# Mount Penn Borough Municipal Merger Ad Hoc Committee Meeting Minutes February 13, 2025 6:34 PM – Municipal Meeting Room

## 1. Call to Order & Pledge of Allegiance

The meeting was called to order at 6:34 PM by Hunter Ahrens. The Pledge of Allegiance was recited by those in attendance.

#### 2. Attendance

#### **Committee Members Present:**

- Ryan Mauer (Chair)
- Thomas Baer
- Michael Kindlick
- Hunter Ahrens
- Troy Goodman
- Yrisol Garcia
- Several other committee members and speakers.

## 3. Election of Chairperson

The committee unanimously elected Ryan Mauer as the Chairperson of the Municipal Merger Ad Hoc Committee.

## 4. Agenda Review

No changes were made to the agenda. The committee agreed to follow the outlined discussion points.

#### 5. Discussion Items

#### A. Possible Municipal Names for the Future Municipality

Various potential names were discussed, including maintaining existing names
 (Mount Penn or Lower Alsace) for branding and cost efficiency.

- "Antietam Valley" was considered as it has been previously discussed in merger studies.
- Some concerns were raised about residents' reluctance to lose individual municipal identities.

#### **B. Government Structure and Representation**

# 1. Type of Government

- Options discussed included Second-Class Township, Borough, City (Third-Class), or Home Rule Charter.
- The committee leaned toward Second-Class Township due to its straightforward governance model, historical precedent, and lower resistance compared to Home Rule Charter.
- Home Rule Charter was acknowledged as an option but was deemed less favorable due to concerns about raising Earned Income Tax (EIT), which could deter support from Lower Alsace.

# 2. Number of Governing Members

- The committee reached consensus on a five-member governing body, as it provides stability without unnecessary complexity.
- The possibility of a seven-member board was discussed but ultimately dismissed as potentially excessive.

# 3. Representation Structure

- The options discussed included at-large, district-based, or hybrid representation.
- The committee reached consensus that at-large representation would be most effective, ensuring equal input from both municipalities and avoiding gerrymandering issues.

# C. Financial and Tax Implications

- The committee reviewed municipal debts and tax structures, confirming that Mount Penn's debt is minimal (under \$300,000).
- The Business Privilege Tax (BPT) would be impacted, and further exploration is required to determine its future under a merged municipality.

• Property tax rates and assessed values were discussed, with Mount Penn's millage rate being lower than Lower Alsace's.

## D. Merger Study Consideration

- The committee debated whether an external merger study was necessary.
- Given prior experience and expertise within the committee, it was suggested that an internal analysis might suffice.
- The decision was made to hold off on a merger study until further discussions with Borough Council and Lower Alsace officials occur.

#### **E.** Water and Sewer Authority Protections

- The committee acknowledged concerns regarding potential privatization of municipal water and sewer infrastructure.
- A resolution was suggested to formally declare that there is no intent to privatize
  these utilities.
- It was noted that future governing bodies could not be bound by this resolution, but it would serve as a clear statement of intent.

#### 6. Next Steps & Action Items

## 1. Presentation to Borough Council

- The committee will present these discussions and recommendations to Borough Council at their next meeting.
- If Borough Council approves, the recommendations will be presented to Lower Alsace Township for consideration.

## 2. Drafting a Resolution

- Hunter Ahrens will draft a resolution affirming the committee's position on water and sewer authority protections.
- Ryan Mauer will coordinate outreach with Lower Alsace officials to gauge their stance on the merger.

#### 3. Further Research

o Committee members will review past municipal mergers in Berks County for additional insights.

#### 7. Public Comments

- Residents inquired about Lower Alsace's position on the merger.
- Concerns were raised regarding the tax impact and representation fairness.
- The committee reiterated that discussions are still in the early stages and that public input will be considered throughout the process.

# 8. Adjournment

A motion to adjourn was made and seconded. The meeting adjourned at 7:02 PM.