



DANVILLE CITY COUNCIL REGULAR MEETING AGENDA

MUNICIPAL BUILDING

February 20, 2018

7:00 P.M.

PRESIDING: John B. Gilstrap, Mayor

CITY COUNCIL	James B. Buckner	Sherman M. Saunders
MEMBERS:	L.G. "Larry" Campbell, Jr.	Fred O. Shanks, III
	Alonzo L. Jones, Vice Mayor	J. Lee Vogler, Jr.
	Gary P. Miller	Madison J. Whittle

STAFF:	Ken F. Larking, City Manager	W. Clarke Whitfield, Jr., City Attorney
	Earl B. Reynolds, Jr., Deputy City Manager	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.

Time and Place of Meeting

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.

Communications from Visitors

Communication from Visitors is an opportunity for citizens to address Council on matters not 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.

Guidelines for Public Hearings

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 - Sherman M. Saunders

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 for Budget Items
- B. Consideration of Approval of Meeting Minutes from Regular Council Meeting and Regular Work Session held on January 16, 2018.
Council Letter Number 1832.
- C. Consideration of Amending the FY 2018 Budget Appropriation Ordinance to Provide for the Proceeds of General Obligation Bonds.
Council Letter Number CL - 1827

An Ordinance Amending the Fiscal Year 2018 Budget Appropriation Ordinance to Provide for the Proceeds from the Sale of General Obligation Bonds of Fiscal Year 2018 and Appropriating Same.

FINAL ADOPTION

- D. Consideration of Amending the FY 2018 Budget Appropriation Ordinance for a Grant from the Danville Regional Foundation in the Amount of \$25,000 for a "See the Possible" Grant.
Council Letter Number CL - 1819

An Ordinance Amending the Fiscal Year 2018 Budget Appropriation Ordinance to Include a Grant from the Danville Regional Foundation in the Amount of \$25,000 to Cover the Travel Expenses for 12 City Staff and City Council Members to Visit Two Riverfront Parks to "See the Possible."

FINAL ADOPTION

NEW BUSINESS

- A. Consideration of Revising Danville City Code Section 38-80 Concerning Connection Fees for Gas Line Service.
Council Letter Number CL - 1824

An Ordinance Amending and Reordaining Chapter 38, Section 80 Entitled "Installation of Service Line from Main to Building or Meter Location" of the Code of the City Of Danville, Virginia, 1986, As Amended.

- B. Consideration of Approving the Submission of the City's Comprehensive Economic Development Strategy Projects List.
Council Letter Number CL - 1829

A Resolution Approving the Submission of the Comprehensive Economic Development Strategy Priority Projects for Maintaining Danville's Status as a Redevelopment Area under the Economic Development Administration's Program.

- C. Consideration of Amending the FY 2018 Budget Appropriation Ordinance for Insurance Proceeds for the Talbott Dam repairs.
Council Letter Number CL - 1836

An Ordinance Amending the Fiscal Year 2018 Budget Appropriation Ordinance Providing for the Repairs to the City's Hydroelectric Generator at Talbott Dam by Appropriation of Related Insurance Proceeds in the Amount of \$635,968.60.

FIRST READING

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-1832

Consent Agenda Item #: B.

City Council Regular Meeting

Meeting Date: 02/20/2018

Subject: Consideration of Approval of Meeting Minutes

From: Susan M. DeMasi, Clerk of Council

COUNCIL ACTION

Business Meeting: 02/20/2018

SUMMARY

Consideration of Approval of Meeting Minutes from Regular Council Meeting and Regular Work Session held on January 16, 2018.

Council Letter Number 1832.

Attachments

Meeting Minutes

Meeting Minutes

January 16, 2018

The Second Regular January meeting of the Danville City Council was held on January 16, 2018, 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., Vice Mayor Alonzo L. Jones, Dr. Gary P. Miller, Sherman M. Saunders, Fred O. Shanks, III, J. Lee Vogler, Jr., and Madison J.R. Whittle (8). Mayor John B. Gilstrap was absent (1). *Mr. Whittle entered the meeting at 7:03 p.m.*

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

Vice Mayor Jones presided.

INVOCATION AND PLEDGE OF ALLEGIANCE

The Invocation was given by Council Member J. Lee Vogler, Jr.; the Pledge of Allegiance to the Flag followed.

COMMUNICATION FROM VISITORS

Vice Mayor Jones recognized Curtis Frith with Frith Consulting, an insurance company with an office at 153 Deer Run Road in Danville. Mr. Frith noted there is a need for insurance agents in this area, and he is going to invest in ten people, pay for their expenses, prepare them to take the State exam, get their license and put them in a contract with their insurance company. Mr. David Wilson, one of Mr. Frith's agents, noted he has been working with them for over a year, it has been a fulfilling job and hopes there are people in the area interested in joining them. Vice Mayor Jones thanked Mr. Frith.

MEETING MINUTES

Upon **Motion** by Council Member Campbell and **second** by Council Member Buckner, Minutes for the Regular Council Meeting held on December 19, 2017 were approved as presented. Draft copies had been distributed prior to the Meeting.

APPOINTMENTS

Council Member Buckner **moved** for adoption of the following Resolutions:

Resolution No. 2018-01.08 - Reappointing Emmett Young as a Member of the Fair Housing Board.

Resolution No. 2018-01.09 - Appointing Tommy Bennett as a Member of the Fair Housing Board.

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

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

January 16, 2018

NEW BUSINESS

APPROVING THE CITY OF DANVILLE'S REVISED FINANCIAL POLICIES

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

RESOLUTION NO. 2018-01.10

RESOLUTION APPROVING THE FINANCIAL POLICIES FOR THE CITY OF DANVILLE

The Motion was **seconded** by Council Member Buckner.

Mr. Shanks thanked Michael Adkins and the City Manager, as he felt strongly this needed to be revised. The old policy stated that additional contributions to the General Fund could be made based on gross receipts of the Utilities; the new policy considers the value of the assets, and ensures that the City is properly reinvesting in the Utilities.

The **Motion** was carried by the following vote:

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

NAMING THE DANVILLE PUBLIC LIBRARY, "THE RUBY B. ARCHIE PUBLIC LIBRARY."

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

RESOLUTION NO. 2018-01.11

NAMING THE DANVILLE PUBLIC LIBRARY, "THE RUBY B. ARCHIE PUBLIC LIBRARY."

The Motion was **seconded** by Council Member Miller.

Mr. Vogler noted he served on the Memorial Commission with Council Member Campbell and the support from the public for this has been tremendous. Mrs. Archie was a tremendous person, leader and educator. This will be the first municipal building in the City to be named after a woman, and Mr. Vogler noted it was a wonderful moment in the City's history. It serves as an inspiration to anyone who wants to make a difference in their community. Dr. Miller stated Mrs. Archie was a wonderful woman and educator, and he is proud to support this. The City has a good design, the AKA is leading the fundraising and donations can be made at BB&T on Collins Street to the Ruby Archie Library Fund.

The Motion was **carried** by the following vote:

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

January 16, 2018

APPROVING THE STYLE AND DESIGN OF THE SIGN TO BE PLACED ON THE DANVILLE PUBLIC LIBRARY HONORING MRS. RUBY B. ARCHIE. (OPTION B)

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

RESOLUTION NO. 2018-01.12

APPROVING THE STYLE AND DESIGN OF THE SIGN TO BE PLACED ON THE DANVILLE PUBLIC LIBRARY HONORING MRS. RUBY B. ARCHIE (Option B).

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

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

COMMUNICATIONS

City Manager Ken Larking noted there is the potential for snow, asked people to keep safe and asked citizens to watch out for the public works vehicles. There were no communications from the City Attorney or City Clerk.

ROLL CALL

Council Member Vogler noted a ranking came out yesterday online naming Danville the 3rd ranked small City to live in in America. There are a lot of positive things happening in Danville, and there are challenges, but there are citizens with renewed engagement and stepping up to get involved. Mr. Vogler noted the City had a great Council and thanked Vice Mayor Jones for filling in this evening for Mayor Gilstrap.

Council Member Buckner wished everyone a happy snow day tomorrow; Danville is number three in small cities in the Country to live in and thinks Danville will be number one soon. Danville has a lot of challenges, but will get there, and agrees Danville has a great Council.

Vice Mayor Jones noted yesterday the Omega Psi Phi Fraternity acknowledged the City's former Mayors, Charles Harris and Ruby Archie. The Honorable Sherman Lea, Sr., was the speaker and saved Sherman Saunders for last. A couple months ago, Sherman was out sick and it was great yesterday seeing him walk up there and accept an award from the community, appreciating all the work he has done. Vice Mayor Jones thanked all the Council Members for their prayers for Mayor John Gilstrap and the birth his grandson.

Council Member Miller noted the breakfast yesterday was a great event, Sherman Lea was the keynote speaker from Roanoke and Sherman Saunders was honored. Dr. Miller noted several years ago Danville was 97th on the list of top 100 cities, but is doing much better. On February 3rd is the annual storytelling festival at the Museum and next Sunday at five o'clock will be the Peace March at the MLK Bridge. Dr. Miller noted several Council Members went to Rocky Mount the other day with the Sports Tourism Committee to see what that City is doing; they are very successful with Sports Tourism.

January 16, 2018

Vice Mayor Jones thanked everyone who joined Council this evening and asked everyone to be safe tomorrow.

The meeting adjourned at 7:25 p.m.

APPROVED:

MAYOR

ATTEST:

CITY CLERK

DRAFT

January 16, 2018

A Regular Work Session of the Danville City Council convened on January 16, 2018 at 7:30 p.m. in the Fourth Floor Conference Room of the Municipal Building. Council Members present were: James B. Buckner, L. G. "Larry" Campbell Jr., Vice Mayor Alonzo L. Jones, Dr. Gary P. Miller, J. Lee Vogler, Jr., Sherman M. Saunders, Fred O. Shanks, III and Madison J.R. Whittle (8). Mayor John B. Gilstrap was absent. (1)

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

Vice Mayor Jones presided.

MINUTES

Upon **Motion** by Council Member Shanks and **second** by Council Member Campbell, Minutes of the Regular Work Session held on December 19, 2017 were approved as presented. Draft copies were distributed to Council Members prior to the Meeting.

WORK SESSION ITEMS

REVIEW OF GENERAL FUND FINANCIALS THROUGH DECEMBER 31, 2017

Director of Finance Michael Adkins reviewed the General Fund Financials through December 31, 2017 noting total Revenues were \$46M and 45% of budget; last year the City was at \$45.6M. Most of the increase seen this year is related to the Real Estate tax increase. Real Estate collections through the end of December are \$8.6M, 51% of budget and Personal Property is \$5M, 45% of budget. The State share of Personal Property is not received equally through the year; the City had less than half of that for the first half of the year so 45% is where the City expects to be the end of December. The City has collected almost half a million in Delinquent Real Estate, just short of 50% of budget and does have an auction of delinquent parcels scheduled for the 26th of this month. The City will see an uptick in delinquent real estate collections as a result of that sale. Local taxes are doing well, Sales Tax is at \$4.3M, almost 50% of budget; the holiday sales will show up in February. Meals Tax is \$3.8M which is \$42,000 more than last year and 50% of budget. Hotel, Motel is \$514,000, 52% of budget; there was a slight increase in the rate, with a \$53,000 increase over last year. All the other Revenues are between 40% and 50%, where they usually are at this point in the fiscal year.

On Expenditures, the City is showing \$63.8M spent or 56% of budget; support of Danville Public Schools is driving that. The City will not send them more than their budget for the year, but the City has sent more of their budget at this point than usual, about \$6M more than last year. On the Department side, spending is at 47% of budget, the increases seen total about \$484,000 relating to Pay for Performance Increases and overtime in Public Safety. The timing of the School's funding is the only difference from last year, and that will even out as the City approaches June 30th. Mr. Shanks questioned the timing on the schools, and Mr. Adkins explained they were a little slow in the Federal and State reimbursement requests this year, and the increase in budget was \$2M, so the City would expect it to be more than last year.

REVIEW OF PUBLIC WORKS' RIGHT OF WAY SCHEDULE FOR MAINTENANCE

Director of Public Works Ric Drazenovich noted the City pays a lot of attention to the right of ways, they are cleaner than most cities, landscaped and staff hears a lot of good things about them. Mr. Drazenovich reviewed his power point *City of Danville, Public Works, Right of Way*

Maintenance Schedule, (a copy of which is retained in the City Clerk's folder in Laserfiche, Presentations to Council.)

Mr. Drazenovich noted Public Works maintains a very high standard for the appearance of the City's right of ways, which includes mowing, tree pruning, litter collection, sweeping, landscaping, slope cutting, spraying and code enforcement, among other things. The City has 316 miles of roadway, 1,983 commercial properties, 16,865 residential, and an unknown number of unopened alleys and right of ways. There are approximately 50 locations where there is enhanced landscaping including medians, planters, interchanges or plazas. The City mows all the center medians with a goal to cut every two weeks between April and October. There is one herbicide crew and two adult detention crews that spray and mow the guardrails, about three times during the growing season and more if needed.

Mr. Drazenovich explained wherever the City has a slope that was constructed for the roadways, whether it was a cut or fill slope, the City cuts those slopes at least once per year. The slopes become overgrown with broadleaf trees, sumac, poison ivy, etc. and are very hazardous. Two years ago Public Works implemented a vegetative spraying program to eliminate the thick woody overgrowth and let the grass remain. In order to spray the slopes, the vegetation has to grow up to get enough surface area to have a good kill on it; the City received complaints during that. Some people want their slopes cut frequently so that it is a manicured slope; the City doesn't have the time to be able to do that. Once the weeds are eliminated from the slopes the City will reseed them as necessary.

Mr. Drazenovich noted the City cuts along shoulders about a six foot swath primarily in undeveloped lots that are overgrown; public works uses a boom mower for those, about four times per year. For side medians, the grass strip between the property line and the edge of paving is the responsibility of the adjacent property owner. Within 250 feet of a building, it is the property owner's responsibility including the front parkway out to the curb. The City doesn't cut any side medians unless they are cutting the shoulder.

Mr. Drazenovich explained that Unopened Right of Ways are all over the City, they are platted, not built, often in backyards and many times they are fenced in. They are pieces of property that run through a neighborhood and frequently people use them as driveways. Some are named but most are not, they are in hundreds of locations and they are not mowed by the City. People start mowing these and they just mow it as part of their yard. Mr. Drazenovich stated there are too many unopened right of ways for the City to cut.

Mr. Whittle asked why the City doesn't put them on the market and sell them; Mr. Drazenovich stated he does not think they are buildable lots but it wouldn't be a bad idea to abandon them to the adjacent property. There are issues with abandoning lots, a lot of access issues. A lot of the small alleys are in the back area between properties and are used if they have to get to the back. In response to Mr. Buckner, Mr. Drazenovich noted there are not that many usable alleys, there are four or five in the West End Estates area and there are a couple in Beverstone. Most alleys are unopened and in people's backyard. There are several alleys in the West End area which were maintained by City crews when refuse was collected from the alleys; the City stopped cutting those alleys when they were no longer utilized.

Mr. Drazenovich explained a Drainage Easement provides that the City's right to conduct maintenance extends only to those issues which may interfere with the proper use of the drainage ditch. Unless the overgrowth were to interfere with the free flow of the water, grass cutting and right of way clearing are not done within an easement.

Part of the City's right of way maintenance includes sweeping; the City has two sweepers with four drivers with three shifts because they sweep at night downtown when the cars are gone; the City sweeps in the residential areas during the day when the cars are gone. It is done on a monthly schedule; street sweeping is required by the EPA. Litter collection is a priority for the City; the City collected 4,627 bags and 1,751 tires in 2017; the City uses adult detention for this. Trash is collected weekly on primaries and interchanges. In response to Dr. Miller, Mr. Drazenovich explained the tires are taken to Appomattox, they charge the City \$900 for a trailer load of tires; they recycle them and the City usually sends three trailers a year.

Mr. Drazenovich noted Code Enforcement is another big factor in the appearance of the City and the right of way. The City did 1,960 weed complaints in 2017; most of them cut their own grass, a lot of them the City cut. The City acted on 2,578 abandoned vehicles in the last five years; a lot of them got stickers, some got junked and towed away and some the City towed away. The City has approximately fifty enhanced landscaping locations throughout the City; future plans include upgrading the gateway corridors, starting with the corridor at Goodyear and the bypass.

Mr. Shanks noted when Council made a decision eliminating trash collection, they didn't talk about closing alleys or giving up maintenance; Mr. Drazenovich noted they did not. Mr. Shanks stated when City Council made that decision, that decision included people who lived for fifty or sixty years that had an alley maintained by the City, left to not be maintained. Mr. Drazenovich explained there were about four alleys that had that issue, if they have to make an exception for those they can, as long as they don't end up cutting everything around town; they can cut them once a year and spray them as well. Mr. Shanks noted he would like to see some consideration if that is possible. Vice Mayor Jones requested that during the month of May, for Make Danville Shine, this presentation be given during a Regular Council Meeting. Mr. Jones noted costs of some of the fines should be included.

In response to Mr. Campbell regarding the City's use of inmates, Mr. Drazenovich explained the City uses them extensively in litter, cutting the banks, recycling and landscaping. One of the crews went to Recreation to cut the trails and another crew is dedicated to cutting the IDA and City properties that have been acquired. Mr. Campbell questioned the blighted houses, does the City cut the grass and Mr. Drazenovich noted they did, one of the inmate crews does that, the ones that the City has acquired and demolished.

Mr. Shanks asked what the crews that work during the summer on these types of projects do during the winter and Mr. Drazenovich explained from the fall until about the end of January, they rake leaves. They try to get these banks cut during the winter time during the off season. During the summer they are doing the guardrails, the banks and the right of ways. Mr. Shanks questioned the cost of citizens doing some of this work, are there opportunities for them. Mr. Drazenovich noted they use them for their code enforcement, the City contracts that out, but sometimes they are more expensive. Mr. Shanks noted it would be nice to see some new vendors to get the opportunity and Mr. Drazenovich stated they could look at that.

Dr. Miller questioned the maintenance schedule for curbing that crumbles, there are some places in Grove Park, is that on a regular basis. Mr. Drazenovich explained they budget \$250,000 a year and have a contractor, Quality Construction; when they get a complaint, they go do that complaint. Dr. Miller questioned if Public Works has a regular schedule for the paving of streets and Mr. Drazenovich explained they rate the streets every two years and the ones that rate below eighty are put in the paving schedule. Depending on funding from VDOT,

January 16, 2018

the City will start from the worst streets and go down the list. At the end of the year if they have extra funds they are applied to resurfacing.

Mr. Whittle questioned where the gas lines are put in right off the curbs, did the contractor just not get the last inch or two on top because he has received complaints about that. Mr. Drazenovich explained some places they are putting in base material and coming back, milling it and putting the last inch in. Some places have just settled because of poor compaction; those areas, when they receive a complaint, they speak to Utilities about going in with a milling machine and milling off six feet and putting it back.

Council Members thanked Mr. Drazenovich for his presentation.

COMMUNICATIONS

In response to Mr. Campbell, Mr. Larking explained the City has had several people look at the Tel Vista building since they downsized, they have only been using half the building. Now that they will be vacating the entire building, there has been at least one prospect look at it so far; the City will continue to market the building.

Vice Mayor Jones stated regarding violent crime, he understands that there were persons that were armed and dangerous and one was picked up, Mr. Jones stated it would be good if Council heard about it and got that information.

Mr. Vogler noted a citizen complained to him about an unpleasant experience at the Financial Services building, is there something the City Manager can do to address the situation there. Mr. Larking stated he would look into it. Staff is looking at reorganizing the building so that both the Customer Service function and the Collection function is under Finance.

Mr. Whittle questioned City policy on water line breaking and the customer's bill would be written off one time per year and Mr. Larking explained there is a change in that policy so that the customer could have some relief, one-time per year. Mr. Whittle noted there is a breakdown in communications in getting that information to staff, and asked who citizens were supposed to call with this problem and Mr. Larking stated customer service is supposed to handle that.

MEETING ADJOURNED AT 8:24 P.M.

APPROVED:

MAYOR

ATTEST:

CITY CLERK

Council Letter

City of Danville, Virginia



CL-1827

Consent Agenda Item #: C.

City Council Regular Meeting

Meeting Date: 02/20/2018

Subject: Ordinance for the Appropriation of Bond Proceeds

From: Michael Adkins, Director of Finance

COUNCIL ACTION

First Reading: 02/06/2018

Final Adoption: 02/20/2018

SUMMARY

The City has successfully issued General Obligation Bonds for FY 2018. Appropriation of the bond proceeds is needed to fund the various projects as specified in the FY 2018 Capital Improvement Plan.

BACKGROUND

The City's Capital Improvement Plan for Fiscal Year 2018 includes bond funding of \$12,540,000 for project costs. In accordance with City Council's approval on November 21, 2017, General Obligation Bonds have been issued and proceeds have been received. A bond premium of \$265,233 was also received and will be used to cover the costs associated with the bond issuance.

RECOMMENDATION

It is recommended that the City Council adopt the attached Ordinance Amending the FY 2018 Budget Appropriation Ordinance by utilizing bond proceeds in the amount of \$12,805,233 to cover related bond issuance costs and fund specified Capital Improvement Plan projects.

Attachments

Ordinance

PRESENTED: _____

ADOPTED: _____

ORDINANCE NO. 2018-_____ - _____

AN ORDINANCE AMENDING THE FISCAL YEAR 2018 BUDGET APPROPRIATION ORDINANCE TO PROVIDE FOR THE PROCEEDS FROM THE SALE OF GENERAL OBLIGATION BONDS OF FISCAL YEAR 2018 AND APPROPRIATING SAME.

WHEREAS, the City of Danville, Virginia has issued general obligation bonds in the amount of \$12,540,000 to finance various general and utility improvements.

NOW THEREFORE, BE IT ORDAINED by the Council of the City of Danville, Virginia that the Fiscal Year 2017 Budget Appropriation Ordinance be, and it is hereby, amended by anticipating the funds from the sale of bonds and appropriating same, as follows:

ANTICIPATED REVENUES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
General Fund		
Premium from the Sale of Bonds	0100000-44090	\$ 265,233
Capital Projects Fund:		
Proceeds from the Sale of Bonds	Various Projects-44050	<u>12,540,000</u>
TOTAL		<u>\$12,805,233</u>

ANTICIPATED EXPENDITURES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Capital Projects/General Fund Funds:		
Fire Apparatus & Eqpt Replacement	60184999-50	\$ 300,000
Parks & Recr-Facility Improvements	60901999-50	14,000
Parks Paving Projects	61076999-50	277,000
Park Improvements	60902999-50	40,000
P/W Roof Replacement-City Bldgs	600000119-6999	250,000
P/W HVAC Replacement-City Bldgs	600000120-6999	284,000
P/W River District Street Improvements	61281999-50	500,000
P/W Riverside Drive Reconstruction	61282999-50	500,000
P/W South Boston Road WBL Widening	61152999-50	275,000

P/W Stormwater Improvements	60022999-50	200,000
Electric Fund - Substations	61109999-50	2,000,000
Electric Fund - Transformers	61110999-50	5,900,000
General School Projects	60031999-50	2,000,000
Bond Issuance Costs	0114802-58335	<u>265,233</u>
TOTAL		<u>\$ 12,805,233</u>

AND BE IT FURTHER ORDAINED that this appropriation shall be a flexible budget appropriation allowing for the posting of the proceeds to the appropriate accounts to accommodate the actual bond issuance costs; and

BE IT FINALLY ORDAINED that all other accounts and provisions of the Fiscal Year 2018 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-1819

Consent Agenda Item #: D.

City Council Regular Meeting

Meeting Date: 02/20/2018

Subject: "See the Possible" Grant - Fiscal Year 2018 Appropriation

From: William Sgrinia, Director of Parks, Recreation & Tourism

COUNCIL ACTION

First Reading: 02/06/2018

Final Adoption: 02/20/2018

SUMMARY

The idea of a park located on the bank of the Dan River originated in the River District Master Plan that was completed in 2011. After completing Main Street Plaza, referred to as the 100% Corner in the plan, and seeing how quickly it became an anchor attraction in the River District, the City began to move into what was recommended as the second phase. In 2015, the Industrial Development Authority acquired the four-acre property that will become the home of the future Riverfront Park. Site Collaborative was hired in 2016 to create a conceptual design for the park, which was completed in early 2017. The planning process is now in the engineering phase. Once completed in spring 2018, a finalized design will be ready to move into the construction phase when funding is available.

Parks and Recreation has received a grant from the Danville Regional Foundation to visit two cities that have thriving riverfront parks for the purpose of allowing key staff and decision makers the opportunity to "see the possible." Staff will be planning a trip to visit riverfront parks in both Chattanooga, TN and Louisville, KY in order to see how strategically placed and designed downtown parks can serve as catalysts for not only recreation, but also economic development and tourism. Chattanooga, TN and Louisville, KY were chosen based on their recognition as being home to two of the top riverfront parks in the country.

In addition to a thriving riverfront park, Louisville has placed a high importance on health, as well as a pedestrian and bike friendly transportation network throughout downtown. Due to the recent bike/pedestrian plan completed for the River District, staff feels that it is very important to see how that initiative ties into the development of their riverfront park and the benefits that downtown has seen from becoming more pedestrian friendly.

Chattanooga is not only home to Ross's Landing Park, which is ranked one of the top riverfront parks in the country, but also offers two other riverfront parks that provide different amenities and experiences. Each of these parks are within close proximity to each other and are connected by a trail system very similar to the Riverwalk Trail. Visiting parks in both cities will also allow staff to see a variety of features materials that could be incorporated into the future Riverfront Park in order to create a unique attraction downtown before the construction plans are finalized.

RECOMMENDATION

It is recommended that Council approve the attached Ordinance appropriating funds from the Danville Regional Foundation for a "See the Possible" Grant.

Attachments

Ordinance

PRESENTED: _____

ADOPTED: _____

RESOLUTION NO. 2018-____.____

AN ORDINANCE AMENDING THE FISCAL YEAR 2018 BUDGET APPROPRIATION ORDINANCE TO INCLUDE A GRANT FROM THE DANVILLE REGIONAL FOUNDATION IN THE AMOUNT OF \$25,000 TO COVER THE TRAVEL EXPENSES FOR 12 CITY STAFF AND CITY COUNCIL MEMBERS TO VISIT TWO RIVERFRONT PARKS TO "SEE THE POSSIBLE".

WHEREAS, the City of Danville has been awarded a grant in the amount of \$25,000 from the Danville Regional Foundation to cover the travel expenses for 12 city staff and city council members to visit two riverfront parks, allowing them to see the potential impacts that the planned riverfront park could have on the River District and exposing staff to a variety of features that could be incorporated into the future park to create a unique attraction downtown.

NOW THEREFORE, BE IT RESOLVED that the Fiscal Year 2018 Budget Appropriation Ordinance be, and is hereby, amended by using anticipated revenues from the Danville Regional Foundation in the amount of \$25,000 to be appropriated as follows:

ANTICIPATED REVENUES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Special Revenue Fund DRF-See the Possible Grant	61403000-43640	<u>\$25,000</u>

ANTICIPATED EXPENDITURES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Special Revenue Fund DRF-See the Possible Grant	61403000-54900	<u>\$25,000</u>

AND BE IT FURTHER ORDAINED that all other accounts and provisions of the Fiscal Year 2018 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-1824

New Business Item #: A.

City Council Regular Meeting

Meeting Date: 02/20/2018

Subject: Proposed Revision to Danville City Code 38-80 Gas Main and Service Line Extension Policy

From: Jason Grey, Utilities Director

COUNCIL ACTION

Business Meeting: 02/20/2018

SUMMARY

The Danville Utility Commission recommended to Danville City Council, in November 2017, revising Danville City Code Section 38-80 "Installation of service lines from main to building or meter location" to include, free of charge, three hundred feet of service line extension, from the current Code of one hundred feet. The service extension is subject to a qualifying customer using natural gas as their primary heating source and/or water heating source.

BACKGROUND

Danville Utilities supplies natural gas service to approximately 14,000 customers within the City limits and Pittsylvania County. Over the past five years, Danville Utilities has seen approximately 2,500 residential customers move away from natural gas as their primary source of heating. We anticipate that the revision in the Municipal Code will help make the City's policies more customer friendly and entice future customers to connect to the City's natural gas system.

RECOMMENDATION

Staff recommends City Council approve revising Danville Code Section 38-80 "Installation of mains and service lines from main to building or meter location," to help attract new customers to use natural gas as a primary source of heating.

Attachments

Ordinance

Revised Gas Extension Policy

PRESENTED: _____

ADOPTED: _____

ORDINANCE NO. 2018-____. ____

AN ORDINANCE AMENDING AND REORDAINING CHAPTER 38 SECTION 80 ENTITLED "INSTALLATION OF SERVICE LINE FROM MAIN TO BUILDING OR METER LOCATION" OF THE CODE OF THE CITY OF DANVILLE, VIRGINIA, 1986, AS AMENDED.

NOW THEREFORE, BE IT ORDAINED by the Council of the City of Danville, Virginia, that Section 38-80, entitled "Installation of service line from main to building or meter location", Division 2, entitled "Gas", Article IV, entitled "Provisions Applicable To Specific Services", of Chapter 38, entitled "Utility Services" of the Code of the City of Danville, Virginia, 1986, as amended, be, and the same hereby is, amended and reordained to read as follows:

Chapter 38 – Utility Services

Article IV – Provisions applicable to specific Services

Division 2 - Gas

Sec. 38-80. – Installation of **mains and** service lines **s** from main to building or meter location.

Upon application by a prospective residential, commercial, **or industrial consumer** for a new **or upgraded** gas connection, and where the anticipated revenue therefrom justifies the extension, ~~and when continuity in the use of gas is assured the Department will at its own expense, install the gas service line from an existing gas main in the street to the building or meter location, if such service line extension does not exceed one hundred (100) feet~~ **shall analyze the expenses and revenue with an application.** ~~In cases where the service line exceeds one hundred (100) feet, the customer shall be charged with the direct cost, plus a current percent to recover overhead expense, of that part of the~~

~~extension in excess of one hundred (100) feet. The Department may waive such charge where, in its opinion, the circumstances justify. All industrial customers shall be charged for the gas service line from an existing gas main in the street to the meter location and from the meter location at direct cost, plus a current percent to recover overhead expense.~~

When forecasted gas consumption is determined and the evaluation of anticipated revenue from the upgrade or extension justifies the gas service line installation or replacement, as approved by the Director of Water and Gas, the department will install or replace the gas service line from an existing gas main in the right-of-way to a location adjacent to the building at its own expense.

This policy applies when gas main is available in public right-of-way adjacent to a customer's property.

If a customer has one or more qualifying major appliance, up to 300 feet of service line will be installed at no cost. An additional 50 feet will be installed if a customer has a second qualifying gas appliance. For each qualifying minor gas appliance, 50 feet will be installed free regardless of whether a customer has a qualifying major gas appliance.

Service footages are measured along the actual installation route beginning at the customer's property-line. All service footages not free are \$5 per foot for up to two inch plastic. If the City will incur unreasonable expenses because of the main location or site conditions, either the customer will bear these costs or service will not be extended. Restoration expenses on private property like concrete, asphalt, sod, and landscaping will be additionally charged directly to the customer. Site issues like railroad, rock, creek, wetlands, steep grades, landscaping and wide rights-of-way may make installation prohibitively expensive.

If a main is not accessible to a customer or group of customers, a feasibility evaluation will be performed to determine if such gas main extensions is justified.

Industrial meters may be installed at an alternative location as determined by the Department.

AND BE IT FURTHER ORDAINED that all other provisions and Paragraphs, Subparagraphs, and Sections of said Article, Chapter, and Code be, and the same are hereby, continued in full force and effect unless and until the same are hereafter amended or repealed; and

BE IT FINALLY ORDAINED that this Ordinance shall be and become effective on _____.

APPROVED:

MAYOR

ATTEST:

CLERK

Approved as to
Form and Legal Sufficiency:

City Attorney



City of Danville
Department of Utilities

Gas Main and Service-line Extension Policy

Danville City Council
February 6, 2018

Proposed Policy for Gas Service-lines and Main Extensions

NATURAL GAS MAIN AND SERVICELINE EXTENSION POLICY

Residential Service Policy

This policy applies when gas main is available in public right-of-way adjacent to a customer's property.

If a customer has one or more qualifying major gas appliance, up to 300 feet of service line will be installed at no cost. An additional 50 feet will be installed if a customer has a second qualifying major gas appliance. For each qualifying minor gas appliance, 50 feet will be installed free regardless of whether a customer has a qualifying major gas appliance.

Service footages are measured along the actual installation route beginning at the customer's property-line. All service footages not free are \$5 per foot for up two inch plastic. If the City will incur unreasonable expenses because of the main location or site conditions, either the customer will bear these costs or service will not be extended. Restoration expenses on private property like concrete, asphalt, sod, and landscaping will be additionally charged directly to the customer. Site issues like railroad, rock, creek, wetlands, steep grades, landscaping and wide rights-of-way may make installation prohibitively expensive.

Qualifying Major Gas Appliances:

- Vented space heating for use as primary heat
- Water heaters: Tank-less or storage tank

Qualifying Minor Gas Appliances:

- Dryer
- Range
- Grill
- Pool Heater
- Stand-by Generator

Proposed Policy for Gas Service-lines and Main Extensions cont'd

Meter Locations

Meters all need to be located safe from vehicular and equipment damage, away from electrical ignition sources and air intakes in the unlikely event that a regulator vents gas. The preferred residential meter location is within five feet of the front of the house on the opposite side of the house as the driveway, if one exists, *or* along the front of the house. Commercial meters will be installed at the building in a mutually agreeable location. Industrial meters will be installed at a mutually agreeable location.

Commercial and Industrial Service Policy

When gas main is available adjacent to a property, the terms described in the Residential Service Policy above apply as a minimum and, if necessary, an economic analysis may be performed if equipment schedules and estimates of annual consumption are available to determine the cost to the customer. Additionally, commercial and industrial customers must install protective meter bollards if there is risk of vehicular damage or agree to locate the meter in an area safe from vehicular travel. Industrial customers may need to provide access, power and communications to a site as well.

Main Extensions If natural gas is not currently available adjacent to your property: A potential customer or group of customers requesting service where mains are not presently available may submit a request to the Water & Gas Engineering Department to make a determination whether a project is economically feasible or what contribution from customer (s) would make it so.

Ordinance Sec. 38-80 Original Language:

- **Installation of mains and service-lines from main to building or meter location.**

Upon application by a prospective residential or commercial consumer for a new gas connection and when continuity in the use of gas is assured and **where the anticipated revenue therefrom justifies the extension**, the Department will, at its own expense, install the gas service line from an existing gas main in the street to the building or the meter location, if such service line extension does not exceed one hundred (100) feet.

In cases where the service line exceeds one hundred (100) feet, the customer shall be charged with the direct cost, plus a current percent to recover overhead expense, of that part of the extension in excess of one hundred (100) feet. **The Department may waive such charge where, in its opinion, the circumstances justify.**

All industrial customers shall be **charged for the gas service line from an existing gas main in the street to the meter location and for the meter installation at direct cost, plus a current percent to recover overhead expense.**

Proposed Ordinance Revision Sec. 38-80

*Installation of **mains and service-lines** from main to building or meter location.*

Upon application by a prospective residential, commercial, **or industrial** consumer for a new **or upgraded** gas connection, and when continuity in the use of gas is assured **the Department** will at its own expense, install the gas service line from an existing gas main in the street to the building or the meter location, if such service line extension does not exceed one hundred (100) feet shall analyze the expenses and revenue associated with the application. In cases where the service line exceeds one hundred (100) feet, the customer shall be charged with the direct cost, plus a current percent to recover overhead expense, of that part of the extension in excess of one hundred (100) feet. The Department may waive such charge where, in its opinion, the circumstances justify. All industrial customers shall be charged for the gas service line from an existing gas main in the street to the meter location and from the meter installation at direct cost, plus a current percent to recover overhead expense. **When forecasted gas consumption is determined and the evaluation of anticipated revenue from the upgrade or extension justifies the gas service line installation or replacement, as approved by the Water & Gas Director, the Department will install or replace the gas service line from an existing gas main in the right-of-way to a location determined by the utility and adjacent to the building at its own expense.**

Sec. 38-80. Rev (cont'd)

- Installation of **mains and service-lines** from main to building or meter location.

This policy applies when gas main is available in public right-of-way adjacent to a customer's property.

If a customer has one or more qualifying major gas appliance, up to 300 feet of service line will be installed at no cost. An additional 50 feet will be installed if a customer has a second qualifying gas appliance. For each qualifying minor gas appliance, 50 feet will be installed free regardless of whether a customer has a qualifying major gas appliance.

Service footages are measured along the actual installation route beginning at the customer's property-line. All service footages not free are \$5 per foot for up two inch plastic. If the City will incur unreasonable expenses because of the main location or site conditions, either the customer will bear these costs or service will not be extended. Restoration expenses on private property like concrete, asphalt, sod, and landscaping will be additionally charged directly to the customer. Site issues like railroad, rock, creek, wetlands, steep grades, landscaping and wide rights-of-way may make installation prohibitively expensive.

If a main is not accessible to a customer or group of customers, a feasibility evaluation will be performed to determine if such gas main extensions is justified.

Industrial meters may be installed at an alternative location as determined by the Department.

Proposed Revision Ordinance Sec. 38-80

Installation of mains and service-lines from main to building or meter location.

Upon application by a prospective residential, commercial, or industrial consumer for a new or upgraded gas connection, the Department shall analyze the expenses and revenue associated with the application. When forecasted gas consumption is determined and the evaluation of anticipated revenue from the upgrade or extension justifies the gas service line installation or replacement, as approved by the Water & Gas Director, the Department will install or replace the gas service line from an existing gas main in the right-of-way to a location adjacent to the building at its own expense.

This policy applies when gas main is available in public right-of-way adjacent to a customer's property.

If a customer has one or more qualifying major gas appliance, up to 300 feet of service line will be installed at no cost. An additional 50 feet will be installed if a customer has a second qualifying gas appliance. For each qualifying minor gas appliance, 50 feet will be installed free regardless of whether a customer has a qualifying major gas appliance.

Service footages are measured along the actual installation route beginning at the customer's property-line. All service footages not free are \$5 per foot for up two inch plastic. If the City will incur unreasonable expenses because of the main location or site conditions, either the customer will bear these costs or service will not be extended. Restoration expenses on private property like concrete, asphalt, sod, and landscaping will be additionally charged directly to the customer. Site issues like railroad, rock, creek, wetlands, steep grades, landscaping and wide rights-of-way may make installation prohibitively expensive.

If a main is not accessible to a customer or group of customers, a feasibility evaluation will be performed to determine if such gas main extensions is justified.

Industrial meters may be installed at an alternative location as determined by the Department.

Council Letter

City of Danville, Virginia



CL-1829

New Business Item #: B.

City Council Regular Meeting

Meeting Date: 02/20/2018

Subject: 2018-2019 Comprehensive Economic Development Strategy (CEDs)

From: Telly D. Tucker, Economic Development Director

COUNCIL ACTION

Business Meeting: 02/20/2018

SUMMARY

The West Piedmont Planning District Commission's (WPPDC) Comprehensive Economic Development Strategy (CEDs) Priority Projects list provides the basis for the receipt of federal Economic Development Administration (EDA) funds to help underwrite the costs of local projects. The EDA requires that regional plans be updated annually.

BACKGROUND

The West Piedmont Planning District Commission (WPPDC) has started work on the 2018-2019 CEDs update. Due to a shift in the plan development and submission process by the U.S. Department of Commerce, Economic Development Administration, the timeframe to submit the Regional Comprehensive Economic Development Strategy by March 31, 2018.

RECOMMENDATION

It is recommended that the City Council adopt the attached Resolution, which will approve the submission of the City's CEDs Projects List, as shown in the attached document, for 2018-2019. City Council's adoption of the attached Resolution also authorizes the City Manager to submit the required letter of endorsement.

Attachments

Resolution

2018-2019 EDA CEDs Danville, VA

PRESENTED: _____

ADOPTED: _____

RESOLUTION 2018-____.____

A RESOLUTION APPROVING THE SUBMISSION OF THE COMPREHENSIVE ECONOMIC DEVELOPMENT STRATEGY PRIORITY PROJECTS FOR MAINTAINING DANVILLE'S STATUS AS A REDEVELOPMENT AREA UNDER THE ECONOMIC DEVELOPMENT ADMINISTRATION'S PROGRAM.

WHEREAS, the City of Danville desires to maintain its status as a redevelopment area under the Economic Development Administration and desires to be covered by the 2018-2019 Comprehensive Economic Development Strategy (CEDS) for the West Piedmont Planning District; and

WHEREAS, the City of Danville would like to submit its list of projects for the CEDS priority projects listing, a copy of which is attached hereto.

NOW THEREFORE, BE IT RESOLVED by the Council of the City of Danville, Virginia, that the City Manager be, and he is hereby, authorized and directed to submit Danville's CEDS project list and endorsement letter.

APPROVED:

MAYOR

ATTEST:

CLERK

Approved as to
Form and Legal Sufficiency:

City Attorney

COMPREHENSIVE ECONOMIC DEVELOPMENT STRATEGY
PRIORITY PROJECTS
April 1, 2018 - March 31, 2019

Project	Priority /Type	Description	Funding Source	Amount	
Riverview Industrial Park - City of Danville	1/I	Grade a 25+/- acre pad on Lot FF in Riverview Industrial Park for industrial project recruitment	Local EDA	\$ 250,000 \$ 250,000	\$
South Union and North Union Streetscape and Utility Improvements - City of Danville	1/I	Streetscape improvements consistent with the River District development program.	EDA VDOT Local	\$ 550,000 \$ 500,000 \$ 550,000	\$
Schoolfield Infrastructure Improvements - City of Danville	1/I	Demolition of tunnels, open foundations, and finishing plant	EDA Local	\$ 2,500,000 \$ 2,500,000	\$
White Mill Redevelopment - City of Danville	1/I	Electric transmission lines and substation to accommodate redevelopment of the White Mill, formerly served by Dan River and AEP	EDA Local	\$ 2,500,000 \$ 3,500,000	\$
River District Parking Facility - City of Danville	1/I	Construct a new parking facility with retail and office space to accommodate parking demand in the River District	EDA Local	\$ 9,900,000 \$ 9,900,000	\$ 1
Riverside Drive Trail Extension City of Danville	1/I	Extend Riverwalk Trail towards Riverside Drive for eventual connection to Mount Cross Road	VDOT Local EDA	\$ 164,000 \$ 20,500 \$ 20,500	\$
600 Block Main Street Streetscape City of Danville	1/I	Streetscape improvements from Ridge Street to Floyd Street	VDOT Local EDA	\$ 350,000 \$ 175,000 \$ 175,000	\$
Mount Cross Road Improvements City of Danville	1/I	Widen Mount Cross Road from Lowes Drive to Dimon Drive (Averett North) including sidewalk	VDOT Local EDA	\$ 5,800,000 \$ 50,000 \$ 50,000	\$
Berry Hill Regional Industrial Park Industrial Connector Road - City of Danville and Pittsylvania County	1/II	Construct an industrial access road to improve traffic flow to Berry Hill Regional Industrial Park	FHWA VDOT EDA Local VTC	\$ 5,000,000 \$ 5,000,000 \$ 1,000,000 \$ 13,000,000 \$ 1,000,000	\$ 2
Site Improvements at the Coleman Industrial Site - City of Danville	1/II	Site improvements to include grading and sanitary sewer, electrical service and misc. infrastructure development	EDA Local	\$ 4,700,000 \$ 6,495,182	\$ 1
Site Improvements at Cane Creek Centre Industrial Park - City of Danville & Pittsylvania County - Lot 10.	1/II	Site improvements to include access road, grading, and sanitary sewer for Lot 10.	EDA VTC Local	\$ 3,000,000 \$ 1,500,000 \$ 400,000	\$

COMPREHENSIVE ECONOMIC DEVELOPMENT STRATEGY
PRIORITY PROJECTS
April 1, 2018 - March 31, 2019

Project	Priority /Type	Description	Funding Source	Amount	
Berry Hill Regional Industrial Park - Danville & Pittsylvania County	1/II	Extension of electric service to Berry Hill Regional Industrial Park through AEP. Relocation of an existing 69kV line on Lot 4 in order to grade the first pad in the park. To conduct a routing analysis acquire permits, and ROW acquisition for a new electric service to the park.	EDA Local VTC City County	\$ 1,720,200 \$ 250,000 \$ 1,279,800 \$ 525,000 \$ 525,000	\$
Berry Hill Regional Industrial Park - Danville & Pittsylvania County	1/II	Natural gas engineering and infrastructure development	EDA Local VTC	\$ 3,000,000 \$ 2,000,000 \$ 1,000,000	\$
River Front Park - City of Danville	1/II	Development of a park area adjacent to the Martin Luther King Jr. bridge in accordance with the River District development program.	Local EDA	\$ 2,500,000 \$ 2,500,000	\$
Industrial Shell Building - Danville & Pittsylvania County	1/II	Construct a new jointly funded City / County 100,000 SF industrial shell building to assist with marketing to industry desiring an expedited location decision and to modify the current inventory of buildings suited for modern manufacturing.	EDA Local	\$ 1,850,000 \$ 1,850,000	\$
Industrial Shell Building - Danville & Pittsylvania County	1/II	Construct a new jointly funded City / County 30,000 SF industrial shell building to assist with marketing to industry desiring an expedited location decision and to modify the current inventory of buildings suited for modern manufacturing.	EDA Local	\$ 1,000,000 \$ 1,000,000	\$
Schoolfield Reservoir City of Danville	1/II	Repurpose reservoir for raw water storage usage and improved reliability for water treatment	EDA Local	\$ 1,500,000 \$ 1,500,000	\$
Riverfront Trail Extension City of Danville	1/II	Extend Riverwalk Trail from future Riverfront Park along White Mill Canal to Union Street Bridge Road	VDOT Local EDA	\$ 358,000 \$ 102,000 \$ 102,000	\$
Riverside Drive and Audubon Road Improvements City of Danville	1/II	Intersection, sidewalk, and drainage improvements	VDOT Local EDA	\$ 216,000 \$ 108,000 \$ 108,000	\$
Sandy Creek Sewer Reconstruction City of Danville	1/II	Reconstruction of existing sanitary sewer	Local EDA	\$ 400,000 \$ 400,000	\$
South Ramp Improvements at Danville Regional Airport City of Danville	1/II	Reconstruction of the south apron and taxiway repairs	EDA Local	\$ 1,365,000 \$ 1,365,000	\$

COMPREHENSIVE ECONOMIC DEVELOPMENT STRATEGY

PRIORITY PROJECTS

April 1, 2018 - March 31, 2019

Project	Priority	Description	Funding	Amount	
Berry Hill Regional Industrial Park on and off-site Rail Construction - Danville & Pittsylvania County	1/III	New on-site rail construction and off-site improvements for Berry Hill Regional Industrial Park	VA-RPT	\$ 3,125,000	\$ 1
			Norfolk Sth	\$ 3,125,000	
			VTC	\$ 625,000	
			EDA	\$ 625,000	
			Local	\$ 5,000,000	
Revolving Loan Fund - City of Danville	2/I	Augment existing program given increased demand	EDA	\$ 150,000	\$
			IDA	\$ 99,000	
Water & Gas System Improvement - City of Danville	2/I	Elevated water storage tank and pumping station and water and gas mains for South Danville Corridor, an unserved area	EDA	\$ 4,500,000	\$
			Local	\$ 4,500,000	
City Auditorium Renovations City of Danville	2/II	Complete renovation of the City Auditorium that was built in 1932, housing a 1,000 seat auditorium in the heart of the River District.	EDA	\$ 6,650,000	\$ 1
			Local	\$ 6,650,000	
Whitewater Course City of Danville	2/II	Complete the engineering and construction of a world-class white water course using an existing canal located in the River District and also connecting it into the Dan River	EDA	\$ 1,350,000	\$
			Local	\$ 1,350,000	
Water Treatment Plant Phase II Improvements - City of Danville	2/II	Construct Phase II Improvements to the City's Water Treatment Plant. Improvements will include sludge removal equipment in the sedimentation basins, new turbine flocculators, particle counters, new filter consoles, etc. Preliminary Engineering report has been completed for this project. In addition, there will be concrete repair, pump replacement, chemical feeder replacement, etc.	EDA	\$ 2,750,000	\$
			Local	\$ 2,750,000	
Northside Wastewater Treatment Plant - City of Danville	2/III	Phase III Improvements, City of Danville Dual Grit Removal	EDA	\$ 1,000,000	\$
			Local	\$ 1,000,000	
Wilson Street Streetscape City of Danville	2/III	Streetscape improvements from Bridge Street to Lynn Street	VDOT	\$ 500,000	\$
			Local	\$ 250,000	
			EDA	\$ 250,000	

Council Letter

City of Danville, Virginia



CL-1836

New Business Item #: C.

City Council Regular Meeting

Meeting Date: 02/20/2018

Subject: Appropriation of Insurance Proceeds for Talbott Dam

From: Michael Adkins, Director of Finance

COUNCIL ACTION

First Reading: 02/20/2018

Final Adoption: 03/06/2018

SUMMARY

The City has received \$635,968.60 in insurance proceeds from flood damage that occurred at the City's hydroelectric generator at the Pinnacles. A Budget Ordinance is required to appropriate these funds for repairs to and replacement of the damaged and destroyed equipment.

BACKGROUND

The City's hydroelectric generator was installed at Talbott Dam in 1990 to provide additional generation from the facility to the City. The design life for such a hydro plant ranges between 50 and 100 years. In September 2015, excessive rains resulted in flooding that damaged or destroyed the generator and supporting infrastructure. After a very long period of engineering analysis and negotiations with the insurance provider, a settlement was reached that will allow the City to complete the restoration and repairs needed. It is expected to take about 12 months to complete the restoration. The City has received insurance proceeds in the amount of \$635,968.60, that needs to be appropriated with a Budget Ordinance.

RECOMMENDATION

It is recommended that City Council adopt the attached Budget Ordinance which appropriates insurance proceeds in the amount of \$635,968.60 for the necessary repairs to and replacement of the affected components of the hydroelectric generator station.

Attachments

Ordinance

PRESENTED: _____

ADOPTED: _____

ORDINANCE NO. 2018-____.____

AN ORDINANCE AMENDING THE FISCAL YEAR 2018 BUDGET APPROPRIATION ORDINANCE PROVIDING FOR THE REPAIRS TO THE CITY'S HYDOELECTRIC GENERATOR AT TALBOTT DAM BY APPROPRIATION OF RELATED INSURANCE PROCEEDS IN THE AMOUNT OF \$635,968.60.

WHEREAS, excessive rain on September 30, 2015 resulted in flooding that damaged or destroyed the 680-kilowatt small hydroelectric generator and supporting equipment located at the Pinnacles facility in Patrick County, Virginia; and

WHEREAS, the generator was installed at Talbott Dam in 1990 to provide additional generation from the facility to the City of Danville; and

WHEREAS, the design life for a typical hydro plant is 50-100 years; and

WHEREAS, the City has received insurance proceeds to compensate for the damaged or destroyed equipment that are sufficient to complete the restoration project based on an estimate from the firm that originally constructed the facility in 1990.

NOW THEREFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2018 Budget Appropriation Ordinance be, and the same is hereby, amended to provide funding for the necessary repairs and equipment replacement at Talbott Dam located at the City's Pinnacles Hydroelectric facility in the amount of \$635,968.60, such appropriation to be as follows:

ADDITIONAL REVENUES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Electric Fund – Recoveries	61253000-43810	<u>\$635,968.60</u>

ADDITIONAL EXPENDITURES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Electric Fund - Contractors	61253000-52230	<u>\$635,968.60</u>

AND BE IT FINALLY ORDAINED that all other accounts and provisions of the Fiscal Year 2018 Budget Appropriations 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