could include vegetation earth berms, etc of oil and gas infrastructure that are in accordance with AER's regulations.
- 9. The County **should** explore other cost-effective measures to reduce the impact oil and gas industry development has on area residents, the agricultural industry, and recreational users. Examples of measures that **may** be explored include providing free or low-cost vegetation to screen development; partnering with local school districts and community groups to plant vegetation screens; and/or running public awareness campaign(s) to better explain the County's role in oil and gas industry development, the benefits that the industry brings, and ways that the County is balancing the needs of residents with future development.
- 10. The County **should** collaborate with the oil and gas industry to develop measures and emergency responses plans to mitigate and manage oil and gas development to mitigate against accidents.
- 11. The County should work with the oil and gas industry through supporting initiatives in carrying out reclamation of abandon wells and pipelines.



