DANVILLE CITY COUNCIL REGULAR MEETING AGENDA

MUNICIPAL BUILDING

September 15, 2020

7:00 P.M.

PRESIDING:	Alonzo L. Jones, Mayor	
CITY COUNCIL MEMBERS:	James B. Buckner L.G. "Larry" Campbell, Jr. Samuel A. Kushner Barry P. Mayo	Dr. Gary P. Miller, Vice Mayor Sherman M. Saunders J. Lee Vogler, Jr., Madison J. Whittle
STAFF:	Ken F. Larking, City Manager Earl B. Reynolds, Jr., Deputy City Manager	W. Clarke Whitfield, Jr., City Attorney Susan M. DeMasi, City Clerk

The City Council is the City of Danville's legislative body and is composed of nine Council members. Council members are elected to serve a four year term of office and elects one of its own to serve as Mayor and presiding officer for a two year term.

<u>Time and Place of Meeting</u>
The public is invited and encouraged to attend and participate in the City Council meetings. The City Council meets in the City Hall, Fourth Floor, Council Chambers at 7:00 p.m. on the first and third Tuesday of each month. All meetings of the Council are open to the public.

<u>Communications from Visitors</u>
Communication from Visitors is an opportunity for citizens to address Council on matters <u>not</u> on the agenda. Citizens who desire to speak on agenda items will be heard when the agenda item is considered. Each speaker shall clearly state his or her name and address. Each individual speaker shall have five uninterrupted minutes. A representative of a group may have up to ten uninterrupted minutes to make a presentation. The representative shall identify the group and a group may have no more than one spokesperson. Time will be kept using the electronic timer on the podium.

<u>Guidelines for Public Hearings</u>
For Public Hearings the applicant or his or her representative shall be the first speaker(s). There shall be a time limit of ten (10) minutes for the applicant's or his or her representative's presentation. The presiding officer shall then solicit comments from the public, asking those in favor of the proposal to speak first, and then those opposed to the proposal. Each speaker must clearly state his or her name and address. There shall be a time limit of three (3) minutes for each individual speaker. If the speaker represents a group, there shall be a time limit of five (5) minutes. A speaker representing a group shall identify the group at the

beginning of his or her remarks. A group may have no more than one spokesperson. The presiding officer may limit or preclude comment which is repetitive, redundant, cumulative, or irrelevant to the subject of the public hearing. After public comments have been received, in a land use case, the applicant or the representative of the applicant, at his or her discretion, may respond with a rebuttal. There shall be a five (5) minute time limit for rebuttal.

MEETING CALLED TO ORDER

ROLL CALL

INVOCATION - J. Lee Vogler, Jr.

PLEDGE OF ALLEGIANCE TO THE FLAG

COMMUNICATIONS FROM VISITORS

Citizens who desire to speak on matters not listed on the agenda will be heard at this time. Citizens who desire to speak on agenda items will be heard when the agenda item is considered.

CONSENT AGENDA

All matters listed under the Consent Agenda are considered to be routine, have previously been discussed by City Council and/or introduced for First Reading. There will be no separate discussion on these items and they will be enacted by one motion. If discussion is desired by a Council Member or a citizen, the item(s) will be removed from the consent process and considered separately.

A. Public Hearing

B. Consideration of Approval of Minutes from Regular Council Meeting held on August 18, 2020.
Council Letter Number CL - 2400.

C. Consideration of Amending the Fiscal Year 2021 Budget Appropriation Ordinance for Toyota USA Grant Funds.
Council Letter Number CL - 2378.

An Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Increasing Revenue from the Toyota USA Grant Program in the Amount of $30,000 and Appropriating Same.
FINAL ADOPTION

D. Consideration of Amending the Fiscal Year 2021 Budget Appropriation Ordinance for DMV Alcohol Grant Program Funds in the Amount of $19,222.
Council Letter Number CL - 2375.

An Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Increasing Revenue from the Virginia Department of Motor Vehicles Highway Safety Selective Enforcement – Alcohol Grant Program in the Amount of $19,222 and Appropriating Same.
FINAL ADOPTION

E. Consideration of Amending the Fiscal Year 2021 Budget Appropriation Ordinance for the DMV Occupant Protection Grant Program in the Amount of $5,250.
Council Letter Number CL - 2376.

An Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Increasing Revenue from Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement – Occupant Protection Grant Program in the Amount of $5,250 and Appropriating Same.
FINAL ADOPTION

F. Consideration of Amending the Fiscal Year 2021 Budget Appropriation Ordinance for DMV Speed Grant Program Funds in the Amount of $9,100.
Council Letter Number CL - 2377.

An Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Increasing Revenue from Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement – Speed Grant Program in the Amount of $9,100 and Appropriating Same.
FINAL ADOPTION

G. Consideration of Amending the Fiscal Year 2021 Budget Appropriation Ordinance for CSA Funds.
Council Letter Number CL -2366.

An Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Appropriating Comprehensive Services Act Funds and Providing Local Matching Funds for a Total Amount of $4,780,388 and Appropriating Same.
FINAL ADOPTION

H. Consideration of Amending the Fiscal Year 2021 Budget Appropriation Ordinance for Virginia Department of Aviation Airport Maintenance Funds.
Council Letter Number CL - 2371.

An Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance to Provide for State Department of Aviation Maintenance Grant Funds Related to the Maintenance of Certain Airport Properties in the Amount of $70,208 and for the Local Share in the Amount of $17,552 for a Total Appropriation of $87,760 and Appropriating the Same.
FINAL ADOPTION

I. Consideration of Amending the Fiscal Year 2021 Budget Appropriation Ordinance for Title III-B Older American Act Grant Funds for Senior Citizen Transportation Services.
Council Letter Number CL - 2372.

An Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Increasing Certain Revenues to Provide for Title III-B Grant Funds and Local Share for Senior Citizen Transportation Services and Appropriating the Same.
FINAL ADOPTION

NEW BUSINESS

A. Consideration of Approving and Authorizing the Issuance of General Obligation Bonds.
Council Letter Number CL - 2385.

A Resolution Providing for the Issuance, Sale, and Award by the City of Danville, Virginia, of General Obligation Public Improvement and Refunding Bonds, Heretofore Authorized, Providing for the Form, Details, and Payment of Such Bonds and Providing for the Refunding of Certain Outstanding Bonds of the City.

B. Consideration of Accepting Proposed Donations from the Danville Science Center.
Council Letter Number CL - 2380.

A Resolution Approving and Authorizing the Acceptance of a Donation of Facility Improvements at Danville Science Center/Train Station.

COMMUNICATIONS FROM:

A. City Manager

B. Deputy City Manager

C. City Attorney

D. City Clerk

E. Roll Call

ADJOURNMENT

Council Letter
City of Danville, Virginia

CL-2400 **Consent Agenda B.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Consideration of Approval of Meeting Minutes

From: Susan M. DeMasi, City Clerk

COUNCIL ACTION

Business Meeting: 09/15/2020

SUMMARY

Consideration of Approval of Minutes from Regular Council Meeting held on August 18, 2020.
Council Letter Number CL - 2400.

Attachments

Meeting Minutes

The Second Regular August meeting of the Danville City Council was held on August 18, 2020, at 7:00 p.m. in the Council Chambers located on the Fourth Floor of the Municipal Building. The following Council Members were present: James B. Buckner, L.G. “Larry” Campbell Jr., Mayor Alonzo L. Jones, Samuel A. Kushner, Barry P. Mayo, Vice Mayor Gary P. Miller, Sherman M. Saunders and J. Lee Vogler, Jr., (8) Madison J.R. Whittle was absent (1)

Staff Members present were: City Manager Ken F. Larking, Deputy City Manager Earl B. Reynolds, Jr., City Attorney W. Clarke Whitfield Jr., and Amanda Allen. City Clerk Susan M. DeMasi was absent.

INVOCATION

The Invocation was given by Sherman M. Saunders, followed by the Pledge of Allegiance.

COMMUNICATIONS FROM VISITORS

City Council did not receive any comments through its online portal or phone line prior to the deadline.

Mayor Jones recognized Rachel Covington and Steven Osborne, members of the River District Association Board of Directors who appeared before Council regarding the potential closure of the Main Street Court House Post Office. Ms. Covington spoke about the economic development benefits of a downtown post office and that the closing of this post office could have a devastating effect on Danville’s downtown. Mr. Osborne noted that the River District Association requests that strong consideration be given now and in the future that the Court House Post Office stay open. The RDA has expressed this concern in letters to Postmaster Hodges, Senators Kaine and Warner, and Representative Riggleman. Mr. Hodges requested that City Council ask the City Manager to send a similar letter of support in an effort to keep the downtown post office open.

CONSENT AGENDA

Council Member Campbell **moved** for adoption of the following Consent Agenda items:

Minutes from the Regular Council Meeting held on July 21, 2020, and minutes from the Regular Work Session held on July 7, 2020. Draft copies of the minutes had been distributed prior to the meeting.

Budget Amendment – Amending the Fiscal Year 2021 Budget Appropriation Ordinance to Provide for a Virginia Commission for the Arts Grant in the Amount of $4,500

An Ordinance entitled, Ordinance No. 2020-08.01**,** Amending the Fiscal Year 2021 Budget Appropriation Ordinance to Provide for a Virginia Commission for the Arts Grant in the Amount of $4,500, and to Provide for the Local Share in the Amount of $5,000 for a Total Grant of $9,500.

Budget Amendment – Amending the Fiscal Year 2021 Budget Appropriation Ordinance for Funds from the Danville Regional Foundation in the Amount of $37,187.50

An Ordinance entitled, Ordinance No. 2020-08.02, Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Increasing Revenues from Danville Regional Foundation in the Amount of $37,187.50 for the Study on the Use of Potential Casino Revenue and Appropriating the Same.

The Motion was **seconded** by Council Member Saunders and carried by the following vote:

VOTE:	8-0-1
AYE:	Buckner, Campbell, Jones, Kushner, Mayo, Miller, Saunders and Vogler (8)
NAY:	None
ABSENT:	Whittle (1)

Mayor Jones asked the City Manager for an update on the Casino in Danville. City Manager Ken Larking noted the City has pretty much reached a development agreement with Caesars Entertainment; the agreement will be under consideration by Council at the September 1, 2020 Council meeting. Mr. Larking reviewed the timeline of casino gaming being allowed in Danville, the procedures the City took to get a referendum on the November ballot, and Danville selecting Caesars Entertainment as their preferred casino operator. Mr. Larking reviewed some of the items in the development agreement including Caesar's agreeing to construct a casino with a minimum of $400M in capital investments, including multiple restaurants and bars, a hotel with 300, four-star rooms, a 35,000 square foot conference center, a 2,500 seat entertainment venue, and a pool and spa; the resort was expected to open in 2023. They will employee 1300 full time equivalent employees, earning an hourly wage of $15.00, provide an array of benefits including health insurance, paid time off for vacation and holidays, educational benefits and savings benefits to its employees, and generate 900 construction jobs during the construction period. By the end of 2020, Caesars will pay $5M to purchase the Schoolfield site, within 30 days of the referendum pay the City $15M, guarantee a minimum of $5M of gaming tax revenue per year for every full year Caesars was in operation, provide a supplemental annual payment directly to the City based on a percentage of net gaming revenue, reimburse the City up to $360,000 for the cost of the Schoolfield Master plan, purchase one fire engine and one EMS vehicle, make contributions to community groups for education and other charitable purposes, and establish a dedicated funding source to pay for infrastructure, community and economic development in the Schoolfield neighborhood and the corridor from the site to the North Carolina border. Based on estimates provided by Caesars and reviewed by the City's consultants, it was expected by year three of operations, the development project will produce the following revenues for the City: $22M in state collected gaming tax revenue permitted by the State to the City, $12M in supplemental payments to the City, and $4.2M in meals, sales, hotel, motel, and property taxes.

Earlier this evening, the Council approved a grant from DRF to help fund a study to determine how to best invest those dollars. The City formed an advisory group of eleven citizens, diverse members of the community; the group was tasked with getting feedback from the public on the kind of investments the City should make with this new revenue source, for the betterment of everyone in this community. The people selected to this advisory committee will look at things like education, early childhood development, housing and neighborhoods, tourism, including sports tourism, economic development, public safety, historic preservation, the at risk populations in the community, dealing with poverty, and the financial stability of the City. It will be up to the citizens of Danville to decide if casino gaming was right for the community.

Dr. Miller noted that the new firetruck and EMS vehicle were presumably to service the casino and asked Mr. Larking the cost of a new firetruck. Mr. Larking stated it was about $500,000 for a new fire engine, and an EMS vehicle was about $300,000; these were to make sure the development was best served by public safety. Mr. Vogler noted some Council Members visited localities of similar size and demographics who have casinos, spoke with the citizens, councils and public safety and asked them the pros and cons of having a casino. Mr. Larking explained originally, the $20M upfront money from Caesar's included the purchase of Schoolfield and $3M toward the redevelopment of the White Mill, should the company that currently has the White Mill under option, not be able to continue with their project. The City was able to negotiate that the $3M happen whether the current developer stayed with the option or not; that could be used toward the redevelopment of the White Mill. Mr. Vogler noted hypothetically, if the referendum passes, the City could be looking at the redevelopment of Schoolfield and the White Mill, and Mr. Larking stated that would be the goal; the White Mill was a large building with a big challenge to be developed. It was always going to require some level of incentive in order to have it redeveloped. This project could take City non taxpayer dollars and put it towards making sure the White Mill also gets developed, was a big plus for the community.

Mayor Jones asked Mr. Larking to explain the funds that would go towards community groups and Mr. Larking noted Caesar's was supportive of community organizations in other places that they operate, both nationally and locally. They have had conversations with Averett University and others and will likely talk to them about how they can be supportive of efforts in Danville. Mr. Larking noted one unique thing about this agreement was the original proposal did not say they would guarantee the $5M annually from the gaming tax revenue, they did agree to that after some negotiations with staff. As part of that, they wanted to make sure the City invested these new revenues around the Schoolfield area to make sure the entrance from North Carolina, the neighborhood around Schoolfield and the surrounding businesses, were of the same high quality they plan to construct at the site. The dedicated revenue source provides a certain percentage of the gaming tax revenue above $5M to be set aside in a fund that will be used for community and economic development in the Schoolfield area, such as has been downtown.

Mr. Saunders questioned wrap around services to help families in Danville and Mr. Larking noted one of the best things would be the 1300 new jobs coming from the casino that would provide a lot of opportunities for families to have an income, support themselves and their families, and to be successful. The Advisory Committee includes people from agencies within the City who understand that issue and will be able to take some of the comments from the community, distill that information into programs and services that will provide benefits for the at risk community, hopefully improving poverty with opportunities for citizens to take advantage of. Dr. Miller questioned the alliances Caesars was making in the City and Mr. Larking noted it was his understanding that they were working with Averett and maybe DCC about hospitality programs, and would want to defer to a representative from Caesars for that. Council Member Kushner noted he has the list of members on the Advisory Board which include Paul Liepe, Matt Switick, Kenny Lewis, Anne Stratton, Greg Hairston, Joy Wood, Crystal Cobbs, Shelia Williamson Branch, Frank Wickers, Portia Russell and Kristen Barker. Mr. Larking noted their first meeting would be the following week, and they would discuss the logistics of how they would get citizen feedback. Mayor Jones noted there were some people who had made mistakes during their life; if a person had a record would Caesars have jobs for them. Mr. Larking noted there were positions that require a certain level of background, but for many of the positions there will be opportunities for people who have made mistakes in their lives, have corrected those mistakes, and were looking for a better path forward.

APPOINTMENTS

Vice Mayor Miller **moved** for adoption of the following Appointment Resolutions:

Resolution No. 2020-08.03 – A Resolution Reappointing Robert Stowe to the Commission of Architectural Review.

Resolution No. **2020-08.04** – A Resolution Appointing Jackson Weller to the Commission of Architectural Review to fill the Unexpired Term of Sean Davis.

Resolution No. 2020-08.05 – A Resolution Reappointing Tyrell Payne to the Community Improvement Council.

Resolution No. 2020-08.06 – A Resolution Appointing Kalil Khan to the Planning Commission to fill the unexpired term of Bruce Wilson.

The Motion was **seconded** by Council Member Buckner and carried by the following vote:

VOTE:	8-0-1
AYE:	Buckner, Campbell, Jones, Kushner, Mayo, Miller, Saunders and Vogler (8)
NAY:	None
ABSENT:	Whittle (1)

NEW BUSINESS

REVIEW OF GENERAL FUND FINANCIAL REPORT AS OF JUNE 30, 2020

Director of Finance Michael Adkins noted the preliminary financial statements were included in the agenda packet. Some of the materials they need to completely close out the year were not available until the end of this month, but staff has made all estimates for that material and he did not anticipate any significant changes to what was before Council this evening. Auditors will receive the City's final version of the year end statements sometime in early September, and they will spend six to eight weeks going through the audit process as usual. Mr. Adkins stated he will keep Council informed of any significant changes.

Looking at revenues for Fiscal Year 2020, from previous meetings one of his main concerns given the COVID 19 pandemic, was the effect it would have on the City's local tax revenues. With businesses that were interrupted, shut down or still shut down at this time, the City did not know what effect that would have on sales, meals and lodging taxes. A few months ago, he had mentioned that he anticipated the best case scenario was the City would be about $1M short, especially looking at sales, meals and lodging taxes. The City actually did a little better being only $830,000 short of budget in those three areas. To the City's advantage, other local taxes such as business licenses, bank stock tax, and recordation taxes all met or exceeded budget; that helped offset some of those losses. Property taxes were his second concern, the second installment of real estate and first installment of personal property was due on June 5th. Mr. Adkins noted he was happy to report that both the real estate and personal property taxes exceeded budget. Real estate was $105,000 over budget for current and delinquent collections, and for personal property, the City was about $172,000 over budget for current and delinquent collections. A lot of Personal Property that exceeded budget was Machinery & Tools at about $150,000. With Investment earnings and interest rates, right now it was very hard for the City to find anything near 1% to earn interest on; everything was between one half and three quarters. Within 2020, staff was able to acquire several investments in municipal bonds, those had a set rate of at least 2%. The market value of those investments were higher than expected and they had realized revenues there of about $280,000 over budget. Revenues came in around 99% of budget which was remarkable for the issues the City could have faced with FY 2020.

Under Expenditures, the City Manager had asked all departments to curtail their spending as much as possible during the fourth quarter, not knowing how revenues would turn out. The City exercised a hiring freeze, only replacing positions when they absolutely had to be replaced, holding vacancies as long as possible. Various trainings offered by state agencies were canceled, postponed, or moved online which saved a lot of travel and training. Parks & Recreation had to cancel most of their spring and summer activities which resulted in cost savings, not needing some temporary part-time help they usually employ during that time. All other departments used everything they could to either delay or avoid spending in the fourth quarter. As a result, the Department Spending came in at 93% of budget for the year. Usually in an average year, departments spend anywhere between 98% to 100% of their budget; this was a 5% savings at least, and Parks & Rec was 85% of their budget for these reasons. Mr. Adkins noted in group health insurance, people perhaps were not able to make routine doctor's appointments, and that had a positive effect on the group health insurance claims. The Employee Health Clinic, which just completed its first year of operations, helped the City as well. Group health insurance expenditures were more than $1M under budget for FY 2020. With the expenditures coming in less than budgeted and revenue pretty much at budget, the City actually had a surplus for FY 2020, which was not anticipated. The end result was the City was able to add about $2M to the Unassigned Fund Balance. As the City faces a new year, there were still some economic interruptions with businesses; consumer driven taxes, especially meals and lodging, were recovering; most of them were almost back up to normal, but still have some ways to go. Mr. Adkins noted he believes this was a good report for FY 2020. Council Members thanked Mr. Adkins for his report.

Mayor Jones asked Director of Parks & Recreation Bill Sgrinia to share with citizens about All-America Cities and Mr. Sgrinia explained Danville was selected as one of the finalists for the All-America Cities. There was a group of people who have been working very hard to present the City's story, which was based on community health, to the rest of the country. The group today at 11:00 a.m. did a fantastic job and the City will find out tomorrow evening if they make it as one of the award winners. Mayor Jones noted they will be at Ballou Park at the Senior Center at 7:30 p.m. to see if the City wins.

AUTHORIZING AN ACCESS LICENSE ON CITY OWNED PROPERTY

Mayor Jones opened the floor for a Public Hearing regarding an Access License on City Owned Property. Notice of the Public Hearing was published in the *Danville Register & Bee* on August 11, 2020. No one present desired to be heard and the Public Hearing was closed.

Council Member Vogler **moved** for adoption of a Resolution entitled:

RESOLUTION NO. 2020-08.07

AUTHORIZING AN ACCESS LICENSE ON CERTAIN CITY-OWNED REAL PROPERTY FOR THE PROVISION OF RADIO SERVICES.

The Motion was **seconded** by Council Member Mayo and carried by the following vote:

VOTE:	8-0-1
AYE:	Buckner, Campbell, Jones, Kushner, Mayo, Miller, Saunders and Vogler (8)
NAY:	None
ABSENT:	Whittle (1)

RESOLUTION OF OFFICIAL INTENT TO REIMBURSE EXPENDITURES WITH PROCEEDS OF A BORROWING

Council Member Buckner **moved** for adoption of a Resolution entitled:

RESOLUTION NO. 2020-08.08

A RESOLUTION OF OFFICIAL INTENT TO REIMBURSE EXPENDITURES WITH PROCEEDS OF A BORROWING

The Motion was **seconded** by Council Member Mayo and carried by the following vote:

VOTE:	8-0-1
AYE:	Buckner, Campbell, Jones, Kushner, Mayo, Miller, Saunders and Vogler (8)
NAY:	None
ABSENT:	Whittle (1)

PUBLIC HEARING - CONSIDERATION OF AUTHORIZING THE ISSUANCE OF BONDS OF THE CITY OF DANVILLE, VIRGINIA

Mayor Jones opened the floor for a Public Hearing regarding the Issuance of Bonds for the City of Danville. Notice of the Public Hearing was published in the *Danville Register & Bee* on August 4, 2020 and August 11, 2020. No one present desired to be heard and the Public Hearing was closed.

Council Member Kushner requested an overview of this item. Mr. Adkins explained Item B was the reimbursement Resolution. The City's adopted budget for Fiscal Year 2021 calls for a borrowing to fund specific capital improvement projects, both for general government and for utility projects. That first action approved this evening was for, once the City issues those bonds, it doesn't have to wait until they actually receive those bond proceeds to begin the projects; it allows the City to reimburse itself with those proceeds from a borrowing. This action for First Reading, opens the door to allow the City to put together a borrowing. There was another resolution that will have to be passed by City Council later in September to actually issue bonds. The City Charter allows the City to issue up to $6M in general government obligation bonds, for general government projects and another $10M per year for utility infrastructure. This ordinance allows the City to use that borrowing capacity if needed, it was good for two fiscal years, the fiscal year in which it was approved and for the following fiscal year.

Upon **Motion** by Vice Mayor Miller and **second** by Council Member Buckner an Ordinance entitled:

ORDINANCE NO. 2020-08.03

AUTHORIZING THE ISSUANCE OF BONDS OF THE CITY OF DANVILLE, VIRGINIA, IN THE MAXIMUM AGGREGATE PRINCIPAL AMOUNT OF $16,000,000 TO FINANCE THE ACQUISITION, CONSTRUCTION AND EQUIPPING OF VARIOUS CAPITAL PROJECTS

was presented by its **First Reading**, as required by City Charter, to lie over before final adoption.

AUTHORIZING EXECUTION OF A PURCHASE CONTRACT AND ACTUAL PURCHASE OF PARCEL #60450

Council Member Buckner **moved** for adoption of a Resolution entitled:

RESOLUTION NO. 2020-08.09

A RESOLUTION OF THE CITY COUNCIL OF DANVILLE, VIRGINIA APPROVING AND AUTHORIZING THE EXECUTION OF A PURCHASE CONTRACT AS WELL AS THE ACTUAL PURCHASE OF PARCEL NUMBER 60450, PARK AVENUE, FOR A PURCHASE PRICE NOT TO EXCEED $85,000 AND CLOSING COSTS

The Motion was **seconded** by Council Member Campbell and carried by the following vote:

VOTE:	8-0-1
AYE:	Buckner, Campbell, Jones, Kushner, Mayo, Miller, Saunders and Vogler (8)
NAY:	None
ABSENT:	Whittle (1)

COMMUNICATIONS

City Manager Ken Larking noted he was at the All-America City presentation this afternoon and stated how proud he was of the community. This was a grass roots effort to apply for All-America City status and it was an honor to be a finalist. Parks & Recreation had one of the three highlighted programs the City presented in their application. Mr. Larking noted he was proud of City staff and the Parks & Recreation department for the Fit Mobile Program they developed and used as part of the story of what the City was doing to improve the health outcomes of the community. Working on the issue of health equity and health outcomes, the City was able to showcase two outcomes, one was YHELI, the Youth Health Equity Leadership Institute. The young people involved in that program had great on time graduation rates, excellent GPAs and a valedictorian; it was an excellent program. The other program was the Community Healthcare Worker Program. Many communities have people who do not have confidence using the health system. The Community Health Worker Program brought people in, trained them to go into the community to talk to people they know, that may come from backgrounds similar to theirs and explain to them things they can do to improve their health outcomes, and not rely so much on the ER. Mr. Larking noted he was proud of the City employees who were involved in this, and the community as a whole deserves a lot of credit for being named a finalist. Mr. Larking thanked Amanda Paez, Arnold Hendrix, Marc Aron, Bill Sgrinia, Jason Bookheimer, Danielle Scott and the other city employees that worked hard to make sure this application received the recognition it deserved.

Council Member Buckner noted one of the City's own was being honored, they are naming an apartment complex after Sherman Saunders. That dedication will happen September 3rd at 6:00 p.m.; it was very well deserved. Mr. Buckner noted all the work that has been done by City staff, the Mayor, and citizens of Danville for the All-America City event, make him proud of the things the City does and looks forward to the announcement the next evening.

Council Member Campbell noted to the community, City Council members, church members and friends who supported him during his time of grief at the loss of his wife, it was very touching, and it has not been easy. Mr. Campbell noted he was thankful, asked everyone to keep him and his family in their prayers as they move forward; he was glad to be back at Council.

Council Member Kushner noted many years ago there were billboards at the entrances to the City and those billboards displayed a large, red, white and blue shield, and captioned on the shield was "Danville, Virginia, All-America City." Everyone felt proud of that designation, and so it was now, that they welcome the opportunity to be designated an All-America City again. People all over the country will learn that not only did Danville compete in this competition, which in itself was a star in the crown, but hopefully with the announcement, they will know that Danville went the distance and won the prize. Mr. Kushner noted he hoped the City considers the erection of bill boards and other appropriate identifiers that proclaim to those that come through the City that this was a City of winners. Mr. Kushner thanked City staff, they have not been given enough credit; Mr. Larking organized this initiative and his staff really produced. Congratulations to everyone who participated.

Council Member Mayo noted he has enjoyed every minute being with Council, being in this position, and he feels honored. To Council Member Saunders, there couldn't be a better person honored with the naming of the building. Mr. Mayo noted he would be there, as a proud member of Council and as Mr. Saunders friend. Mr. Mayo noted there will be a Unity Matters event taking place. It will cover what unifies the community, the City and the citizens. The main focus was education; there will be over fifteen agencies participating, educating the community. This takes place next Friday at Bibleway on Grant Street, and encouraged citizens to attend. Mr. Mayo noted PATHS will start doing COVID testing at Vance Street Baptist Church, starting next month.

Vice Mayor Miller noted it was a great honor for Mr. Saunders, they were looking forward to that dedication, and welcomed Mr. Campbell back, noting his wife will be sorely missed. Dr. Miller noted another person has died on the Dan River on one of the dams. Dams were being removed along the East Coast, a relative of the old textile mills. They need to be taken down, they are dangerous. The City put up signs and warning barriers but people still walk on them; Council needs to look at that again. Dr. Miller noted City workers did not sign up for the pandemic, the police, fire, waste collectors, parks and recreation, economic development, all the people in the City had no idea they would be involved in something like this; a special thanks to all those people.

Mayor Jones noted one of the things that brought him back to Danville, that got him excited about Danville, was the young people. Council members talked about the young people in the community, it was so exciting to see the young people active and engaged. They were moving Danville forward, partnering with the City and was exciting to see this happening. Mayor Jones commented on the honor being bestowed on Mr. Saunders and was excited about the dedication; it was amazing how much he has given to the community.

The meeting adjourned at: 8:07 p.m.

APPROVED:

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MAYOR

ATTEST:

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CITY CLERK

Council Letter
City of Danville, Virginia

CL-2378 **Consent Agenda C.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Fiscal Year 2021 Toyota USA Grant - Community Engagement

From: Scott Booth, Police Chief

COUNCIL ACTION

First Reading: 09/01/2020
Final Adoption: 09/15/2020

SUMMARY

The Danville Police Department received a Highway Safety Grant under the Fiscal Year 2021 Toyota USA Grant Program in the amount of $30,000. This funding will be used for the Community-Based Leadership and Immersion Program for new police officers. This grant will not require any additional funding from the City.

RECOMMENDATION

It is recommended that City Council adopt the attached Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Anticipating Revenues in the amount of $30,000 from the Toyota USA Grant Program and appropriating the same.

Attachments

Ordinance

PRESENTED:________________________

ADOPTED:__________________________

ORDINANCE NO. 2020-____.______

AN ORDINANCE AMENDING THE FISCAL YEAR 2021 BUDGET APPROPRIATION ORDINANCE BY INCREASING REVENUE FROM THE TOYOTA USA GRANT PROGRAM IN THE AMOUNT OF $30,000 AND APPROPRIATING SAME.

WHEREAS, the City of Danville has been awarded a grant from the Toyota USA Grant Program in the amount of $30,000; and

WHEREAS, the funding will be used for the Community-Based Leadership and Immersion Program for new police officers.

NOW THEREFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2021 Budget Appropriation Ordinance be, and the same is hereby, amended by increasing revenue to anticipate the receipt of funds in the amount of $30,000 from the Toyota USA Grant Program, such revenue and appropriation to be as follows:

ANTICIPATED REVENUE

Description	Account No.	Amount
FY 2021 Community Based Leadership Program Grant Program Revenue	61612000-43640	$30,000

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
FY 2021 Community Based Leadership Program Grant Program	61612999-50	$30,000

AND BE IT FURTHER ORDAINED, that this appropriation shall be a continuing appropriation and shall carry forward from year to year until expended for the purpose for which appropriated; and

BE IT FURTHER ORDAINED, that a flexible budget is hereby authorized whereby appropriations may be increased to the extent that actual revenues from the source exceeds the original revenue estimate; and

BE IT FINALLY ORDAINED, that all other accounts and provisions of the Fiscal Year 2021 Budget Appropriation Ordinance, as amended, not hereby amended, shall continue in full force and effect unless and until hereafter further amended or repealed.

APPROVED:

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MAYOR

ATTEST:

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CLERK

Approved as to
Form and Legal Sufficiency:

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CITY ATTORNEY

Council Letter
City of Danville, Virginia

CL-2375 **Consent Agenda D.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Fiscal Year 2021 Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement - Alcohol Program

From: Scott Booth, Police Chief

COUNCIL ACTION

First Reading:	09/01/2020
Final Adoption:	09/15/2020

SUMMARY

The Danville Police Department received a Highway Safety Grant under the Fiscal Year 2021 Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement - Alcohol Grant Program in the amount of $19,222. This funding will provide pay for extra duty personnel for enforcement at driving under the influence and license checkpoints, and to purchase equipment and supplies for the assignments. Matching funds are in-kind, and will not require any additional funding from the City.

RECOMMENDATION

It is recommended that City Council adopt the attached Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Anticipating Revenues in the amount of $19,222 from the Virginia Department of Motor Vehicles Highway Safety Selective Office Enforcement - Alcohol Grant Program and appropriating the same.

Attachments

Ordinance

PRESENTED:__________________

ADOPTED:__________________________

ORDINANCE NO. 2020-____._____

AN ORDINANCE AMENDING THE FISCAL YEAR 2021 BUDGET APPROPRIATION ORDINANCE BY INCREASING REVENUE FROM VIRGINIA DEPARTMENT OF MOTOR VEHICLES HIGHWAY SAFETY SELECTIVE ENFORCEMENT – ALCOHOL GRANT PROGRAM IN THE AMOUNT OF $19,222 AND APPROPRIATING SAME.

WHEREAS, the City of Danville has been awarded a grant from the Virginia Department of Motor Vehicles Highway Safety Selective Enforcement - Alcohol Grant Program in the amount of $19,222; and

WHEREAS, the funding will provide pay for extra duty personnel for enforcement at driving under the influence and license checkpoints and to purchase Rechargeable Flashlights, Traffic Wands, LED Arrow Board with Directional Warning Arrows, and Intoximeters with supplies; and

WHEREAS, the grant requires in-kind matching funds,

NOW THEREFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2021 Budget Appropriation Ordinance be, and the same is hereby, amended by increasing revenue to anticipate the receipt of funds in the amount of $19,222 from the Virginia Department of Motor Vehicles Highway Safety Selective Enforcement - Alcohol Grant Program, such revenue and appropriation to be as follows:

ANTICIPATED REVENUE

Description	Account No.	Amount
FY 2021 VA DMV Highway Safety Selective Enforcement – Alcohol Grant Revenue	61613000-48230	$19,222

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
FY 2021 VA DMV Highway Safety Selective Enforcement - Alcohol Grant Program	61613999-50	$19,222

AND BE IT FURTHER ORDAINED, that this appropriation shall be a continuing appropriation and shall carry forward from year to year until expended for the purpose for which appropriated; and

BE IT FINALLY ORDAINED, that all other accounts and provisions of the Fiscal Year 2021 Budget Appropriation Ordinance, as amended, not hereby amended, shall continue in full force and effect unless and until hereafter further amended or repealed.

APPROVED:

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MAYOR

ATTEST:

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CLERK

Approved as to
Form and Legal Sufficiency:

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CITY ATTORNEY

Council Letter
City of Danville, Virginia

CL-2376 **Consent Agenda E.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Fiscal Year 2021 Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement - Occupant Protection Program

From: Scott Booth, Police Chief

COUNCIL ACTION

First Reading:	09/01/2020
Final Adoption:	09/15/2020

SUMMARY

The Danville Police Department received a Highway Safety Grant under the Fiscal Year 2021 Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement - Occupant Protection Grant Program in the amount of $5,250. This funding will provide overtime pay for police officers for the enforcement of safety belt and child safety seat violations. Matching funds are in-kind, and will not require any additional funding from the City.

RECOMMENDATION

It is recommended that City Council adopt the attached Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Anticipating Revenues in the amount of $5,250 from the Virginia Department of Motor Vehicles Highway Safety Selective Office Enforcement - Occupant Protection Grant Program and appropriating the same.

Attachments

Ordinance

PRESENTED:___________________

ADOPTED:____________________________

ORDINANCE NO. 2020-____.______

AN ORDINANCE AMENDING THE FISCAL YEAR 2021 BUDGET APPROPRIATION ORDINANCE BY INCREASING REVENUE FROM VIRGINIA DEPARTMENT OF MOTOR VEHICLES HIGHWAY SAFETY OFFICE SELECTIVE ENFORCEMENT – OCCUPANT PROTECTION GRANT PROGRAM IN THE AMOUNT OF $5,250 AND APPROPRIATING SAME.

WHEREAS, the City of Danville has been awarded a grant from the Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement – Occupant Protection Grant Program in the amount of $5,250; and

WHEREAS, the funding will provide overtime pay for police officers for the enforcement of safety belt and child safety seat violations; and

WHEREAS, the grant requires in-kind matching funds.

NOW THEREFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2021 Budget Appropriation Ordinance be, and the same is hereby, amended by increasing revenue to anticipate the receipt of funds in the amount of $5,250 from the Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement – Occupant Protection Grant Program, such revenue and appropriation to be as follows:

ANTICIPATED REVENUE

Description	Account No.	Amount
FY 2021 VA DMV Highway Safety Office Selective Enforcement – Occupant Protection Grant Revenue	61614000-48230	$5,250

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
FY 2021 VA DMV Highway Safety Office Selective Enforcement - Occupant Protection Grant Program	61614999-50	$5,250

AND BE IT FURTHER ORDAINED, that this appropriation shall be a continuing appropriation and shall carry forward from year to year until expended for the purpose for which appropriated; and

BE IT FINALLY ORDAINED, that all other accounts and provisions of the Fiscal Year 2021 Budget Appropriation Ordinance, as amended, not hereby amended, shall continue in full force and effect unless and until hereafter further amended or repealed.

APPROVED:

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MAYOR

ATTEST:

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CLERK

Approved as to
Form and Legal Sufficiency:

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CITY ATTORNEY

Council Letter
City of Danville, Virginia

CL-2377 **Consent Agenda F.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Fiscal Year 2021 Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement - Speed Grant Program

From: Scott Booth, Police Chief

COUNCIL ACTION

First Reading: 09/01/2020
Final Adoption: 09/15/2020

SUMMARY

The Danville Police Department received a Highway Safety Grant under the Fiscal Year 2021 Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement - Speed Grant Program in the amount of $9,100. This funding will provide overtime pay for police officers for the enforcement of speeding ordinances. Matching funds are in-kind, and will not require any additional funding from the City.

RECOMMENDATION

It is recommended that City Council adopt the attached Ordinance Amending the Fiscal Year 2021 Budget Appropriation Ordinance by Anticipating Revenues in the amount of $9,100 from the Virginia Department of Motor Vehicles Highway Safety Selective Office Enforcement - Speed Grant Program and appropriating the same.

Attachments

Ordinance

PRESENTED:_________________

ADOPTED:_________________________

ORDINANCE NO. 2020-__________.___________

AN ORDINANCE AMENDING THE FISCAL YEAR 2021 BUDGET APPROPRIATION ORDINANCE BY INCREASING REVENUE FROM VIRGINIA DEPARTMENT OF MOTOR VEHICLES HIGHWAY SAFETY OFFICE SELECTIVE ENFORCEMENT – SPEED GRANT PROGRAM IN THE AMOUNT OF $9,100 AND APPROPRIATING SAME.

WHEREAS, the City of Danville has been awarded a grant from the Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement - Speed Grant Program in the amount of $9,100; and

WHEREAS, the funding will provide overtime pay for police officers for the enforcement of speeding ordinances; and

WHEREAS, the grant requires in-kind matching funds.

NOW THEREFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2021 Budget Appropriation Ordinance be, and the same is hereby, amended by increasing revenue to anticipate the receipt of funds in the amount of $9,100 from the Virginia Department of Motor Vehicles Highway Safety Office Selective Enforcement – Speed Grant Program, such revenue and appropriation to be as follows:

ANTICIPATED REVENUE

Description	Account No.	Amount
FY 2021 VA DMV Highway Safety Office Selective Enforcement - Speed Grant Revenue	61615000-48230	$9,100

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
FY 2021 VA DMV Highway Safety Office Selective Enforcement - Speed Grant Program	61615999-50	$9,100

AND BE IT FURTHER ORDAINED, that this appropriation shall be a continuing appropriation and shall carry forward from year to year until expended for the purpose for which appropriated; and

BE IT FINALLY ORDAINED, that all other accounts and provisions of the Fiscal Year 2021 Budget Appropriation Ordinance, as amended, not hereby amended, shall continue in full force and effect unless and until hereafter further amended or repealed.

APPROVED:

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MAYOR

ATTEST:

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CLERK

Approved as to
Form and Legal Sufficiency:

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CITY ATTORNEY

Council Letter
City of Danville, Virginia

CL-2366 **Consent Agenda G.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Fiscal Year 2021 Comprehensive Services Act Fund Appropriation

From: Earl B. Reynolds, Jr., Deputy City Manager

COUNCIL ACTION

First Reading	September 1, 2020
Final Adoption	September 15, 2020

SUMMARY

The Comprehensive Services Act (CSA) was enacted in Fiscal Year 1994, by the Virginia General Assembly, for the purpose of eliminating duplication of services for at-risk children and families. Whenever possible, CSA services must be child specific and community based. Services may be residential or non-residential, private or public, and must be responsive to the child's unique needs and culture. These services may currently exist within the public agencies, such as mental health, social services, education, and court services, or may be available privately. Examples include, but are not limited to: substance abuse counseling, respite care, psychological evaluations, transportation services, home-based therapy, family counseling, parent training, therapeutic foster care, job coaching, after school care, recreation, and housing assistance. In January 2013, the City began operating its own Community Policy and Management Team (CPMT). This resulted from the request of Pittsylvania County to dissolve the joint Danville-Pittsylvania County Community Policy and Management Board (CPMB). A full time person has been hired under the Division of Social Services to coordinate the City only program. There has been no increased administrative cost to the City as the administration funds that were being paid to Pittsylvania County are now being used to support the City only program.

BACKGROUND

Daily, the schools, social services and court service units are faced with a number of societal issues, such as locating services for abused, neglected, delinquent and special services children with significant mental and physical health impairments. In addition, these organizations work with children with behavioral problems that require specialized placements for treatment, truancy, and children whose disabilities are so severe they are unable to function within the community. These disabilities and behavioral issues include, but are not limited to: Autism, Bipolar Disorder, Schizophrenia, Sexual Reactive Disorder, Post Traumatic Stress Disorder, Suicidal Ideation, Conduct Disorder, Attachment Disorder, and Mental Retardation. The overall focus of CSA continues to be servicing at-risk children and families. Great strides have been made in bringing additional resources for services to the community. Service providers are meeting the increased demand for specialized programs while trying to manage the costs of such programs. The community partners continue to be faced with younger children whose disabilities are so severe that often times the children cannot be treated locally. The agencies that serve on the CPMT explore all options to provide for the needs of Danville's families and children by utilizing cost effective measures to reduce expenditures to the locality. These measures include using Medicaid vendors, when appropriate, reviewing progress reports prior to authorizing additional service units, when feasible, and reviewing eligibility for IV-E funding which reimburses the locality 100% of allowable costs.

RECOMMENDATION

It is recommended that the City Council adopt the attached Ordinance which will approve Fiscal Year 2021 state and local funding for the CSA program. The required local match is included in the adopted FY 2021 City of Danville Budget.

Attachments

Ordinance

PRESENTED: ______________________

ADOPTED: ______________________

ORDINANCE NO. 2020___.___

AN ORDINANCE AMENDING THE FISCAL YEAR 2021 BUDGET APPROPRIATION ORDINANCE BY APPROPRIATING COMPREHENSIVE SERVICES ACT FUNDS AND PROVIDING LOCAL MATCHING FUNDS FOR A TOTAL AMOUNT OF $4,780,388 AND APPROPRIATING SAME.

NOW THEREFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2021 Budget Appropriation Ordinance be, and is hereby, amended by increasing revenues to anticipate the State and Local funds for the Comprehensive Services Act Fund and appropriating such funds within the Special Grants Fund, such appropriation to be as follows:

ANTICIPATED REVENUES

Description	Account No.	Amount
Categorical Aid—State:		
Comprehensive Services Act—		
Pool Funds	60315000-45560	$3,547,350
Administrative Funds	60315000-45570	20,400
Local Share		
Transfer in From General Fund	60315000-6101	1,212,638
	Total	$4,780,388

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
Comprehensive Services Act:		
Outside Services	60315000-52349	$4,500,000
CSA Medicaid	60315000-55570	140,000
FT Salaries	60315000-51100	80,760
FICA	60315000-51450	5,819
Retirement	60315000-51525	4,286
Group Health Insurance	60315000-51600	11,577
Group Life Insurance	60315000-51630	246
Print Shop	60315000-52650	1,200
Temporary Services	60315000-52190	2,000
PS-Office Supplies	60315000-52655	1,400
Postage	60315000-54050	1,000

Telephone	60315000-54100	1,000
Travel & Training	60315000-54900	2,400
Local Only-CSA	60315000-55420	25,000
Office Supplies	60315000-55820	2,000
Materials & Supplies	60315000-55930	500
Dues	60315000-56242	1,200
	Total	$4,780,388

AND BE IT FURTHER ORDAINED, that a flexible budget is hereby authorized whereby appropriations may be increased to the extent that actual revenues from the CSA Pool Fund exceeds the original budget amount; and

BE IT FINALLY ORDAINED, that all other accounts and provisions of the Fiscal Year 2021 Budget appropriation Ordinance, as amended, not hereby amended, shall continue in full force and effect unless and until thereafter further amended or repealed.

APPROVED:

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MAYOR

ATTEST:

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CLERK

Approved as to
Form and Legal Sufficiency:

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CITY ATTORNEY

Council Letter
City of Danville, Virginia

CL-2371 **Consent Agenda H.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Fiscal Year 2021 Airport Maintenance Program

From: Marc Adelman, Director of Transportation Services

COUNCIL ACTION

First Reading: September 1, 2020
Final Adoption: September 15, 2020

SUMMARY

The Virginia Department of Aviation provides airport maintenance funding to assist airports with preserving facilities in a safe and economical operating condition. Maintenance grant funding will allow individual Virginia airports to receive up to $100,000 in state aid each year. However, last fiscal year the Danville Regional Airport received a state airport maintenance grant allocation in the amount of $29,792 to replace a small dump truck and snow plow that cost $59,757 and must be applied to this year's airport maintenance grant. This is required because the airport was unable to receive the equipment before June 30, 2020, due to the pandemic. Therefore, the Danville Regional Airport will be able to receive up to $70,208 in state maintenance funds for this fiscal year.

BACKGROUND

Eligible maintenance activities for use of State Airport Maintenance funds include scheduled and unscheduled repairs that are not performed each quarter. State maintenance funds can also be used to obtain grounds equipment. State funding levels vary for airport maintenance program activities relative to state policy. Projects that support facility preservation such as crack sealing are funded at higher levels compared to projects that are related to the replacement of grounds equipment.

During Fiscal Year 2020, state airport maintenance funds were used to replace an automatic gate controller and operator, purchase a front end mower and remark the crosswind runway. The total cost for the completed maintenance projects was $66,470 and the state provided $42,648 in state matching funds. State airport maintenance funds were also approved last fiscal year to purchase a small dump truck and snow plow that was ordered in January 2020 that cost $59,757. However, due to the pandemic, the chassis for the dump truck did not arrive in time for the project to be completed before the end of June 2020. Therefore, state maintenance funds from this year's grant will finance $29,792 or approximately fifty percent of the total cost of the dump truck and snow plow. For FY 2021, contingent upon state approval, the airport plans to use other airport maintenance funds for unscheduled repairs and pavement repairs.

RECOMMENDATION

It is recommended that City Council approve an Ordinance amending the Fiscal Year 2021 Budget Appropriation Ordinance to provide for Virginia Department of Aviation Airport Maintenance funds and for the local share appropriating the same.

Attachments

Ordinance

PRESENTED: ______________

ADOPTED: ______________

ORDINANCE NO. 2020 -______- ______

AN ORDINANCE AMENDING THE FISCAL YEAR 2021 BUDGET APPROPRIATION ORDINANCE TO PROVIDE FOR STATE DEPARTMENT OF AVIATION MAINTENANCE GRANT FUNDS RELATED TO THE MAINTENANCE OF CERTAIN AIRPORT PROPERTIES IN THE AMOUNT OF $70,208 AND FOR THE LOCAL SHARE IN THE AMOUNT OF $17,552 FOR A TOTAL APPROPRIATION OF $87,760 AND APPROPRIATING THE SAME.

NOW THEREFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2021 Budget Appropriation Ordinance be, and it is hereby, amended by increasing revenues from the Commonwealth of Virginia, Department of Aviation, in an amount of $70,208 and the local share for $17,552 for an aggregate amount of $87,760 for the purpose of providing for a State funded Airport Maintenance Program at the Danville Regional Airport such funds to be appropriated in the Support of Grants Fund as follows:

ANTICIPATED REVENUES

Description	Account No.	Amount
FY2020 Airport Maintenance		
Categorical Aid – State	61611000-45712	$70,208
Local Share	61611000-6101	$17,552
	TOTAL	$87,760

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
FY 2020 Airport Maintenance	61911999-50	$87,760

AND BE IT FURTHER ORDAINED, that all other accounts and provisions of the Fiscal Year 2021 Budget Appropriation Ordinance, as amended, not hereby amended, shall continue in full force and effect unless and until hereafter further amended or repealed.

APPROVED:

MAYOR

ATTEST:

CLERK

Approved as to
Form and Legal Sufficiency:

CITY ATTORNEY

Council Letter
City of Danville, Virginia

CL-2372 **Consent Agenda I.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Older Americans Grant Funding for Fiscal Year 2021

From: Marc Adelman, Director of Transportation Services

COUNCIL ACTION

First Reading: 09/01/2020
Final Adoption: 09/15/2020

SUMMARY

Each year the City of Danville applies for federal Older Americans Act funds, and state transportation funds in association with the Southern Area Agency on Aging to provide transportation services for senior citizens, ages sixty and over, residing in the City of Danville and certain designated areas outside the City limits. For the period July 1, 2019, through June 30, 2020, the Danville Transit System completed 13,686 one-way trips for seniors that were invoiced to the Southern Area Agency on Aging. Total senior ridership decreased 24% during this timeframe compared to the previous year due to the pandemic.

Additional funding is available during FY 2021 to provide transportation service for seniors due to the receipt of CARES Act funds by the Southern Area Agency on Aging. This summer the transit system gained approval from the Southern Area Agency on Aging to modify the number of shopping trips that can be completed on a monthly basis to facilitate increased passenger activity.

BACKGROUND

The Transportation Services Department requests the appropriation of Title III-B Older Americans Act Grant funds for the federal fiscal year October 1, 2020, through September 30, 2021, in the amount of $53,164 from Title III-B funds, $46,615 in Title III-B Carryover funds due to the receipt of CARES Act funds, $23,917 in State Transportation Funds and Program income of $2,000 for transportation services.

The Ordinance includes an appropriation for in-kind services for the Title III-B Older Americans Act Grant in the amount of $380,790. These charges are appropriated in the Transportation Services budget as well. The appropriation for in-kind service is necessary for administrative and reporting purposes and to complete operational and supervisory duties to support the Senior Transportation program and includes in-kind revenues and equal in-kind expenditures in the Special Grants fund.

RECOMMENDATION

It is recommended that City Council approve the attached Ordinance appropriating the Title III-B Older American Act Grant funds from the Southern Area Agency on Aging for FY 2021.

Attachments

Ordinance

PRESENTED: ______________________

ADOPTED: ______________________

ORDINANCE NO. 2020___.___

AN ORDINANCE AMENDING THE FISCAL YEAR 2021 BUDGET APPROPRIATION ORDINANCE BY INCREASING CERTAIN REVENUES TO PROVIDE FOR TITLE III-B GRANT FUNDS AND LOCAL SHARE FOR SENIOR CITIZEN TRANSPORTATION SERVICES AND APPROPRIATING THE SAME.

NOW THEREFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2021 Budget Appropriation Ordinance be, and it is hereby, amended to provide for a grant from Title III-B Older Americans Act funds in the amount of $53,164; Title III-B Carryover Funds (CARES Act) in the amount of $46,615, Virginia General Fund monies in the amount of $23,917, administered by the Southern Area Agency on Aging to the Department of Transportation Services for the Federal Fiscal Year beginning October 1, 2020 and ending September 30, 2021; $2000 program income and $380,790 In-Kind Services for a total of $459,871, and appropriating such funds within the Special Grants Fund, such revenue and appropriations to be as follows:

ANTICIPATED REVENUES

Description	Account No.	Amount
Categorical Aid –Federal: Older Americans Act Title III-B Funds (FY20-21)	61444000-48142	$123,696
Local Share: Older Americans Act Title III-B Program Income (FY19-20)	61446000-44650	$2,000
Title III-B Older Americans Act In-Kind (FY20-21)	61445000-44890	$380,790
	TOTAL	$506,486

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
Older Americans Act Title III-B (FY20-21)		
Salary and Wages	61444000-51200	$39,541
FICA	61444000-51450	$3,746
Mass Transit Services	61444000-52660	$75,206
Postage	61444000-54050	$1,300
Telephone Internet	61444000-54100	$903
Travel/ Training Expense	61444000-54900	$1,000
Office Supplies	61444000-55820	$1,500
Gas/Lubricants	61444000-56242	$500
	Subtotal	$123,696

Description	Account No.	Amount
Older Americans Act Title III-B Program Income (FY20-21):		
Salary and Wages	61446000-51200	$500
Travel/ Training Expense	61446000-54900	$500
Office Supplies	61446000-55820	$500
Outside Services	61446000-52349	$500
	Subtotal	$2,000

Description	Account No.	Amount
Older Americans Act Title III-B In-Kind (FY20-21):		
Postage	61445000-54050	$750
Telephone Internet	61445000-54100	$1,400
Travel/Training Expense	61445000-54900	$1,833
Office Supplies	61445000-55820	$1,000
Salary and Wages	61445000-59500	$341,014
FICA	61445000-59510	$23,058
Outside Services	61445000-59610	$550
Print Shop	61445000-59620	$3,000
Lease/Rent Buildings	61445000-59670	$8,185
	Subtotal	$380,790
	GRAND TOTAL	$506,486

AND BE IT FURTHER ORDAINED, that all other accounts and provisions of the Fiscal Year 2021 Budget Appropriation Ordinance, as amended, not hereby amended, shall continue in full force and effect unless and until hereafter further amended or repealed.

APPROVED:

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MAYOR

ATTEST:

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CLERK

Approved as to
Form and Legal Sufficiency:

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CITY ATTORNEY

Council Letter
City of Danville, Virginia

CL-2385 **New Business A.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Resolution for the Issuance of Bonds

From: Michael Adkins, Director of Finance

COUNCIL ACTION

Business Meeting: 09/15/2020

SUMMARY

The City's Capital Improvement Plan (CIP) for Fiscal Year 2021 includes bond financing for $7,001,769 in general governmental projects and $5,800,000 in electric system projects. This Resolution authorizes the sale of bonds to provide funding for the projects adopted by City Council as part of the FY 2020 budget. The City can also capture debt service savings at this time by refinancing eligible portions of the 2010A and 2012B general obligation bonds. The bonds to be refinanced have an outstanding balance of $290,000 and $3,395,000, respectively.

BACKGROUND

The adopted budget for FY 2021 includes bond financing that will fund the following capital projects:

DEPARTMENT	PROJECT	AMOUNT
Fire	Truck Replacement	$553,145
Police	CCTV Expansion & Equipment	110,000
Parks/Rec	Park & Facility Improvements	1,355,000
Public Works	Street Improvements	988,538
Public Works	Elevator Upgrades	275,000
Public Works	HVAC Replacement	275,000
Public Works	Emergency Generator	160,000
Public Works	Parking Lot Resurfacing/Upgrades	350,000
Public Works	Roof Replacement & Exterior Improvements	350,000
Public Works	Stormwater System Upgrades	200,000
Airport	Runway/Taxilane Improvements	635,086
Schools	Building Upgrades	2,000,000
Electric	Line Rebuilds	1,800,000
Electric	Substation Rebuilds	4,000,000

RECOMMENDATION

It is recommended that City Council approve the attached Resolution to authorize issuance of General Obligation Bonds of the City of Danville, Virginia, in the maximum principal amount not to exceed $13,400,000 for FY 2021 CIP projects, which includes cost of issuance. The resolution also authorizes the issuance of $4,350,000 of refunding bonds in order to refinance the 2009A and 2010B bonds, which includes cost of issuance.

Attachments

Resolution

Preliminary Official Statement

PRESENTED: ____________________

ADOPTED: ______________________

RESOLUTION NO. 2020 -____.____

A RESOLUTION PROVIDING FOR THE ISSUANCE, SALE, AND AWARD BY THE CITY OF DANVILLE, VIRGINIA, OF GENERAL OBLIGATION PUBLIC IMPROVEMENT AND REFUNDING BONDS, HERETOFORE AUTHORIZED, PROVIDING FOR THE FORM, DETAILS, AND PAYMENT OF SUCH BONDS AND PROVIDING FOR THE REFUNDING OF CERTAIN OUTSTANDING BONDS OF THE CITY.

WHEREAS, the Council (the "Council") of the City of Danville, Virginia (the "City"), adopted an ordinance on September 3, 2019 (the "2019 Ordinance"), authorizing under Section 9-7A of the City Charter the issuance of general obligation bonds in a maximum principal amount of $6,000,000 to finance any capital expenditures *other than* for capital expenditures relating to the City's water, sewer, gas and/or electric systems, as more fully described in the 2019 Ordinance, of which the full principal amount remains unissued; and

WHEREAS, the Council adopted an ordinance on September 1, 2020 (the "2020 Ordinance"), authorizing under Section 9-7A of the City Charter the issuance of general obligation bonds in a maximum principal amount of $6,000,000 to finance any capital expenditures *other than* for capital expenditures relating to the City's water, sewer, gas and/or electric systems, as more fully described in the 2020 Ordinance, of which the full principal amount remains unissued; and

WHEREAS, using up the remaining principal authorization of the 2019 Ordinance ($6,000,000) and up to $1,300,000 principal authorization of the 2020 Ordinance ($6,000,000), the Council desires to finance capital expenditures for general governmental projects, including, without limitation, (a) fire vehicle replacement, (b) expansion of a public safety CCTV system, (c) parks and recreation facility improvements, (d) public building improvements, (e) acquisition and installation of an emergency generator for a public building, (f) street and parking lot improvements, (g) stormwater system upgrades and (h) airport improvements (collectively, the "9-7A Projects"); and

WHEREAS, pursuant to the 2019 Ordinance, the Council also authorized under the provisions of Section 9-7D of the City Charter the issuance of general obligation bonds in a maximum principal amount of $10,000,000 to finance capital expenditures relating to the City's water, sewer, gas and electric systems or other specific undertaking or undertakings from which the City may derive a revenue, as more fully described in the 2019 Ordinance, of which the full principal amount remains unissued; and

WHEREAS, using up to $6,100,000 of the remaining principal authorization of the 2019 Ordinance ($10,000,000), to finance projects contemplated under the provisions of Section 9-7D of the City Charter, the Council desires to finance capital expenditures relating to the City's water, sewer, gas and electric systems or other specific undertaking or undertakings from which the City may derive a revenue, including, without limitation, substation and line rebuilds for the electric system (collectively, the "9-7D Projects" and, together with the 9-7A Projects, the "Projects"); and

WHEREAS, the Council desires to issue a series of federally tax-exempt general obligation public improvement bonds in an aggregate principal amount not to exceed $13,400,000 (the "Project Bonds") to finance the Projects and to pay the costs of issuing the Project Bonds; and

WHEREAS, there are outstanding unmatured, principal amounts of the City's $12,925,000 General Obligation Public Improvement and Refunding Bonds, Series

2010A (Tax-Exempt) (the "2010A Bonds"), and $7,170,000 General Obligation Public Improvement and Refunding Bonds, Series 2012B (Tax-Exempt) (the "2012B Bonds"); and

WHEREAS, the Council desires to issue a series of federally tax-exempt general obligation public improvement refunding bonds in an aggregate principal amount not to exceed $350,000 (the "Tax-Exempt Refunding Bonds") to refund a portion of the outstanding 2010A Bonds (such refunded portion, the "Refunded 2010A Bonds") and to pay the costs of refunding the Refunded 2010A Bonds and issuing the Tax-Exempt Refunding Bonds; and

WHEREAS, the Council desires to issue a series of federally taxable general obligation public improvement refunding bonds in an aggregate principal amount not to exceed $4,000,000 (the "Taxable Refunding Bonds") to refund a portion of the outstanding 2012B Bonds (such refunded portion, the "Refunded 2012B Bonds" and, together with the Refunded 2010A Bonds, the "Refunded Bonds") and to pay the costs of refunding the Refunded 2012B Bonds and issuing the Taxable Refunding Bonds (together with the Project Bonds and the Tax-Exempt Refunding Bonds, the "Bonds"); and

WHEREAS, the City's administration, in collaboration with Davenport & Company LLC, acting as the City's financial advisor (the "Financial Advisor"), has recommended that the City pursue the sale of the Bonds through one or more of the following methods: (a) a direct bank loan with a banking or other financial institution (a "Direct Bank Loan"), (b) a public offering through a competitive sale (a "Competitive Sale") or (c) a public offering through a negotiated underwriting (a "Negotiated Sale") (in any of such funding options, the purchaser(s) of the Bonds shall be referred to herein as the "Purchaser").

NOW THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF DANVILLE, VIRGINIA:

1. Issuance and Sale of Bonds. (a) Pursuant to the Constitution and statutes of the Commonwealth of Virginia, including the City Charter and the Public Finance Act of 1991, and in accordance with the authorization of the 2019 Ordinance and the 2020 Ordinance, the Council provides for the issuance and sale of (i) the Project Bonds in an aggregate principal amount not to exceed $13,400,000 to finance the Projects and to pay the related costs of issuing the Project Bonds, (ii) the Tax-Exempt Refunding Bonds in an aggregate principal amount not to exceed $350,000 to refund the Refunded 2010A Bonds and to pay the related costs of issuing the Tax-Exempt Refunding Bonds and refunding the Refunded 2010A Bonds, and (iii) the Taxable Refunding Bonds in an aggregate principal amount not to exceed $4,000,000 to refund the Refunded 2012B Bonds and to pay the related costs of issuing the Taxable Refunding Bonds and refunding the Refunded 2012B Bonds.

(b) The Council determines that the average probable period of usefulness of the Projects is not more than 30 years.

2. Bond Details. (a) Subject to the provisions and limitations of this Resolution, The Council authorizes the City Manager (which term shall include the Deputy City Manager for purposes of this Resolution) to undertake the issuance and sale of the Bonds and to determine the final pricing terms of the Bonds as he shall deem to be in the best interests of the City, provided that (i) the Project Bonds and the Tax-Exempt Refunding Bonds (together, the "Tax-Exempt Bonds") shall be issued as one combined series and designated "General Obligation Public Improvement and Refunding Bonds, Series 2020A (Federally Tax-Exempt)," or such other designation as may be determined by the City Manager and (ii) the Taxable Refunding Bonds shall be issued as a separate series and designated "General Obligation Public Improvement Refunding Bonds, Series 2020B (Federally Taxable)," or such other designation as may be determined by the City Manager.

(b) The Tax-Exempt Bonds shall be in registered form, shall be dated such date as may be determined by the City Manager, shall be in denominations of $5,000 and integral multiples thereof and shall be numbered RA-1 upward, or such other designation as appropriate. The issuance and sale of the Tax-Exempt Bonds are authorized on pricing terms as shall be satisfactory to the City Manager; provided, however, that the Tax-Exempt Bonds (i) shall be issued in an aggregate principal amount not exceeding the combined limits set forth in Sections 1(a)(i) and (ii), (ii) shall have a "true" or "Canadian" interest cost not to exceed 5.0% (taking into account any original issue discount or premium), (iii) shall be sold to the Purchaser at a price not less than 98.0% of the principal amount thereof (excluding any original issue discount), (iv) shall mature, or be subject to mandatory sinking fund redemption in annual installments, in years ending no later than December 31, 2040, and (v) in the case of the Tax-Exempt Refunding Bonds, the refunding of the Refunded 2010A Bonds shall result in an aggregate net present value debt service savings of not less than 3.0% of the Refunded 2010A Bonds.

(c) The Taxable Bonds shall be in registered form, shall be dated such date as may be determined by the City Manager, shall be in denominations of $5,000 and integral multiples thereof and shall be numbered RB-1 upward, or such other designation as appropriate. The issuance and sale of the Taxable Bonds are authorized on pricing terms as shall be satisfactory to the City Manager; provided, however, that the Taxable Bonds (i) shall be issued in an aggregate principal amount not exceeding the limit set forth in Section 1(a)(iii), (ii) shall have a "true" or "Canadian" interest cost not to exceed 5.0% (taking into account any original issue discount or premium), (iii) shall be sold to the Purchaser at a price not less than 98.0% of the principal amount thereof (excluding any original issue discount), (iv) shall mature, or be subject to mandatory sinking fund redemption in annual installments, in years ending no later than December 31, 2032, and (v) the refunding of the Refunded 2012B Bonds shall result in an aggregate net present value debt service savings of not less than 3.0% of the Refunded 2012B Bonds.

(d) Principal of the Bonds shall mature, or be subject to mandatory sinking fund installments, annually on dates determined by the City Manager. Each Bond shall bear interest from its dated date at such fixed rate as shall be determined at the time of sale, calculated on the basis of a 360-day year of twelve 30-day months, and payable semiannually on dates determined by the City Manager. Principal and premium, if any, shall be payable to the registered owners upon surrender of Bonds as they become due at the office of the Registrar (as hereinafter defined). Interest shall be payable by check or draft mailed to the registered owners at their addresses as they appear on the registration books kept by the Registrar on a date prior to each interest payment date that shall be determined by the City Manager (the "Record Date"); provided, however, that at the request of the registered owner of the Bonds, payment may be made by wire transfer pursuant to the most recent wire instructions received by the Registrar from such registered owner. If any payment date is not a business day, such payment shall be made on the next succeeding business day with the same effect as if made on the stated payment date, and no additional interest shall accrue. Principal, premium, if any, and interest shall be payable in lawful money of the United States of America.

3. Methods of Sale; Award of Bonds. (a) The Bonds shall be sold through a Direct Bank Loan, a Competitive Sale or a Negotiated Sale, or a combination thereof, as the City Manager shall determine to be in the best interests of the City.

(b) If the City Manager determines that the Bonds (or a portion thereof) shall be sold through a Direct Bank Loan, the City Manager is authorized, on behalf of the City and in collaboration with the Financial Advisor, to solicit bids from banking and other financial institutions, to determine which bid (or bids) offers the best terms to the City, and, subject to the limitations set forth in Section 2, to arrange for the issuance and sale of all or a portion of the Bonds to the Purchaser. Following a Direct Bank Loan, the City Manager shall file a certificate with the Council setting forth the final terms of such Bonds. The actions of the City Manager in selling such Bonds by Direct Bank Loan shall be conclusive, and no further action with respect to the sale and issuance of such Bonds shall be necessary on the part of the Council.

(c) If the City Manager determines that the Bonds (or a portion thereof) shall be sold through a Competitive Sale, the City Manager is authorized, on behalf of the City and in collaboration with the Financial Advisor, to take all proper steps to advertise such Bonds for sale, to receive public bids and to award such Bonds to the bidder providing the lowest "true" or "Canadian" interest cost, subject to the limitations set forth in Section 2. Following a Competitive Sale, the City Manager shall file a certificate with the Council setting forth the final terms of such Bonds. The actions of the City Manager in selling all or a portion of the Bonds by Competitive Sale shall be conclusive, and no further action with respect to the sale and issuance of such Bonds shall be necessary on the part of the Council.

(d) If the City Manager determines that the Bonds (or a portion thereof) shall be sold through a Negotiated Sale, the City Manager is authorized, on behalf of the City and in collaboration with the Financial Advisor, to choose one or more investment banking firm(s) to serve as underwriter(s) for such Bonds and to execute and deliver to such underwriter(s), as Purchaser(s) of such Bonds, a bond purchase agreement reflecting the final terms of such Bonds. The bond purchase agreement shall be in a form approved by the City Manager, in collaboration with the City Attorney, the Financial Advisor and the City's bond counsel. The actions of the City Manager in selling all or a portion of the Bonds by Negotiated Sale shall be conclusive, and no further action with respect to the sale and issuance of such Bonds shall be necessary on the part of the Council.

(e) Following the determination of which method(s) of sale shall be used, the City Manager is authorized to determine (i) the respective principal amounts of the Bonds, subject to the limitations set forth in Section 1(a), (ii) the interest rates of the Bonds, the maturity schedules of the Bonds, and the prices to be paid for the Bonds by the respective Purchasers thereof, subject to the limitations set forth in Section 2, (iii) the redemption provisions of the Bonds, subject to the limitations set forth in Section 5, and (iv) the dated date, the principal and interest payment dates and the Record Dates of the Bonds, all as the City Manager determines to be in the best interests of the City.

4. Securities Depository Provisions. If a series of Bonds is sold through a Competitive Sale or a Negotiated Sale, the following provisions shall apply to such series of Bonds:

(a) Initially, one Bond certificate for each maturity of the Bonds shall be issued to and registered in the name of The Depository Trust Company, New York, New York ("DTC"), or its nominee. The City has heretofore entered into a Blanket Letter of Representations relating to a book-entry system to be maintained by DTC with respect to the Bonds. The defined term "Securities Depository" shall mean DTC or any other securities depository for the Bonds appointed pursuant to this Section.

(b) In the event that (i) the Securities Depository determines not to continue to act as the securities depository for the Bonds by giving notice to the Registrar, and the City discharges the Securities Depository of its responsibilities with respect to the Bonds, or (ii) the City in its sole discretion determines (A) that beneficial owners of the Bonds shall be able to obtain certificated Bonds or (B) to select a new Securities Depository, then its Director of Finance shall, at the direction of the Council, attempt to locate another qualified securities depository to serve as Securities Depository and authenticate and deliver certificated Bonds to the new Securities Depository or its nominee, or authenticate and deliver certificated Bonds to the beneficial owners or to the Securities Depository participants on behalf of beneficial owners substantially in the form provided for in Section 7; provided, however, that such form shall provide for interest on the Bonds to be payable from the date of the Bonds if they are authenticated prior to the first interest payment date, or otherwise from the interest payment date that is or immediately precedes the date on which the Bonds are authenticated (unless payment of interest thereon is in default, in which case interest on the Bonds shall be payable from the date to which interest has been paid). In delivering certificated Bonds, the Director of Finance shall be entitled to rely on the records of the Securities Depository as to the beneficial owners or the records of the Securities Depository participants acting on behalf of beneficial owners. Such certificated Bonds will then be registrable, transferable and exchangeable as set forth in Section 9.

(c) So long as there is a Securities Depository for the Bonds (i) it or its nominee shall be the registered owner of the Bonds; (ii) notwithstanding anything to the contrary in this Resolution, determinations of persons entitled to payment of principal, premium, if any, and interest, transfers of ownership and exchanges and receipt of notices shall be the responsibility of the Securities Depository and shall be effected pursuant to rules and procedures established by such Securities Depository; (iii) the Registrar and the City shall not be responsible or liable for maintaining, supervising or reviewing the records maintained by the Securities Depository, its participants or persons acting through such participants; (iv) references in this Resolution to registered owners of the Bonds shall mean such Securities Depository or its nominee and shall not mean the beneficial owners of the Bonds; and (v) in the event of any inconsistency between the provisions of this Resolution and the provisions of the above-referenced Blanket Letter of Representations, such provisions of the Blanket Letter of Representations, except to the extent set forth in this subsection and subsection 4(b), shall control.

5. Redemption Provisions. (a) Subject to the limitations contained herein, the City Manager is authorized to determine the redemption provisions of the Bonds, including provisions for optional, extraordinary and mandatory sinking fund redemption.

(b) The Bonds of any series may be subject to redemption prior to maturity at the option of the City on or after the dates, if any, determined by the City Manager, in whole or in part at any time, at redemption price(s) that the City Manager determines to be in the best interests of the City based on financial market conditions, together with any interest accrued to the date fixed for redemption. Such redemption price terms may include traditional redemption prices not to exceed 103% of the principal amount to be redeemed, as well as “make whole” redemption prices.

(c) Any Bonds sold as term bonds may be subject to mandatory sinking fund redemption upon terms determined by the City Manager.

(d) If less than all of the Bonds of a series are called for redemption, the maturities of the Bonds to be redeemed shall be selected by the Director of Finance in such manner as such officer may determine to be in the best interests of the City. In the case of a

Competitive Sale or Negotiated Sale, if less than all of a maturity of a series of Bonds is called for redemption, the Bonds within such maturity to be redeemed shall be selected by the Securities Depository pursuant to its rules and procedures or, if the book-entry system is discontinued, shall be selected by the Registrar by lot in such manner as the Registrar in its discretion may determine. In either case, (i) the portion of any Bond to be redeemed shall be in the principal amount of $5,000 or some integral multiple thereof and (ii) in selecting Bonds for redemption, each Bond shall be considered as representing that number of Bonds of such series that is obtained by dividing the principal amount of such Bond by $5,000. The City shall cause notice of the call for redemption identifying the Bonds or portions thereof to be redeemed to be sent by facsimile or electronic transmission, registered or certified mail or overnight express delivery, not less than 30 nor more than 60 days prior to the date fixed for redemption, to the registered owner(s) of such Bonds. The City shall not be responsible for giving notice of redemption to anyone other than DTC or another qualified securities depository then serving or its nominee unless no qualified securities depository is the registered owner of the Bonds. If no qualified securities depository is the registered owner of the Bonds, notice of redemption shall be mailed to the registered owners of the Bonds. If a portion of a Bond is called for redemption, a new Bond in principal amount equal to the unredeemed portion thereof will be issued to the registered owner upon the surrender thereof.

(e) In the case of an optional redemption, the notice may state that (i) it is conditioned upon the deposit of moneys, in an amount equal to the amount necessary to effect the redemption, no later than the date fixed for redemption or (ii) the City retains the right to rescind such notice on or prior to such fixed redemption date (in either case, a "Conditional Redemption"), and such notice and optional redemption shall be of no effect if such moneys are not so deposited or if the notice is rescinded as described herein. Any Conditional Redemption may be rescinded at any time. The City shall give prompt notice of such rescission to the affected Bondholders. Any Bonds subject to Conditional Redemption where redemption has been rescinded shall remain outstanding, and the rescission shall not constitute an event of default. Further, in the case of a Conditional Redemption, the failure of the City to make funds available on or before the date fixed for redemption shall not constitute an event of default, and the City shall give immediate notice to all organizations registered with the Securities and Exchange Commission (the "SEC") as securities depositories or the affected Bondholders that the redemption did not occur and that the Bonds called for redemption and not so paid remain outstanding.

6. Execution and Authentication. The Bonds shall be signed by the manual or facsimile signatures of the Mayor and the City Treasurer, the City's seal shall be affixed thereto and shall be attested by the manual or facsimile signature of the City Clerk (which term shall include any Deputy or Assistant City Clerk for purposes of this Resolution); provided, however, that no Bond signed by facsimile signatures shall be valid until it has been authenticated by the manual signature of the Registrar or, if a bank has been appointed registrar pursuant to Section 9, an authorized officer or employee of the Registrar and the date of authentication noted thereon.

7. Bond Form. The Bonds shall be in substantially the form of Exhibit A attached hereto, with such completions, omissions, insertions and changes not inconsistent with this Resolution as may be approved by the officers signing the Bonds, whose approval shall be evidenced conclusively by the execution and delivery of the Bonds.

8. Pledge of Full Faith and Credit. The full faith and credit of the City are irrevocably pledged for the payment of principal of and premium, if any, and interest on the Bonds. Unless other funds are lawfully available and appropriated for timely payment of the Bonds, the Council shall levy and collect an annual ad valorem tax, over and above all other taxes authorized or limited by law and without limitation as to rate or amount, on all locally taxable property in the City sufficient to pay when due the principal of and premium, if any, and interest on the Bonds.

9. Registration, Transfer and Owners of Bonds. The Bonds shall be issued in registered form without coupons, payable to the registered holders or registered assigns. The City Treasurer is hereby appointed paying agent and registrar for the Bonds (the "Registrar"). The City Manager is authorized, on behalf of the City, to appoint a qualified bank or trust company as successor paying agent and registrar of the Bonds if at any time the City Manager determines such appointment to be in the best interests of the City. The Registrar shall maintain registration books for the registration of the Bonds and transfers thereof. Upon presentation and surrender of any Bonds to the Registrar, or its corporate trust office if the Registrar is a bank or trust company, together with an assignment duly executed by the registered owner or the owner's duly authorized attorney or legal representative in such form as shall be satisfactory to the Registrar, the City shall execute, and the Registrar shall authenticate, if required by Section 6, and deliver in exchange, a new Bond or Bonds having an equal aggregate principal amount, in authorized denominations, of the same form and maturity, bearing interest at the same rate, and registered in the name(s) as requested by the then registered owner or the owner's duly authorized attorney or legal representative. Any such exchange shall be at the expense of the City, except that the Registrar may charge the person requesting such exchange the amount of any tax or other governmental charge required to be paid with respect thereto.

The Registrar shall treat the registered owner as the person exclusively entitled to payment of principal of and premium, if any, and interest on the Bonds and the exercise of all other rights and powers of the owner, except that interest payments shall be made to the person shown as owner on the registration books on the Record Date.

10. Official Statement. The draft Preliminary Official Statement describing the Bonds, copies of which have been made available to the Council prior to this meeting, is hereby approved as the form of the Preliminary Official Statement by which the Bonds may be offered for sale to the public; provided that the City Manager, in collaboration with the Financial Advisor, may make such completions, omissions, insertions and changes in the Preliminary Official Statement not inconsistent with this Resolution as the City Manager may consider to be in the best interests of the City. After the Bonds have been sold, the City Manager, in collaboration with the Financial Advisor, shall make such completions, omissions, insertions and changes in the Preliminary Official Statement not inconsistent with this Resolution as are necessary or desirable to complete it as a final Official Statement. In addition, the City shall arrange for the delivery to the Purchaser a reasonable number of printed copies of the final Official Statement, within seven business days after the Bonds have been sold, for delivery to each potential investor requesting a copy of the Official Statement and to each person to whom the Purchaser initially sells Bonds.

11. Official Statement Deemed Final. The City Manager is authorized, on behalf of the City, to deem the Preliminary Official Statement and the Official Statement in final form, each to be final as of its date within the meaning of Rule 15c2-12 (the "Rule") of the SEC, except for the omission in the Preliminary Official Statement of certain pricing and other information permitted to be omitted pursuant to the Rule. The distribution of the Preliminary Official Statement and the execution and delivery of the Official Statement in final form shall be conclusive evidence that each has been deemed "final" as of its date by the City, except for the omission in the Preliminary Official Statement of such pricing and other information permitted to be omitted pursuant to the Rule.

12. Preparation and Delivery of Bonds. After the Bonds have been awarded, the Mayor, the City Manager, the City Treasurer and the City Clerk are authorized and directed to take all proper steps to have the Bonds prepared and executed in accordance with their terms and to deliver the Bonds to the respective Purchasers upon payment therefor.

13. Arbitrage Covenants. The City covenants that it shall not take or omit to take any action the taking or omission of which will cause any of the Tax-Exempt Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended, and regulations issued pursuant thereto (the "Code"), or otherwise cause interest on any of the Tax-Exempt Bonds to be includable in the gross income for federal income tax purposes of the registered owners thereof under existing law. Without limiting the generality of the foregoing, the City shall comply with any provision of law that may require the City at any time to rebate to the United States any part of the earnings derived from the investment of the gross proceeds of the Tax-Exempt Bonds, unless the City receives an opinion of nationally recognized bond counsel that such compliance is not required to prevent interest on any of the Tax-Exempt Bonds from being includable in the gross income for federal income tax purposes of the registered owners thereof under existing law. The City shall pay any such required rebate from its legally available funds.

14. Non-Arbitrage Certificate and Elections. Such officers of the City as may be requested by the City's bond counsel are authorized and directed to execute an appropriate certificate setting forth (a) the expected uses and investment of the proceeds of the Tax-Exempt Bonds in order to show that such expected uses and investment will not violate the provisions of Section 148 of the Code and (b) any elections such officers deem desirable regarding rebate of earnings to the United States for purposes of complying with Section 148 of the Code. Such certificate shall be prepared in consultation with the City's bond counsel, and such elections shall be made after consultation with bond counsel.

15. Limitation on Private Use. The City covenants that it shall not permit the proceeds of the Tax-Exempt Bonds or the facilities financed or refinanced therewith to be used in any manner that would result in (a) 5% or more of such proceeds or facilities being used in a trade or business carried on by any person other than a governmental unit, as provided in Section 141(b) of the Code, (b) 5% or more of such proceeds or facilities being used with respect to any output facility (other than a facility for the furnishing of water), within the meaning of Section 141(b)(4) of the Code, or (c) 5% or more of such proceeds being used directly or indirectly to make or finance loans to any persons other than a governmental unit, as provided in Section 141(c) of the Code; provided, however, that if the City receives an opinion of nationally recognized bond counsel that any such covenants need not be complied with to prevent the interest on any of the Tax-Exempt Bonds from being includable in the gross income for federal income tax purposes of the registered owners thereof under existing law, the City need not comply with such covenants.

16. Deposit of Bond Proceeds. The City Treasurer is authorized and directed to provide for delivery of the proceeds of the Bonds to or at the direction of the City in such manner as necessary to (a) pay the costs of the Projects, (b) refund the Refunded Bonds and (c) pay the costs of issuing the Bonds and refunding the Refunded Bonds.

17. Escrow Deposit Agreement. The City Manager, the Director of Finance and the City Treasurer, any of whom may act, are authorized and directed to execute an escrow deposit agreement in connection with the Refunded Bonds (the "Escrow Agreement") between the City and an escrow agent to be appointed by the City Manager (the "Escrow Agent"). The Escrow Agreement shall be in the form approved by one of such authorized signatories, in collaboration with the City Attorney and the City's bond counsel. The execution and delivery of the Escrow Agreement by any of such authorized signatories shall constitute conclusive evidence of their approval of the Escrow Agreement. The Escrow Agreement shall provide for the irrevocable deposit of portions of the proceeds of the Tax-Exempt Bonds and the Taxable Refunding Bonds in escrow funds that shall be sufficient, when invested in noncallable obligations of, or unconditionally guaranteed by, the United States Government (the "Government Obligations"), to provide for payment of principal of and premium, if any, and interest on the Refunded Bonds. The Escrow Agent is authorized to execute, on behalf of the City, an initial and final subscription form for the purchase of the Government Obligations, if and as necessary.

18. Redemption of Refunded Bonds. The City Manager is authorized and directed to determine which maturities (or portions thereof) of the 2010A Bonds and the 2012B Bonds shall constitute the Refunded Bonds. The City Manager shall direct that notices of redemption be given to the registered owners of the Refunded Bonds in accordance with the resolutions providing for the issuance of the Refunded Bonds.

19. SNAP Investment Authorization. The Council has previously received and reviewed the Information Statement describing the State Non-Arbitrage Program of the Commonwealth of Virginia ("SNAP") and the Contract Creating the State Non-Arbitrage Program Pool (the "Contract"), and the Council hereby authorizes the Director of Finance in his discretion to use SNAP in connection with the investment of the proceeds of the Bonds. The Council acknowledges that the Treasury Board of the Commonwealth of Virginia is not, and shall not be, in any way liable to the City in connection with SNAP, except as otherwise provided in the Contract.

20. Continuing Disclosure Agreement. The Mayor, the City Manager and such officer or officers of the City as either may designate, any of whom may act, are hereby authorized and directed to execute a continuing disclosure agreement (the "Continuing

Disclosure Agreement") setting forth the reports and notices to be filed by the City and containing such covenants as may be necessary to assist the Purchaser in complying with the provisions of the Rule promulgated by the SEC. The Continuing Disclosure Agreement shall be substantially in the form appearing as an appendix to the draft Preliminary Official Statement described above, which agreement is hereby approved for purposes of the Bonds; provided that the City Manager, in collaboration with the Financial Advisor, may make such changes in the Continuing Disclosure Agreement not inconsistent with this Resolution as the City Manager may consider to be in the best interests of the City. The execution thereof by such officers shall constitute conclusive evidence of their approval of any such completions, omissions, insertions and changes.

21. Other Actions. All other actions of officers of the City in conformity with the purposes and intent of this Resolution and in furtherance of the issuance and sale of the Bonds and the refunding of the Refunded Bonds are hereby ratified, approved and confirmed. The officers of the City are authorized and directed to execute and deliver all certificates and instruments and to take all such further action as may be considered necessary or desirable in connection with the issuance, sale and delivery of the Bonds and the refunding of the Refunded Bonds.

22. Repeal of Conflicting Resolutions. All resolutions or parts of resolutions in conflict herewith are repealed.

23. Effective Date. This Resolution shall take effect immediately.

APPROVED:

____
MAYOR

ATTEST:

____
CLERK

Approved as to
Form and Legal Sufficiency:

____
CITY ATTORNEY

EXHIBIT A

[FORM OF BOND]

Unless this certificate is presented by an authorized representative of The Depository Trust Company, a New York corporation ("DTC"), to the issuer or its agent for registration of transfer, exchange or payment, and any certificate is registered in the name of Cede & Co., or in such other name as is requested by an authorized representative of DTC (and any payment is made to Cede & Co. or to such other entity as is requested by an authorized representative of DTC), ANY TRANSFER, PLEDGE OR OTHER USE HEREOF FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL inasmuch as the registered owner hereof, Cede & Co., has an interest herein.

REGISTERED **REGISTERED**

No. R[A/B]-____ **$__________**

UNITED STATES OF AMERICA

COMMONWEALTH OF VIRGINIA

CITY OF DANVILLE

General Obligation Public Improvement [and] Refunding Bond,

Series 2020[A/B] (Federally [Tax-Exempt/Taxable]

INTEREST RATE	MATURITY DATE	DATED DATE	CUSIP
_____%	__________, ____	_________, 2020	______ ___

REGISTERED OWNER: CEDE & CO.

PRINCIPAL AMOUNT: **DOLLARS**

The City of Danville, Virginia (the "City"), for value received, promises to pay, upon surrender hereof to the registered owner hereof, or registered assigns or legal representative, the principal sum stated above on the maturity date stated above, subject to prior redemption as hereinafter provided, and to pay interest hereon from its date semiannually on each _______ and ___________, beginning __________, at the annual rate stated above, calculated on the basis of a 360-day year of twelve 30-day months. Principal, premium, if any, and interest are payable in lawful money of the United States of America by the City Treasurer, who has been appointed paying agent and registrar for the bonds, or by such bank or trust company as may be appointed by the City Manager as successor paying agent and registrar (the "Registrar"). If any payment date is not a business day, such payment shall be made on the next succeeding business day with the same effect as if made on the stated payment date, and no additional interest shall accrue.

Notwithstanding any other provision hereof, this bond is subject to a book-entry system maintained by The Depository Trust Company ("DTC"), and the payment of principal, premium, if any, and interest, the providing of notices and other matters shall be made as described in the City's Blanket Letter of Representations to DTC.

This bond is one of an issue of $___________ General Obligation Public Improvement [and] Refunding Bonds, Series 2020[A/B] (Federally [Tax-Exempt/Taxable]), of like date and tenor, except as to number, denomination, rate of interest, privilege of redemption and maturity, and is issued pursuant to the Constitution and statutes of the Commonwealth of Virginia, including the City Charter and the Public Finance Act of 1991. The bonds have been [authorized and] issued pursuant to [ordinances adopted by the Council of the City (the "Council") on September 3, 2019, and September 1, 2020, and] a resolution adopted by [the Council of the City (the "Council")/the Council] on September 1, 2020, to (a) [finance certain public improvement projects and] refund a portion of the City's outstanding [$12,925,000 General Obligation Public Improvement and Refunding Bonds, Series 2010A (Tax-Exempt)/$7,170,000 General Obligation Public Improvement and Refunding Bonds, Series 2012B (Tax-Exempt)] (such refunded portion, the "Refunded Bonds"), and (b) pay costs incurred in connection with issuing such bonds and refunding the Refunded Bonds.

The full faith and credit of the City are irrevocably pledged for the payment of principal of and premium, if any, and interest on this bond. Unless other funds are lawfully available and appropriated for timely payment of this bond, the Council shall levy and collect an annual ad valorem tax, over and above all other taxes authorized or limited by law and without limitation as to rate or amount, on all taxable property within the City sufficient to pay when due the principal of and premium, if any, and interest on this bond.

Bonds maturing on or before ________, 20__, are not subject to redemption prior to maturity. Bonds maturing on or after __________, 20__, are subject to redemption prior to maturity at the option of the City on or after ___________, 20__, in whole or in part (in any multiple of $5,000) at any time, upon payment of the following redemption prices (expressed as a percentage of principal amount of bonds to be redeemed) plus interest accrued and unpaid to the date fixed for redemption:

Period During Which Redeemed (Both Dates Inclusive)	**Redemption Price**

[Bonds maturing on ___________, 20__, are required to be redeemed in part before maturity by the City on ___________ in the years and amounts set forth below, at a redemption price equal to the principal amount of the bonds to be redeemed, plus accrued interest to the date fixed for redemption:

Year	**Amount**	**Year**	**Amount]**

If less than all of the bonds are called for redemption, the bonds to be redeemed shall be selected by the Director of Finance of the City in such manner as such officer may determine to be in the best interests of the City. If less than all of the bonds of any maturity are called for redemption, the bonds within such maturity to be redeemed shall be selected by DTC or any successor securities depository pursuant to its rules and procedures or, if the book-entry system is discontinued, shall be selected by the Registrar by lot in such manner as the Registrar in its discretion may determine. In either case, (a) the portion of any bond to be redeemed shall be in the principal amount of $5,000 or some integral multiple thereof and (b) in selecting bonds for redemption, each bond shall be considered as representing that number of bonds that is obtained by dividing the principal amount of such bond by $5,000. The City shall cause notice of the call for redemption identifying the bonds or portions thereof to be redeemed to be sent by facsimile or electronic transmission, registered or certified mail or overnight express delivery, not less than 30 nor more than 60 days prior to the date fixed for redemption, to the registered owner hereof. If a portion of this bond is called for redemption, a new bond in the principal amount of the unredeemed portion hereof will be issued to the registered owner upon surrender hereof.

In the case of an optional redemption, the notice may state that (a) it is conditioned upon the deposit of moneys, in an amount equal to the amount necessary to effect the redemption, no later than the date fixed for redemption or (b) the City retains the right to rescind such notice on or prior to the date fixed for redemption (in either case, a "Conditional Redemption"), and such notice and optional redemption shall be of no effect if such moneys are not so deposited or if the notice is rescinded as described herein. Any Conditional Redemption may be rescinded at any time. The City shall give prompt notice of such rescission to the holders of the affected bonds. Any bonds subject to Conditional Redemption where redemption has been rescinded shall remain outstanding, and the rescission shall not constitute an event of default. Further, in the case of a Conditional Redemption, the failure of the City to make funds available on or before the date fixed for redemption shall not constitute an event of default, and the City shall give immediate notice to all organizations registered with the Securities and Exchange Commission as securities depositories or the holders of the affected bonds that the redemption did not occur and that the bonds called for redemption and not so paid remain outstanding.

The Registrar shall treat the registered owner of this bond as the person exclusively entitled to payment of principal of and premium, if any, and interest on this bond and the exercise of all others rights and powers of the owner, except that interest payments shall be made to the person shown as the owner on the registration books on the ___ day of the month [preceding] [in which] each interest payment [is due].

All acts, conditions and things required by the Constitution and statutes of the Commonwealth of Virginia to happen, exist or be performed precedent to and in connection with the issuance of this bond have happened, exist and have been performed, and the issue of bonds of which this bond is one, together with all other indebtedness of the City, is within every debt and other limit prescribed by the Constitution and statutes of the Commonwealth of Virginia.

[Remainder of page intentionally left blank.]

IN WITNESS WHEREOF, the City of Danville, Virginia, has caused this bond to be to be signed by its Mayor and its City Treasurer, its seal to be affixed hereto and attested by its City Clerk, and this bond to be dated the date first above written.

(SEAL)

____
Mayor, City of Danville, Virginia

____
City Treasurer, City of Danville, Virginia

(ATTEST)

____
City Clerk,
City of Danville, Virginia

ASSIGNMENT

FOR VALUE RECEIVED the undersigned sell(s), assign(s) and transfer(s) unto ____

(Please print or type name and address, including postal zip code, of Transferee)

PLEASE INSERT SOCIAL SECURITY OR OTHER
IDENTIFYING NUMBER OF TRANSFEREE:

the within bond and all rights thereunder, hereby irrevocably constituting and appointing ____,
Attorney, to transfer said bond on the books kept for the registration thereof, with full power of substitution in the premises.

Dated: _________________

Signature Guaranteed

____

NOTICE: Signature(s) must be guaranteed by an Eligible Guarantor Institution such as a Commercial Bank, Trust Company, Securities Broker/Dealer, Credit Union or Savings Association who is a member of a medallion program approved by The Securities Transfer Association, Inc.

____

(Signature of Registered Owner)

NOTICE: The signature above must correspond with the name of the registered owner as it appears on the front of this bond in every particular, without alteration or enlargement or any change whatsoever.

PRELIMINARY OFFICIAL STATEMENT DATED _____ __, 2020

This Preliminary Official Statement and the information contained herein are subject to change, completion and amendment without notice. The Bonds may not be sold nor may an offer to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction.

NEW ISSUE – BOOK ENTRY ONLY

RATINGS: Moody's: "[____]/[____]"
S&P: "[____]"
Fitch: "[____]"
(See "RATINGS")

In the opinion of Bond Counsel, under current law and subject to conditions described in the subsection "Tax Exemption" in Section Two, interest on the 2020A Bonds (as defined herein) (1) is not included in gross income for federal income tax purposes and (2) is not an item of tax preference for purposes of the federal alternative minimum income tax. In the opinion of Bond Counsel, interest on the 2020B Bonds (as defined herein) is not excludable from gross income for federal income tax purposes. See "THE BONDS - Tax Matters" for certain provisions regarding the Code that may subject a holder to other federal tax consequences. Interest on the Bonds is exempt from income taxation by the Commonwealth of Virginia.

CITY OF DANVILLE, VIRGINIA

$[________]*
General Obligation Public Improvement and Refunding Bonds,
Series 2020A (Federally Tax-Exempt)

$[________]*
General Obligation Public Improvement Refunding Bonds,
Series 2020B (Federally Taxable)

Dated: Date of Delivery

2020A Bonds Due: [______ 1], as shown on the inside cover
2020B Bonds Due: [______ 1], as shown on the inside cover

This Official Statement has been prepared by the City of Danville, Virginia (the "City"), to provide information on the City's $[________]* General Obligation Public Improvement and Refunding Bonds, Series 2020A (Federally Tax-Exempt) (the "2020A Bonds"), and its $[________]* General Obligation Public Improvement Refunding Bonds, Series 2020B (Federally Taxable) (the "2020B Bonds" and, together with the 2020A Bonds, the "Bonds"), the security therefor, the City and other relevant information. Selected information is presented on this cover page for the convenience of the reader. To make an informed decision regarding the Bonds, a prospective investor should read this Official Statement in its entirety.

Security	The Bonds will be general obligations of the City to the payment of which its full faith and credit will be irrevocably pledged. Unless other funds are lawfully available and appropriated for timely payment of the Bonds, the City Council is authorized and required to levy and collect annually an *ad valorem* tax upon all taxable property within the City, over and above all other taxes, authorized or limited by law and without limitation as to rate or amount, sufficient to pay when due the principal of and interest on the Bonds. *See "Security for and Sources of Payment of the Bonds" in Section Two.*
Optional Redemption	The Bonds are subject to optional redemption as set forth herein. *See "Optional Redemption" in Section Two.*
Purpose	The proceeds of the 2020A Bonds will be used to finance the costs of various capital improvements, to refund certain of the City's general obligation bonds and to pay the costs of issuing the 2020A Bonds and refunding such bonds. The proceeds of the 2020B Bonds will be used to refund certain of the City's general obligation bonds and to pay the costs of issuing the 2020B Bonds and refunding such bonds.
Interest Rates/Yields	See inside cover.
Interest Payment Dates	[March 1 and September 1], commencing [March 1, 2021].
Denominations	$5,000 or integral multiples thereof.
Record Dates	[February 15 and August 15].
Closing/Delivery Dates	On or about [December 8, 2020].
Registration	Full book-entry only; The Depository Trust Company, New York, New York.
Registrar/Paying Agent	City Treasurer.
Bond Counsel	Hunton Andrews Kurth LLP, Richmond, Virginia.
City Attorney	W. Clarke Whitfield, Jr., Esquire.
Conditions Affecting Issuance	The Bonds are offered for delivery when, as and if issued, subject to the approving opinion of Hunton Andrews Kurth LLP, Bond Counsel, and to certain other conditions referred to herein.

Official Statement Dated ______ __, 2020

* Preliminary, subject to change.

CITY OF DANVILLE, VIRGINIA

MATURITIES, AMOUNTS, INTEREST RATES, YIELDS, PRICES AND CUSIP NUMBERS

$[________]*
GENERAL OBLIGATION PUBLIC IMPROVEMENT AND REFUNDING BONDS, SERIES 2020A (FEDERALLY TAX-EXEMPT)

Maturity ([______ 1])*	Principal Amount*	Interest Rate	Yield	Price	CUSIP** 236866

*Preliminary, subject to change.
**Copyright 2013, American Bankers Association. CUSIP® is a registered trademark of the American Bankers Association. CUSIP data herein are provided by Standard & Poor's CUSIP Service Bureau, a division of the McGraw-Hill Companies, Inc. The CUSIP numbers listed above are being provided solely for the convenience of Bondholders only at the time of issuance of the Bonds, and the City makes no representation with respect to such numbers nor undertakes any responsibility for their accuracy now or at any time in the future. The CUSIP number for a specific maturity is subject to being changed after the issuance of the Bonds as a result of various subsequent actions including, but not limited to, a refunding in whole or in part of such maturity or as a result of the procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of certain maturities of the Bonds.

$[________]*

GENERAL OBLIGATION PUBLIC IMPROVEMENT REFUNDING BONDS, SERIES 2020B (FEDERALLY TAXABLE)

Maturity ([______ 1])*	Principal Amount*	Interest Rate	Yield	Price	CUSIP** 236866

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*Preliminary, subject to change.

**Copyright 2013, American Bankers Association. CUSIP® is a registered trademark of the American Bankers Association. CUSIP data herein are provided by Standard & Poor's CUSIP Service Bureau, a division of the McGraw-Hill Companies, Inc. The CUSIP numbers listed above are being provided solely for the convenience of Bondholders only at the time of issuance of the Bonds, and the City makes no representation with respect to such numbers nor undertakes any responsibility for their accuracy now or at any time in the future. The CUSIP number for a specific maturity is subject to being changed after the issuance of the Bonds as a result of various subsequent actions including, but not limited to, a refunding in whole or in part of such maturity or as a result of the procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of certain maturities of the Bonds.

CITY OF DANVILLE, VIRGINIA

CITY COUNCIL

Alonzo L. Jones, *Mayor*

James B. Buckner	Lawrence G. Campbell, Jr.
Sam Kushner	Barry P. Mayo
Dr. Gary P. Miller, *Vice Mayor*	Sherman M. Saunders
J. Lee Vogler	Madison J. R. Whittle

CERTAIN CITY OFFICIALS

Kenneth F. Larking
City Manager

Susan M. DeMasi
City Clerk

Michael L. Adkins
Director of Finance

W. Clarke Whitfield, Jr.
City Attorney

Bond Counsel

Hunton Andrews Kurth LLP
Richmond, Virginia

Financial Advisor

Davenport & Company LLC
Richmond, Virginia

Auditors

Brown, Edwards & Company, L.L.P.
Lynchburg, Virginia

The Bonds will be exempt from registration under the Securities Act of 1933, as amended. As obligations of a political subdivision of the Commonwealth of Virginia, the Bonds will also be exempt from registration under the securities laws of Virginia.

No dealer, broker, salesman or other person has been authorized by the City to give any information or to make any representations other than those contained in this Official Statement, and, if given or made, such other information or representations must not be relied upon as having been authorized by the City. This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy, and there shall be no sale of the Bonds by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. This Official Statement is not to be construed as a contract or agreement between the City and the purchasers or owners of any of the Bonds.

All quotations from and summaries and explanations of provisions of law and documents herein do not purport to be complete, and reference is made to such laws and documents for full and complete statements of their provisions. Any statements made in this Official Statement involving estimates or matters of opinion, whether or not expressly so stated, are intended merely as estimates or opinion and not as representations of fact. This Official Statement speaks as of its date except where specifically noted otherwise and is subject to change without notice. Neither the delivery of this Official Statement, any sale made hereunder nor any filing of this Official Statement shall under any circumstances create an implication that there has been no change in the affairs of the City since the date of this Official Statement or imply that any information herein is accurate or complete as of any later date.

This Official Statement contains statements that, to the extent they are not recitations of historical fact, constitute "forward-looking statements." In this respect, the words, "estimate", "project", "anticipate", "expect", "intend", "believe" and similar expressions are intended to identify forward-looking statements. A number of important factors affecting the City's operations and financial results could cause actual results to differ materially from those stated in the forward-looking statements.

Certain persons participating in this offering may engage in transactions that stabilize, maintain or otherwise affect the price of the Bonds, including transactions to (a) overallot in arranging the sales of the Bonds and (b) make purchases and sales of Bonds, for long or short account, on a when-issued basis or otherwise, at such prices, in such amounts and in such manner as the underwriters may determine.

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OFFICIAL STATEMENT

CITY OF DANVILLE, VIRGINIA

$[________]*	**$[________]***
General Obligation Public Improvement and Refunding Bonds, Series 2020A (Federally Tax-Exempt)	**General Obligation Public Improvement Refunding Bonds, Series 2020B (Federally Taxable)**

SECTION ONE: INTRODUCTION

The purpose of this Official Statement, including the cover page and Appendices hereto, is to furnish information in connection with the sale by the City of Danville, Virginia (the "City"), of its $[________]* General Obligation Public Improvement and Refunding Bonds, Series 2020A (Federally Tax-Exempt) (the "2020A Bonds"), and its $[________]* General Obligation Public Improvement Refunding Bonds, Series 2020B (Federally Taxable) (the "2020B Bonds" and, together with the 2020A Bonds, the "Bonds"). The Bonds will be general obligations of the City to the payment of which the full faith and credit of the City are irrevocably pledged. Financial and other information contained in this Official Statement has been prepared by the City from its records (except where other sources are noted). This information speaks as of its date and is not intended to indicate future or continuing trends in the financial or economic position of the City.

The Bonds will be offered for sale through competitive bidding on [November 18, 2020]. The Notices of Sale relating to the Bonds and describing the competitive bidding process are attached hereto as Appendix F.

The Issuer. Additional information regarding the City is provided in Appendix A to this Official Statement, entitled "THE CITY OF DANVILLE, VIRGINIA." **THE FINANCIAL AND OPERATING DATA CONTAINED IN APPENDIX A ARE AS OF THE DATES AND FOR THE PERIODS INDICATED, WHICH WERE PRIOR TO THE OUTBREAK OF THE NOVEL CORONAVIRUS KNOWN AS "COVID-19" AND THE RESULTANT GLOBAL PANDEMIC. UNLESS OTHERWISE EXPLICITLY STATED, SUCH FINANCIAL AND OPERATING DATA HAVE NOT BEEN UPDATED TO REFLECT ANY POTENTIAL IMPACTS OF THE COVID-19 OUTBREAK ON THE CITY'S FINANCIAL AND OPERATING CONDITIONS. SEE "THE CITY – RECENT DEVELOPMENTS" IN APPENDIX A.** The audited financial statements for the City for the fiscal year ended June 30, 2019, are provided in Appendix B to this Official Statement.

The Bonds. The 2020A Bonds will be dated the date of their delivery, with principal payments due on [_______ 1] in the years set forth on the inside cover. The 2020B Bonds will be dated the date of their delivery, with principal payments due on [________ 1] in the years set forth on the inside cover. The Bonds will be issued in authorized denominations of $5,000 and integral multiples thereof and will be held by The Depository Trust Company, New York, New York ("DTC"), or by its nominee as securities depository with respect to the Bonds. See "DESCRIPTION OF THE BONDS - Book-Entry-Only System" and Appendix E.

Interest on the Bonds will be payable semi-annually on each [March 1 and September 1], commencing [March 1, 2021], until the earlier of maturity or redemption. As long as the Bonds are held by DTC or its nominee, interest will be paid to Cede & Co., as nominee of DTC, in same day funds on each interest payment date.

Use of Proceeds. The City is issuing the 2020A Bonds to (a) finance the costs of various capital improvement projects, (b) refund certain of the City's outstanding $12,925,000 General Obligation Public Improvement and Refunding Bonds, Series 2010A (Tax-Exempt) (the "2010A Bonds"), and (c) pay the costs of issuing the 2020A Bonds and refunding such bonds, all as further described in the subsection "Plan of Financing" in Section Two.

The City is issuing the 2020B Bonds to (a) refund certain of the City's outstanding $7,170,000 General Obligation Public Improvement and Refunding Bonds, Series 2012B (Tax-Exempt) (the "2012B Bonds"), and

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* Preliminary, subject to change.

(b) pay the costs of issuing the 2020B Bonds and refunding such bonds, all as further described in the subsection "Plan of Financing" in Section Two.

Redemption.* The 2020A Bonds maturing on or after [______ 1, 2031], will be subject to redemption prior to maturity, at the option of the City, in whole or in part (in integral multiples of $5,000) at any time on or after [________ 1, 2030]. The 2020B Bonds maturing on or after [_______ 1, 2031], will be subject to redemption prior to maturity, at the option of the City, in whole or in part (in integral multiples of $5,000) at any time on or after [_______ 1, 2030]. A more complete description of the redemption features is provided in the subsections "Optional Redemption" and "Mandatory Sinking Fund Redemption" in Section Two.

Delivery. The Bonds are offered for delivery, when, as and if issued, subject to the approval of their validity by Hunton Andrews Kurth LLP, Bond Counsel, and to certain other conditions referred to herein. Certain legal matters will be passed upon for the City by the City Attorney, W. Clarke Whitfield, Jr., Esquire. It is expected that the Bonds will be available for delivery, at the expense of the City, in New York, New York, through the facilities of DTC, on or about [December 8, 2020].

Auditors. The City's financial statements for the fiscal year ended June 30, 2019, are included as Appendix B to this Official Statement and have been audited by the independent public accounting firm of Brown, Edwards & Company, L.L.P. Such financial statements have been included in reliance upon the report of Brown, Edwards & Company, L.L.P. Since the date of its report included herein, Brown, Edwards & Company, L.L.P., has not been engaged to perform and has not performed any procedures on the financial statements addressed in that report. Brown, Edwards & Company, L.L.P., also has not performed any procedures relating to this Official Statement. The City's financial statements are available for inspection at the Office of the Director of Finance, 427 Patton Street, Danville, Virginia 24541.

Ratings. The Bonds have been rated as shown on the cover page hereto by Moody's Investors Service, 7 World Trade Center, 250 Greenwich Street, New York, New York 10007; by S&P Global Ratings, 55 Water Street, New York, New York 10041; and by Fitch Ratings, One State Street Plaza, New York, New York 10004. A more complete description of the ratings are provided in the subsection "Ratings" in Section Three.

Financial Advisor. Davenport & Company LLC, Richmond, Virginia, is employed as Financial Advisor to the City in connection with the issuance of the Bonds. *See the subsection "Financial Advisor" in Section Three.*

Continuing Disclosure. The City has agreed to execute a Continuing Disclosure Agreement at closing to assist the underwriter in complying with the provisions of Rule 15c2-12 (the "Rule"), promulgated by the U.S. Securities and Exchange Commission (the "SEC") and as in effect on the date hereof, that requires the provision of certain annual financial information and event notices. *See the subsection "Continuing Disclosure" in Section Three.*

Additional Information. Any questions concerning the content of this Official Statement should be directed to Michael L. Adkins, Director of Finance, 427 Patton Street, Danville, Virginia 24541 (434-799-5186).

SECTION TWO: THE BONDS

Authorization of the Bonds

The Bonds are being issued pursuant to (1) the Constitution of the Commonwealth of Virginia (the "Commonwealth"), (2) the provisions of the Public Finance Act of 1991 (Chapter 26 of Title 15.2 of the Code of Virginia of 1950, as amended), (3) the City Charter, (4) with respect to the 2020A Bonds, an ordinance adopted by the City Council on September 1, 2020, and (5) a resolution (the "Bond Resolution"), adopted by the City Council on September 15, 2020.

[*] Preliminary, subject to change.

Description of the Bonds

The 2020A Bonds will be dated the date of their delivery and will mature on [_______ 1] in the years set forth on the inside cover. The 2020B Bonds will be dated the date of their delivery and will mature on [______ 1] in the years set forth on the inside cover. Interest on the Bonds will be payable on [March 1 and September 1], commencing [March 1, 2021], by check or draft mailed to the registered owners at their addresses as they appear on the registration books on the [February 15 and August 15] immediately preceding each [March 1 and September 1]; provided, however, that as long as the Bonds are held by DTC or its nominee, interest will be paid to Cede & Co., as nominee of DTC, in same day funds on each interest payment date. If such interest payment date is not a business day, such payment shall be made on the next succeeding business day with the same effect as if made on the interest payment date, and no additional interest shall accrue. The registration books are kept by the City Treasurer, who has been appointed paying agent and registrar (the "Paying Agent").

Form and Denomination

The Bonds will be issued by means of a book-entry system with no physical distribution of Bond certificates made to the public. One Bond certificate for each maturity will be issued to DTC, or its nominee, and immobilized in its custody. Beneficial Owners (as hereinafter defined) will not receive physical bond certificates representing their interests in the Bonds purchased. So long as DTC or its nominee is the registered owner of the Bonds, references in this Official Statement to the owners of the Bonds shall mean DTC or its nominee and shall not mean the Beneficial Owners. The Bond Resolution contains provisions applicable to periods when DTC or its nominee is not the registered owner. *See the subsection herein "Book-Entry-Only System."*

Optional Redemption*

The 2020A Bonds maturing on or before [______ 1, 2030], are not subject to redemption prior to maturity. The 2020A Bonds maturing on or after [_______ 1, 2031], are subject to redemption prior to maturity at the option of the City on or after [_______ 1, 2030], in whole or in part (in integral multiples of $5,000) at any time, upon payment of 100% of the 2020A Bonds to be redeemed plus interest accrued and unpaid to the date fixed for redemption.

The 2020B Bonds maturing on or before [______ 1, 2030], are not subject to redemption prior to maturity. The 2020B Bonds maturing on or after [_______ 1, 2031], are subject to redemption prior to maturity at the option of the City on or after [________ 1, 2030], in whole or in part (in integral multiples of $5,000) at any time, upon payment of 100% of the 2020B Bonds to be redeemed plus interest accrued and unpaid to the date fixed for redemption.

Mandatory Sinking Fund Redemption*

Readers are advised to refer to the final Official Statement for the Bonds for the mandatory sinking fund redemption provisions of the Bonds should the winning bidder(s) structure the principal amortization of any Bonds as term bonds.

Manner of Redemption

If less than all of the Bonds of a series are called for redemption, the Bonds to be redeemed will be selected in such manner as the City's Director of Finance may determine to be in the best interests of the City.

If less than all of the Bonds of like series and maturity are called for redemption, the Bonds to be redeemed will be selected by DTC or any successor securities depository pursuant to its rules and procedures or, if the book entry system is discontinued, will be selected by the Registrar by lot in such manner as the Registrar at its discretion may determine.

* Preliminary, subject to change.

The portion of any Bond to be redeemed shall be in the principal amount of $5,000 or some integral multiple thereof. In selecting Bonds for redemption, each Bond shall be considered as representing that number of Bonds that is obtained by dividing the principal amount of such Bond by $5,000. If a portion of a Bond shall be called for redemption, a new Bond in principal amount equal to the unredeemed portion thereof shall be issued to the registered owner upon the surrender thereof.

Notice of Redemption

The City shall cause notice of the call for redemption identifying the Bonds or portions thereof to be redeemed to be sent by facsimile or electronic transmission, registered or certified mail or overnight express delivery, not less than 30 nor more than 60 days prior to the date fixed for redemption, to DTC, or its nominee, as the registered owner of the Bonds. The City shall not be responsible for mailing notice of redemption to anyone other than DTC or another qualified securities depository or its nominee unless no qualified securities depository is the registered owner of the Bonds. If no qualified securities depository is the registered owner of the Bonds, notice of redemption shall be mailed to the registered owners of the Bonds.

In the case of an optional redemption, the notice may state that (i) it is conditioned upon the deposit of moneys, in an amount equal to the amount necessary to effect the redemption, no later than the date fixed for redemption or (ii) the City retains the right to rescind such notice on or prior to the date fixed for redemption (in either case, a "Conditional Redemption"), and such notice and optional redemption shall be of no effect if such moneys are not so deposited or if the notice is rescinded as described herein. A Conditional Redemption may be rescinded at any time. The City shall give prompt notice of such rescission to the affected bondholders. Any Bonds subject to Conditional Redemption where redemption has been rescinded shall remain outstanding, and the rescission shall not constitute an event of default. Further, in the case of a Conditional Redemption, the failure of the City to make funds available on or before the date fixed for redemption shall not constitute an event of default, and the City shall give immediate notice to all organizations registered with the SEC as securities depositories or the affected bondholders that the redemption did not occur and that the Bonds called for redemption and not so paid remain outstanding.

Book-Entry-Only System

DTC will act as securities depository for the Bonds pursuant to a book-entry system. Information regarding DTC and its book-entry system appears as <u>Appendix E</u>. Such information has been provided by DTC, and the City assumes no responsibility for the accuracy or completeness of such information. The City may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event Bond certificates will be printed and delivered.

Plan of Financing

The City plans to use the proceeds of the 2020A Bonds to (1) finance capital expenditures for general governmental projects, including, without limitation, (a) fire vehicle replacement, (b) expansion of a public safety CCTV system, (c) parks and recreation facility improvements, (d) public building improvements, (e) acquisition and installation of an emergency generator for a public building, (f) street and parking lot improvements, (g) stormwater system upgrades and (h) airport improvements; (2) finance capital expenditures relating to the City's water, sewer, gas and electric systems, including , without limitation, substation and line rebuilds for the electric system; (3) currently refund a portion of the outstanding 2010A Bonds (such refunded portion, the "Refunded 2010A Bonds"); and (4) pay the costs of issuing the 2020A Bonds and refunding the Refunded 2010A Bonds.

The City plans to use the proceeds of the 2020B Bonds to (1) advance refund a portion of the outstanding 2012B Bonds (such refunded portion, the "Refunded 2012B Bonds") and (2) pay the costs of issuing the 2020B Bonds and refunding the Refunded 2012B Bonds.

The City intends to refund portions of the 2010A Bonds and the 2012B Bonds (collectively, the "Prior Bonds") to achieve debt service savings. Depending on market conditions on the date of sale of the Bonds, the City *may decide to postpone or cancel its plans to refund portions of the Prior Bonds. Please refer to the final Official Statement for information concerning which Prior Bonds, if any, will be refunded.*

The Prior Bonds to be refunded (collectively, the "Refunded Bonds") are expected to consist of portions of the following maturities:

Refunded 2010A Bonds*

Maturity (September 1)	Principal Amount	Interest Rate	Redemption Date	Redemption Price
2022**	$65,000	3.000%	12/[__]/2020	100%
2023	35,000	3.125	12/[__]/2020	100
2024	35,000	3.250	12/[__]/2020	100
2025	35,000	4.000	12/[__]/2020	100
2028**	120,000	5.000	12/[__]/2020	100

** Term Bonds.

Refunded 2012B Bonds*

Maturity (March 1)	Principal Amount	Interest Rate	Redemption Date	Redemption Price
2023	$595,000	3.000%	03/01/2022	100%
2024	335,000	5.000	03/01/2022	100
2025	355,000	5.000	03/01/2022	100
2026	370,000	5.000	03/01/2022	100
2029**	660,000	3.125	03/01/2022	100
2032**	1,080,000	3.375	03/01/2022	100

** Term Bonds.

Upon delivery of the Bonds, the City will enter into an Escrow Deposit Agreement (the "Escrow Agreement") with U.S. Bank National Association, Richmond, Virginia, as escrow agent (the "Escrow Agent"). The Escrow Agreement will create one or more irrevocable escrow accounts (the "Escrow Accounts") to be held by the Escrow Agent and applied solely to the payment of the applicable portion of the Refunded Bonds. The City will deposit a portion of the proceeds of the Bonds in each of the respective Escrow Accounts held by the Escrow Agent. The Escrow Agreement will provide that cash and noncallable obligations of the United States Government (the "Government Obligations") will be deposited in the respective Escrow Accounts and will mature and bear interest at times and in amounts sufficient to pay principal of and interest on the respective Refunded Bonds from the date the Bonds are issued until such Refunded Bonds are called for redemption.

* Preliminary, subject to change.

The following table sets forth the anticipated application of the proceeds of the Bonds for the purposes described above:

	2020A Bonds	2020B Bonds
Estimated Sources of Funds		
Par Amount of Bonds		
[Net] Original Issue [Premium/Discount]		
Total Sources		
Estimated Uses of Funds		
Deposit to Project Fund		
Deposit to Escrow Account[s]		
Costs of Issuance (including underwriting compensation)		
Total Uses		

Security for and Sources of Payment of the Bonds

The Bonds are general obligations of the City to the payment of which the City's full faith and credit are irrevocably pledged. While the Bonds remain outstanding and unpaid, the City Council is authorized and required, unless other funds are lawfully available and appropriated for the timely payment of the Bonds, to levy and collect annually an *ad valorem* tax upon all taxable property within the City, over and above all other taxes, authorized or limited by law and without limitation as to rate or amount, sufficient to pay when due the principal of and interest on the Bonds.

Bondholders' Remedies in the Event of Default

Section 15.2-2659 of the Code of Virginia of 1950, as amended, provides that upon an affidavit filed with the Governor of the Commonwealth by any holder of or paying agent for a general obligation bond in default as to payment of principal, premium, if any, or interest, the Governor shall conduct a summary investigation and, if satisfied that such default has occurred, the Governor shall order the State Comptroller to withhold all funds appropriated and payable by the Commonwealth to the political subdivision so in default and apply the amount so withheld to payment of the defaulted principal, premium and interest.

Under the intercept provision, neither the State Comptroller nor the Commonwealth has any legal obligation to make any payment on behalf of the City other than from the funds appropriated and payable to the City. Commonwealth aid that is payable to the City and that is subject to interception is derived primarily from the Commonwealth's General Fund, with the remaining aid being payable from the Highway Maintenance and Construction Fund of the Virginia Department of Transportation and certain other funds.

Section 15.2-2659 also provides for notice to the registered owners of such bonds of the default and the availability of withheld funds. The State Comptroller advises that to date no order to withhold funds pursuant to Section 15.2-2659 (or its predecessor provisions Section 15.1-227.61 or Section 15.1-225) has ever been issued. Although no Virginia court has had occasion to review or approve Section 15.2-2659 (or its predecessor provisions), the Attorney General of Virginia has opined that appropriated funds may be withheld by the Commonwealth as a remedy for payment defaults under general obligation bonds, pursuant to the provisions of Section 15.1-225 (a predecessor provision to Section 15.2-2659). In the fiscal year ended June 30, [2020], of the approximately $[_____] (unaudited) total direct appropriations paid by the Commonwealth to the City, approximately $[_____] (unaudited) was deposited in the City's general fund and its transportation-related fund. The amount of aid appropriated by the Commonwealth to the City varies from year to year and may not in a particular year equal or exceed all of the defaulted payment obligations of the City subject to the intercept provision.

Neither the Bonds nor the proceedings with respect thereto specifically provide any remedies that would be available to a bondholder if the City defaults in the payment of principal of or interest on the Bonds, and neither the

Bonds nor such proceedings provide for the appointment of a trustee to protect and enforce the interests of the bondholders upon the occurrence of such a default. Upon any default in the payment of principal or interest, a bondholder may, among other things, seek a writ of mandamus from an appropriate court requiring the City Council to levy and collect taxes as described above. The mandamus remedy, however, may be impracticable and difficult to enforce. Furthermore, the right to levy and collect taxes and to enforce payment of the Bonds may be limited by bankruptcy, insolvency, reorganization, moratorium, fraudulent conveyance and similar laws and by equitable principles, which may limit the specific enforcement of certain remedies.

Chapter 9 of the United States Bankruptcy Code (the "Bankruptcy Code") permits a municipality such as the City, if insolvent or otherwise unable to pay its debts as they become due, to file a voluntary petition for the adjustment of debts, provided that such municipality is "specifically authorized, in its capacity as a municipality or by name, to be a debtor...." Bankruptcy Code §109(c)(2). Current Virginia statutes do not expressly authorize the City or municipalities generally to file for bankruptcy under Chapter 9. Chapter 9 does not authorize the filing of involuntary petitions against municipalities such as the City.

Bankruptcy proceedings by the City could have adverse effects on bondholders, including (1) delay in the enforcement of their remedies, (2) subordination of their claims to the claims of those supplying goods and services to the City after the initiation of bankruptcy proceedings and to the administrative expenses of bankruptcy proceedings and (3) imposition without their consent of a reorganization plan reducing or delaying payment of the Bonds. The Bankruptcy Code contains provisions intended to ensure that, in any reorganization plan not accepted by at least a majority of a class of creditors such as the holders of general obligation bonds, such creditors will have the benefit of their original claim or the "indubitable equivalent." The effect of these and other provisions of the Bankruptcy Code cannot be predicted and may be affected significantly by judicial interpretations.

The City has never defaulted in the payment of either principal of or interest on any indebtedness.

Approval of Legal Proceedings

Certain legal matters relating to the authorization and validity of the Bonds will be subject to the approving opinion of Hunton Andrews Kurth LLP, Bond Counsel, in substantially the form set forth in Appendix C (the "Bond Opinion"), which will be furnished at the expense of the City upon delivery of the Bonds. The Bond Opinion will be limited to matters relating to authorization and validity of the Bonds and to the tax status of interest on the Bonds as described in the subsections "Tax Matters – 2020A Bonds," "Tax Matters – 2020B Bonds" and "Tax Matters – The Bonds." Bond Counsel has not been engaged to investigate the financial resources of the City or its ability to provide for payment of the Bonds, and the Bond Opinion will make no statement as to such matters or as to the accuracy or completeness of this Official Statement or any other information that may have been relied on by anyone in making the decision to purchase Bonds.

Certain legal matters will be passed upon for the City by W. Clarke Whitfield, Jr., Esquire, City Attorney.

Tax Matters – 2020A Bonds

Opinion of Bond Counsel. In the opinion of Bond Counsel, under current law, interest[, including any accrued original issue discount ("OID"),] on the 2020A Bonds (a) is not included in gross income for federal income tax purposes, (b) is not an item of tax preference for purposes of the federal alternative minimum income tax and (c) is exempt from income taxation by the Commonwealth. [Except as discussed below regarding OID,] no other opinion is expressed by Bond Counsel regarding the tax consequences of the ownership of or the receipt or accrual of interest on the 2020A Bonds.

Bond Counsel's opinion is given in reliance upon (a) computations provided to [Bingham Arbitrage Rebate Services, Inc., Richmond, Virginia], the mathematical accuracy of which was verified by them, relating to the sufficiency of investments in the Escrow Account established in connection with the 2020A Bonds for the refunding of the Refunded 2010A Bonds to pay when due the principal of and interest on the Refunded 2010A Bonds and the yields on such investments and on the 2020A Bonds, and (b) certifications by representatives of the City as to certain facts relevant to both the opinion and requirements of the Internal Revenue Code of 1986, as amended, and applicable regulations thereunder (the "Code"), and is subject to the condition that there is compliance subsequent to the issuance of the 2020A Bonds with all requirements of the Code that must be satisfied in order for interest thereon to remain excludable from gross income for federal income tax purposes. The City has covenanted to comply with the current provisions of the Code regarding, among other matters, the use, expenditure and investment of the proceeds of the 2020A Bonds and the timely payment to the United States of any arbitrage rebate amounts with respect to the 2020A Bonds. Failure by the City to comply with such covenants, among other things, could cause interest[, including any accrued OID,] on the 2020A Bonds to be included in gross income for federal income tax purposes retroactively to their date of issue.

[Original Issue Discount. The initial public offering prices of each maturity of the 2020A Bonds maturing in the years [____ and ____] (the "OID Bonds") will be less than their stated principal amount. In the opinion of Bond Counsel, under current law, the difference between the stated principal amount and the initial offering price of each maturity of the OID Bonds to the public (excluding bond houses and brokers) at which a substantial amount of such maturity of such 2020A Bonds is sold will constitute OID. The offering prices set forth on the inside cover of this Official Statement for the OID Bonds are expected to be the initial offering prices to the public at which a substantial amount of each maturity of such 2020A Bonds will be sold.

Under the Code, for purposes of determining the holder's adjusted basis in an OID Bond, OID treated as having accrued while the holder holds such 2020A Bond will be added to the holder's basis. OID will accrue on a constant yield-to-maturity method. The adjusted basis will be used to determine taxable gain or loss upon the sale or other disposition (including redemption or payment at maturity) of an OID Bond.

Prospective purchasers of the OID Bonds should consult their own tax advisors with respect to the calculation of accrued OID and the state and local tax consequences of owning or disposing of such 2020A Bonds.]

[Original Issue Premium. Series 2020A Bonds purchased, whether upon issuance or otherwise, for an amount (excluding any amount attributable to accrued interest) in excess of their principal amount will be treated for federal income tax purposes as having amortizable bond premium. A holder's basis in such a 2020A Bond must be reduced by the amount of premium that accrues while such 2020A Bond is held by the holder. No deduction for such amount will be allowed, but it generally will offset interest on the 2020A Bonds while so held. Purchasers of such 2020A Bonds should consult their own tax advisors as to the calculation, accrual and treatment of amortizable bond premium and the state and local tax consequences of holding such 2020A Bonds.]

Other Tax Matters. In addition to the matters addressed above, prospective purchasers of the 2020A Bonds should be aware that the ownership of tax-exempt obligations may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, financial institutions, property and casualty insurance companies, S corporations, foreign corporations subject to the branch profits tax, recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry tax-exempt obligations. Prospective purchasers of the 2020A Bonds should consult their tax advisors as to the applicability and impact of such consequences.

The Internal Revenue Service (the "Service") has a program to audit state and local government obligations to determine whether the interest thereon is includable in gross income for federal income tax purposes. If the Service does audit the 2020A Bonds, under current Service procedures, the Service will treat the City as the taxpayer, and the owners of the 2020A Bonds will have only limited rights, if any, to participate.

Prospective purchasers of the 2020A Bonds should consult their own tax advisors as to the status of interest on the 2020A Bonds under the tax laws of any state other than the Commonwealth.

Tax Matters – 2020B Bonds

Opinion of Bond Counsel. In the opinion of Bond Counsel, interest on the 2020B Bonds will not be excludable from gross income for federal income tax purposes, and, under current law, interest on the 2020B Bonds will be exempt from income taxation by the Commonwealth.

Tax Consequences Generally. The following is a discussion of material United States federal income tax matters regarding the purchase, ownership and disposition of the 2020B Bonds. This summary is based on the Code and existing and proposed Treasury Regulations, revenue rulings, administrative interpretations and judicial decisions, all as currently in effect and all of which are subject to change, possibly with retroactive effect, and subject to different interpretations. Except as specifically set forth in this subsection, this summary deals only with 2020B Bonds purchased by a United States holder, as defined below, at original issuance, at par, and held as capital assets within the meaning of Section 1221 of the Code. It does not discuss all of the tax consequences that may be relevant to such a holder in light of their particular circumstances or to holders subject to special rules, such as insurance companies, financial institutions, regulated investment companies or real estate investment trusts, dealers or brokers in securities or foreign currencies, traders in securities that elect the mark-to-market accounting method, persons holding the 2020B Bonds as part of a hedging transaction, "straddle," conversion transaction, or other integrated transaction, or United States holders whose functional currency, as defined in Section 985 of the Code, is not the United States dollar. This discussion does not address United States estate tax consequences of holding the 2020B Bonds and, except as specifically described, does not address either tax consequences to pension plans or foreign investors or any aspect of state or local taxation with respect to the 2020B Bonds. Persons considering the purchase of the 2020B Bonds should consult with their own tax advisors concerning the application of the United States federal income tax laws to their particular situations as well as any tax consequences arising under the laws of any state, local or foreign jurisdiction. The opinion of Bond Counsel with respect to the 2020B Bonds will not address such matters.

If a partnership or other entity classified as a partnership for United States federal income tax purposes holds 2020B Bonds, the tax treatment of the partnership and each partner generally will depend on the activities of the partnership and the status of the partner. Partnerships acquiring 2020B Bonds, and partners in such partnerships, should consult their tax advisors.

United States Holder. As used in the sections below, the term "United States holder" means a beneficial owner of a 2020B Bond that is for United States federal income tax purposes (a) an individual citizen or resident of the United States, (b) a corporation (including an entity treated as a corporation for United States federal income tax purposes) created or organized in or under the laws of the United States, any state thereof or the District of Columbia, (c) an estate, the income of which is includable in gross income for United States federal income tax purposes, regardless of its source, or (d) a trust if (i) a court within the United States can exercise primary supervision over the administration of such trust and one or more United States persons have the authority to control all substantial decisions of such trust or (ii) the trust has in effect a valid election to be treated as a domestic trust for United States federal income tax purposes. Further, as described below, a non-United States holder is any holder of a 2020B Bond that is not a United States holder.

THE DISCUSSION OF THE MATERIAL U.S. FEDERAL INCOME TAX CONSEQUENCES OF THE PURCHASE, OWNERSHIP AND DISPOSITION OF THE 2020B BONDS IS NEITHER INTENDED TO BE NOR SHOULD IT BE CONSTRUED TO BE LEGAL OR TAX ADVICE TO ANY PARTICULAR PERSON. ACCORDINGLY, ALL PROSPECTIVE INVESTORS ARE URGED TO CONSULT THEIR TAX ADVISORS WITH RESPECT TO THE U.S. FEDERAL, STATE AND LOCAL AND NON-U.S. TAX CONSEQUENCES RELATING TO THE PURCHASE, OWNERSHIP AND DISPOSITION OF THE 2020B BONDS BASED ON THEIR PARTICULAR CIRCUMSTANCES.

Taxation of Interest. Subject to the discussion in "*Original Issue Discount*" below, interest payable on a 2020B Bond generally will be taxable to a United States holder as ordinary interest income at the time it accrues or is received, in accordance with the United States holder's method of tax accounting. In addition, United States holders that are individuals, estates or trusts generally will be required to pay a 3.8% Medicare tax on their net investment income (including interest from the 2020B Bonds), or in the case of estates and trusts, on their net income that is not distributed, in each case to the extent that their total adjusted gross income exceeds applicable thresholds.

Sale, Exchange or Retirement of the 2020B Bonds. Upon the sale, retirement or other taxable disposition of a 2020B Bond, a United States holder generally will recognize taxable gain or loss equal to the difference between the amount realized on the sale, retirement or other taxable disposition (other than amounts representing accrued and unpaid interest, which will be taxable as ordinary interest income to the extent not previously included in gross income) and the United States holder's adjusted tax basis in the 2020B Bond. In general, a United States holder's adjusted tax basis in a 2020B Bond will equal the cost of the 2020B Bond to that holder, increased by the amount of any earned, but as yet unpaid, interest previously included in income by such holder with respect to such 2020B Bond and reduced by any principal payments received by the holder.

Gain or loss recognized on the sale, exchange or retirement of a 2020B Bond generally will be capital gain or loss and generally will be long-term capital gain or loss if at the time of sale, exchange or retirement such 2020B Bond has been held for more than one year. The deductibility of capital losses is subject to certain limitations. In addition, net investment income for purposes of the 3.8% Medicare tax described above will include gains from the sale or other disposition of the 2020B Bonds. Prospective investors should consult their own tax advisor concerning these tax law provisions.

Defeasance or material modification of the terms of any 2020B Bond may result in a deemed reissuance thereof, in which event a beneficial owner of the defeased 2020B Bond generally will recognize taxable gain or loss equal to the difference between the amount realized from the sale, exchange or retirement (less any accrued qualified stated interest which will be taxable as such) and the beneficial owner's adjusted tax basis in such 2020B Bond. Prospective purchasers of the 2020B Bonds are urged to consult their tax advisors regarding the foregoing matters.

Original Issue Discount. "Original issue discount" will arise for United States federal income tax purposes in respect of any 2020B Bond if its stated redemption price at maturity exceeds its issue price by more than a de minimis amount (as determined for tax purposes). The stated redemption price at maturity of a 2020B Bond is the sum of all scheduled amounts payable on such 2020B Bond other than qualified stated interest. United States holders of 2020B Bonds generally will be required to include any original issue discount in income for United States federal income tax purposes as it accrues, in accordance with a constant yield method based on a compounding of interest (which may be before the receipt of cash payments attributable to such income). Under this method, United States holders of 2020B Bonds issued with original issue discount generally will be required to include in income increasingly greater amounts of original issue discount in successive accrual periods.

Bond Premium. "Premium" generally will arise for United States federal income tax purposes in respect of any 2020B Bond purchased, whether upon issuance or otherwise, for an amount (excluding any amount attributable to accrued interest) in excess of its principal amount. 2020B Bonds so purchased will be treated for federal income tax purposes as having amortizable bond premium. A holder's basis in such a 2020B Bond must be reduced by the amount of premium that accrues while such 2020B Bond is held by the holder. A United States holder of a 2020B Bond issued at a premium may make an election, applicable to all debt securities purchased at a premium by such United States holder, to amortize such premium, using a constant yield method over the term of such 2020B Bond. Purchasers of 2020B Bonds should consult their own tax advisors as to the calculation, accrual and treatment of amortizable bond premium and the state and local tax consequences of holding such 2020B Bonds.

Taxation of Tax-Exempt Investors. Special considerations apply to employee benefit plans and other investors ("Tax-Exempt Investors") that are subject to tax only on their unrelated business taxable income ("UBTI"). A Tax-Exempt Investor's income from the 2020B Bonds generally will not be treated as UBTI under current law, so long as such Tax-Exempt Investor's acquisition of such 2020B Bonds is not debt-financed. Tax-Exempt Investors should consult with their own tax advisors concerning these special considerations.

In addition, the Employee Retirement Income Security Act of 1974, as amended ("ERISA"), and the Code generally prohibit certain transactions between an employee benefit plan under ERISA or tax-qualified retirement plans and individual retirement accounts under the Code (collectively, the "Plans") and persons who, with respect to a Plan, are fiduciaries or other "parties in interest" within the meaning of ERISA or "disqualified persons" within the meaning of the Code. The investment of the assets of the Plans also must satisfy the standards of fiduciary conduct prescribed by ERISA, e.g., prudence and diversification. All fiduciaries of Plans, in consultation with their advisors, should carefully consider the impact of ERISA and the Code on an investment in any 2020B Bonds.

Non-United States Holders. The following applies to a holder if the holder is a beneficial owner of a 2020B Bond and is not a United States holder or a United States partnership (or entity treated as a partnership for United States federal income tax purposes) (hereinafter a "non-United States holder"). Special rules which will not be addressed herein may apply if a non-United States holder is a "controlled foreign corporation" or a "passive foreign investment company" for United States federal income tax purposes. If a non-United States holder is such an entity, the non-United States holder should consult its tax advisor to determine the tax consequences that may be relevant to the non-United States holder.

Subject to the discussion below under "Foreign Account Tax Compliance Act," all payments on a 2020B Bond made to a non-United States holder and any gain realized on a sale, exchange, or other disposition of a 2020B Bond will be exempt from United States federal income and withholding tax, provided that:

- the non-United States holder does not own, actually or constructively, 10% or more of the City's outstanding capital or profit interests within the meaning of the Code and the Treasury regulations;
- the non-United States holder is not a controlled foreign corporation related, directly or indirectly, to the City through stock ownership;
- the non-United States holder is not a bank whose receipt of interest on the 2020B Bond is described in Section 881(c)(3)(A) of the Code;
- the non-United States holder has fulfilled the certification requirement described below;
- such payments are not effectively connected with the conduct by the non-United States holder of a trade or business in the United States; and
- in the case of gain realized on the sale, exchange, or other disposition of a 2020B Bond, if the non-United States holder is a nonresident alien individual, the non-United States holder is not present in the United States for 183 or more days in the taxable year of the disposition where certain other conditions are met.

The certification requirement referred to above will be fulfilled if the non-United States holder provides its name and address to the Trustee on IRS Form W-8BEN or W-8BEN-E, as applicable (or an acceptable substitute), and certifies, under penalties of perjury, that the holder is not a United States person. Prospective investors should consult their tax advisors regarding possible additional reporting requirements.

If the non-United States holder of a 2020B Bond is engaged in the conduct of a trade or business in the United States, and if payments on a 2020B Bond, or gain realized on its sale, retirement or other taxable disposition of the 2020B Bonds are effectively connected with the conduct of such trade or business, and are attributable to a permanent establishment maintained by the non-United States holder in the United States under any applicable tax treaty, the non-United States holder will generally be taxed in the same manner as a United States holder (see "United States Holders" above), except that the non-United States holder will be required to provide a properly executed IRS Form W-8ECI in order to claim an exemption from withholding tax and such holder may be subject to an additional, up to 30%, branch profits tax.

FATCA (as defined below) could impose United States withholding tax on payments of interest and proceeds of sale in respect of the 2020B Bonds to a non-United States holder that does not comply with certain disclosure requirements related to the non-United States holder. See the "*Foreign Account Tax Compliance Act*" discussion below.

Non-United States holders should consult their tax advisors with respect to other tax consequences of the ownership of the 2020B Bonds.

Information Reporting and Backup Withholding. Information returns may be filed with the IRS in connection with payments on the 2020B Bonds and the proceeds from a sale, exchange, or other disposition of the 2020B Bonds. Holders may receive statements containing the information reflected on these returns. If the holder is a United States holder, the holder may be subject to United States backup withholding tax on these payments if it fails to provide its taxpayer identification number to the paying agent and comply with certification procedures or otherwise establish an exemption from backup withholding. If the holder is not a United States holder, it may be subject to United States backup withholding tax on these payments unless the holder complies with certification procedures to establish that the holder is not a United States person. The certification procedures required of the holder to claim the exemption from withholding tax on certain payments on the 2020B Bonds described above will satisfy the certification requirements necessary to avoid the backup withholding tax as well.

The amount of any backup withholding made from a payment will be allowable as a credit against the holder's United States federal income tax liability and may entitle the holder to a refund, provided that the holder timely furnishes the required information to the IRS. United States holders should consult their tax advisors regarding the application of information reporting and backup withholding rules in their particular situations, the availability of an exemption therefrom, and the procedure for obtaining such an exemption, if applicable.

Foreign Account Tax Compliance Act. Recent legislation and IRS guidance concerning foreign account tax compliance rules ("FATCA") impose United States withholding tax on interest paid to certain foreign financial institutions and non-financial foreign entities if certain disclosure requirements related to United States accounts or ownership are not satisfied. No additional amounts will be paid in respect of any such withholding. Non-United States holders and those holding through foreign accounts should consult their tax advisors with respect to FATCA withholding on the 2020B Bonds.

Certain State and Local Tax Consequences. In addition to the United States federal income tax consequences described above, prospective investors should consider the potential state and local tax consequences of an investment in the 2020B Bonds. State income tax law may vary substantially from state to state, and this discussion does not purport to describe any aspect of the income tax laws of any state or locality, except with respect to the exemption from income taxation by the Commonwealth, as explicitly set forth above in "Tax Matters – 2020B Bonds – Opinion of Bond Counsel." Therefore, potential purchasers should consult their own tax advisors with respect to the various state and local tax consequences of an investment in the 2020B Bonds.

Tax Matters – The Bonds

Customary practice in the giving of legal opinions includes not detailing in the opinion all of the assumptions, conditions, limitations and exclusions that are part of the conclusions therein. *See "Statement on the Role of Customary Practice in the Preparation and Understanding of Third-Party Legal Opinions," 63 Bus. Law. 1277 (2008), and "Legal Opinion Principles," 53 Bus. Law. 831 (May 1998).* Purchasers of the Bonds should seek advice or counsel concerning such matters as they deem prudent in connection with their purchase of Bonds.

Bond Counsel's opinion represents its legal judgment based in part upon the representations and covenants referenced therein and its review of existing law, but is neither a guarantee of a result nor binding on the Service or the courts. Bond Counsel assumes no duty to update or supplement its opinion to reflect any facts or circumstances that may come to Bond Counsel's attention after the date of its opinion or to reflect any changes in law or the interpretation thereof that may occur or become effective after such date.

There are many events that could affect the value, liquidity and/or marketability of the Bonds after their issuance, including but not limited to public knowledge of an audit of the 2020A Bonds by the Service, a general change in interest rates for comparable securities, a change in federal or state income tax rates, legislative or regulatory proposals affecting state and local government securities and changes in judicial interpretation of existing law. In addition, certain tax considerations relevant to owners of Bonds who purchase Bonds after their issuance may be different from those relevant to purchasers upon issuance. Neither the opinion of Bond Counsel nor this Official Statement purports to address the likelihood or effect of any such potential events or such other tax considerations, and purchasers of the Bonds should seek advice concerning such matters as they deem prudent in connection with their purchase of Bonds.

SECTION THREE: MISCELLANEOUS

Pending Litigation and Administrative Proceedings

The City and its employees have been named from time to time as defendants in various claims, which are being defended by the City Attorney and associated counsel. The City's potential liability is protected partially by sovereign immunity, indemnification agreements and insurance through the Virginia Municipal League Liability Pool. The City Attorney is of the opinion that none of the litigation currently pending against the City reasonably can be expected to have a material adverse effect on the City's financial condition.

According to the City Attorney, there is no litigation of any kind now pending or, to the best of his information, knowledge and belief, threatened against the City that would affect the validity of the Bonds or the right of the City to levy or collect annually an *ad valorem* tax upon all taxable property within the City, over and above all other taxes, authorized or limited by law and without limitation as to rate or amount, sufficient to pay when due the principal of and interest on the Bonds.

Ratings

Moody's Investors Service, Inc. ("Moody's"), S&P Global Ratings ("S&P") and Fitch Ratings ("Fitch") have assigned ratings of "[____]/[___]", "[___]" and "[___]", respectively, to the Bonds. The Moody's rating of "[___]" gives effect to the state-aid intercept program described in "Bondholders' Remedies in the Event of Default" in Section Two. The Moody's rating of "[___]" and the S&P and Fitch ratings are based solely on the creditworthiness of the City. Such ratings reflect only the respective views of such organizations and any desired explanation of the significance of such ratings should be obtained from the rating agency furnishing the same, at the following addresses: Moody's Investors Service, Inc., 7 World Trade Center, 250 Greenwich Street, 23rd Floor, New York, New York 10007; S&P Global Ratings, 55 Water Street, New York, New York 10041; and Fitch Ratings, One State Street Plaza, New York, New York 10004.

The City furnished to such rating agencies the information contained in this Official Statement and certain publicly available materials and information about the City. Generally, rating agencies base their ratings on such materials and information, as well as investigations, studies, and assumptions of the rating agencies. There is no assurance that the ratings will continue for any given period of time or that such ratings will not be revised, suspended or withdrawn if, in the judgment of the rating agencies, circumstances so warrant. A revision, suspension or withdrawal of one or more ratings may have an adverse effect on the market price of the Bonds.

Due to the ongoing uncertainty regarding the economy of the United States of America, including, without limitation, matters such as the potential impacts of the COVID-19 Outbreak and the political uncertainty regarding the United States debt limit, obligations issued by state and local governments, such as the Bonds, could be subject to a rating downgrade. Additionally, if a significant default or other financial crisis should occur in the affairs of the United States or of any of its agencies or political subdivisions, then such event could also adversely affect the market for and ratings, liquidity and market value of outstanding debt obligations, including the Bonds.

Financial Advisor

Davenport is employed as financial advisor to the City in connection with the issuance of the Bonds. The financial advisor's fee for services rendered with respect to the sale of the Bonds is contingent upon the issuance and delivery of the Bonds. Davenport, in its capacity as financial advisor, does not assume any responsibility for the information, covenant and representations contained in any of the legal documents provided, agreed to or made by others with respect to the federal income tax status of the Bonds, or the possible impact of any present, pending or future actions taken by any legislative or judicial bodies.

Davenport, as the financial advisor to the City, has provided the following sentence for inclusion in this Official Statement. Although Davenport has assisted in the preparation of this Official Statement, Davenport is not obligated to undertake, and has not undertaken to make, an independent verification or to assume responsibility for the accuracy, completeness or fairness of the information contained in this Official Statement.

Verification of Mathematical Computations

The arithmetical accuracy of certain computations included in the schedules provided by the Financial Advisor, on behalf of the City, relating to (1) computations of forecasted receipts of principal of and interest on the investments in the Escrow Securities deposited in the Escrow Accounts and the forecasted payment of principal and interest to redeem the Refunded Bonds and (2) computation of the yields on the 2020A Bonds and the Escrow Securities was examined by [Bingham Arbitrage Rebate Services, Inc., Richmond, Virginia], independent public accountants and consultants ("[Bingham]"). Such computations were based solely on assumptions and information supplied by the Financial Advisor and underwriter(s) on behalf of the City. [Bingham] has restricted its procedures to examining the arithmetical accuracy of certain computations and has not made any study or evaluation of the assumptions and information on which the computations are based and, accordingly, has not expressed an opinion on the data used, the reasonableness of the assumptions or the achievability of the forecasted outcome.

Sale at Competitive Bidding

The Bonds will be offered for sale at competitive bidding on [______ __, 2020], unless such date is postponed or changed as described in the Notices of Sale, attached hereto as Appendix F. This Official Statement has been deemed final as of its date by the City in accordance with the meaning and requirements of the Rule, except for the omission of certain pricing and other information permitted to be omitted pursuant to the Rule. After the Bonds have been awarded, the City will complete the Official Statement so as to be a "final official statement" within the meaning of the Rule. The final Official Statement will include, among other matters, the identity of the winning bidder(s) and the managers of any syndicates submitting the winning bids, the expected selling compensation to the underwriter(s) of the Bonds and other information on the interest rates and offering prices or yields of the Bonds, as supplied by the winning bidder(s).

Continuing Disclosure

Current Undertaking. To permit compliance by the underwriters with the continuing disclosure requirements of the Rule, the City will execute a Continuing Disclosure Agreement (the "CDA") at closing agreeing to provide certain annual financial information and event notices required by the Rule. Such information will be filed through the Electronic Municipal Market Access System ("EMMA") maintained by the Municipal Securities Rulemaking Board and may be accessed through the Internet at emma.mrsb.org. As described in Appendix D, the CDA requires the City to provide only limited information at specific times, and the information provided may not be all the information necessary to value the Bonds at any particular time. The City may from time to time disclose certain information and data in addition to that required by the CDA. If the City chooses to provide any additional information, the City shall have no obligation to continue to update such information or to include it in any future disclosure filing.

Failure by the City to comply with the CDA is not an event of default under the Bonds or the Bond Resolution. The sole remedy for a default under the CDA is to bring an action for specific performance of the City's covenants hereunder, and no assurance can be provided as to the outcome of any such proceeding.

Prior Undertakings. [Except as described herein, during the last five years,] the City has complied in all material respects with its prior continuing disclosure undertakings under the Rule. [During the last five years, the City has failed to file from time to time material event notices of certain rating changes affecting its own underlying general obligation bond ratings and the enhanced ratings assigned to certain general obligation bonds issued by the City. The City has posted a notice on EMMA summarizing the instances of noncompliance described above and has instituted procedures to ensure the timely and complete filing of such information in the future.] [LAST NOTICE FILED ON EMMA SUGGESTS THESE ISSUES ALL OCCURRED PRIOR TO JULY 2015 – CONFIRM COMPLIANCE SINCE 2019 OS]

Approval of Official Statement

Any statements in this Official Statement involving matters of opinion or estimates, whether or not expressly so stated, are intended as such and not representations of fact. No representation is made that any of the estimates will be realized. Neither this Official Statement nor any statement that may have been made verbally or in writing is to be construed as a contract with the holder of the Bonds.

The attached Appendices are an integral part of this Official Statement and must be read together with the balance of this Official Statement.

The distribution of this Preliminary Official Statement has been duly authorized by the City Council. The City has deemed this Preliminary Official Statement “final” as of its date within the meaning of the Rule, except for the omission of certain pricing and other information permitted to be omitted by the Rule.

CITY OF DANVILLE, VIRGINIA

By: ________________________________
City Manager

APPENDIX A

THE CITY OF DANVILLE, VIRGINIA

THE FINANCIAL AND OPERATING DATA CONTAINED IN THIS APPENDIX A ARE AS OF THE DATES AND FOR THE PERIODS INDICATED, WHICH WERE PRIOR TO THE COVID-19 OUTBREAK AND THE RESULTANT GLOBAL PANDEMIC. UNLESS OTHERWISE EXPLICITLY STATED, SUCH FINANCIAL AND OPERATING DATA HAVE NOT BEEN UPDATED TO REFLECT ANY POTENTIAL IMPACTS OF THE COVID-19 OUTBREAK ON THE CITY'S FINANCIAL AND OPERATING CONDITION. SEE "THE CITY – RECENT DEVELOPMENTS" IN THIS APPENDIX A.

APPENDIX B

BASIC FINANCIAL STATEMENTS OF THE CITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

APPENDIX C

PROPOSED FORM OF BOND COUNSEL OPINION

Set forth below is the proposed form of the opinion of Hunton Andrews Kurth LLP, Bond Counsel. It is preliminary and subject to change prior to delivery of the Bonds.

[Closing Date]

Mayor and Council
City of Danville
Danville, Virginia

City of Danville, Virginia

$[________]	**$[________]**
General Obligation Public Improvement and Refunding Bonds,	**General Obligation Public Improvement Refunding Bonds,**
Series 2020A (Federally Tax-Exempt)	**Series 2020B (Federally Taxable)**

Ladies and Gentlemen:

We have examined the applicable law and certified copies of proceedings and documents relating to the issuance and sale by the City of Danville, Virginia (the "City"), of its $[________] General Obligation Public Improvement and Refunding Bonds, Series 2020A (Federally Tax-Exempt) (the "2020A Bonds"), and its $[________] General Obligation Public Improvement Refunding Bonds, Series 2020B (Federally Taxable) (the "2020B Bonds" and, together with the 2020A Bonds, the "Bonds"). Reference is made to the forms of the Bonds for information concerning their details, including payment and redemption provisions, their purposes and the proceedings pursuant to which they are issued.

Without undertaking to verify the same by independent investigation, we have relied on (a) computations provided to [Bingham Arbitrage Rebate Services, Inc., Richmond, Virginia], the mathematical accuracy of which was verified by them, relating to the sufficiency of investments in the escrow accounts established in connection with the Bonds for the refunding of (1) $[_____] principal amount of the City's outstanding General Obligation Public Improvement and Refunding Bonds, Series 2010A (Tax-Exempt), maturing on September 1 in the years [____] through [____], and (2) $[_____] principal amount of the City's outstanding General Obligation Public Improvement and Refunding Bonds, Series 2012B (Tax-Exempt), maturing on March 1 in the years [____] through [____], to pay when due the principal of and interest on such refunded bonds and the yields on such investments and on the 2020A Bonds, and (b) certifications by representatives of the City as to certain facts relevant to both our opinion and requirements of the Internal Revenue Code of 1986, as amended (the "Code"). The City has covenanted to comply with the current provisions of the Code regarding, among other matters, the use, expenditure and investment of the proceeds of the 2020A Bonds and the timely payment to the United States of any arbitrage rebate amounts with respect to the 2020A Bonds, all as set forth in the proceedings and documents relating to the issuance of the 2020A Bonds (the "Covenants").

Based on the foregoing, in accordance with customary opinion practice and assuming the due authorization, execution and delivery of all documents by parties other than the City, we are of the opinion that:

1. The Bonds have been authorized and issued in accordance with the Constitution and statutes of the Commonwealth of Virginia, including the City Charter and the Public Finance Act of 1991, and constitute valid and binding obligations of the City, and, unless other funds are lawfully available and appropriated for timely payment of the Bonds, the City Council is authorized and required to levy and collect annually an *ad valorem* tax upon all taxable property within the City, over and above all other taxes, authorized or limited by law and without limitation as to rate or amount, sufficient to pay when due the principal of and interest on the Bonds.

2. The rights of the holders of the Bonds and the enforceability of such rights may be limited or otherwise affected by (a) bankruptcy, insolvency, reorganization, moratorium, fraudulent conveyance and other laws affecting the rights of creditors generally and (b) principles of equity, whether considered at law or in equity.

3. Under current law, interest[, including any accrued original issue discount ("OID"),] on the 2020A Bonds (a) is not included in gross income for federal income tax purposes and (b) is not an item of tax preference for purposes of the federal alternative minimum income tax. The opinions in the preceding sentence are subject to the condition that there is compliance subsequent to the issuance of the 2020A Bonds with all requirements of the Code that must be satisfied in order that interest thereon not be included in gross income for federal income tax purposes. Failure by the City to comply with the Covenants, among other things, could cause interest[, including any accrued OID,] on the 2020A Bonds to be included in gross income for federal income tax purposes retroactively to their date of issue. [In the case of the 2020A Bonds maturing in the years ____ and ___ (the "OID Bonds"), the difference between (i) the stated principal amount of each maturity of the OID Bonds and (ii) the initial offering price to the public (excluding bond houses and brokers) at which a substantial amount of such maturity is sold will constitute OID; OID will accrue for federal income tax purposes on a constant yield-to-maturity method; and a holder's basis in such a 2020A Bond will be increased by the amount of OID treated for federal income tax purposes as having accrued on the 2020A Bond while the holder holds the 2020A Bond.] We express no opinion regarding other federal tax consequences of the ownership of or receipt or accrual of interest on the 2020A Bonds.

4. Interest on the 2020B Bonds is not excludable from gross income for federal income tax purposes. We express no opinion regarding the federal tax consequences of ownership of or receipt or accrual of interest on the 2020B Bonds.

5. Under current law, interest[, including any accrued OID,] on the Bonds is exempt from income taxation by the Commonwealth of Virginia.

Our services as bond counsel to the City have been limited to delivering the foregoing opinion based on our review of such proceedings and documents as we deem necessary to approve the validity of the Bonds and the tax status of the interest thereon. Our services have not included financial or other non-legal advice. We express no opinion herein as to the financial resources of the City, its ability to provide for payment of the Bonds or the accuracy or completeness of any information, including the City's Preliminary Official Statement dated [_____ __, 2020], and its Official Statement dated [______ __, 2020], that may have been relied upon by anyone in making the decision to purchase Bonds.

Very truly yours,

APPENDIX D

FORM OF CONTINUING DISCLOSURE AGREEMENT

FORM OF CONTINUING DISCLOSURE AGREEMENT

This **CONTINUING DISCLOSURE AGREEMENT** dated _____ _, 2020 (the "Disclosure Agreement"), is executed and delivered by the City of Danville, Virginia (the "Issuer"), in connection with the issuance by the Issuer of its General Obligation Public Improvement and Refunding Bonds, Series 2020A (Federally Tax-Exempt), and its General Obligation Public Improvement Refunding Bonds, Series 2020B (Federally Taxable) (collectively, the "Bonds"). The Issuer hereby covenants and agrees as follows:

Section 1. Purpose. This Disclosure Agreement is being executed and delivered by the Issuer for the benefit of the holders of the Bonds and in order to assist the original purchasers of the Bonds in complying with the provisions of Section (b)(5)(i) of Rule 15c2-12, as amended (the "Rule"), promulgated by the Securities and Exchange Commission (the "SEC"), by providing certain annual financial information and event notices required by the Rule (collectively, "Continuing Disclosure").

Section 2. Annual Disclosure. (a) The Issuer shall provide annually financial information and operating data in accordance with the provisions of Section (b)(5)(i) of the Rule as follows:

(i) financial statements of the Issuer, prepared in accordance with generally accepted accounting principles; and

(ii) the operating data with respect to the Issuer of the type described in the section entitled "FINANCIAL INFORMATION – Operating Data" in Appendix A of the Issuer's Official Statement dated [_____ __, 2020], relating to the Bonds.

If the financial statements filed pursuant to Section 2(a)(i) are not audited, the Issuer shall file such statements as audited when available.

(b) The Issuer shall file annually with the Municipal Securities Rulemaking Board (the "MSRB") the financial information and operating data described in subsection (a) above (collectively, the "Annual Disclosure") no later than the March 31 following the end of the Issuer's fiscal year, commencing with the Issuer's fiscal year ending June 30, 2020.

(c) Any Annual Disclosure may be included by specific reference to other documents previously provided to the MSRB or filed with the SEC; provided, however, that any final official statement incorporated by reference must be available from the MSRB.

(d) The Issuer shall file with the MSRB in a timely manner notice specifying any failure of the Issuer to provide the Annual Disclosure by the date specified.

Section 3. Event Disclosure. The Issuer shall file with the MSRB in a timely manner not in excess of ten (10) business days after the occurrence of the event, notice of the occurrence of any of the following events with respect to the Bonds:

(a) principal and interest payment delinquencies;

(b) non-payment related defaults, if material;

(c) unscheduled draws on debt service reserves reflecting financial difficulties;

(d) unscheduled draws on any credit enhancement reflecting financial difficulties;

(e) substitution of credit or liquidity providers, or their failure to perform;

(f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;

(g) modifications to rights of the holders of the Bonds, if material;

(h) bond calls, if material, and tender offers;

(i) defeasance of all or any portion of the Bonds;

(j) release, substitution, or sale of property securing repayment of the Bonds, if material;

(k) rating changes;

(l) bankruptcy, insolvency, receivership, or similar event of the Issuer;*

(m) the consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

(n) appointment of a successor or additional trustee or the change of name of a trustee, if material;

(p) incurrence of a financial obligation (as hereinafter defined) of the Issuer, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the Issuer, any of which affect holders of the Bonds, if material; and

(o) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation of the Issuer, any of which reflect financial difficulties.

The term "financial obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term "financial obligation" does not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

Section 4. Termination. The obligations of the Issuer hereunder will terminate upon the redemption, defeasance (within the meaning of the Rule) or payment in full of all the Bonds.

Section 5. Amendment. The Issuer may modify its obligations hereunder without the consent of Bondholders, provided that this Disclosure Agreement as so modified complies with the Rule as it exists at the time of modification. The Issuer shall within a reasonable time thereafter file with the MSRB a description of such modification(s).

Section 6. Defaults. (a) If the Issuer fails to comply with any covenant or obligation regarding Continuing Disclosure specified in this Disclosure Agreement, any holder (within the meaning of the Rule) or beneficial holder of Bonds then outstanding may, by notice to the Issuer, proceed to protect and enforce its rights and the rights of the holders by an action for specific performance of the Issuer's covenant to provide the Continuing Disclosure.

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* For the purposes of the event identified in Subsection (3)(l) above, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for an obligated person in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the obligated person, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the obligated person.

(b) Notwithstanding anything herein to the contrary, any failure of the Issuer to comply with any obligation regarding Continuing Disclosure specified in this Disclosure Agreement (i) shall not be deemed to constitute an event of default under the Bonds or the resolution providing for the issuance of the Bonds and (ii) shall not give rise to any right or remedy other than that described in Section 6(a) above.

Section 7. Filing Method. Any filing required hereunder shall be made by transmitting such disclosure, notice or other information in electronic format to the MSRB through the MSRB's Electronic Municipal Market Access System pursuant to procedures promulgated by the MSRB.

Section 8. Additional Disclosure. The Issuer may from time to time disclose certain information and data in addition to the Continuing Disclosure. Notwithstanding anything herein to the contrary, the Issuer shall not incur any obligation to continue to provide, or to update, such additional information or data.

Section 9. Counterparts. This Disclosure Agreement may be executed in several counterparts; each of which shall be an original, and all of which shall constitute but one and the same instrument.

Section 10. Governing Law. This Disclosure Agreement shall be construed and enforced in accordance with the laws of the Commonwealth of Virginia.

CITY OF DANVILLE, VIRGINIA

____
Mayor, City of Danville, Virginia

____
City Manager, City of Danville, Virginia

APPENDIX E

INFORMATION REGARDING THE DEPOSITORY TRUST COMPANY AND ITS BOOK-ENTRY SYSTEM

INFORMATION REGARDING THE DEPOSITORY TRUST COMPANY AND ITS BOOK-ENTRY SYSTEM

The description that follows of the procedures and recordkeeping with respect to beneficial ownership interests in the Bonds, payments of principal of and premium, if any, and interest on the Bonds to The Depository Trust Company, New York, New York ("DTC"), its nominee, Participants or Beneficial Owners (each as hereinafter defined), confirmation and transfer of beneficial ownership interests in the Bonds and other Bond-related transactions by and between DTC, Participants and Beneficial Owners is based solely on information furnished by DTC.

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity, corporate and municipal debt issues and money market instruments (from over 100 countries) that DTC's participants (the "Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others, such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (the "Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Direct and Indirect Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of the Bonds under the DTC system must be made by or through the Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond (the "Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. The Beneficial Owners will not receive written confirmation from DTC of their purchase. The Beneficial Owners, however, are expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of the Direct or Indirect Participants acting on behalf of the Beneficial Owners. The Beneficial Owners will not receive certificates representing their ownership interests in the Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by the Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holding on behalf of their customers.

Conveyance of notices and other communications by DTC to the Direct Participants, by the Direct Participants to the Indirect Participants, and by the Direct and Indirect Participants to the Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to DTC. If less than all of the Bonds are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the City or the Registrar as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Payments of principal of and interest on the Bonds will be made to Cede & Co. or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit the Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the City or the Registrar on payable date in accordance with their respective holdings shown on DTC's records. Payments by the Direct and Indirect Participants to the Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the City or the Registrar, subject to any statutory or regulatory requirements as may be in effect from time to time. Payments of principal of and interest on the Bonds to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the City or the Registrar, disbursement of such payments to the Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of the Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the City or the Registrar. Under such circumstances, in the event that a successor securities depository is not obtained, Bond certificates will be printed and delivered.

The City may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the City believes to be reliable, but the City takes no responsibility for the accuracy thereof.

Neither the City nor the Registrar has any responsibility or obligation to the Direct or Indirect Participants or the Beneficial Owners with respect to: (a) the accuracy of any records maintained by DTC or any Direct or Indirect Participant; (b) the payment by any Direct or Indirect Participant of any amount due to any Beneficial Owner in respect of the principal of and interest on the Bonds; (c) the delivery or timeliness of delivery by any Direct or Indirect Participant of any notice to any Beneficial Owner that is required or permitted under the terms of the Bond Resolution to be given to Bondholders; or (d) any other action taken by DTC, or its nominee, Cede & Co., as Bondholder, including the effectiveness of any action taken pursuant to an Omnibus Proxy.

So long as Cede & Co. is the registered owner of the Bonds, as nominee of DTC, references in this Official Statement to the Owners of the Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners, and Cede & Co. will be treated as the only holder of Bonds for all purposes under the Bond Resolution.

The City may enter into amendments to the agreement with DTC or successor agreements with a successor securities depository, relating to the book-entry system to be maintained with respect to the Bonds without the consent of the Beneficial Owners or Bondholders.

APPENDIX F

NOTICES OF SALE

Council Letter
City of Danville, Virginia

CL-2380 **New Business B.**

City Council Regular Meeting

Meeting Date: 09/15/2020

Subject: Donation of Facility Improvements - Danville Science Center/Train Station

From: Michael Adkins, Director of Finance

COUNCIL ACTION

Business Meeting: 09/15/2020

SUMMARY

The Danville Science Center wishes to formally donate the cost of recently completed renovations at the City's train station to the City of Danville.

BACKGROUND

During calendar year 2019, the Danville Science Center, Inc. paid for renovations at the City's train station located at 657 Craghead Street. As this is a City-owned facility, Danville Science Center, Inc. would like to formally gift the value of the completed renovations to the City for accounting, audit, and insurance purposes. The cost of the work totaled $699,375.75 and included architectural and design services performed by Dewberry, as well as the construction costs completed by Coram Construction.

Between January 2019 and May 2019, the Danville Science Center completed the necessary renovations in order to install a new young learner's gallery as well as restore the cosmetic appearance, efficiency and functionality of the building to better align with the Science Center's intended usage. Among several key elements of the historic restoration, the lobby, which also serves as the Amtrak waiting room, was restored back to its original condition, creating an elegant and historically accurate space for both visitors to the Science Center and to Danville, by way of Amtrak, to use and appreciate as the historic building it is.

Several energy efficient enhancements were included in this project as well. Lighting was converted to LED while preserving fixtures original to the building. The doors and windows received weather stripping accurate to the original construction period. The result of this project is a beautifully restored, more efficient and functioning facility, that highlights the historic significance of the Railway while preserving it for generations to come.

RECOMMENDATION

It is recommended that the proposed donation of renovations to the property be accepted.

Attachments

Resolution

Exhibit

PRESENTED: ________________________

ADOPTED: __________________________

RESOLUTION NO. 2020-____.____

A RESOLUTION APPROVING AND AUTHORIZING THE ACCEPTANCE OF A DONATION OF FACILITY IMPROVEMENTS AT DANVILLE SCIENCE CENTER/TRAIN STATION.

WHEREAS, During calendar year 2019, the Danville Science Center, Inc. paid for renovations at the City's train station located at 657 Craghead Street; and

WHEREAS, The cost of the work totaled $699,375.75 and included architectural and design services performed by Dewberry, as well as the construction costs completed by Coram Construction; and

WHEREAS this is a City-owned facility, the Danville Science Center, Inc. would like to formally gift the completed renovations as well as value of the completed renovations to the City for accounting, audit, and insurance purposes.

NOW THEREFORE, BE IT RESOLVED, by the City Council of Danville, Virginia, that the gift of the completed renovations as well as value of the completed renovations totaling $699,375.75, including architectural and design services described in the “Danville Science Center Foundation Gifting to City of Danville” document attached hereto and made a part hereof as if fully set out herein is hereby accepted by the City of Danville, Virginia; and

BE IT FURTHER RESOLVED, by the City Council of Danville, Virginia, that it hereby authorizes the City Manager, Kenneth F. Larking, to execute on behalf of the City any and all documents as may be necessary to effect the transfer of the recently completed renovations at the City's train station located at 657 Craghead Street to the City of Danville.

APPROVED:

____
MAYOR

ATTEST:

____
CITY CLERK

Approved as to
Form and Legal Sufficiency:

____
CITY ATTORNEY

Danville Science Center Foundation
Gifting to City of Danville

Date	Check Number	Written To	Invoice Number	Memo	Amount
12/21/2018	6401	Dewberry	1628631	A/E Services	$28,848.00
12/21/2018	6402	Dewberry	1628632	New Exhibit Spaces	$33,400.00
1/18/2019	6407	Dewberry	1639959	Asbestos Abatement	$2,100.00
2/8/2019	6430	Science Museum of Virginia	6603	BCOM Services	$1,704.00
2/8/2019	6431	Barrie Projects LLC	1087	Cost Analysis	$2,500.00
2/28/2019	6436	Dewberry	1650898	P&S for Permitting/Construct.	$38,784.00
3/15/2019	6443	Coram Construction	4240	Train Station Renovation	$236,651.00
3/15/2019	6447	Dewberry	1662398	Construction Administration 20%	$3,309.00
5/1/2019	6460	Dewberry	1674415	Construction Administration	$4,963.50
6/7/2019	6472	Coram Construction	4351	Train Station Renovation	$313,998.00
7/24/2019	6499	Dewberry	1710682	Construction Administration	$4,136.25
9/11/2019	6518	Coram Construction	4593	Retainage	$28,982.00
					$699,375.75