DANVILLE CITY COUNCIL REGULAR MEETING AGENDA

MUNICIPAL BUILDING

October 21, 2025

7:00 PM

PRESIDING:	Alonzo L. Jones, Mayor	
CITY COUNCIL MEMBERS:	James B. Buckner, Vice Mayor L.G. "Larry" Campbell, Jr. Bryant Hood Barry P. Mayo	Dr. Gary P. Miller 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.

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, who have signed up to speak at www.danvilleva.gov/council or by contacting the Office of the City Clerk, 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, and shall have three uninterrupted minutes. A representative of a group may have up to five 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 - L.G. "LARRY" CAMPBELL, JR.

PLEDGE OF ALLEGIANCE TO THE FLAG

ANNOUNCEMENTS AND SPECIAL RECOGNITION

A. Proclamation Keeping the Lights On After School

Presented to: Cathy Gore, CEO, United Way of Danville and Pittsylvania County

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. Consideration of Approval of Minutes from Regular Council Meeting held on September 16, 2025.
Council Letter Number CL - 2418.

B. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for a Commonwealth of Virginia, Department of Historic Resources Grant.
Council Letter Number CL - 2297.

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for a Grant from the Department of Historic Resources in the Amount of $14,715.30 with a Local Match in the Amount of $14,715.30 for a Total Amount of $29,430.60 and Appropriating the Same.
Final Adoption

APPOINTMENTS

A. Consideration of Appointments to Boards and Commissions.
Council Letter Number CL - 2420.

1. A Resolution Reappointing Robert Stowe as a Member of the Commission of Architectural Review.
2. A Resolution Appointing Lawrence Meder as a Member of the Commission of Architectural Review to fill an Unexpired Term.
3. A Resolution Reappointing Janet Gwynn as a Member of the Community Improvement Council.
4. A Resolution Reappointing Kasey Cunningham as a Member of the Community Improvement Council.
5. A Resolution Appointing Ty'Quan Graves as a Member of the Danville Redevelopment and Housing Authority.
6. A Resolution Reappointing James Turner to the West Piedmont Planning District Commission.

OLD BUSINESS

A. Consideration of Authorizing the Issuance of Bonds of the City of Danville, Virginia.
Council Letter Number CL - 2326.

An Ordinance Authorizing the Issuance of Bonds of the City of Danville, Virginia, in the Maximum Aggregate Principal Amount of $11,000,000 to Finance Various Expenditures for Governmental Purposes.
Final Adoption

NEW BUSINESS

A. Review of General Fund Financials as of September 30, 2025.
Council Letter Number CL - 2287.

Review of General Fund Financials as of September 30, 2025. Financial Statements are included.

B. Consideration of Authorizing the City Manager to Execute Agreements with American Municipal Power Transmission LLC.
Council Letter Number CL - 2265.

1. Public Hearing
2. A Resolution Authorizing the City Manager to Enter into a Contract or Contracts for the Sale of Municipal-Owned Transmission Assets to AMP Transmission, LLC, a Subsidiary of American Municipal Power, Inc. (AMP).

C. Consideration of the Sale of 1.75 acres of City-Owned Property on Livestock Road in Pittsylvania County.
Council Letter Number CL - 2306.

1. Public Hearing
2. A Resolution of the City Council of Danville, Virginia Declaring Certain City-Owned Property to be Surplus to the Needs of the City and Approving and Authorizing the Sale of 1.75 Acres of Real Property in Pittsylvania County Identified as Parcel #2420-74-8048 for a Price of $5,000.00 and all Closing Costs.

D. Consideration of a Resolution Authorizing an Amendment to the City Urban Enterprise Zone #1.
Council Letter Number CL - 2405.

1. Public Hearing
2. A Resolution Authorizing the City Manager to Submit to the Virginia Department of Housing and Community Development an Enterprise Zone Amendment Application for the City Urban Enterprise Zone 1.

E. Consideration of the Issuance of General Obligation Bonds for Capital Projects.
Council Letter Number CL - 2328.

Resolution Providing for the Issuance, Sale and Award by the City of Danville, Virginia, of One or More Series of General Obligation Public Improvement Bonds, Heretofore Authorized, and Providing for the Form, Details and Payment of Such Bonds

F. Consideration of Amending Chapter 34 of the Code of the City of Danville, Virginia Relating to Local Wastewater Limit Discharges and Contract Haulers.
Council Letter Number CL - 2359.

An Ordinance of the City Council of Danville, Virginia Amending Chapter 34, Sections 12, 16, 20 of the City of Danville, Virginia Municipal Code Related to Wastewater Local Discharge Limits and Contract Haulers.

G. Consideration of a Resolution Confirming Appointments to the Community Criminal Justice Board.
Council Letter Number CL - 2412.

A Resolution Confirming Appointments to the Community Criminal Justice Board.

H. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for the Victim Witness Grant Program.
Council Letter Number CL - 2374.

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for a Grant from the State for a Victim Witness Program in the Amount of $189,205, with a Local Match of $1,275 for a Total of $190,480, and Appropriating Same.
First Reading

I. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for a Grant from the Virginia Department of Emergency Management.
Council Letter Number CL - 2375.

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for a Grant from the Virginia Department of Emergency Management in an Amount of $150,000 to the Danville 9-1-1 Emergency Services Communication Center for a Total Appropriation in the Amount of $150,000 and Appropriating the Same.
First Reading

J. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for One Southern Virginia Program Grant from the Virginia Tobacco Region Revitalization Commission.
Council Letter Number CL - 2384.

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance for One Southern Virginia Program Grant #4275 in the Amount of $2,333,095 from the Virginia Tobacco Region Revitalization Commission and Appropriating the Same.
First Reading

K. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide Funding to the Danville Life Saving Crew.
Council Letter Number CL - 2373.

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide Funding from Unassigned General Fund Balance to Provide Additional Funding to the Danville Life Saving Crew in the Amount of $500,000 and Appropriating Same.
First Reading

L. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Anticipating the Proceeds from the Issuance of General Obligation Bonds.
Council Letter Number CL - 2308.

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Anticipating the Proceeds from the Issuance of Bonds and Appropriating Same for Anticipated Expenditures.
First Reading

M. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for a Department of Criminal Justice School Resource Officer Grant.
Council Letter Number CL - 2413.

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Increasing

Revenue from Virginia Department of Criminal Justice Services – Fiscal Year 2026 School Resource Officer Grant Program in the Amount of $103,415 and a Local Share in the Amount of $32,855 for a Total Appropriation of $136,270 and Appropriating Same.
First Reading

COMMUNICATIONS FROM VISITORS

Communication from Visitors is an opportunity for citizens, who have signed up to speak at www.danvilleva.gov/council or by contacting the Office of the City Clerk, 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 three uninterrupted minutes. A representative of a group may have up to five 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.

COMMUNICATIONS

A. City Manager

B. Deputy City Manager

C. City Attorney

D. City Clerk

E. Roll Call

ADJOURNMENT

Council Letter
City of Danville, Virginia

CL - 2418 **CONSENT AGENDA A.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Approval of Meeting Minutes.

From: Susan DeMasi, City Clerk

COUNCIL ACTION

Consideration of Approval of Minutes from Regular Council Meeting held on September 16, 2025.

Attachments

1. Meeting Minutes

September 16, 2025

The Second September meeting of the Danville City Council was held on September 16, 2025, at 7:00 p.m. in the Council Chambers located on the Fourth Floor of the Municipal Building. The following Council Members were present: Vice Mayor James B. Buckner, Bryant Hood, Mayor Alonzo L. Jones, Barry Mayo, Dr. Gary P. Miller, and Sherman M. Saunders (6). L.G. “Larry” Campbell Jr., J. Lee Vogler, Jr., and Madison J.R. Whittle were absent. (3).

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

Mayor Jones presided.

INVOCATION AND PLEDGE OF ALLEGIANCE

Council Member Sherman M. Saunders gave the Invocation followed by the Pledge of Allegiance.

ANNOUNCEMENT AND SPECIAL RECOGNITIONS

Proclamation: Day Against Hunger and Poverty

Presented to: Sherri Tuck – Danville Area CROP Hunger Walk

Ms. Tuck thanked each member of the Danville City Council for their continued support on behalf of the Danville Area Crop Hunger Walk planning committee; this was their 18th year walking. This year they were walking in support of the 295M people facing acute hunger daily and the 176 households that God’s Storehouse serves each day. Ms. Tuck invited everyone to join them on Sunday, October 5, at Ballou Park to help end hunger. Donations to God’s Storehouse can be made at the facility or in the after-hours storage bins. Danville Area CROP Walk and God’s Storehouse both have websites where individuals can donate. God’s Storehouse needed donations of canned vegetables, canned fruits, peanut butter, and cereal.

Presentation: IALR/DPS Summer Internship Program

Presented by: Kiana Dillard, Institute for Advanced Learning and Research

Ms. Dillard gave a brief presentation to Council about the summer internship program that was a collaboration between the Institute and Danville Public Schools, and thanked Council for their continued support of the program. This year there were 48 students aged 14 to 18 who participated in the program. These students went through training and career readiness before going into their internship programs. Several of the interns were so successful that they were hired as part-time workers. One individual who interned with the Danville Sheriff’s office spoke about her experience, how the program helped her. Council thanked Ms. Dillard for her work with the program and the bright futures that it was creating for the youth.

CONSENT AGENDA

Mayor Jones opened the floor for a Public Hearing regarding budget items on the Consent Agenda. Notice of the Public Hearing was published in the *Danville Register & Bee* on September 9, 2025. No one present desired to be heard and the Public Hearing was closed.

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

Consideration of Approval of Minutes from the Regular Council Meeting held on August 19, 2025.

Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for an Airport Maintenance Grant.

Ordinance No. 2025-09.04**,** an Ordinance Amending the Fiscal Year 2026 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 $100,000 and for the Local Share in the Amount of $42,000 for a Total Appropriation of $142,000 and Appropriating the Same.

Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for an Aviation Promotion Grant.

Ordinance No. 2025-09.05, an Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for a State Department of Aviation Grant for the Purpose of Providing Funding to Promote Aviation Awareness at the Danville Regional Airport in the Amount of $5,000 and for the Local Share in the Amount of $5,000 to be Provided by the General Fund Support of Grants for a Total Appropriation of $10,000 and Appropriating Same.

Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for Older Americans Act Grant.

Ordinance No. 2025-09.06**,** an Ordinance Amending the Fiscal Year 2026 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.

Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for Federal and State Grants to Fund Aviation Training Facility Project

Ordinance No. 2025-09.07**,** an Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for Additional Federal and State Funding to Construct an Aviation Training Facility Building and Hangar at the Danville Regional Airport in the Amount of $7,390,859 and for the Local Share in the Amount of $213,020 for a Total Appropriation of $7,603,879 and Appropriating the Same.

The Motion was **seconded** by Vice Mayor Buckner and carried by the following vote:

VOTE:	5-0-3-1
AYE:	Buckner, Hood, Mayo, Miller, and Saunders (5)
NAY:	None
ABSENT:	Campbell, Vogler, and Whittle (3)
ABSTAIN:	Jones (1)

I, Alonzo L. Jones, do hereby state that I have a conflict of interest regarding Consent Agenda Items B, C, D and E. Therefore, pursuant to the State and Local Government Conflict of Interest Act, Virginia Code §2.2-3112, I must abstain from voting on these agenda items.

Witness my signature this 16th day of September, 2025.

s/ Alonzo L. Jones

APPOINTMENTS

Consideration of Appointments to Boards and Commissions

Vice Mayor Buckner **moved** for adoption of Appointment Resolutions entitled:

Resolution No. 2025-09.10 - A Resolution Appointing L.G. "Larry" Campbell, Jr., to the Staunton River Regional Industrial Facility Authority.

Resolution No. 2025-09.11 - A Resolution Appointing James B. Buckner as an Alternate Member of the Staunton River Regional Industrial Facility Authority.

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

VOTE:	6-0-3
AYE:	Buckner, Hood, Jones, Mayo, Miller, Saunders, (6)
NAY:	None (0)
ABSENT:	Campbell, Vogler, and Whittle (3)

NEW BUSINESS

Review of General Fund Financials as of August 31, 2025

Michael Adkins, City of Danville Chief Financial Officer, gave a brief overview of the General Fund financials as of August 31, 2025, a little over 16% of the year complete. Total revenues reached $18.1M for the first two months, which was very comparable to last year. Property tax bills will go out in seven weeks. Delinquent real estate tax has done well bringing in $400,000, or 35% of budget. A public auction was scheduled for abandoned properties on December 11 at noon. Local taxes were performing well; meals tax showed an increase of $46,000 over last year at this time. Lodging taxes were strong at $111,000 over last year at this time, at 20% of budget. Sales tax was a little sluggish, about 1% behind budget at $2.3M; they need about $140,000 more to be at budget and this can easily be made up during the holiday season. Business licenses were typically collected in March, but they do have some collected during the year, with 7% of budget collected. Casino related taxes were currently $1.2M ahead of budget. Interest and investment income was $750,000, which was about $30,000 less due to a drop in interest rates; they have budgeted for that. State and federal collections were going as planned so there are no concerns there. On the Expenditure side, departmental spending came in at about 15%. They have transferred all funds in July and August budgeted for capital projects, so that does skew the financial results since all that revenue has been transferred out. The revenue to support those expenditures will be brought in throughout the year. To recap Fiscal Year 2025, the City has about a $3M increase to the Unassigned Fund Balance for the General Fund, that increases from $51M to $54M; the required amount was $46M, giving the City an $8M buffer. The auditors will be joining the City Monday to do their onsite review, and Mr. Adkins noted he will give Council an update when that was available.

CONSIDERATION OF AUTHORIZING THE CITY MANAGER TO EXECUTE AGREEMENTS WITH AMERICAN MUNICIPAL POWER TRANSMISSION LLC

Mayor Jones opened the floor for a Public Hearing regarding Agreements with AMP Transmission. Notice of the Public Hearing was published in the *Danville Register & Bee* on September 9, 2025. No one present desired to be heard and the Public Hearing was closed.

Vice Mayor Buckner **moved** for adoption of a Resolution entitled:

RESOLUTION NO. 2025-09.12

A RESOLUTION AUTHORIZING THE CITY MANAGER TO ENTER INTO A CONTRACT OR CONTRACTS FOR THE SALE OF MUNICIPAL-OWNED TRANSMISSION ASSETS TO AMP TRANSMISSION, LLC, A SUBSIDIARY OF AMERICAN MUNICIPAL POWER, INC. (AMP).

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

VOTE:	6-0-3
AYE:	Buckner, Hood, Jones, Mayo, Miller, Saunders, (6)
NAY:	None (0)
ABSENT:	Campbell, Vogler, and Whittle (3)

<u>CONSIDERATION OF THE SALE OF 1.75 ACRES OF CITY-OWNED PROPERTY ON LIVESTOCK ROAD IN PITTSYLVANIA COUNTY</u>

Vice Mayor Buckner **moved** to **<u>POSTPONE</u>** a Resolution entitled:

RESOLUTION NO. 2025-09.13

A RESOLUTION OF THE CITY COUNCIL OF DANVILLE, VIRGINIA DECLARING CERTAIN CITY-OWNED PROPERTY TO BE SURPLUS TO THE NEEDS OF THE CITY AND APPROVING AND AUTHORIZING THE SALE OF 1.75 ACRES OF REAL PROPERTY IN PITTSYLVANIA COUNTY IDENTIFIED AS PARCEL #2420-74-8048 FOR A PRICE OF $5,000.00 AND ALL CLOSING COSTS.

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

VOTE:	6-0-3
AYE:	Buckner, Hood, Jones, Mayo, Miller, Saunders, (6)
NAY:	None (0)
ABSENT:	Campbell, Vogler, and Whittle (3)

<u>CONSIDERATION OF A RESOLUTION TO RELOCATE THE WARD 7 POLLING PLACE.</u>

Upon **Motion** by Council Member Saunders and **second** by Vice Mayor Buckner, a Resolution entitled:

RESOLUTION NO. 2025-09.14

A RESOLUTION APPROVING AND AUTHORIZING THE RELOCATION OF THE POLLING LOCATION FOR THE WARD SEVEN (7) VOTING PRECINCT FROM THE SALVATION ARMY BUILDING TO THE ADULT EDUCATION CENTER ON THE CAMPUS OF WOODROW WILSON.

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

CONSIDERATION OF AMENDING CHAPTER 12 OF THE DANVILLE CITY CODE FOR THE RELOCATION OF A POLLING LOCATION

Upon **Motion** by Council Member Saunders and **second** by Council Member Mayo, an Ordinance entitled:

ORDINANCE NO. 2025-09.08

AN ORDINANCE AMENDING SECTION 12-17 ENTITLED "WARD NO. 7" OF CHAPTER 12, ENTITLED "ELECTIONS", OF THE CODE OF THE CITY OF DANVILLE, VIRGINIA, 1986, AS AMENDED TO RELOCATE THE POLLING LOCATION FOR WARD NUMBER 7.

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

CONSIDERATION OF REPEALING AND REPLACING CHAPTER 12 OF THE DANVILLE CITY CODE

Upon **Motion** by Council Member Saunders and **second** by Council Member Mayo, an Ordinance entitled:

ORDINANCE NO. 2025-09.09

AN ORDINANCE REPEALING AND REORDAINING IN ITS ENTIRETY CHAPTER 12, ENTITLED "ELECTIONS", OF THE CODE OF THE CITY OF DANVILLE, VIRGINIA, 1986, AS AMENDED.

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

CONSIDERATION OF AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE FOR A VIRGINIA DEPARTMENT OF CRIMINAL JUSTICE SERVICES GRANT

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

ORDINANCE NO. 2025-09.10

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE BY INCREASING REVENUE FROM VIRGINIA DEPARTMENT OF CRIMINAL JUSTICE SERVICES – JAIL BASED SUBSTANCE USE DISORDER TREATMENT GRANT PROGRAM IN THE AMOUNT OF $126,000 AND APPROPRIATING THE SAME.

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

CONSIDERATION OF AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE FOR A VIRGINIA OPIOID ABATEMENT AUTHORITY COOPERATIVE PARTNERSHIP GRANT

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

ORDINANCE NO. 2025-09.11

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE BY INCREASING REVENUE FROM VIRGINIA OPIOID ABATEMENT AUTHORITY – COOPERATIVE PARTNERSHIP GRANT PROGRAM IN THE AMOUNT OF $268,809.16 WITH A LOCAL MATCH OF $ 29,813.64 FOR A TOTAL AMOUNT OF $298,622.80 AND APPROPRIATING THE SAME.

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

CONSIDERATION OF AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE FOR STATE AVIATION CAPITAL FUNDING

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

ORDINANCE NO. 2025-09.12

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE TO PROVIDE FOR ADDITIONAL STATE FUNDING TO COMPLETE VARIOUS PROJECTS AT THE DANVILLE REGIONAL AIRPORT IN THE AMOUNT OF $900,443 AND FOR THE LOCAL SHARE IN THE AMOUNT OF $100,050 FOR A TOTAL OF $1,000,493 AND APPROPRIATING THE SAME.

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

CONSIDERATION OF CANCELING THE OCTOBER 7, 2025 CITY COUNCIL MEETING

Vice Mayor Buckner **moved** for adoption of a Resolution entitled:

RESOLUTION NO. 2025-09.15

A RESOLUTION CANCELING THE REGULAR MEETING OF DANVILLE CITY COUNCIL SCHEDULED FOR TUESDAY, OCTOBER 7, 2025, AND SCHEDULING A SPECIAL MEETING OF CITY COUNCIL ON THURSDAY, OCTOBER 9, 2025.

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

VOTE:	6-0-3
AYE:	Buckner, Hood, Jones, Mayo, Miller, Saunders, (6)
NAY:	None (0)
ABSENT:	Campbell, Vogler, and Whittle (3)

COMMUNICATIONS FROM VISITORS

David Weslowski addressed Council concerning the number of puppies that have been euthanized at the DAHS. He spoke about alternatives to euthanasia including adoption.

COMMUNICATIONS

There were no communication from the City Manager, Deputy City Manager, City Attorney, or City Clerk.

Council Member Hood commented on the event at Loyal Baptist Church regarding Prostate Cancer Awareness Month, to Truth and Outreach Ministries for their event this past Saturday, and noted Trinity Baptist Church will have a fish fry and car wash this Saturday at 11:00 am to help the Men's Ministry. Mr. Hood asked citizens to please continue to show compassion for the unhoused community.

Council Member Mayo noted the Citizens Resource and Job Fair was coming up on November 13, 2025 10:00 am to 2:00 pm at the Community Market with many employers looking to hire, and many resources were being provided. Mr. Mayo encouraged citizens to get their resumes ready.

Council Member Miller recognized the Tunstall students, commented on Riverside Hardware for their ribbon cutting and shared memories from when he first arrived in Danville and went there, they provided outstanding service. The Three Sisters Marathon was great event that attracted a lot of attention and visitors to Danville, and Dr. Miller asked everyone to keep praying for Council Member Vogler.

Council Member Saunders recognized Peggy Petty and gave a special thanks to Sgt. Fergurson for Bikes on Main last weekend; it was a wonderful event. Mr. Saunders recognized Ty'Quan Graves for his accomplishments and for setting a great example for the youth. To all the staff, public safety, and personnel, thank you for all they do and for all their families do to support you. Mr. Saunders asked the City Manager to give a quick update on the accident that occurred on 86 going towards North Carolina, and Mr. Larking stated that late this morning a tractor trailer overturned on the expressway carrying cows. Some of the cows got loose and some passed away; they were still looking for several of them. The truck was being moved, and lanes were being cleaned up.

Vice Mayor Buckner commented on a meeting regarding new zoning and signs for January 1 put on by Renee Burton, Lisa Jones, and Stephanie Jackson; they did an great job putting the presentation together. Hats off to the Danville Police Department for the Bikes on Main event, it was an amazing time and commented on the football game at G.W. and the outstanding performance Cam Stevens put on.

Mayor Jones commented on the G.W. football game, and asked Philip Hall to stand and recognized him for all they do to support Marc Adelman, and recognized Peggy Petty for all that she does. Mayor Jones thanked the students from Tunstall for coming.

The meeting was adjourned at 7:49 pm.

APPROVED:

____
MAYOR

ATTEST:

____
CITY CLERK

Council Letter
City of Danville, Virginia

CL - 2297 **CONSENT AGENDA B.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Amending the Fiscal Year 2026 Budget Appropriation Ordinance for a Commonwealth of Virginia, Department of Historic Resources Grant.

From: Aisha Gwynn, Grant Administrator

COUNCIL ACTION

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for a Grant from the Department of Historic Resources in the Amount of $14,715.30 with a Local Match in the Amount of $14,715.30 for a Total Amount of $29,430.60 and Appropriating the Same.
Final Adoption

SUMMARY

The City of Danville has received a grant from the Commonwealth of Virginia, Department of Historic Resources in the amount of $14,715.30 to complete Phase 4 of the Interment Location Project at the Freedman's Cemetery.

BACKGROUND

The City applied for and received a 50/50 grant from the Commonwealth of Virginia, Department of Historic Resources through the Certified Local Government Grant Program to fund Phase 4 of the Interment Location Project at the Freedman's Cemetery.

RECOMMENDATION

It is recommended that City Council approve the attached ordinance to appropriate Commonwealth of Virginia, Department of Historic Resources Certified Local Government Grant program funds and the local share.

Attachments

1. Ordinance

PRESENTED:________________________

ADOPTED:__________________________

ORDINANCE NO. 2025-__________.____________

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE TO PROVIDE FOR A GRANT FROM THE DEPARTMENT OF HISTORIC RESOURCES IN THE AMOUNT OF $14,715.30 WITH A LOCAL MATCH IN THE AMOUNT OF $14,715.30 FOR A TOTAL AMOUNT OF $29,430.60 AND APPROPRIATING THE SAME.

WHEREAS the City of Danville has been awarded a grant from the Commonwealth of Virginia, Department of Historic Resources to fund an interment location project, Phase 4 at the Freedman's Cemetery.

NOW THEREFORE BE IT ORDAINED by the Council of the City of Danville, Virginia that the Fiscal Year 2026 Budget Appropriation Ordinance be, and it is hereby, amended by increasing revenues from the Commonwealth of Virginia, Department of Historic Resources (Federal pass-through funds), in the amount of $14,715.30 and the local share in the amount of $14,715.30 for a total amount of $29,430.60, such funds to be appropriated in the Special Revenue Fund as follows:

ANTICIPATED REVENUE

Description	Account No.	Amount
Freedman's Cemetery		
Federal Categorical Aid - Other	62058000-48050	$ 14,715.30
Local Share		
Transfer From General Fund	62058000-6101	14,715.30
		$ 29,430.60

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
Freedman's Cemetery	62058999-50	$ 29,430.60

AND BE IT FINALLY ORDAINED that all other accounts and provisions of the Fiscal Year 2026 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 - 2420 **APPOINTMENTS A.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Appointments to Boards and Commissions.

From: Susan DeMasi, City Clerk

COUNCIL ACTION

1. A Resolution Reappointing Robert Stowe as a Member of the Commission of Architectural Review.
2. A Resolution Appointing Lawrence Meder as a Member of the Commission of Architectural Review to fill an Unexpired Term.
3. A Resolution Reappointing Janet Gwynn as a Member of the Community Improvement Council.
4. A Resolution Reappointing Kasey Cunningham as a Member of the Community Improvement Council.
5. A Resolution Appointing Ty'Quan Graves as a Member of the Danville Redevelopment and Housing Authority.
6. A Resolution Reappointing James Turner to the West Piedmont Planning District Commission.

Attachments

1. Appointment Resolutions

PRESENTED: ____________________

ADOPTED: ______________________

RESOLUTION NO. 2025 – ___.____

A RESOLUTION REAPPOINTING ROBERT STOWE AS A MEMBER OF THE COMMISSION OF ARCHITECTURAL REVIEW.

BE IT RESOLVED by the Council of the City of Danville, Virginia, that Robert Stowe be, and he is hereby reappointed as a member of the Commission of Architectural Review for a five-year term commencing September 1, 2025 and ending August 31, 2030.

APPROVED:

____
MAYOR

ATTEST:

____
CITY CLERK

PRESENTED: ____________________

ADOPTED: ______________________

RESOLUTION NO. 2025 – ___.____

A RESOLUTION APPOINTING LAWRENCE MEDER AS A MEMBER OF THE COMMISSION OF ARCHITECTURAL REVIEW TO FILL AN UNEXPIRED TERM.

BE IT RESOLVED by the Council of the City of Danville, Virginia, that Lawrence Meder be, and he is hereby appointed as a member of the Commission of Architectural Review to fille the unexpired term of Luke Ramsey ending August 31, 2027.

APPROVED:

____
MAYOR

ATTEST:

____
CITY CLERK

PRESENTED: ____________________

ADOPTED: ___________________

RESOLUTION NO. 2025 – ___.____

A RESOLUTION REAPPOINTING JANET GWYNN AS A MEMBER OF THE COMMUNITY IMPROVEMENT COUNCIL.

BE IT RESOLVED by the Council of the City of Danville, Virginia, that Janet Gwynn be, and she is hereby reappointed as a member of the Community Improvement Council for a two-year term commencing September 1, 2025 and ending August 31, 2027.

APPROVED:

____
MAYOR

ATTEST:

____
CITY CLERK

PRESENTED: ____________________

ADOPTED: ___________________

RESOLUTION NO. 2025 – __.___

A RESOLUTION REAPPOINTING KASEY CUNNINGHAM AS A MEMBER OF THE COMMUNITY IMPROVEMENT COUNCIL.

BE IT RESOLVED by the Council of the City of Danville, Virginia, that Kasey Cunningham be, and she is hereby reappointed as a member of the Community Improvement Council for a two-year term commencing September 1, 2025 and ending August 31, 2027.

APPROVED:

____
MAYOR

ATTEST:

____
CITY CLERK

PRESENTED: ________________

ADOPTED: ________________

RESOLUTION NO. 2025 – ___.____

A RESOLUTION APPOINTING TY'QUAN GRAVES AS A MEMBER OF THE DANVILLE REDEVELOPMENT AND HOUSING AUTHORITY.

BE IT RESOLVED by the Council of the City of Danville, Virginia, that Ty'Quan Graves be, and he is hereby appointed as a member of the Danville Redevelopment and Housing Authority for a four-year term commencing November 1, 2025 and ending October 31, 2029.

APPROVED:

____
MAYOR

ATTEST:

____
CITY CLERK

PRESENTED: ________________

ADOPTED: ________________

RESOLUTION NO. 2025 – ___.____

A RESOLUTION REAPPOINTING JAMES TURNER TO THE WEST PIEDMONT PLANNING DISTRICT COMMISSION.

BE IT RESOLVED by the Council of the City of Danville, Virginia, that James Turner be, and he is hereby reappointed as a member of the West Piedmont Planning District Commission for a three-year term commencing November 1, 2025 and ending October 31, 2028.

APPROVED:

____
MAYOR

ATTEST:

____
CITY CLERK

Council Letter
City of Danville, Virginia

DANVILLE
VIRGINIA

CL - 2326 **OLD BUSINESS A.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Consideration of Authorizing the Issuance of Bonds of the City of Danville, Virginia

From: Michael Adkins, Chief Financial Officer

COUNCIL ACTION

An Ordinance Authorizing the Issuance of Bonds of the City of Danville, Virginia, in the Maximum Aggregate Principal Amount of $11,000,000 to Finance Various Expenditures for Governmental Purposes.

Final Adoption

SUMMARY

The City's Charter grants the ability to issue bonds, within an aggregate limit, without referendum. Approving the attached Ordinance does not allow the City to issue debt; it only demonstrates the intention to do so in accordance with legal limitations. City Council will need to approve a Resolution for the issuance or refunding of debt before the City can actually issue debt. A separate Resolution will be presented at a future meeting for approval to issue new bonds to finance the City's Capital Improvement Plan in accordance with City Council's adopted budget for Fiscal Year 2026.

BACKGROUND

The City's Charter, under Section 1.1. B., grants the ability to issue bonds subject to the restrictions imposed on cities by the Constitution and laws of the Commonwealth, including but not limited to the Virginia Public Finance Act. Section 15.2-2634 of the Virginia Public Finance Act limits the amount of bonds and other interest-bearing indebtedness a municipality can issue and have outstanding at any time. This limit is ten percent of the municipality's assessed valuation of real estate subject to taxation, as shown by its last preceding tax assessment.

The City's most recent total assessed value of real property subject to taxation was $3,391,727,300. This creates a debt limit of $339,172,730. The City's outstanding balance of General Obligation bonds on October 31, 2025, will be $228,581,667. This existing debt consists of $110,271,667 in general bonds supported by real estate taxes and $118,310,000 of school bonds that are supported by the additional 1% sales tax. The upcoming issuance of general obligation bonds is not expected to exceed $10,000,000 - leaving unused debt capacity in excess of $110,591,000.

The Fiscal Year 2026 budget for capital projects includes bond financing of approximately $9,164,840 for general governmental projects including Parks & Recreation facilities, Public Safety equipment, Airport Improvements, as well as improvements to other public buildings and streets.

RECOMMENDATION

It is recommended City Council approve the attached Ordinance demonstrating the intention to issue general obligation bonds as a means to finance the various public projects included in the Fiscal Year

2026 Capital Improvement Plan, as approved by City Council on June 17, 2025.

Attachments

1. Ordinance
2. Preliminary Official Statement
3. Appendix

PRESENTED:____________, 2025

ADOPTED:____________, 2025

ORDINANCE NO. 2025-____.___

AN ORDINANCE AUTHORIZING THE ISSUANCE OF BONDS OF BONDS OF THE CITY OF DANVILLE, VIRGINIA, IN THE MAXIMUM AGGREGATE PRINCIPAL AMOUNT OF $11,000,000 TO FINANCE VARIOUS EXPENDITURES FOR GOVERNMENTAL PURPOSES

WHEREAS, the City Council (the "Council") of the City of Danville, Virginia (the "City"), desires to issue general obligation public improvement bonds (a) to finance various capital expenditures for governmental purposes, including, without limitation, (1) parks and recreational facility improvements, (2) fire apparatus and equipment, (3) public building improvements (including, without limitation, roof and HVAC improvements, furniture and fixtures), (4) sewer line construction and improvements, (5) sidewalk, street, traffic signal and parking lot improvements, (6) capital improvements for the municipal airport, and (7) stormwater system upgrades (collectively, the "Projects"), and (b) to pay related costs of issuance.

NOW, THEREFORE, BE IT ORDAINED by the Council of the City of Danville, Virginia, that:

1. It is determined to be necessary and expedient for the City to undertake the Projects, all of which are determined to promote the development and public welfare of the City, to borrow money for such purposes and to issue the City's bonds therefore.

2. Pursuant to the City Charter and the Public Finance Act of 1991, there are hereby authorized to be issued and sold general obligation public improvement bonds (the "Bonds") of the City in the maximum aggregate principal amount of $11,000,000 to finance and pay, together with other available funds, the costs to plan, design, acquire, construct, extend, renovate, equip and/or improve the Projects and to pay related costs of issuance.

3. The Bonds shall be dated such date or dates, mature at such time or times not exceeding 40 years from their dates, bear interest at such rate or rates, be in such denominations and form, be executed in such manner and be sold in one or more series at such time or times and in such manner as the Council shall hereafter provide by appropriate resolution or resolutions.

4. The Bonds shall be general obligations of the City for the payment of principal of and premium, if any, and interest on which its full faith and credit shall be irrevocably pledged.

5. The City Clerk, in collaboration with the City Attorney, is authorized and directed to see to the immediate filing of a certified copy of this Ordinance in the Circuit Court of the City of Danville.

6. This Ordinance shall take effect immediately.

Approved:

____
Mayor

Attest:

____
Clerk

Approved as to Form

and Legal Sufficiency:

____
City Attorney

PRELIMINARY OFFICIAL STATEMENT DATED _______, 2025

DRAFT

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: Fitch:: "___"
Moody's: "___"
S&P: "___"
(See "RATINGS")

In the opinion of Bond Counsel, under current law and subject to conditions described in the section "THE BONDS - Tax Exemption", interest on the Bonds (as defined herein) (1) is not included in gross income for federal income tax purposes, (2) is not an item of tax preference for purposes of the federal alternative minimum tax, (3) is taken into account in determining adjusted financial statement income for applicable corporations (as defined in Section 59(k) of the Internal Revenue Code of 1986, as amended) for the alternative minimum tax imposed on such corporations, and (4) is exempt from income taxation by the Commonwealth of Virginia. A holder may be subject to other federal tax consequences as described in "THE BONDS - Tax Exemption."

CITY OF DANVILLE, VIRGINIA

$_______*
General Obligation Public Improvement Bonds, Series 2025

Dated: Date of Delivery **Due: ______, 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 Bonds, Series 2025 (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 Bonds will be used to finance the costs of various projects identified in the City's capital improvement program and to pay the related costs of issuance.
Interest Rates/Yields	See inside cover.
Interest Payment Dates	_____ and _____, commencing _____, _____.
Denominations	$5,000 or integral multiples thereof.
Record Dates	_____ and _____.
Closing/Delivery Dates	On or about _______, 2025.
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
Financial Advisor	Davenport & Company, LLC, 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 ______ __, 2025

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* Preliminary, subject to change.

CITY OF DANVILLE, VIRGINIA

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

$_______*
GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, SERIES 2025

Maturity (_______)*	Principal Amount*	Interest Rate	Yield	Price	CUSIP** 236866
2026					
2027					
2028					
2029					
2030					
2031					
2032					
2033					
2034					
2035					
2036					
2037					
2038					
2039					
2040					
2041					
2042					
2043					
2044					
2045					

*Preliminary, subject to change.

** CUSIP® is a registered trademark of the American Bankers Association. CUSIP Global Services (CGS) is managed on behalf of the American Bankers Association by FactSet Research Systems Inc. Copyright(c) 2024 CUSIP Global Services. All rights reserved. CUSIP® data herein is provided by CUSIP Global Services. This data is not intended to create a database and does not serve in any way as a substitute for the CGS database. CUSIP® numbers are provided for convenience of reference only. None of the City, the successful bidder for the Bonds or their agents or counsel assume responsibility for the accuracy of such numbers.

CITY OF DANVILLE, VIRGINIA

CITY COUNCIL

Alonzo L. Jones, *Mayor*

James B. Buckner, *Vice Mayor*

Lawrence G. Campbell, Jr.

Bryant Hood

Barry P. Mayo

Dr. Gary P. Miller

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.

Certain statements contained in this Official Statement, including but not limited to the information contained in Appendix A, reflect forecasts and forward-looking statements, rather than historical facts. In this respect, the words "estimate," "project," "anticipate," "expect," "intend," "believe," "plan," "budget" and similar expressions are intended to identify forward-looking statements. The achievement of certain results or other expectations contained in such forward-looking statements involves known and unknown risks, uncertainties and other factors that may cause actual results, performance or achievements described to differ materially from those stated in the forward-looking statements. All such forward-looking statements are expressly qualified by the cautionary statement in the preceding sentence, as well as any other disclaimers set forth in this Official Statement. The City does not plan to issue any updates or revisions to any such 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.

TABLE OF CONTENTS

OFFICIAL STATEMENT

CITY OF DANVILLE, VIRGINIA

$_______*
General Obligation Public Improvement Bonds, Series 2025

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 Bonds, Series 2025 (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 _______, 2025. The Notice of Sale relating to the Bonds and describing the competitive bidding process is 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 audited financial statements for the City for the fiscal year ended June 30, 2024, are provided in Appendix B to this Official Statement.

The Bonds. The Bonds will be dated the date of their delivery, with principal payments due on ______ 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 ______ and ______, commencing ______, ____, 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 Bonds to (a) finance the costs of various projects identified as part of the City's capital improvement program and (b) pay the related costs of issuance, all as further described in the subsection "Plan of Financing" in Section Two.

Redemption.* At the option of the City, the Bonds maturing on or after _______, ____, are subject to redemption prior to maturity, in whole or in part (in integral multiples of $5,000), at any time on or after _______, ____. 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 _______, 2025.

Auditors. The City's financial statements for the fiscal year ended June 30, 2024, 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 &

* Preliminary, subject to change.

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 relating to the financial statements addressed in that report or relating to this Official Statement. The City's financial statements are also 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) an ordinance adopted by the City Council on [October 21, 2025], and (5) a resolution (the "Bond Resolution"), adopted by the City Council on [October 21, 2025].

Description of the Bonds

The Bonds will be dated the date of their delivery and will mature on ______ in the years set forth on the inside cover. Interest on the Bonds will be payable on ______ and ______, commencing ______, ____, by check or draft mailed to the registered owners at their addresses as they appear on the registration books on the ______ and ______ immediately preceding each ______ and ______ 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 Bonds maturing on or before _______, ____, are not subject to redemption prior to maturity. At the option of the City, the Bonds maturing on or after _______, ____, are subject to redemption prior to maturity, in whole or in part (in integral multiples of $5,000), at any time on or after _______, ____, upon payment of 100% of the 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 are called for redemption, the maturities of the Bonds (or the portions thereof) to be redeemed will be selected by the chief financial officer 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 a maturity are called for redemption, the particular Bonds within such maturity (or the portions thereof) 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, by the Registrar by lot in such manner as the Registrar in its discretion may determine.

The portion of any Bond to be redeemed will be in the principal amount of $5,000 or some integral multiple thereof. In selecting Bonds for redemption, each Bond will 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 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.

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 giving 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 sent 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.

* Preliminary, subject to change.

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 Appendix E. 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 Bonds (1) to finance various capital expenditures for governmental purposes, including, without limitation, (a) parks and recreational facility improvements, (b) fire apparatus and equipment, (c) public building improvements (including, without limitation, roof and HVAC improvements, furniture and fixtures), (d) sewer line construction and improvements, (e) sidewalk, street, traffic signal and parking lot improvements, (f) capital improvements for the municipal airport, and (g) stormwater system upgrades, and (2) to pay the costs of issuing the Bonds.

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

Estimated Sources of Funds	
Par Amount of Bonds	
[Net] Original Issue [Premium/Discount]	
Total Sources	

Estimated Uses of Funds	
Deposit to City Project Fund	
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, 2024, of the approximately $49,252,653.48 total direct appropriations paid by the Commonwealth to the City, approximately $27,303,018.29 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 payment obligations of the City potentially 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 principal of or premium 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-exempt status of interest on the Bonds as described in the section "Tax Exemption" below. 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 the City Attorney, W. Clarke Whitfield, Jr., Esquire.

Tax Exemption

Opinion of Bond Counsel. In the opinion of Bond Counsel and in accordance with customary opinion practice, under current law, interest[, including any accrued original issue discount ("OID"),] on the 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 tax, (c) is taken into account in determining adjusted financial statement income for applicable corporations (as defined in Section 59(k) of the Internal Revenue Code of 1986, as amended, and applicable regulations thereunder (the "Code")) for the alternative minimum tax imposed on such corporations, and (d) 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 Bonds.

Bond Counsel's opinion is given in reliance upon certifications by representatives of the City as to certain facts relevant to both the opinion and requirements of the Code, and is subject to the condition that there is compliance subsequent to the issuance of the 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 Bonds and the timely payment to the United States of any arbitrage rebate amounts with respect to the Bonds. Failure by the City to comply with such covenants, among other things, could cause interest[, including any accrued OID,] on the Bonds to be included in gross income for federal income tax purposes retroactively to their date of issue. The City may in its discretion, but has not covenanted to, take any and all such actions as may be required by future changes in the Code and applicable regulations in order that interest on the Bonds remain excludable from gross income for federal income tax purposes.

Bond Counsel's opinion represents its legal judgment based in part upon the representations and covenants referenced therein and its review of current law, but is neither a guarantee of a result nor binding on the Internal Revenue Service (the "IRS") 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.

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), updated by "Statement of Opinion Practices," 74 Bus. Law. 801, 807 (2019).* Purchasers of the Bonds should seek advice or counsel concerning such matters as they deem prudent in connection with their purchase of Bonds.

Alternative Minimum Tax

Individuals – Bond Counsel's opinion states that under current law interest on the Bonds is not an item of preference and is not subject to the alternative minimum tax on individuals.

Applicable Corporations – Bond Counsel's opinion also states that under current law interest on the Bonds is taken into account in determining adjusted financial statement income for applicable corporations (as defined in Section 59(k) of the Code) for the alternative minimum tax imposed on such corporations. Under current law, an "applicable corporation" generally is a corporation with average annual adjusted financial statement income for a three-taxable-year period ending after December 31, 2021, that exceeds $1 billion.

[Original Issue Discount. The initial public offering prices of each maturity of the 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 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 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 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 Bonds.]

[Original Issue Premium. 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 Bond must be reduced by the amount of premium that accrues while such Bond is held by the holder. No deduction for such amount will be allowed, but it generally will offset interest on the Bonds while so held. Purchasers of such 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 Bonds.]

Other Tax Matters. In addition to the matters addressed above, prospective purchasers of the 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 Bonds should consult their tax advisors as to the applicability and impact of such consequences.

The IRS 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 IRS does audit the Bonds, under current IRS procedures, the IRS will treat the City as the taxpayer, and the owners of the Bonds will have only limited rights, if any, to participate.

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

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 Bonds by the IRS, 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 current 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.

[Remainder of page intentionally left blank.]

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 Risk Sharing Association. 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. [City Attorney to confirm]

According to the City Attorney, no litigation has been served or, to the best of his knowledge, information and belief, is pending or 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. [City Attorney to confirm]

Ratings

Fitch Ratings ("Fitch"), Moody's Investors Service, Inc. ("Moody's") and S&P Global Ratings ("S&P") 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.

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 adversely affect the market for, and the 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.

Sale at Competitive Bidding

The Bonds will be offered for sale at competitive bidding on _______, 2025, unless such date is postponed or changed as described in the Notice of Sale, attached hereto as Appendix F, respectively. This Preliminary 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 Preliminary 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 underwriter 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 in this subsection "Prior Undertakings," the City has complied in all material respects with its prior continuing disclosure undertakings under the Rule during the last five years. The City timely filed its annual financial information for fiscal year 2020 on EMMA, but inadvertently failed to link such filing to the CUSIP numbers for its General Obligation Public Improvement and Refunding Bonds, Series 2020A (Federally Tax-Exempt), and General Obligation Public Improvement Refunding Bonds, Series 2020B (Federally Taxable) (together, the "2020 Bonds"). The City also failed to provide timely notice of the incurrence of two material financial obligations in May 2021 (the "2021 Obligations") to the holders of its General Obligation Public Improvement Bonds, Series 2019 (the "2019 Bonds"), and the 2020 Bonds. The City has since linked the annual financial information for fiscal year 2020 to the CUSIP numbers for the 2020 Bonds and provided notice of the incurrence of the 2021 Financial Obligations to the holders of the 2019 Bonds and the 2020 Bonds.

Approval of Official Statement

All summaries in this Official Statement of provisions of the Constitution of the Commonwealth, the statutes of the Commonwealth, the ordinances and resolutions of the Council (including the Bond Resolution), the Bonds, the CDA and other documents and instruments are subject to the detailed provisions and judicial interpretations to which reference is hereby made for further information. Such summaries do not purport to be complete statements of any or all of such provisions.

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

APPENDIX B

BASIC FINANCIAL STATEMENTS OF THE CITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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 Bonds,
Series 2025

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 Bonds, Series 2025 (the "Bonds"). Reference is made to the form 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 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 Bonds and the timely payment to the United States of any arbitrage rebate amounts with respect to the Bonds, all as set forth in the proceedings and documents relating to the issuance of the 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 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 tax, and (c) is taken into account in determining adjusted financial statement income for applicable corporations (as defined in Section 59(k) of the Code) for the alternative minimum tax imposed on such corporations. The opinions in clauses (a) and (b) of the preceding sentence are subject to the condition that there is compliance subsequent to the issuance of the 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 Bonds to be included in gross income for federal income tax purposes retroactively to their date of issue. [In the case of the 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 an OID Bond will be increased by the amount of OID treated for federal income tax purposes as having accrued on such OID Bond while the holder holds the OID Bond.] The City may in its discretion, but has not covenanted to, take any and all such actions as may be required by future changes in the Code and applicable regulations in order that interest on the Bonds remain excludable from gross income for federal income tax purposes. We express no opinion regarding other federal tax consequences of the ownership of or receipt or accrual of interest on the Bonds.

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

The opinions set forth above are based on current law, which is subject to change. Such opinions are further based on our knowledge of facts as of the date hereof. 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-exempt 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 _______ __, 2025, and its Official Statement dated _____ ___, 2025, that may have been relied upon by anyone in making the decision to purchase Bonds. We assume no duty to update or supplement these opinions to reflect any facts or circumstances that may hereafter come to our attention or to reflect any changes in any law that may hereafter occur or become effective.

Very truly yours,

APPENDIX D

FORM OF CONTINUING DISCLOSURE AGREEMENT

FORM OF CONTINUING DISCLOSURE AGREEMENT

This **CONTINUING DISCLOSURE AGREEMENT** dated _____ __, 2025 (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 Bonds, Series 2025 (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 generally of the type described in the section entitled "FINANCIAL INFORMATION – Operating Data" in Appendix A of the Issuer's Official Statement dated _____ __, 2025, relating to the Bonds.

If the financial statements filed pursuant to Section 2(a)(i) are not audited, the Issuer shall subsequently 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 ended June 30, 2025.

(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 an 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;

(o) 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

(p) 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 the Issuer receives an opinion of nationally recognized bond counsel to the effect 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.

(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.

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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.

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 Appendix E 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

NOTICE OF SALE

TABLE OF CONTENTS

THE CITY

Introduction

The City of Danville, Virginia (the "City" or "Danville"), situated on the Dan River, is located near the North Carolina state line in the Piedmont section of Virginia. U.S. Highways 29, 58, and 360 provide primary access to the City. The City is located adjacent to the southern part of Pittsylvania County and covers an area of approximately 44 square miles, including approximately 26 square miles annexed by the City on December 31, 1987. The City was founded in 1793 and incorporated in 1830.

Government

The City is operated by a Council-Manager form of government. The City Council comprises nine members who are elected at large to serve four-year terms. The elections are held biennially with five members being elected in one biennium and four in the next. The Mayor and Vice-Mayor are elected by members of the City Council from its membership.

The City Manager is appointed by the City Council as the Chief Executive Officer of the City and is responsible to the City Council for the proper administration of the City government. He appoints all department heads of the City, with the exception of the City Attorney, City Clerk and certain elected officials.

The City currently employs approximately 966 full-time and 155 part-time employees.

All services normally offered by municipalities are provided by the City, including the operation of a utilities department that provides water, sewer, gas, electric and telecommunications services.

The School Board members are elected by the voters at large. Under Virginia law, all operations of the School Board are completely independent of the City Council and the City Administration. The City Council is required to make an annual appropriation to the School Board, but has no legal authority to direct how the appropriated moneys are spent. The School Board currently employs approximately 1,120 full-time employees.

Labor Relations

As part of the 2020 legislative session, the Virginia General Assembly voted to provide localities the authority to recognize labor unions or employee associations as bargaining representatives of any public employee bargaining unit for purposes of bargaining collectively for terms and conditions of employment. The legislation was subsequently signed by the Governor with an amendment making this legislation effective May 1, 2021. To date, the City Council has not adopted an ordinance or resolution authorizing collective bargaining or allowing any such union or employee association to be recognized as an exclusive bargaining representative.

Under Virginia law, any employees of the City, who, in concert with two or more other such employees, for the purpose of obstructing, impeding or suspending any activity or operation of their employing agency or any other governmental agency, strikes or willfully refuses to perform the duties of their employment, shall, by such action, be deemed to have terminated their employment and shall thereafter be ineligible for employment in any position or capacity during the next twelve months by the Commonwealth, or any county, city, town or other political subdivision of the Commonwealth, or by any department or agency thereof.

The City has neither negotiated nor bargained with its employees in any manner concerning any aspect of the terms and conditions of the employment of its employees.

Pursuant to Virginia law, the City provides a grievance procedure for the resolution of various personnel complaints.

Certain City Officials and Administrative Staff Members

City Council

The current members of the City Council are:

Alonzo L. Jones, *Mayor*, has served on City Council since 2010. He served as Vice Mayor from July 1, 2016 to June 30, 2018. On July 1, 2018, he was elected by Council to serve as Mayor and was re-elected as Mayor in 2020, 2022 [and 2024]. Mr. Jones received his education in Danville Public Schools and served in the United States Armed Forces. Mr. Jones is a Commissioner for Danville Redevelopment and Housing Authority, serves on the Board of Directors for the Center for Early Success and College Bonanza, and serves on the Board of Directors for the Blue Ridge Chapter of the American Red Cross. Additionally, he is a Royal Mason at Danville Royal Lodge #104 and a member of American Legion Post 29. He is the Founder and President of One Accord Unlimited, Inc. and owner of JKLIPPERZ Barbershop. In February 2022, he received the Humanitarian Award from the Danville chapter of the NAACP in honor of his dedication and advocacy in the community. In 2023, he was awarded the Hall of Fame Award by Big Brothers, Big Sisters of Danville Area. In 2024, he received the Appreciation Award for his outstanding community service to the City of Danville from the Rho Iota Chapter of Omega Psi Phi Fraternity, Inc. Mr. Jones is a past school board member for Danville Public Schools, appointed by Council in 2004 and elected in 2006, and former member of the BB&T Advisory Board.

James B. Buckner, Vice Mayor, has served on City Council since 2014. Prior to serving on City Council, Mr. Buckner was appointed by the City Council to the Fair Housing Board for the City in 2012 and served in such capacity until his election to City Council. A native of the City, Mr. Buckner graduated from George Washington High School in 1997. He worked for Dan River Mills/Schoolfield Division, Dimon Tobacco, and then owned and operated The Temple nightclub in downtown Danville. He later worked at Goodyear Tire and Rubber in Danville before leaving to open Pawn Shops America in 2009, which he sold in 2016. Mr. Buckner is a realtor with Wilkins & Co. Realtors and currently serves on the boards of the West Piedmont Planning District Commission, the Metropolitan Planning Organization and the Transportation Advisory Board.

L. G. "Larry" Campbell Jr. has served on City Council since 2008 and has served as Co-Assistant Pastor at Bible Way Cathedral Church since 1994. The Rev. Campbell received his Bachelor of Arts in History from Averett University and his Master's degree in Guidance from North Carolina A & T University. He serves as a board member for Goodwill, Daden, Rotary Club, Big Brothers and Big Sisters, the Boys and Girls Club, the Ministers Alliance, Head Start and Neighbors Helping Neighbors. The Rev. Campbell is Vice President of the NAACP and serves on the Staunton River RIFA and the Community Health Coalition. He founded the Wisdom in Networking Program (an ex-offender back-to-work initiative).

Bryant Hood has served on City Council since 2020. Mr. Hood studied at George Washington High School, is the founder and CEO of The Stayhood Foundation and Economics Through Edutainment (ETE) and is a Qualified Mental Health Paraprofessional with Focus Point Mental Health. Mr. Hood currently serves on the Danville Development Council and the board of the Dan River Business Development Center.

Barry P. Mayo was elected to City Council in May 2020. He is a native of Danville and a graduate of George Washington High School. He attended the University of New York and Northcentral University, where he received his bachelor's degree in Liberal Arts and a master's degree in Education Athletic Administration, respectively. Mr. Mayo currently works at Danville Community College with the TARE and SCALE-UP programs, which focus on training citizens of the City and Pittsylvania County for employment, job preparation and short term career studies. Previously, Mr. Mayo worked with Pittsylvania Community Action for twelve years, including serving as a Case Manager for SouthWest Cares assisting ex-offenders re-entering the community. Mr. Mayo also worked for District 14's Probation & Parole, assisting returning citizens with the re-entry process. Mr. Mayo has served as a mentor for young men ages 8-18 and has been active in the community throughout his life. He currently serves on the Board of Directors for Piedmont Access to Health Services and on the board of Pittsylvania County Community Action.

Gary P. Miller, M.D. F.A.C.C., a local cardiologist, has served on City Council since 2008. Dr. Miller served as Vice Mayor from 2014-2016 and 2020-2024. Dr. Miller received his Bachelor of Science in Biology in 1970 from Virginia Polytechnic Institute and State University in Blacksburg and his medical degree at the Medical College of

Virginia (now VCU Health System). He was the Fifth District representative to the Virginia Board of Medicine, appointed by Governor Allen from 1997 to 2001, and has served as a Counselor to the Medical Society of Virginia for the Fifth District. He is the co-owner and President of Cardiology Consultants of Danville, Inc. Dr. Miller currently serves on the Board of the Danville-Pittsylvania Regional Industrial Facility Authority ("RIFA") and the Danville Utility Commission.

Sherman M. Saunders was appointed to City Council in December 2001 to fill an unexpired term. He had previously served on City Council from 1996 to 2000 and was subsequently re-elected in 2004, 2008, 2012, 2016 and 2020. Mr. Saunders became Mayor in January 2008 and served through June 2016. Mr. Saunders is retired, most recently serving as the Executive Director for Pittsylvania County Community Action, Inc. Mr. Saunders serves on the Employee Retirement System Board of Trustees, Danville-Pittsylvania County RIFA, and Staunton River RIFA. He previously served on the Board of Directors of the Pittsylvania Economic Development Organization and Roman Eagle Nursing Home. He is a former Board member of the Danville Chamber of Commerce and past president of the Pittsylvania County Chamber of Commerce. Mr. Saunders is past President of the Virginia Council Against Poverty, past President of Region III Community Action Agencies for the states of Pennsylvania, Delaware, Maryland, Virginia, West Virginia and Washington, D.C, and former Chairman of the Board of Directors of the Dan River Business Development Center.

J. Lee Vogler, *Jr.* has served on City Council since 2012. Mr. Vogler served as Vice Mayor from July 2018 to June 2020. A native of Danville, Mr. Vogler graduated from Virginia Commonwealth University in 2010 with a bachelor's degree in Political Science. He is currently employed as the Managing Partner for Andrew Brooks Media Group. Mr. Vogler is involved in several community activities including serving as Chairman of the Danville-Pittsylvania County RIFA, as well as serving on the Staunton River RIFA, the Danville-Pittsylvania Metropolitan Planning Organization, and the West Piedmont Planning District Commission. He has served several years on the Executive Committee for the Harry Johnson Holiday Classic. He is also a Past President, and current member, of the Danville Kiwanis Club. In 2017, Mr. Vogler was recognized by the Virginia Chapter of the American Planning Association as Virginia Local Legislator of the Year. In 2022, he was appointed by Governor Glenn Youngkin to the Virginia Small Business Commission.

Madison J.R. Whittle has served on City Council since 2016. A native of Danville, he attended Sacred Heart Catholic School, graduated from George Washington High School, and became a local entrepreneur and small business owner. In 1988, he founded MJRW, Inc., and has gone on to strengthen his expertise in real estate, specifically in property management as owner-developer of numerous residential and commercial properties throughout the City of Danville and other areas. Mr. Whittle is a member of the Danville Rotary Club and has been honored as a Paul Harris Fellow Sustainer. He is also a member of the Danville Pittsylvania County Chamber of Commerce and the Danville Cancer Society and a founding member of the Crossroads Christian Counseling Mission. Mr. Whittle is also a club member at the Virginia International Raceway in Alton, Virginia.

City Staff

Senior members of the City staff include the following individuals:

Kenneth F. Larking, City Manager, began work for the City of Danville in March 2013 as Deputy City Manager. He served as interim City Manager from December 2015 until April 2016, at which time he was appointed City Manager. Mr. Larking began his local government career as the Budget and Performance Manager for the City of Hickory, North Carolina, from April 1999 to January 2003, before serving as Town Manager of Yadkinville, North Carolina, from January 2003 to February 2010. He subsequently served as Assistant County Manager of Moore County, North Carolina, from February 2010 to March 2013. Mr. Larking received his B.A. and M.P.A. from Appalachian State University in 1995 and 1999, respectively. Mr. Larking was born in Kitchener, Ontario, Canada and spent his childhood in Alberta, New Jersey, Texas, Arizona, and North Carolina, where he graduated from high school. Mr. Larking serves as Treasurer for Virginia First Cities, is a member of the International City/County Manager's Association, and the Virginia Local Government Management Association. In July 2022, he was awarded a certificate of completion for the Senior Executives in State and Local Government Program at the John F. Kennedy School of Government at Harvard University.

Earl B. Reynolds, Jr., Deputy City Manager, received his B.S. from Fayetteville State University in 1973. He went on to receive his M.A. degree and later his M.S. from the State University of New York, Albany, in 1974 and 1978, respectively. He has been involved in Virginia local government for almost 40 years as a regional planning district program specialist, Planning Chief and Assistant City Manager for Roanoke, City Manager for Martinsville, Deputy Housing Authority Director for Roanoke, Community Development Director and now Deputy City Manager for Danville. Mr. Reynolds has also served as President of the Virginia Municipal League and President of the Virginia Local Government Management Association.

Susan M. DeMasi, City Clerk, is a certified Municipal Clerk having received certification from IIMC Municipal Clerk's Institute. Ms. DeMasi was formerly a Legal Assistant at the law firm of Daniel, Medley & Kirby in Danville, Virginia. In 2011, she was appointed by the City Council as the City Clerk. Ms. DeMasi is an active member of the International Institute of Municipal Clerks and Virginia Municipal Clerks Association.

W. Clarke Whitfield, Jr., City Attorney, received his B.A. from the University of Virginia in 1990 and his J.D. from Regent University School of Law in 1993. Mr. Whitfield was in private practice from 1993 to 1998. He was appointed Assistant City Attorney in 1998 and appointed City Attorney on June 1, 2004. Mr. Whitfield is active in various professional and community organizations. He served as a member of the board of directors and as the President for the Local Government Attorneys of Virginia (having also served as the Treasurer and Vice President), as well as the past President of the Pittsylvania County Bar Association, the Danville Bar Association and the Danville Optimist Club.

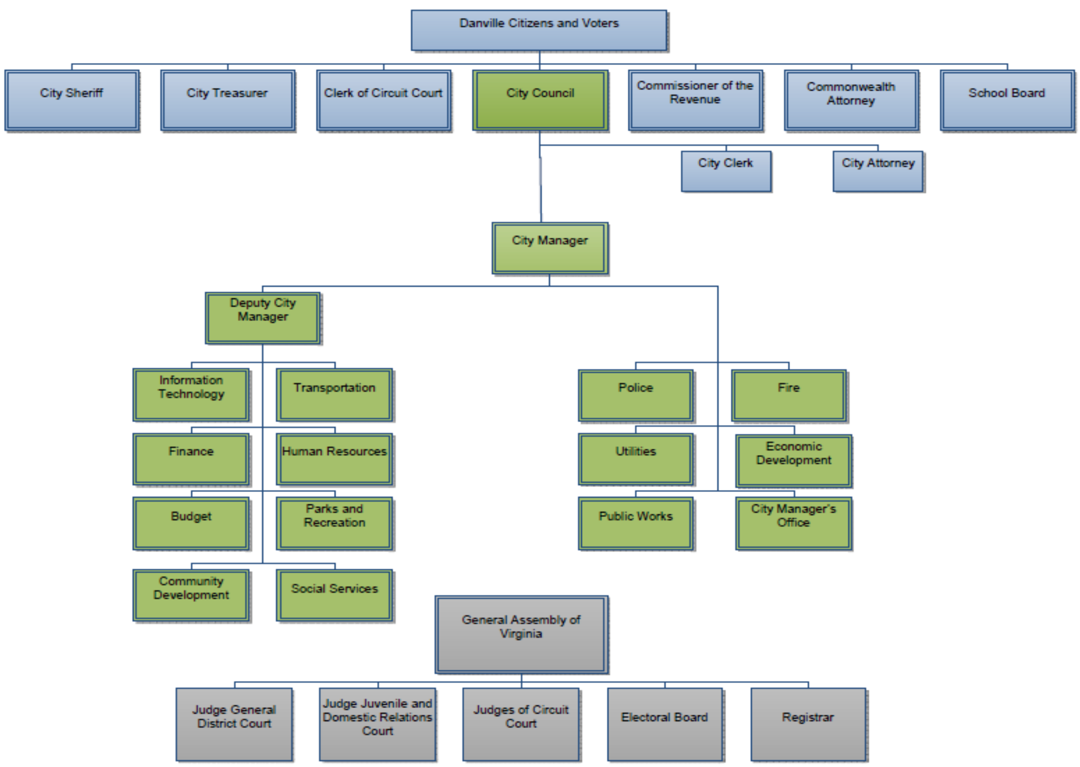
Michael L. Adkins, *CPA,* Chief Financial Officer, received his B.S. in Accounting from Virginia Polytechnic Institute and State University in 1992 and his Certified Public Accountant Certificate in 1993. He received his M.B.A. from Averett University in 1996, where he also served as an adjunct faculty member. Mr. Adkins was employed in both public accounting and private industry prior to his employment with the City. Mr. Adkins began his career with the City in May 2005 as Assistant Director of Finance and began serving as Interim Director of Finance in July 2014, before being appointed as the Director of Finance in October 2014, and later named Chief Financial Officer in 2021. He also serves as Treasurer of the Danville-Pittsylvania Regional Industrial Facility Authority and Executive Secretary of the Employees Retirement System of the City of Danville. Mr. Adkins is a member of the Government Finance Officers Association and the Virginia Government Finance Officers Association.

Henrietta Weaver, CPA, Budget Director, received her B.S. in Accounting and her master's degree in Accountancy from Georgia Southern University. She is a Certified Public Accountant and is licensed in Virginia, North Carolina, and Georgia. Ms. Weaver worked in public accounting as an external auditor of governmental entities and non-profits for nearly a decade before joining the City of Danville in 2015. Ms. Weaver began her career with the City as an Accountant III, providing accounting and reporting services for the Employees' Retirement System, the City's utility funds, and the Danville Pittsylvania Regional Industrial Facility Authority. In 2021, Ms. Weaver was promoted to the position of Budget Director. She is a member of the Government Finance Officers Association and the Virginia Government Finance Officers Association.

Corrie Bobe, Director of Economic Development and Tourism, joined the department in November 2009. In this role, Ms. Bobe is responsible for leading the organization's mission to improve the economic health and quality of life of the City through the creation and retention of jobs, building of local wealth, and increasing the tax base. Prior to this position, Ms. Bobe served as Assistant Director and led redevelopment efforts within Danville's award-winning River District. She also serves as staff to the Industrial Development Authority of Danville, Virginia, the Danville Pittsylvania Regional Industrial Facility Authority and the Staunton River Regional Industrial Facility Authority. Ms. Bobe is a member of the West Piedmont Workforce Investment Board, a member of the Virginia Economic Developers Association where she serves as co-chair of the Downtown Special Interests Group, a member of the International Economic Development Council, Secretary of the Dan River Business Development Center Board of Directors, Chair of the Southern Virginia Regional Alliance, and a member of the SOVA Taskforce. Ms. Bobe is a native of Danville and graduated from Virginia Tech with a Bachelor of Science degree in Marketing Management. She is also a graduate of the University of Oklahoma's Economic Development Institute and the Danville Pittsylvania County Chamber of Commerce's Leadership Southside program. Ms. Bobe has been named to the Virginia 500 Power List by Virginia Business Magazine for three consecutive years.

Dr. Angela Hairston, Ed.D., Superintendent of Danville Public Schools, has served in such role since December 2020. Prior to her appointment, she served as Superintendent of Winston-Salem/Forsyth County Schools in North Carolina. She is a native of Southside Virginia and completed her secondary education in the Pittsylvania School System. She received a Bachelor's degree in Mathematics and Business Management from Averett University and began her career in education in the Halifax County and Virginia Beach School systems before returning to Danville to teach mathematics at George Washington High School. Dr. Hairston later served as the first principal of Westwood Middle School. Dr. Hairston continued her education by earning a Master's degree in Secondary School Administration from Hampton University in Hampton, Virginia, and a Doctorate Degree in Educational Leadership from Virginia Polytechnic Institute and State University in Blacksburg, Virginia. Dr. Hairston continued her career in the state of Georgia serving as a director of human resources, a principal, and an assistant principal for the Gwinnett County Public Schools, as a region superintendent and principal for the DeKalb County School District and as a superintendent for localities in Georgia and North Carolina.

City of Danville Organizational Chart



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Utility Systems

The Department of Utilities provides water, wastewater, natural gas, electric and limited telecommunications services.

Water/Wastewater System. The City has owned and operated a potable water supply system since 1876. The water treatment plant has a design capacity of 18 million gallons per day ("MGD") and is presently treating about 5.27 MGD. The system now consists of approximately 2,116 hydrants and approximately 336 miles of distribution mains ranging in size from 2" to 36" and serves approximately 17,682 residential, commercial and industrial accounts within the City limits. It complies with the Waterworks Regulations of the Commonwealth of Virginia State Board of Health and regulations of the federal Environmental Protection Agency. The system also serves customers outside the City limits through master meters to the Pittsylvania County Service Authority and two master meters to Caswell County, North Carolina.

The water distribution grid consists of six service areas - one service area supplied from the Ballou Park Reservoirs (one holding up to eight million gallons and one holding up to four million gallons) and a Westover standpipe and five high-pressure service areas at higher elevations with storage tanks supplied by pumps. Total aggregate storage on the system is 16.45 million gallons. Static pressures in the system range from 20 pounds per-square-inch ("PSI") at the higher elevations to over 90 PSI at the lower elevations. Distribution mains in the older sections of the City are over 100 years old and are being replaced or renovated.

Major future system initiatives in the City's Capital Improvement Program include replacement of mains, extensions into the unserved portions of the City and replacement of major water distribution mains in Ballou Park. A recent Water Treatment Plant project included the installation of mixing and aeration equipment in the eight-million-gallon reservoir to reduce trihalomethane levels below state and federal levels. In 2022, the City completed its Water Systems Master Plan, outlining the City's construction program for the system over a 10-year period. This plan identified various infrastructure improvements and modifications. Main replacements are prioritized according to industry criteria. The Water Treatment Plant has a design capacity of 18 MGD, and the average monthly production is 5.23 MGD.

The City's Industrial Water System was constructed in 1966. It has a capacity of three MGD with 3% of the capacity now being used. This system provides industrial "process" water for Goodyear Tire and Rubber Company and serves as a backup non-potable water supply for the City's Southside pumping station and Northside Wastewater Treatment Plant ("NSWWTP"). Reserve capacity is available to serve additional industrial customers.

The City's wastewater treatment facility has a design capacity of 20.0 MGD. Present usage is about 6.29 MGD, down substantially over recent years due to manufacturing plant closures in the community. A $7.3 million improvement project was completed in 2000 to address maintenance needs, reserve capacity and additional requirements imposed by regulatory agencies. The City completed modifications to the plant in 2012 to allow operations at reduced capacities of 6 to 12 MGD in order to lower operating costs. These modifications changed the plant process from a pure oxygen activated sludge plant to a conventional activated sludge plant using ambient air. Plant modifications also included converting the two floatation grit separators into high-rate primary clarifiers. The NSWWTP, which includes the plant, nine system pump stations, the industrial pre-treatment program and bio-solids disposal, is operated by INFRAMARK Water & Infrastructure.

Gas System. The City's gas system is one of three municipally-owned gas utility systems in the Commonwealth. The gas system began business on January 27, 1874, and was delivered into possession of the Town of Danville on May 1, 1876. It manufactured coal gas that was used to light the streets of Danville. On December 5, 1950, the system was switched from manufactured gas to natural gas, and Danville became the first customer to receive gas on the Transcontinental Gas ("TRANSCO") pipeline.

The TRANSCO pipeline is a 10,500-mile system that transports natural gas to markets in the eastern United States. It secures natural gas from onshore and offshore wells in Texas and Louisiana and supplies a portion of the natural gas requirements for cities from Texas to Pennsylvania. The City's gas system is connected only to the TRANSCO pipeline. The City Gate Station is located 2.5 miles west of the City limits. From this location, two steel mains carry gas into the City at 285 PSI to supply the gas distribution grid.

The distribution system contains 12 district regulator stations that supply suitable pressures to customers via approximately 337 miles of distribution mains, ranging in size from 1¼" to 16". Gas is distributed to approximately 14,761 service accounts, including the following large industries: Goodyear Tire and Rubber Company, Blue Ridge Fiberboard, Tyson Foods, DanChem Technologies, Nestle, Intertape Inc. and Unarco. The distribution grid supplies gas at intermediate- and low-pressures through a system of steel, cast iron and polyethylene plastic gas mains.

The City has contracted with Symmetry Energy Solutions to manage its natural gas capacity and storage assets. TRANSCO capacity assets consist of 16,910 dekatherms per day of firm transportation, plus 3,876 dekatherms per day of storage service, for a total deliverability of up to 20,786 dekatherms per day to the City Gate. Gas supply is provided at a discount through a municipal prepay arrangement with Municipal Energy Resource Corporation.

Electric System. The City's electric distribution system covers approximately 500 square miles, including the City and portions of three adjacent counties. The 1,800 miles of 12,470/7,200-volt distribution lines originate from 17 substations that are serviced by 122 miles of 69,000-volt transmission lines. As of June 30, 2024 approximately 42,830 meters were in service. The typical residential customer paid an average annual bill of $1,763.39 for electricity used domestically. In March 2006, the City became a member of American Municipal Power, Inc. ("AMP"). AMP is a nonprofit wholesale power supplier and services provider for 131 member communities in eight states. The objective of the membership is to obtain a cost-effective, diversified portfolio of electric generation assets and a power supply contract consistent with the City's self-sufficiency strategy to meet the electric needs of its utility customers. The City has multiple contracts with AMP to participate in large generating projects. Such projects are intended to decrease exposure to the volatility of the wholesale energy market for the purchase of electric power. These projects are also intended to be the means for the City to stabilize future retail rates.

The City's electric system served a peak load of 218,029 kilowatts ("kW") with 929,694,814 kilowatt hours ("kWh") of energy purchased for the fiscal year ended June 30, 2024. The City sold a three-unit hydroelectric generating plant with a maximum capacity of 10,607 kW and a 450-kW unit at the Talbott Dam site to Northbrook Energy on February 10, 2021. The City purchases all of the energy, capacity, and renewable energy credits associated with this small hydro facility. For fiscal year ending June 30, 2024, Pinnacles generated 25,702,670 kWh of energy. Appalachian Electric Power also provides transmission service for all purchased power to three of the City's delivery points. Each delivery point has a capacity of 252,000 kW, which is just above the system's historic consumption of 246,800 kW.

In January 2016, the City and STS Hydropower finalized a twenty-year agreement for the City to purchase 4.55 megawatts of electricity generated at the Schoolfield dam located in the City. Both the City Council and the Utility Commission unanimously approved the project. The agreement became effective on December 1, 2016, and expires on November 30, 2036. The terms include a $63.50/megawatt hour rate with a 1.75% annual escalation. The generation represents approximately 1% of the City's peak load.

The City recently completed improvements to its electric system generation, transmission, substation and distribution facilities, including upgrades to the Airside substation in January 2024. The City also added a fourth delivery point with Appalachian Power, a subsidiary of AEP, in July 2024 at the West Ford substation.

The City maintains a Five-Year Capital Improvement Plan (the "CIP") for major infrastructure improvements funded through electric system revenues, reserves, and proceeds from the issuance of bonds. *See "CITY INDEBTEDNESS AND CAPITAL PLANS – Capital Improvement Plan."* In addition, the City's annual operating budgets include funding for ongoing operating, maintenance, and capital upgrade needs to provide reliable, cost-competitive electric power for its customers and offer an attractive electric power supply to potential businesses and industries looking at sites within the Danville service area.

Telecommunications System. The State Corporation Commission of the Commonwealth granted the City (d/b/a Danville Department of Utilities) a certificate of public convenience and necessity on November 1, 2002, to provide local exchange telecommunications services in the City and the Counties of Halifax, Henry, Patrick, and Pittsylvania. The City is also registered with the Federal Communications Commission as a telecommunications service provider.

The City completed the initial construction of "nDanville" in 2004. nDanville is a 154 route-mile fiber optic broadband network that covers the City and Pittsylvania County. Phase One involved connecting all municipal government and public school buildings, and Phase Two allowed nDanville to start serving businesses.

nDanville's open access architecture provides opportunities for service providers to take advantage of a municipally constructed and operated telecommunication system to conduct business in return for a share of their revenues. As described below, the business model allows service providers to make use of nDanville as if it were their own network by activating and deactivating customer services freely without the interaction of the network operator (i.e., Danville Utilities). The open access model provides an equal "broadband marketplace" that promotes competition.

nDanville's operating principle, since its inception, is that the City's businesses, institutions, and households should have affordable broadband services on par with those available elsewhere in the Commonwealth in order to ensure access to entertainment, cultural, health and especially educational and economic opportunities. Many advanced broadband applications require fiber optic communications, particularly those requiring symmetrical up and down bandwidth greater than a few megabits per second. Conventional cable and DSL services offer only limited asymmetrical bandwidth.

Gross operating revenues were $884,895 during fiscal year 2024. This compared favorably to the prior fiscal year, showing an increase of approximately $25,052. Currently, there are over 200 businesses and 300 residences connected and using the network through third-party service providers. The City and the service providers enter into revenue sharing agreements that provide funding for the network. Revenues are also generated by services rendered to the City's public schools and Pittsylvania County public schools. Payments for services to schools and libraries are subsidized with federal "E-Rate" funds.

Transportation

The transportation network supporting commerce and industry in the City includes general aviation service at Danville Regional Airport, rail passenger service by Amtrak, rail freight service by Norfolk Southern Railway and a local public transportation service. The major highways include U.S. 29, a divided four-lane north-south route, and U.S. 58, a divided four-lane east-west route.

Air Service. The City owns the Danville Regional Airport, which is located just east of the City and supports air freight, charter services, flight instruction and corporate business aviation activities.

Passenger Rail Service. Amtrak has one northbound and one southbound train per day serving the City, providing transportation to New York, New York; Washington, D.C.; New Orleans, Louisiana; Charlotte, North Carolina; and other points.

Trucking. Five motor freight carriers have terminals in the City, and numerous carriers offer daily local service from nearby cities.

Public Transportation. The Danville Transit System provides public transportation service through a unique service model combining fixed route and reservation based operations to improve access and convenience. The system maintains a 27-bus fleet.

Public Education

The Danville Public Schools are organized into four instructional levels—two preschools, seven elementary schools, two middle schools, one alternative school and two high schools. George Washington High School offers a comprehensive high school program. Galileo Magnet High School offers an International Baccalaureate Program. R.I.S.E. Academy serves students in grades 6-12 needing more individualized educational programs to be successful. Also at R.I.S.E. Academy is a credit recovery program for students who work individually using technology to complete one course at the time. Students also attend programs through the Piedmont Governor's School for Math, Science and Technology, the Academy for Engineering and Technology, the Early College Program at Danville Community College, as well as the Adult and Career Education Center. W.W. Moore Detention Home Program also has an educational program for students.

The entering total public school enrollment for the past five years is set forth in the table below:

2021-2022	2022-2023	2023-2024	2024-2025	2025-2026
5,736	5,557	5,588	5,590	

While current school sites were constructed over a period from 1934 to 1995, there is an ongoing maintenance and improvement program. All sites have been upgraded with high-speed local area computer networks that interconnect all classrooms and administrative functions through a wide area network that provides Internet access throughout the system.

In April 2022, the City issued its $127,000,000 General Obligation School Bonds, Series 2022, to finance a program of capital improvements for school purposes. Such school bonds were issued after the City voters approved at a referendum in November 2021 both the issuance of such bonds and the imposition of additional sales tax and a local use tax of up to 1% to finance the costs of school projects (including associated debt service). The authority to impose such additional taxes will expire in May 2041.

The School Board anticipates using the proceeds of such school bonds to pay for a program of capital improvements benefitting Danville Public Schools, including without limitation: renovations to George Washington High School including the interior and exterior of the main building, the career and technology classrooms, gym, cafeteria, and outdoor recreational areas. Uses also include a replacement school at Johnson Elementary School and renovations to the Langston High School site.

Higher Education

Danville Community College ("DCC") is a two-year institution of higher education under the statewide Virginia Community College System. DCC's service area includes the City of Danville, Pittsylvania County and Halifax County. DCC, its employees, and students are governed by the policies established by the State Board for Community Colleges and with the support and advice of the Danville Community College Board. DCC offers a wide variety of programs ranging from college transfer to occupational and technical programs. DCC also offers a comprehensive program of adult and continuing education, career training, and customized classes to meet the needs of business and industry. For the start of the 2025-2026 academic year, DCC had a total estimated enrollment of [1,531] full-time students.

Averett University, founded in 1859, is a private, co-educational, liberal arts institution located in the City, offering undergraduate and graduate degree programs. Averett University has a total enrollment of more than 1,300 students representing 24 states and 20 countries, and offers more than 30 undergraduate majors with a number of concentrations and minors, and 10 graduate programs with several concentrations and graduate certificates. Averett University also offers evening and summer programs, as well as online education courses, for traditional and non-traditional students in numerous locations across Virginia.

Medical

Sovah Health – Danville (formerly Danville Regional Medical Center), located in the City, provides acute and emergent care services to the citizens of the City and the counties of Pittsylvania, Virginia, and Caswell, North Carolina. Sovah Health – Danville is currently licensed for 250 beds and 20 bassinets. The hospital has comprehensive surgical services, 24-hour emergency services, an advanced wound healing center, cardiac rehabilitation center, two cardiac catheterization labs, a one-day surgery center, and medical & radiation oncology services. Sovah Health – Danville is accredited by American College of Cardiology Accreditation Services for Chest Pain Center, Heart Failure & Cardiac Cath Lab; recognized by The Joint Commission as a Certified Advanced Primary Stroke Center; accredited by the American College of Surgeons' Commission on Cancer; and is a member of the Duke Heart Network and Duke Telestroke Network.

ECONOMIC AND DEMOGRAPHIC DATA

Population

The following table indicates the City's and the Commonwealth's comparative population data since 1980.

	1980	1990	2000	2010	2020	2024*
City of Danville	45,642	53,056	48,411	43,055	42,590	42,700
Commonwealth of Virginia	5,346,818	6,187,358	7,078,515	8,001,024	8,644,727	8,811,195

Sources: U.S. Census Bureau; Weldon Cooper Center for Public Service, University of Virginia.
* July 1, 2024, estimate (latest information available).

Employment

The Danville-area industries have diversified considerably since the City's historic focus on textiles, tires, tobacco and glass.

Selected data are presented below to illustrate employment conditions in the City.

NON-AGRICULTURAL EMPLOYMENT FOR THE CITY OF DANVILLE

Industry	Average Employment
Health Care and Social Assistance	5,249
Manufacturing	3,780
Retail Trade	3,643
Accommodation and Food Services	3,954
Educational Services	1,957
Public Administration	1,018
Other Services (except Public Administration)	897
Administrative, Support, Waste Management	785
Professional, Scientific, and Technical Services	734
Finance and Insurance	564
Wholesale Trade	560
Transportation and Warehousing	531
Construction	470
Real Estate and Rental and Leasing	355
Arts, Entertainment, and Recreation	196
Management of Companies and Enterprises	187
Information	108
Unclassified Establishments	68
Agriculture, Forestry, Fishing and Hunting	9
Utilities*	0
TOTAL	25,065

Source: Virginia Employment Commission. First Quarter of 2025 Quarterly Census of Employment and Wages (latest information available).
* Confidential data.

TEN LARGEST EMPLOYERS IN THE CITY OF DANVILLE

The following table sets forth the ten largest employers in the City as of June 30, 2024: [2025 data available?]

Employer	Product	Estimated Employment
Goodyear Tire & Rubber Co.	Manufacturer	1,979
Sovah Health	Medical Services	1,442
Danville City Public Schools	Education	1,179
City of Danville	Government	1,120
Caesars Entertainment	Casino	420
Buitoni Food Co.	Manufacturer	350
EPL America (Essel Propack)	Manufacturer	322
Danville Pittsylvania Community Services	Social Services	255
EBI	Manufacturer	243
Roman Eagle	Healthcare/Retirement	240

Source: Department of Finance, City of Danville.

Unemployment

The following tables show various unemployment data for the City and the Commonwealth for the last ten years:

	City of Danville			Commonwealth of Virginia		
Year	Labor Force	Unemployed	Unemployment Rate	Labor Force	Unemployed	Unemployment Rate
2016	18,738	1,166	6.2%	4,251,531	170,348	4.0%
2017	18,629	1,128	6.1	4,326,559	156,998	3.6
2018	18,284	1,014	5.5	4,352,465	129,919	3.0
2019	17,832	962	5.4	4,404,760	121,287	2.8
2020	17,893	1,939	10.8	4,331,844	280,443	6.5
2021	17,301	1,183	6.8	4,317,221	165,560	3.8
2022	17,390	828	4.8	4,433,149	119,448	2.7
2023	17,819	821	4.6	4,556,785	123,089	2.7
2024	18,054	928	5.1	4,585,885	131,269	2.9
2025*	17,942	1,115	6.2	4,568,413	177,964	3.9

Source: Bureau of Labor Statistics.
* As of June 2025 (latest information available for the City).

Per Capita Personal Income Estimates

The following table shows the per capita income estimates for the Danville Micropolitan Statistical Area ("MSA") and the Commonwealth for the last ten years.

	Danville MSA	Commonwealth of Virginia	United States
2014	$31,762	$49,760	$46,289
2015	32,874	51,617	48,062
2016	33,433	52,656	48,974
2017	34,574	54,377	51,006
2018	35,820	56,130	53,311
2019	37,218	58,362	55,567
2020	40,596	61,400	59,114
2021	44,122	66,971	64,450
2022	45,831	69,673	66,096
2023	48,769	73,681	69,418

Source: U.S. Department of Commerce, Bureau of Economic Analysis.
[*] Latest information available.
Note: Danville MSA includes the City and Pittsylvania County.

Taxable Retail Sales

The City's retail sales information for the last ten years is presented below.

Calendar Year	Taxable Retail Sales[1]
2015	$ 770,375,645
2016	787,030,012
2017	793,761,924
2018	801,635,146
2019	781,216,282
2020	817,774,685
2021	916,459,674
2022	962,299,795
2023	1,030,993,758
2024	1,090,588,226

Source: Virginia Department of Taxation.
(1) Includes only those sales subject to Virginia Sales and Use Tax.

Building Permits

The value of building permits issued for each of the past ten fiscal years is shown below:

Fiscal Year	Residential No.	Residential Value	Commercial No.	Commercial Value	Total No.	Total Value
2016	377	$ 3,650,832	182	$ 43,222,570	559	$ 46,873,402
2017	328	3,426,354	159	50,193,652	487	53,620,006
2018	253	3,178,468	136	30,694,033	389	33,872,501
2019	334	3,877,530	157	27,445,899	491	31,323,429
2020	298	3,262,691	143	53,824,986	441	57,087,677
2021	145	3,076,134	114	30,148,797	259	33,224,931
2022*	340	8,139,482	166	216,198,056	506	224,337,538
2023*	406	10,555,786	249	255,492,401	655	266,048,187
2024*	409	12,381,517	228	228,145,961	637	240,527,477
2025	318	10,652,310	170	237,597,482	488	248,249,792

Source: Inspection Division, Department of Engineering, City of Danville.
* Data for Fiscal Years 2022, 2023 and 2024 includes the initial construction permits related to the casino development described in the section below.

Casino Development [any updates to this section?]

At a referendum held on November 3, 2020, City voters approved the location of a casino gaming establishment at the former Dan River Mills Schoolfield Division site within the geographic boundaries of the City. Regulatory approval was granted by the Virginia Lottery Board and in September 2020, the City negotiated a comprehensive casino development agreement (the "Casino Agreement") with Caesars Entertainment ("Caesars"), providing for the details of the casino project that Caesars proposes to build and its financial commitments to the City. The Casino Agreement (as amended and restated in May 2024) states that Caesars will make an initial capital investment of at least $750 million to develop the project on the Schoolfield site, including a casino, restaurant options, a 300-room hotel and 40,000 square feet of conference center space. Caesars has estimated that the project will result in approximately 900 construction-related jobs during the development of the project and that, upon completion, the casino's operations will require between 900 and 1,300 full-time equivalent employees on an annualized basis.

The Casino Agreement requires Caesars to make a lump sum payment of $15 million to the City and a payment of $5 million to purchase the Schoolfield property from the City's economic development authority. The Casino Agreement also provides for Caesars to pay an annual gaming fee as well as applicable fees and taxes imposed by the City and the Commonwealth. The annual gaming fee is determined pursuant to a revenue sharing formula, but Caesars has agreed to a minimum annual payment of $5 million, which began September 1, 2023. After combining the gaming fee payments to be received from the revenue sharing formula with Caesars and the City's share of the related state and local fees and taxes to be paid by Caesars, the City expects to receive 8.5% of the first $200 million in adjusted gross receipts derived from the casino resort operations, 13% of adjusted gross receipts between $200 million and $400 million, and 18% of adjusted gross receipts that exceed $400 million. Caesars has estimated that, within the first three years of the commencement of full resort operations, new annually recurring revenues to the City (including the gaming fee and the applicable fees and taxes) will exceed $30 million.

Pursuant to the Casino Agreement, in December 2020 Caesars made the lump sum payment of $15 million to the City and purchased the Schoolfield property from the City's economic development authority for $5 million, as discussed above. On September 16, 2021, Caesars unveiled the design plan for the casino, announcing that site preparation was already underway. In May 2023, Caesars erected a temporary structure on the site to house a temporary casino facility. The temporary casino facility has been generating average monthly net gaming revenues of nearly $19 million, providing the City approximately $1.6 million of revenue each month. The casino operated a temporary structure for all fiscal year 2024, with an average net gaming revenue exceeding $19,000,000 each month. The permanent casino resort/hotel/conference center opened on December 17, 2024.

Southern Virginia Megasite at Berry Hill [any updates to this section?]

The Southern Virginia Megasite at Berry Hill (the "Megasite") is a 3,528-acre publicly-owned mega site and the largest in Virginia and the southeastern United States. The Megasite is owned by the Danville-Pittsylvania Regional Industrial Facility Authority, a joint venture between the City and Pittsylvania County, and tax revenues generated at the Megasite will be shared equally between the two localities. The Megasite is suitable for original equipment manufacturer manufacturing operations and large advanced industrial tenants. With available water, sewer, electrical infrastructure, and access to Williams Transco Pipeline via an existing onsite gate station, it is ready for multiple industrial users. The Megasite is within a one-day drive of 60% of the US population and two-thirds of the US industrial base, with direct route to the Mid-Atlantic Gateway at Port of Virginia. In addition, the Megasite offers onsite Class I rail with Norfolk Southern. The Megasite is Virginia Economic Development Partnership certified - Tier 5, the highest designation given to shovel-ready sites.

Governor Glenn Youngkin recently announced the first project at the Megasite. Microporous LLC, a leading manufacturer of battery separators, will invest $1.35 billion to establish a new manufacturing facility at the Megasite. The facility is expected to create 2,015 new jobs.

FINANCIAL INFORMATION

Budgeting, Accounting, and Auditing

No later than April 1 of each year, the City Manager is required by the City Charter to prepare and submit to the City Council for its consideration a proposed annual budget (the "Budget") for the ensuing fiscal year beginning on the next July 1 and ending on June 30 of the following year. The Budget is to be based upon detailed estimates furnished by the departments and divisions of the City. No later than April 30, the City Manager, after consultation with the City Council, is required to have the Budget completed and ready for introduction at a regular or special meeting of the City Council. A public hearing on the Budget is held after a synopsis of the Budget is published in a newspaper having general circulation in the City and notice is given of the public hearing. After the conclusion of the public hearing, the City Council may insert new items of expenditure or may increase, decrease or strike out items of expenditure in the Budget, except for items of expenditure for debt service or items required by the City Charter or other provisions of law that cannot be reduced or stricken out. Prior to the beginning of each fiscal year, the City Council will pass an appropriation ordinance that will be based on the Budget submitted by the City Manager and will levy such taxes for the ensuing fiscal year as may be necessary to meet the appropriations not met by other revenues and all sums required by law to be raised for account of the City debt. The total amount of appropriations will not exceed the estimated revenues of the City.

A modified accrual basis of accounting is maintained for general governmental operations whereby expenditures are recorded when paid or when liabilities are incurred and revenues are recorded in the period when earned and available to fund appropriations for that period. The accrual basis of accounting is used in the Enterprise Funds and Internal Service Funds.

An annual audit is made of the accounts and records maintained in the offices of the Director of Finance and the School Board. The annual audit is made by independent certified public accountants appointed by the City Council. The financial statements of the City, presented in Appendix B to this Official Statement, are accompanied by a letter from Brown, Edwards & Company, L.L.P., Certified Public Accountants, Lynchburg, Virginia, the City's independent auditors. Brown, Edwards & Company, L.L.P., will not be reviewing any matters in connection with this Official Statement or any other matters related to the issuance of the Bonds.

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Five-Year Summary of General Fund Revenues and Expenditures

The financial data presented below summarize General Fund revenues and expenditures for the past five completed fiscal years. Data for fiscal years 2021 through 2024 have been compiled from the City's audited financial statements for such fiscal years. Data for fiscal year 2024 is preliminary and unaudited. Financial data for the fiscal year ended June 30, 2024, should be read in conjunction with the related financial statements and notes thereto appearing in Appendix B.

FIVE-YEAR SUMMARY OF GENERAL FUND REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

	Audited				(Unaudited)
Revenues	**2021**	**2022**	**2023**	**2024**	**2025**
General property taxes	$35,746,442	$36,409,703	$38,063,053	$39,082,230	$44,835,005
Other local taxes	30,105,742	33,123,711	37,598,436	48,014,066	54,665,038
Fines and forfeitures	291,892	259,670	219,762	222,177	259,230
Permits, privilege fees, and regulatory licenses	227,984	682,743	506,392	629,148	481,957
Revenues from use of money and property	409,628	-1,084,474	987,126	5,070,325	5,285,515
Charges for services	3,150,022	2,670,780	2,898,129	3,088,413	2,960,238
Miscellaneous	293,667	165,833	114,343	125,966	107,427
Recovered costs	7,247,169	6,929,265	7,527,089	8,143,614	10,683,430
Intergovernmental	19,458,370	19,733,440	22,062,558	35,817,212	41,902,040
Total Revenues	$ 96,930,916	$ 98,890,671	$109,976,888	$140,193,151	$161,179,880
Other Sources:					
Utilities/Insurance Fund	15,353,000	16,382,603	15,717,500	15,588,000	15,588,000
Issuance of Debt	-	262,084	147,974	544,260	-
Total Revenues and Other Sources	$112,283,916	$115,535,358	$125,842,362	$156,325,411	$176,767,880
Expenditures					
General government administration	$11,365,262	$10,891,991	$13,054,516	$13,976,762	$14,998,511
Judicial administration	7,094,844	7,607,074	8,391,922	8,654,948	9,044,998
Public safety	28,368,548	30,744,593	35,002,931	38,175,487	41,997,186
Public works	3,513,922	4,646,665	4,942,275	4,964,903	5,583,963
Health and welfare	9,062,253	8,461,683	8,994,240	9,521,517	11,118,331
Education	20,599,440	25,880,622	18,502,936	31,801,188	30,425,124
Parks, recreation, and cultural	4,465,591	4,623,385	5,016,110	5,850,364	6,590,545
Community development	1,900,600	1,911,017	2,049,362	4,287,922	4,166,738
Non-departmental	9,445,878	11,605,631	11,729,976	10,967,814	12,732,469
Debt Service					
Principal	3,998,093	4,307,627	3,735,891	4,980,633	4,471,846
Interest/Other Charges	1,542,089	1,292,394	1,711,234	2,033,317	1,999,470
Total Expenditures	$101,356,520	$111,972,682	$113,131,393	$135,214,855	$143,129,181
Operating Transfers/Out	7,147,993	4,248,960	4,052,358	12,629,625	27,313,224
Total Expenditures and Other Uses	$108,504,513	$116,221,642	$117,183,751	$147,844,480	$170,442,405
Net changes in fund balance	$ 3,779,403	($ 686,284)	$ 8,658,611	$ 8,480,931	$ 6,325,475
Fund balance, beginning of year	$ 43,311,089	$ 47,090,492	$ 46,404,208	$ 55,062,819	$ 63,543,750
Fund balance, end of year	$ 47,090,492	$ 46,404,208	$ 55,062,819	$ 63,543,750	$ 69,869,225

Source: Department of Finance, City of Danville.

General Fund Budget

The financial data presented below summarizes the adopted General Fund Budgets for fiscal years 2025 and 2026.

GENERAL FUND BUDGETS FOR FISCAL YEARS 2025 AND 2026

	2025	**2026**
Revenues		
General Property Tax	$ 43,479,280	$ 48,492,680
Other Local Taxes	64,952,800	78,822,800
Licenses, Permits, Privilege	571,060	606,510
Fines/Forfeitures	258,000	571,660
Rev-Use Money/Property	3,255,050	2,597,860
Charges for Services	3,433,715	3,453,770
Miscellaneous	25,100	25,100
Recovered Cost	9,932,330	11,216,970
Non-Categorical State Aid	5,580,000	5,580,000
Categorical Aid State Shared	6,795,830	7,081,100
Categorical Aid State	9,872,375	10,419,160
Total Revenues	$148,155,540	$168,867,610
Expenditures		
General Government	$ 16,567,924	$ 18,135,430
Judicial Administration	9,809,369	9,919,010
Public Safety	43,631,738	46,507,991
Non-Departmental	11,441,570	11,617,000
Community & Economic Development	4,150,584	4,804,820
Public Works & Transportation	6,019,310	6,542,320
Health & Welfare	9,883,550	10,512,920
Parks, Recreation, & Cultural	7,395,205	7,891,280
Support of Schools	27,860,470	32,494,580
Support of Other Entities	2,050,380	2,516,470
Total Expenditures	$138,810,100	$150,941,821
Debt Service - Principal	$ 5,371,858	$ 4,681,875
Debt Service – Interest and Other Fees	1,601,579	2,442,394
Excess (deficiency)	$ 2,372,003	$ 10,801,520
Other Financing Sources (Uses):		
Transfers in	$ 15,588,000	$ 15,684,000
Transfers out	(18,792,173)	(31,735,520)
Total other Financing Sources (Uses)	$ (3,204,173)	$ (16,051,520)
Net Change in Fund Balances	$ (832,170)	$ (5,250,000)
Fund Balance, Beginning of Year	$63,543,750	$69,869,225
Fund Balance, End of Year	$62,711,580	$64,619,225

Source: Department of Finance, City of Danville.

Fiscal Year 2026 Budget Discussion [Below is for the 2025 budget. Please update for 2026 budget.]

The General Fund budget for fiscal year 2025 was adopted on June 18, 2024, with estimated revenues at $164,575,710 (including transfers in and the use of $832,170 of fund balance). This is an increase of $24,877,460 or 17.8% over the fiscal year 2024 adopted budget. Because of increased assessed value of real estate and growth of other revenues, the fiscal year 2025 budget does include two decreases to tax rates. The real estate tax rate was lowered from $0.84 to $0.83 – an annual cost of approximately $225,000. The personal property tax rate was lowered from $3.60 to $3.50 – an annual cost of approximately $400,000. Nearly half of the $24,877,460 increase in budgeted revenues is related to increased casino gaming taxes of $12,000,000. Combining the direct payments from Ceasar's and the state tax, the City receives 8.5% of the casino's net gaming revenue for the first $200 million, 13% of revenues between $200 million and $400 million, and 18% of revenues that exceed $400 million. The casino operated from a temporary structure for all of fiscal year 2024, with an average net gaming revenue in excess of $19,000,000 each month. The permanent casino resort/hotel/conference center has announced an opening date of December 12, 2024.

The remaining increase in revenues stems from increased assessed values of property and growth in local consumer-based taxes as follows: real estate/personal property ($5,700,000); prepared meals taxes ($1,200,000); business licenses and sales tax ($1,500,000); interest earnings ($1,300,000); lodging taxes/other ($3,100,000).

The increase in budgeted expenditures for fiscal year 2025 incorporates casino-derived revenues for initiatives that are intended to provide transformative enhancements to the local economy. Such enhancements include economic development initiatives, debt reduction, public school enhancements, tourism and marketing programs, programming for youth, blight eradication, parks and recreation projects, and crime reduction efforts. Increased revenue from property and local taxes has been budgeted to continue the City's pay-for performance system and other employee benefits to ensure the City attracts and retains a dynamic and qualified workforce. The fiscal year 2025 budget does include use of unassigned fund balance in the amount of $832,170 for one-time economic development efforts.

General Fund Revenues and Expenditures

The General Fund is the primary operating fund maintained by the City to account for revenue derived from City property taxes, other local taxes, fines, forfeitures, licenses, fees, permits, reimbursement of certain City expenses shared by the Commonwealth, certain Commonwealth-collected revenues and transfers from the Enterprise Fund. General Fund expenditures include the costs of general City government, transfers to the School Operating Fund to pay the local share of operating the City's public school system, certain capital expenditures and transfers to the Debt Service Fund to provide for the payment of debt service on the City's general government and school bonds.

The following is a discussion of the General Fund revenue structure and major classifications of General Fund expenditures.

Revenues [Can this section be updated for 2025?]

General Property Taxes - An annual ad valorem tax is levied by the City Council on the assessed value of real and personal property located within the City as of July 1 and January 1, respectively. Except as referenced in the following paragraph, there are no constitutional or statutory limitations upon the City's ability to levy taxes on real or personal property. The ratio of the assessed value of real property to its fair market value is 100%. Real property taxes and personal property taxes are payable in two installments on December 5 and June 5 of the fiscal year in which they are levied. The penalty for late payment is 10% of the amount of taxes due. Interest on delinquent taxes and penalties accrues at a rate of 10% per annum. Property taxes (including penalties for late payment of prior years' taxes) represented 25% of total General Fund revenues and other sources for the fiscal year ended June 30, 2024.

Pursuant to the Personal Property Tax Relief Act of 1998 (Chapter 35.1, Title 58.1 of the Code of Virginia of 1950, as amended), personal property taxes applicable to the first $20,000 in assessed value of certain individually owned motor vehicles were to be eliminated over a period of time. Such legislation provided a formula for the Commonwealth generally to reimburse localities, including the City, for up to 100% of the decrease in revenues attributable to such tax. The timing and the amount of such reimbursements, however, were subject to annual appropriation and further modification by the General Assembly. Implementation of such reimbursements began with fiscal year 1998, with the level of reimbursement reaching 70%. Beginning in 2006, reimbursement by the Commonwealth to localities was capped at $950 million annually. The City received $3,593,576 in the fiscal year ended June 30, 2024.

Other Local Taxes - The City levies various other local taxes, including: a sales and use tax; business, professional, and occupational license taxes; a motor vehicle license tax; a meals tax; a recordation tax; and a tax on consumer telephone bills. Other local taxes represented 30% of total General Fund revenues and other sources for the fiscal year ended June 30, 2024.

Intergovernmental Revenue - The City received revenue from the Commonwealth for a portion of shared categorical expenses, including certain expenditures for social services and the operation of constitutional offices. The City also receives a significant amount of aid from the Commonwealth in support of the public school system; however, such revenues are credited directly to the School Operating Fund and are not reflected in the General Fund. Revenues from the Commonwealth represented 23% of total General Fund revenues and other sources for the fiscal year ended June 30, 2024.

Other Revenues - Other sources of revenues for the General Fund represent 22% of total General Fund revenues and other sources for the fiscal year ended June 30, 2024, and include permits, privilege fees and regulatory licenses, fines and forfeitures, interest on General Fund investments, transfers from the Utility Fund, certain charges for services rendered, various recovered costs and miscellaneous other sources.

Expenditures [Can this be updated for 2025?]

Costs of General City Government - Payments for the costs of the operation of the City government are made from the General Fund. Such costs include expenditures for public safety, general administration, public works, health and welfare, education, community development and social services. This classification represented 66% of total General Fund expenditures and other uses for the fiscal year ended June 30, 2024.

Transfer to Special Revenue Funds - The City transfers moneys from the General Fund to the Special Revenue Funds, principally the School Operating Fund, to pay the City's share of the costs of operating the public school system. This transfer represented 22% of total expenditures and other uses from the General Fund for the fiscal year ended June 30, 2024. No debt service on the City's school bonds is paid from the School Operating Fund.

Transfers to Debt Service Fund - Debt service requirements on City general government and school bonds are paid by transfers from the General Fund to the Debt Service Fund. Such transfers represented 4% of total General Fund expenditures and other uses for the fiscal year ended June 30, 2024.

Transfers to the Capital Fund - The City has elected to finance certain capital projects from current revenues, and such expenditures comprise the primary portion of this category. These transfers were 8% of the total expenditures and other uses of the General Fund for the fiscal year ended June 30, 2024.

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Operating Data

The tables below represent a summary of real and personal property tax levies and collections for recent fiscal years.

REAL PROPERTY TAX LEVIES AND COLLECTIONS

Fiscal Year	Tax Rate Per $100	Original Levy[(1)]	Collections &Adjustments Through End of Month in which 2nd Half Tax Due[(1)]	Percentage of Original Levy Collected in Year of Levy[(1)]	Uncollected at End of Month in which 2nd Half Tax Due[(1)]	Percentage of Original Levy Uncollected at End of Month in which 2nd Half Tax Due[(1)]	Collections & Adjustments in Subsequent Years[(1)]	Total Collections & Adjustments Through June 30, 2024	Uncollected Balance at June 30, 2024	Percentage of Original Levy Collected at June 30, 2024
2016	$0.73	$16,226,974	$15,323,516	94.43%	$ 903,458	5.57%	$ 877,576	$16,201,092	25,882	99.84
2017	0.73	16,243,600	15,357,140	94.54	886,460	5.46	857,887	16,215,027	28,573	99.82
2018	0.80	18,049,905	16,926,921	93.78	1,122,984	6.22	1,084,004	18,010,925	38,980	99.78
2019	0.80	17,955,991	17,040,137	94.90	915,854	5.10	875,217	17,915,354	40,637	99.77
2020	0.84	18,865,804	17,948,051	95.14	917,753	4.86	863,103	18,811,154	54,650	99.71
2021	0.84	19,419,765	18,554,950	95.55	864,815	4.45	795,626	19,350,576	69,189	99.64
2022	0.84	19,587,311	18,632,939	95.13	954,372	4.87	857,526	19,490,465	96,846	99.51
2023	0.84	20,231,126	19,338,391	95.59	892,735	4.41	735,713	20,074,104	157,022	99.22
2024	0.84	20,473,907	19,457,111	95.03	1,016,796	4.97	700,990	20,158,101	315,806	98.46
2025	0.83	22,807,090	21,487,177	94.21	1,319,913	5.79	-	21,487,177	1,319,913	94.21

Source: Department of Finance, City of Danville.

(1) Real estate taxes are assessed on a fiscal year basis, with the 1st half due on December 5 of each year and the 2nd half due on June 5 of each year.

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PERSONAL PROPERTY TAX LEVIES AND COLLECTIONS

Fiscal Year	Tax Rate Per $100[5]	Original Levy[1]	Collections & Adjustments Thru June 30 of Year of Levy [1]	Percentage of Original Levy Collected in Year of Levy[1]	Uncollected as of June 30 in the Year of Levy[1]	Percentage of Original Levy Uncollected at End of Month in which 1st Half Tax Due[1]	Collections & Adjustments in Subsequent Years[1]	Total Collections & Adjustments Through June 30, 2024	Uncollected Balance At June 30, 2024[2]	Percentage of Original Levy Collected At June 30, 2024
2016	$3.00	$11,197,466	$3,938,661	35.17%	$ 7,258,805	64.83%	$ 7,258,805	$11,197,466	-	100.00%
2017	3.00	11,183,892	4,094,676	36.61	7,089,216	63.39	7,089,216	11,183,892	-	100.00
2018	3.50	13,362,140	5,200,943	38.92	8,161,197	61.08	8,161,197	13,362,140	-	100.00
2019	3.50	13,546,839	4,986,240	36.81	8,560,599	63.19	8,560,599	13,546,839	-	100.00
2020	3.60	14,006,837	5,363,605	38.29	8,643,232	61.71	8,513,245	13,876,850	$ 129,987	99.07
2021	3.60	14,912,108	5,503,546	36.91	9,408,562	63.09	9,233,626	14,737,172	174,936	98.83
2022	3.60	16,102,533	6,040,666	37.51	10,061,867	62.49	9,789,055	15,829,721	272,812	98.31
2023	3.60	16,578,846	5,920,138	35.71	10,658,708	64.29	10,198,693	16,118,831	460,015	97.23
2024	3.60	18,586,049	6,575,633	35.38	12,010,416	64.62	10,947,413	17,523,046	1,063,003	94.28
2025	3.45	20,048,116	6,556,075	32.70	13,492,041	67.30	-	6,556,075	13,492,041	32.70

Source: Department of Finance, City of Danville.

(1) Beginning on January 1, 1999, the City has levied taxes on a calendar year basis with 1st half taxes due on June 5th and 2nd half taxes due on December 5th.

(2) According to state law, uncollected personal property taxes are collectible five years following the year of levy.
Write offs were as follows: 2015: $82,884; 2016: $80,419; 2017: $79,175; 2018: $90,163

(3) This includes the second half of the tax levy, which is not due until December 5th, and also the Personal Property Tax Relief Act (PPTRA) funds from the Commonwealth. PPTRA funds amounting to $3,593,576 are received in three installments during July, August and November each year, therefore, are shown as uncollected at June 30.

(4) Personal property tax rate shown is for personal property, which is the largest portion of the tax levy. However, data includes (a) Machinery and Tools ($1.50 per $100), (b) Mobile Home ($0.73 per $100 for year prior to 2018 and $.80 per year effective with FY 2018, and $0.84 per $100 effective with FY 2020) and (c) Aircraft ($0.30 per $100).

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The following table provides a listing of the fifteen largest real estate taxpayers in the City for the period ended June 30, 2026.

FIFTEEN LARGEST REAL ESTATE TAXPAYERS

Taxpayer	Total Assessed Value	% of Total Assessed Value[1]
Caesars Virginia LLC	$597,821,000	17.63%
Danville Regional Medical Center LLC	71,212,800	2.10
Goodyear Tire and Rubber Company	31,042,700	0.92
JTI Leaf Services US LLC	22,736,300	0.67
424 Memorial Drive LLC	22,634,700	0.67
CV SPE LLC & CAF2 SPE LLC & JMV	17,175,600	0.51
ITG Brands LLC	16,930,900	0.50
The View at Franklin LLC	16,610,200	0.49
River Dsitrict Tower LLC	16,128,900	0.48
Piedmont Lands of Virginia LLC	14,202,100	0.42
DVA Holdings LLC	13,585,700	0.40
Litehouse, IN C	12,362,600	0.36
EBI LLC	11,672,000	0.34
Kelly Real Estate LLC	11,229,800	0.33
Essel Propack	11,163,000	0.33
	$886,508,300	26.14%

Source: Department of Finance, City of Danville.
[1] Total Fiscal Year 2026 Assessed Real Estate Value is $3,391,727,300 for the City of Danville.

Local tax revenues are derived primarily from real and personal property located within the City. Both real and personal property were assessed at the estimated fair market value for the years shown below. The following table illustrates the trends in value:

SCHEDULE OF ASSESSED PROPERTY VALUES[1]

Fiscal Year	Assessed Value of Real Property	Assessed Value of Personal Property	Assessed Value of Machinery and Tools	Assessed Value of Mobile Homes	Assessed Value of Public Service Corp.	Assessed Value of Aircraft	Total Assessed Value
2016	$2,240,747,200	$322,874,514	$ 89,676,124	$2,825,460	$46,578,273	$ 8,061,770	$2,710,763,341
2017	2,235,165,800	330,647,557	97,330,638	2,808,748	46,429,405	7,601,044	2,719,983,192
2018	2,270,914,500	340,099,963	112,709,350	3,061,340	49,032,295	7,469,241	2,783,286,689
2019	2,261,428,500	347,473,090	117,196,127	3,025,660	60,222,468	7,040,932	2,796,386,777
2020	2,262,959,300	349,438,279	114,095,791	3,180,324	59,098,352	8,939,000	2,797,711,046
2021	2,319,769,100	385,394,693	109,652,377	3,285,196	61,970,778	7,317,800	2,887,389,944
2022	2,340,059,800	489,778,155	122,719,764	3,173,230	60,969,318	7,843,225	3,024,543,492
2023	2,420,541,900	465,243,765	111,679,891	2,709,674	66,279,232	8,141,010	3,074,595,472
2024	2,438,957,300	476,871,871	115,093,058	3,597,065	73,496,655	8,716,300	3,116,732,249
2025	2,749,582,800	487,035,628	119,642,544	3,933,273	63,360,103	10,121,400	3,433,675,748
2026	3,391,727,300	487,035,628	119,642,544	3,933,273	63,360,103	10,121,400	4,075,820,248

Source: Department of Finance, City of Danville.
[1] Real property is assessed on a fiscal year basis; all other property is assessed on calendar year basis.

PROPERTY TAX RATES
(Per $100 Assessed Value)

Fiscal Year	Real Property[1]	Personal Property	Machinery and Tools	Aircraft
2016	$0.73	$3.00	$1.50	$0.30
2017	0.73	3.00	1.50	0.30
2018	0.80	3.50	1.50	0.30
2019	0.80	3.50	1.50	0.30
2020	0.84	3.60	1.50	0.30
2021	0.84	3.60	1.50	0.30
2022	0.84	3.60	1.50	0.30
2023	0.84	3.60	1.50	0.30
2024	0.84	3.60	1.50	0.30
2025	0.83	3.45	1.50	0.30

Source: Department of Finance, City of Danville.
(1) Includes mobile homes.

Pension Fund Information [Updates available?]

The City participates in two public employee retirement systems: (1) the Employees' Retirement System of the City of Danville ("ERS"), which is a single-employer defined benefit plan established in 1946 and placed under the management of a board of trustees for the purpose of providing retirement, disability and death benefits for full-time, permanent employees of the City and (2) the Virginia Retirement System ("VRS"), which is a multi-employer public retirement system that acts as a common investment and administrative agent for political subdivisions in the Commonwealth (and is therefore not reflected as a City pension trust fund).

The City makes annual contributions to the ERS plan. As of a June 30, 2023, actuarial date (rolled forward to a measurement date of June 30, 2024) the value of assets for the ERS plan was approximately $292.56 million and the net pension fund liability was approximately $292.54 million, resulting in an overfunded amount of approximately $20,000.

With respect to the ERS plan, the City Council adopted a resolution on December 4, 2012, abolishing the practice of granting post-retirement cost of living adjustments ("COLA") for its retirees. The COLA approach was replaced with a bonus system calling for appropriations by City Council from its annual expense budget based on affordability and sustainability criteria that include the funded status of the ERS plan, the status of the City's budget, and the amount of the City's normal cost contribution to the pension plan. As a result, along with favorable market performance, the unfunded liability decreased $28.2 million in the year following adoption. The City has maintained the funding ratio at approximately 100% for the past five years. The City Council also adopted a resolution on August 20, 2019, to require an employee contribution for those hired on or after September 1, 2019. The employee contribution for such employees is 50% of the City's full contribution rate, but is capped at the VRS employee contribution rate (currently 5%).

The City contributes to VRS for constitutional officers and their employees. The latest VRS valuation data available to the City is dated June 30, 2022 (rolled forward to a measurement date of June 30, 2023). As of that date, with respect to the City's portion of the VRS plan, the actuarial value of assets was approximately $32.297 million and the actuarial accrued liability was approximately $31.381 million, resulting in an overfunded amount of approximately $916,000.

In addition to the City's participation in the VRS plan, the Danville Public Schools contribute to VRS for their professional and non-professional employees.

See Notes 16 through 20 in the City's audited financial statements attached hereto as Appendix B for a more detailed description of the ERS and VRS plans of the City and Schools.

Post-Employment Benefits Other than Pensions [Updates available?]

The City is a non-participating employer under the State's Line of Duty Act ("LODA"), and therefore directly funds the cost of benefits provided under LODA. Participants in the plan include eligible public safety employees and volunteers of the City who are disabled or killed in the line of duty and their eligible family members. The City pays the following for eligible claimants under the plan: health benefit plan premiums for any claimant and/or eligible spouse and family member; death benefit of $100,000 (if death occurs as a direct result of performing duty; amount may vary for other causes of death) to eligible family members; funeral benefits (if requested); any administrative fees associated with the LODA claims; and retroactive health insurance premium reimbursements, if applicable.

Effective July 1, 2017, claimants become ineligible for LODA under the following circumstances: eligibility for Medicare due to age; income greater than pre-disability income; or remarriage by a surviving spouse. Existing participants with a death or disability eligibility date prior to July 1, 2017, and current/existing spouses who remarried prior to July 1, 2017, are grandfathered.

As of July 1, 2023, there were 19 retirees receiving benefits under LODA and 253 active employees eligible for LODA should the circumstances arise. As of June 30, 2024, the City's total OPEB liability was $5,125,255, which was determined based on an actuarial valuation performed as of July 1, 2023.

In accordance with Governmental Accounting Standards Board ("GASB") Statement No. 75 ("GASB No. 75") entitled "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions," the City recognizes the costs of its Other Postemployment Benefits ("OPEB") during the period of its employee's active employment, while the benefits are being earned, and reports its unfunded actuarial accrued liability in order to accurately report the total future cost of postemployment benefits and the financial impact on the City. These GASB 75 requirements are very similar to requirements for pension benefits. The City implemented GASB No. 75 and incorporated such information into its financial statements beginning in fiscal year 2018.

As of June 30, 2024, the following changes in the City's net OPEB liability were estimated:

Balance at June 30, 2023	$4,822,534
Service Cost	78,526
Interest Cost	185,209
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	358,207
Changes of Assumptions	(86,413)
Benefit Payments	(232,808)
Net Change in OPEB Liability	302,721
Balance at June 30, 2024	$5,125,255

Source: Department of Finance, City of Danville.

For further information regarding the City's Post-Employment Benefits Other than Pensions, see Note 21 to the City's audited financial statements attached hereto as Appendix B.

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CITY INDEBTEDNESS AND CAPITAL PLANS

Issuance and Authorization of Bonded Indebtedness

Article VII, Section 10(a) of the Constitution of Virginia, 1971, and Section 15.2-2634 of the Code of Virginia, 1950, as amended, contain a limitation on the principal amount of indebtedness that may be incurred by cities. This limitation is expressed as 10% of the assessed value of real estate subject to taxation by the City. As of June 30, 2025, the legal debt margin of the City was calculated as follows:

Statement of Legal Debt Margin at October 1, 2025

Debt Limit Per Constitution in Virginia --		
10% Assessed Value of Real Estate at July 1, 2025 ($3,391,727,300)		$339,172,730
Deduct:		
Gross Bonded Debt	$245,756,667	
Less Bonds Issued Pursuant to Section 10,		
Article VII of the Constitution of Virginia:		
Public Utility Revenue Bonds of 2023	(6,090,000)	
Public Utility Revenue Bonds of 2024	(11,085,000)	
Net Debt Applicable Against Limit		228,581,667
Legal Debt Margin at October 1, 2025		$110,591,063

Source: Department of Finance, City of Danville.

General Obligation Bonded Debt Incurred Since Fiscal Year ended June 30, 2025

Other than the Series 2025 Bonds to be issued as part of this offering, the City has not issued any additional general obligation bonded debt since the fiscal year ended June 30, 2025.

Statement of Bonded Debt

The following table sets forth the annual principal and interest payments on the outstanding general obligation long-term bonded indebtedness of the City, including literary loans and general obligation indebtedness expected to be paid from utility revenues and the 1% additional sales tax, but excluding indebtedness payable solely from utility revenues and debt on installment loans and lease obligations.

ESTIMATED GENERAL OBLIGATION BONDED DEBT SERVICE REQUIREMENTS

Fiscal Year Ending	Total Outstanding Bond Debt Service as of June 30, 2025			Plus General Obligation Public Improvement Bonds, Series 2025 Debt Service			Total Debt Service[1]
	Principal	Interest	Total[1]	Principal	Interest	Total[1]	

Source: Department of Finance, City of Danville.
[1] Totals may not add due to rounding.

The rapidity with which the above-referenced debt, as of June 30, 2025, will be repaid is as follows:

Year	Amount Maturing*	Percentage of Principal Repaid*
5 Years	$65,513,333	25.6%
10 Years	70,518,334	27.6
15 Years	78,370,000	30.6
20 Years	41,310,000	16.2

* Table does not reflect the issuance of the Series 2025 Bonds.

The following table sets forth the debt service requirements for the City's undertakings that are subject to annual appropriation by City Council, including certain lease revenue bonds issued by the Danville IDA and certain moral obligation support agreements of the City.

DEBT SERVICE REQUIREMENTS
SUBJECT TO APPROPRIATION UNDERTAKINGS[(1)(2)(3)(4)]
As of June 30, 2025

Fiscal Year	Principal	Interest	Total
2026	$10,814,198	$298,815	$11,113,013
2027	814,517	148,238	962,755
2028	837,214	125,172	962,386
2029	232,568	108,221	340,789
2030	245,615	95,174	340,789
2031	259,394	81,395	340,789
2032	273,947	66,843	340,790
2033	289,315	51,474	340,789
2034	305,545	35,244	340,789
2035	322,687	18,103	340,790
	$14,395,000	$1,028,678	$15,423,678

Source: Department of Finance, City of Danville.

(1) The debt service payments in this table include (a) the rental payments due in connection with the Danville IDA's (i) $10,000,000 Public Facility Lease Revenue Note, Series 2021A (Federally Taxable), and (ii) $4,184,000 Public Facility Lease Revenue Refunding Bond, Series 2021B (Federally Taxable), each issued on May 18, 2021, and (b) the City's share of the Danville-Pittsylvania Regional Industrial Facility Authority ("RIFA") moral obligation arrangements.

(2) Included in the figures in this table are contingent payments the City is expected to make under a Support Agreement dated August 1, 2019, with RIFA that pledges the City's moral obligation in support of half of the amount of debt service payments on RIFA's $2,545,000 Revenue Refunding Bonds (Cane Creek Project), Series 2019 (Taxable).

(3) Included in the figures in this table are contingent payments the City is expected to make under a Support Agreement dated May 23, 2025, with RIFA that pledges the City's moral obligation in support of half of the amount of debt service payments on RIFA's $2,575,000 Revenue Refunding Bonds (Property Purchases), Series 2025A (Taxable).

(4) Not included in the figures in this table are contingent payments that the City may make under the following arrangements (but is not expected to be called upon to make because other revenues are anticipated to be sufficient.)

- (a) a Moral Obligation Agreement dated June 24, 2013, with Atlantic Union Bank in the maximum remaining amount of $860,329;
- (b) a Moral Obligation Agreement dated April 12, 2016, with Atlantic Union Bank in the maximum remaining amount of $677,070;
- (c) a Moral Obligation Agreement dated December 30, 2016, with Atlantic Union Bank in the maximum remaining amount of $67,037;
- (d) a Moral Obligation Agreement dated January 19, 2021, with Movement Bank in the maximum remaining amount of $454,349;
- (e) a Moral Obligation Agreement dated November 16, 2021, with Locus Bank in the maximum remaining amount of $943,535;
- (f) a Moral Obligation Agreement dated March 15, 2022, with Atlantic Union Bank in the maximum remaining amount of $1,288,063;
- (g) a Moral Obligation Agreement dated April 5, 2022, with Locus Bank in the maximum remaining amount of $1,426,427;
- (h) a Moral Obligation Agreement dated November 1, 2022, with Atlantic Union Bank in the maximum remaining amount of $21,000,000;
- (i) a Moral Obligation Agreement dated September 1, 2023, with Virginia Small Business Financing Authority in the maximum remaining amount of $82,640; and
- (j) a Moral Obligation Agreement dated November 1, 2023, with Virginia Small Business Financing Authority in the maximum remaining amount of $1,280,055;
- (k) a Moral Obligation Agreement dated January 7, 2025, with Virginia Small Business Financing Authority in the maximum remaining amount of $1,894,143.36; and
- (l) a Moral Obligation Agreement dated February 4, 2025, with Virginia Small Business Financing Authority in the maximum remaining amount of $2,981,534.

Each of the above moral obligation undertakings supports economic projects financed by the Danville IDA. Payments under all agreements are subject to annual appropriations by the City Council. The City does not currently expect that City payments will be requested under these agreements.

Key Debt Ratios

Set forth below are the City's key debt ratios for the fiscal years indicated.

		Assessed Value	Bonded Debt		Ratio of Bonded Debt to Assessed Value		Bonded Debt Per Capita	
Fiscal Year Ended June 30	Population	Real & Personal Property	General Fund Supported	Self-Sustaining Utilities	General Fund Supported	Self-Sustaining Utilities	General Fund Supported	Self-Sustaining Utilities
2016	42,544	$2,710,763,341	$40,692,518	$51,156,794	1.50	1.89	$ 956.48	$1,202.44
2017	41,898	2,719,983,192	44,302,180	46,345,271	1.63	1.70	1,057.38	1,106.15
2018	41,358	2,783,286,689	47,086,136	51,863,973	1.69	1.86	1,138.50	1,254.03
2019	40,590	2,796,386,777	45,379,138	47,365,047	1.62	1.69	1,117.99	1,166.91
2020	40,044	2,797,711,046	45,894,730	49,704,794	1.64	1.78	1,146.11	1,241.25
2021	42,590	2,887,389,944	47,938,396	51,038,026	1.66	1.77	1,125.58	1,198.36
2022	42,597	3,024,543,492	51,964,153	46,792,513	1.72	1.55	1,219.90	1,098.49
2023	42,348	3,074,595,472	52,738,038	60,986,962	1.72	1.98	1,245.35	1,440.14
2024	42,248	3,116,732,249	59,547,564	68,290,769	1.91	2.19	1,409.48	1,616.43
2025	42,700	4,075,820,248	60,595,876	72,990,791	1.49	1.79	1,419.11	1,709.39

Source: Department of Finance, City of Danville.
Note: The above bonded debt excludes lease revenue bonds and capital leases for equipment and other obligations that are subject to annual appropriation of funds by City Council for payment of debt service if the City had any of those types of debt in the applicable fiscal year. The table above also excludes $127 million general obligation school bonds, the debt service on which is expected to be repaid primarily by an additional 1% sales tax levy.

		Debt Service[4]		Percentage of Debt Service to Total Expenditures and Transfers	
Fiscal Year Ended June 30	General Fund Expenditures and Transfers[1]	General Fund Supported[2]	Self-Sustaining Utilities[3]	General Fund Supported	Self-Sustaining Utilities
2016	$ 98,699,153	$3,134,170	$6,354,661	3.18%	6.44%
2017	105,956,937	4,512,363	6,731,365	4.26	6.35
2018	104,328,063	4,668,273	6,719,510	4.47	6.44
2019	104,899,451	5,018,545	6,944,393	4.78	6.62
2020	105,552,567	5,313,968	6,551,344	5.03	6.21
2021	108,504,513	5,573,953	5,932,249	5.14	5.47
2022	116,221,642	5,898,808	6,135,708	5.08	5.28
2023	117,183,751	5,403,229	5,375,723	4.61	4.59
2024	147,844,480	5,613,922	6,467,799	3.80	4.37
2025	170,442,405	6,473,099	7,319,104	3.80	4.29

Source: Department of Finance, City of Danville.
(1) Includes General Fund, Danville School Board, Danville Development Council and Transfers Out.
(2) Includes tax supported bonds, school bonds, reimbursables, leases, notes and long-term debt.
(3) Includes utility supported bonds, reimbursables, leases, notes and long-term debt.
(4) Excludes $127 million general obligation school bonds, the debt service on which is expected to be repaid primarily by an additional 1% sales tax levy.

Capital Improvement Plan

The City Council approved the Capital Improvement Plan (CIP) for fiscal years 2026-2030 on June 17, 2025. The CIP is normally reviewed and updated on an annual basis as a part of the budget process to reflect changing priorities, cost estimates and financing strategies. The City Council appropriates funds for capital project expenditures on a project-by-project basis as the funding sources become available.

ADOPTED GENERAL FUND CAPITAL PROJECTS – FY 2026
CITY COUNCIL APPROVED GENERAL FUND CAPITAL PROJECTS – FY 2026-2030

		CITY COUNCIL APPROVED				5-Yr. Total
Uses of Funds	**FY 2026**	**FY 2027**	**FY 2028**	**FY 2029**	**FY 2030**	**FY 2026-30**
Community Development	$ 1,950,000	$ 7,150,000	$ 3,050,000	$ 1,900,000	$ 1,900,000	$ 15,950,000
Economic Development	21,169,780	16,187,080	15,033,510	17,609,840	19,402,110	89,402,320
Fire Department	2,971,240	18,855,000	6,700,000	1,600,000	1,650,000	31,776,240
Information Technology	950,000	275,000	150,000	150,000	-	1,525,000
Parks & Recreation	5,211,570	13,595,000	13,215,000	5,575,000	1,325,000	38,921,570
Police Department	342,000	342,000	85,000	85,000	-	854,000
Public Works	9,170,600	46,570,000	7,245,000	7,425,000	103,525,000	173,935,600
Transportation Services	4,004,140	250,000	1,445,150	-	-	5,699,290
TOTAL PROJECTS	**$45,769,330**	**$103,224,080**	**$46,923,660**	**$34,344,840**	**$127,802,110**	**$358,064,020**

			CITY COUNCIL APPROVED			5-Yr. Total
Sources of Funds	**FY 2026**	**FY 2027**	**FY 2028**	**FY 2029**	**FY 2030**	**FY 2026-30**
Aid to Localities – VA Fire Program	$ 165,000	$ 165,000	$ 165,000	$ 165,000	$ 165,000	$ 825,000
Bonds	8,564,840	450,000	-	450,000	-	9,464,840
Casino Revenues	20,641,330	2,311,960	2,211,960	2,211,960	2,211,960	29,589,170
Contribution-in-Aid	50,000	50,000	50,000	50,000	50,000	250,000
Federal Grants	1,027,740	-	1,300,640	-	-	2,328,380
Fund Balance	5,400,000	-	-	-	-	5,400,000
General Fund Revenues and Carryovers	-	15,875,000	5,120,000	4,925,000	5,825,000	31,745,000
Other Financing Sources	554,970	554,970	554,970	554,970	554,970	2,774,850
Rebates	3,509,810	3,866,280	6,348,330	8,972,910	10,771,180	33,468,510
Reprogrammed Funds	1,913,920	-	-	-	-	1,913,920
State Grants	3,741,720	8,250,000	215,610	100,000	100,000	12,407,330
To Be Determined	-	71,700,870	30,957,150	16,915,000	108,124,000	227,697,020
Utility Fund Revenues	200,000	-	-	-	-	200,000
TOTAL FUNDS	**$45,769,330**	**$103,224,080**	**$46,923,660**	**$34,344,840**	**$127,802,110**	**$358,064,020**

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SUMMARY OF CAPITAL PROJECTS AND FUNDING SOURCES FOR UTILITY ENTERPRISE FUNDS ADOPTED CAPITAL PROJECTS – FY 2026 COUNCIL APPROVED CAPITAL PROJECTS – FY 2026-2030

	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	5 Yr. Total
Uses of Funds						
Wastewater - Public Sewers	$ 600,000	$ 4,200,000	$ 2,400,000	$ 2,400,000	$ 3,600,000	$ 13,200,000
Wastewater - Treatment Plant	2,500,000	15,000,000	-	-	-	17,500,000
Water - Infrastructure	12,200,000	16,750,000	3,000,000	3,000,000	3,000,000	37,950,000
Gas - Infrastructure	11,100,000	15,000,000	-	-	-	26,100,000
Electric - Infrastructure	8,000,000	5,500,000	5,500,000	5,500,000	5,500,000	30,000,000
	$34,400,000	**$56,450,000**	**$10,900,000**	**$10,900,000**	**$12,100,000**	**$124,750,000**
Sources of Funds						
Bonds	$10,600,000	$24,500,000	$ 9,500,000	$ 9,500,000	$ 9,500,000	$ 63,600,000
Loans	7,450,000	21,875,000	-	-	-	29,325,000
Federal Grants	10,100,000		-	-	-	10,100,000
State Grants	6,250,000	6,875,000	-	-	-	13,125,000
Utility Fund Revenues and Carryovers	-	1,400,000	1,400,000	1,400,000	2,600,000	6,800,000
Wastewater Fund Balance	-	1,800,000	-	-	-	1,800,000
Total	**$34,400,000**	**$56,450,000**	**$10,900,000**	**$10,900,000**	**$12,100,000**	**$124,750,000**

Council Letter
City of Danville, Virginia

CL - 2287 **NEW BUSINESS A.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Review of General Fund Financials.

From: Michael Adkins, Chief Financial Officer

COUNCIL ACTION

Review of General Fund Financials as of September 30, 2025. Financial Statements are included.

Attachments

1. Financial Statements

To: **Ken F. Larking, City Manager**

From: **Michael L. Adkins, Chief Financial Officer**

Date: **October 13, 2025**

Subject: Summary of Preliminary General Fund Financial Results for September 30, 2025

After completing the first quarter of the new fiscal year, revenues are tracking well with budget and are slightly ahead of the previous year. As of September 30, General Fund revenues were $28,169,349. This represents 15% of the FY 2026 budget. Last year at this time, we collected $27,953,157 or 17% of budget. The increase compared to the prior year is primarily due to growth in local taxes, particularly an increase in Other Local Taxes driven by tourism-related revenue. Notable increases were seen in the Meals Tax, Lodging Tax, and the Caesars direct payments.

We continue to see steady performance in the collection of delinquent real estate taxes with $658,762 realized in the first quarter of this fiscal year. This accounts for 58% of the current year budget. Tax bills for FY 2026 will be mailed in November, and we will begin realizing the collection of current real estate and personal property taxes at that time. Local taxes collected through September 30 were $10,851,599, or 19% of budget. This exceeds FY 2025 collections by $1.1 million.

Regarding local taxes, sales tax collections through September amounted to $3,266,830, or 23% of budget. Meals taxes collected for the first quarter of the fiscal year amounted to $3,518,991 or 25% of budget, an increase of $310,000 from last year. Business Licenses realized at the end of September were $620,017, an increase of $3,000 from the prior year. Lodging taxes received as of September 30 were $1,098,618 or 30% of budget, an increase of $156,000 from the prior year. All other revenue categories are tracking well with budget at this point.

Expenditures through September 30 were $70,649,613 or 36% of budget. This is an overall increase of $19 million when compared to September 30, 2024. Departmental spending for the first quarter of the fiscal year amounted to $24.5 million or 23% of budget, an increase of $1.8 million over the prior year. The increase in departmental spending is primarily attributed to an increase in salaries and benefits over the prior year. The remaining overall increase is attributable to Transfers to Capital Projects due to timing differences of when the transfers occurred in FY 2025 versus FY 2026.

Fund expenditures exceeded revenues by $45,546,989. This is typical for the start of the fiscal year in the General Fund because the timing of the revenue recognition is not matched to expenditures. At this point, the General Fund is performing as expected compared to the current budget.

CITY OF DANVILLE, VIRGINIA
GENERAL FUND REPORT
25% OF YEAR LAPSED AS OF SEPTEMBER 30, 2025
PRE-CLOSING FIGURES - SUBJECT TO CHANGE - UNAUDITED

	Budgets & Appropriations For Current Year	Actual Revenues & Expenditures For Year-to-Date	Percent Realized/Expended This Year	Encumbrances	Balance to be Realized/Expended	Actual Revenues & Expenditures At This Date Last Year
REVENUES:						
Property Taxes	$ 48,213,680	$ 3,891,287	8.07%		$ 44,322,393	$ 4,559,445
Other Local Taxes	57,397,800	10,851,599	18.91%		46,546,201	9,764,042
License Permits & Privilege Fees	606,510	96,647	15.94%		509,863	162,153
Fines & Forfeitures	526,660	87,727	16.66%		438,933	57,214
Revenue From Use Money & Property	2,597,860	1,108,645	42.68%		1,489,215	1,083,167
Charges For Services	3,498,770	929,347	26.56%		2,569,423	973,104
Miscellaneous Revenue	25,100	107,076	426.60%		(81,976)	93,130
Recovered Cost	11,216,970	2,066,083	18.42%		9,150,887	1,834,240
Intergovernmental	44,801,669	5,109,938	11.41%		39,691,731	5,529,662
Transfers From Utilities	15,684,000	3,921,000	25.00%		11,763,000	3,897,000
TOTAL REVENUES	**$ 184,569,019**	**$ 28,169,349**	**15.26%**		**$ 156,399,670**	**$ 27,953,157**
EXPENDITURES:						
General Government Administration	$ 17,979,551	$ 5,077,575	28.24%	$ 1,096,979	$ 11,804,998	$ 4,558,070
Judicial Administration	10,002,076	2,431,768	24.31%	22,687	7,547,621	2,259,298
Public Safety	48,438,954	11,178,626	23.08%	815,833	36,444,496	10,269,654
Public Works	6,561,373	1,279,899	19.51%	310,778	4,970,696	1,284,255
Health, Education, Welfare & Soc. Svc.	11,815,722	2,045,658	17.31%	26,708	9,743,355	1,933,069
Parks, Recreation & Cultural	7,993,432	1,658,225	20.74%	87,697	6,247,509	1,628,272
Community Development	5,542,687	826,912	14.92%	286,533	4,429,242	773,772
Non-Departmental	16,640,710	6,119,405	36.77%	-	10,521,305	5,864,218
Education	34,383,070	16,970,374	49.36%	-	17,412,696	22,242,551
Transfer to Capital Projects	25,565,600	21,271,330	83.20%	-	4,294,270	30,000
Transfer to Other Funds	10,414,190	1,789,840	17.19%	-	8,624,350	405,417
TOTAL EXPENDITURES	**$ 195,337,366**	**$ 70,649,613**	**36.17%**	**$ 2,647,215**	**$ 122,040,537**	**$ 51,248,576**
	-					
Revenue over(under) Expenditures		$ (42,480,264)				$ (23,295,419)
FUND BALANCE:						
Beginning Fund Balance 07/01/2025		$ 69,777,103				$ 63,543,750
Revenue over(under) Expenditures		(42,480,264)				(23,295,419)
Ending Fund Balance 09/30/2025		**$ 27,296,839**				**$ 40,248,331**
Composition of Fund Balance:						
Reserved for Encumbrances/Designated Funds		$ 10,986,269				$ 10,320,480
Unassigned		16,310,570				27,525,152
TOTAL FUND BALANCE 09/30/2025		**$ 27,296,839**				**$ 37,845,632**

CITY OF DANVILLE, VIRGINIA
GENERAL FUND
COMPOSITION OF FUND BALANCE
PRELIMINARY - AS OF SEPTEMBER 30, 2025

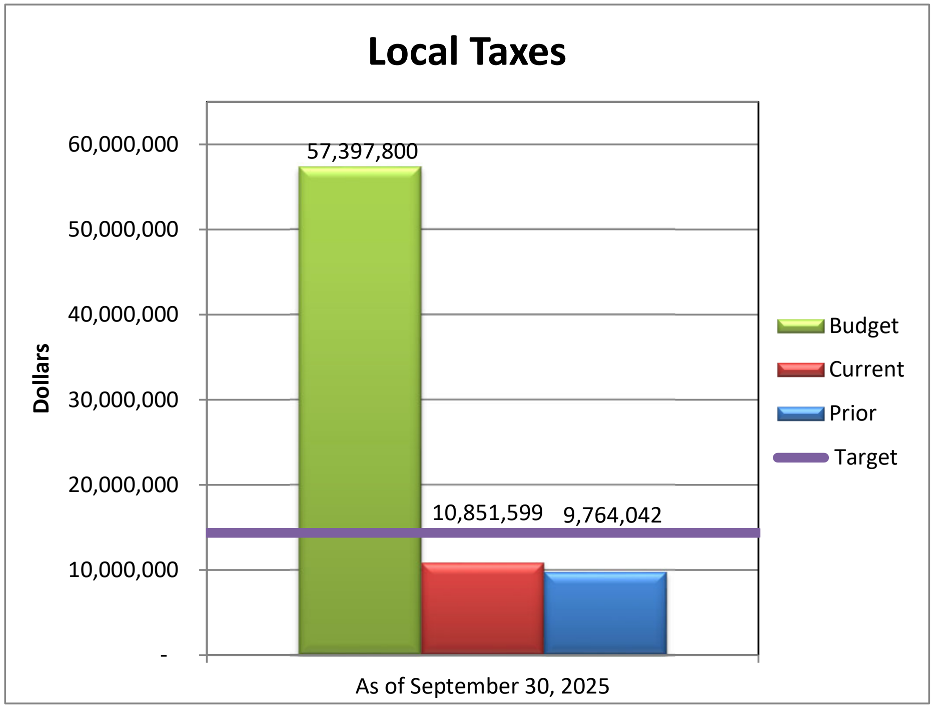
Beginning Total Fund Balance, July 1, 2025	69,777,102.74
Add: General Fund Revenues	28,169,349.26
Deduct: General Fund Expenditures Ending	(70,649,613.10)
Total Fund Balance, September 30, 2025	27,296,838.90

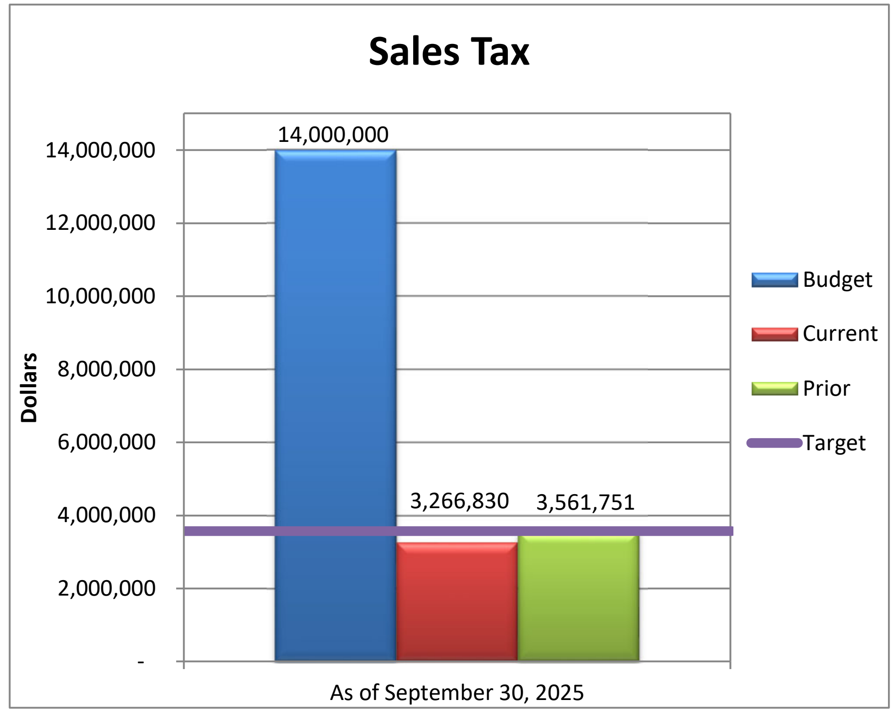
Composition of Fund Balance:	
Restricted for Commonwealth Attorney	103,744.45
Restricted for Police Department	102,633.82
Restricted for Fire Department	144,788.35
Committed for Sheriff's Department	20,180.18
Committed to Schools	400,597.88
Committed to Budget Stabilization	3,000,000.00
Assigned to Sheriff's Department	17,182.13
Assigned to Community Development	70,909.84
Assigned for Encumbrances	2,647,215.37
Assigned Casino Revenue	4,000,000.00
Nonspendable (Inventory and Prepaids)	479,016.98
UNASSIGNED	**16,310,569.90**
Total Fund Balance, June 30, 2026	27,296,838.90
	-

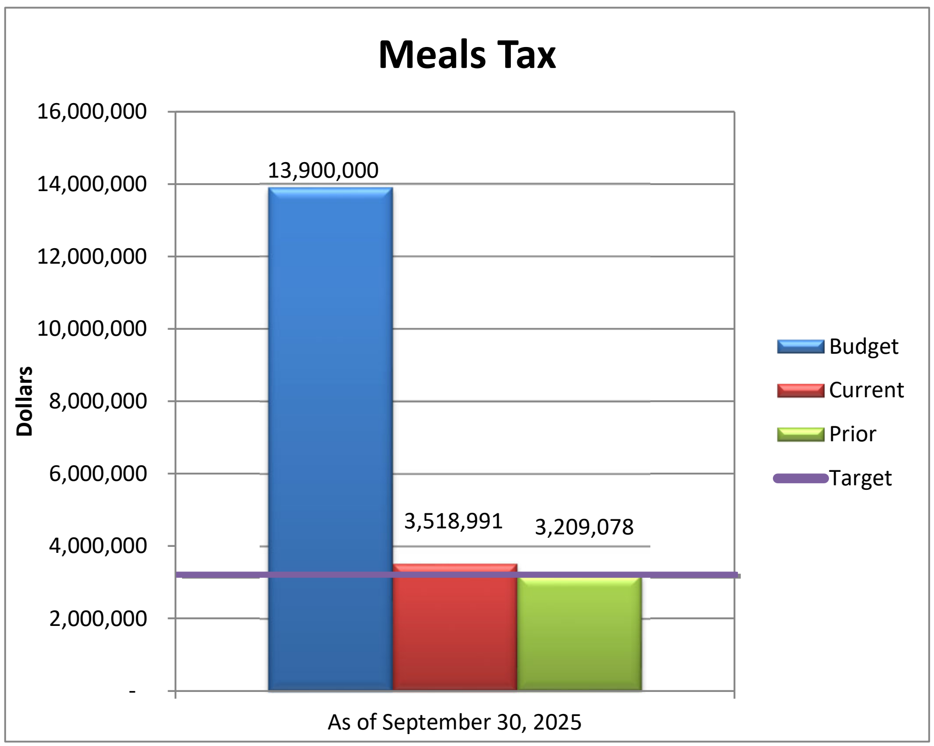
Unassigned fund balance from above	16,310,569.90
Unassigned Minimum per policy (25% of General Fund Operating Revenues) based on FY 2026 budget	46,142,254.75
Current surplus (deficit) over (under) minimum	(29,831,684.85)

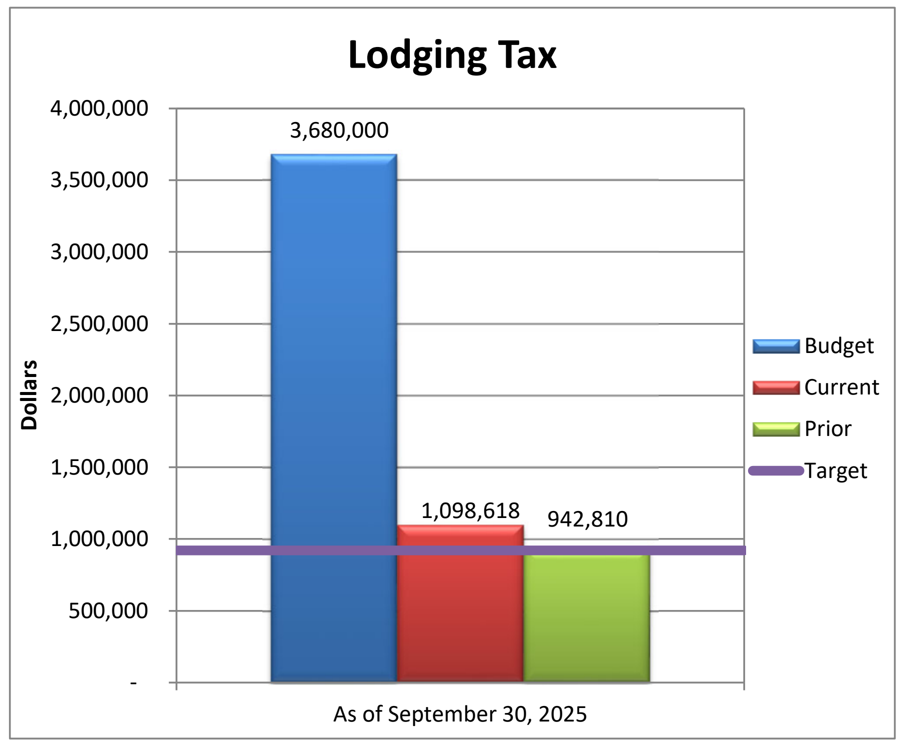
City of Danville, Virginia
Summary of Other Local Tax Revenues - PRE-CLOSING - UNAUDITED
For the period ending September 30, 2025

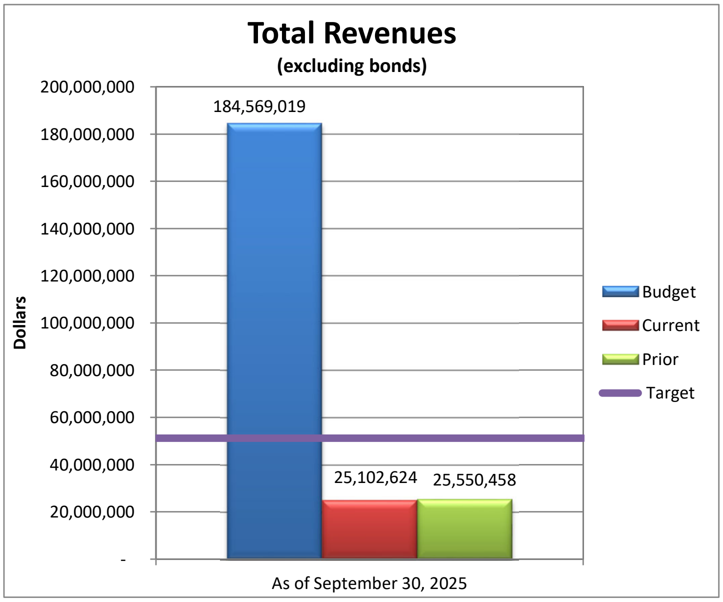
Description	Current Budget	Revenue Realized	Percentage Realized	Prior Year Budget	Prior Year Realized	Percentage Prior Year
Sales Tax	$ 14,000,000	$ 3,266,830	23.33%	$ 13,000,000	$ 3,561,751	27.40%
Business Licenses	8,582,000	620,017	7.22%	7,642,000	616,787	8.07%
Meals Tax	13,900,000	3,518,991	25.32%	12,100,000	3,209,078	26.52%
Utility Taxes	930,000	234,107	25.17%	930,000	150,687	16.20%
Vehicle License Fees	1,000,000	140,961	14.10%	1,025,000	135,336	13.20%
Bank Stock Tax	1,100,000	-	0.00%	1,100,000	-	0.00%
Recordation Tax	370,000	126,345	34.15%	370,000	67,309	18.19%
Hotel Motel Tax	3,680,000	1,098,618	29.85%	3,525,000	942,810	26.75%
Daily Property Rental Tax	20,800	11,820	56.82%	20,800	6,240	30.00%
Motor Vehicle Tax	240,000	58,268	24.28%	240,000	56,812	23.67%
DMV Fees	275,000	37,081	13.48%	275,000	35,148	12.78%
Ceasars Min Fee	13,300,000	1,738,561	13.07%	8,700,000	982,084	11.29%
TOTAL	$ 57,397,800	$ 10,851,599	18.91%	$ 48,927,800	$ 9,764,042	19.96%


Local Taxes
60,000,000
50,000,000
40,000,000
30,000,000
20,000,000
10,000,000
-
Dollars
57,397,800
10,851,599
9,764,042
Budget
Current
Prior
Target
As of September 30, 2025

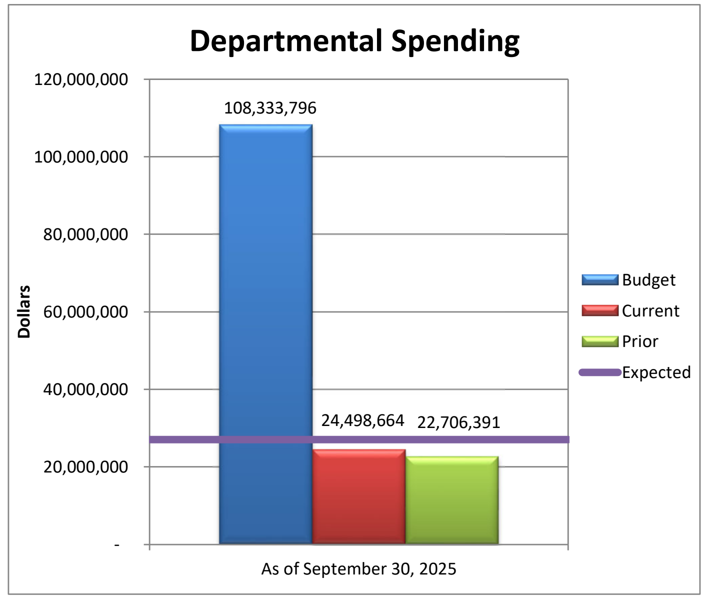

Sales Tax
14,000,000
12,000,000
10,000,000
8,000,000
6,000,000
4,000,000
2,000,000
-
Dollars
14,000,000
3,266,830
3,561,751
Budget
Current
Prior
Target
As of September 30, 2025


Meals Tax
16,000,000
14,000,000
12,000,000
10,000,000
8,000,000
6,000,000
4,000,000
2,000,000
-
Dollars
13,900,000
3,518,991
3,209,078
Budget
Current
Prior
Target
As of September 30, 2025

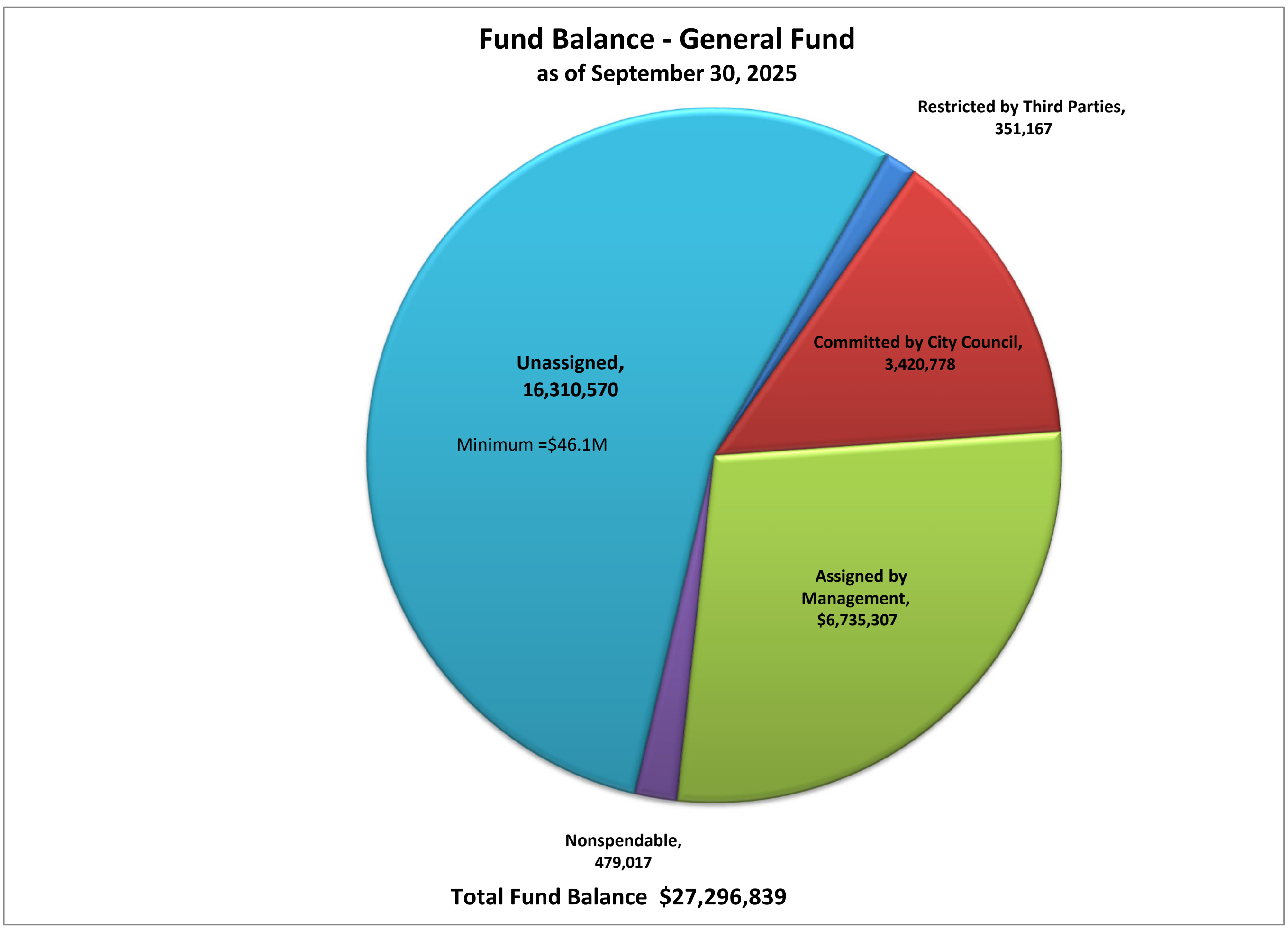

Lodging Tax
4,000,000
3,500,000
3,000,000
2,500,000
2,000,000
1,500,000
1,000,000
500,000
-
Dollars
3,680,000
1,098,618
942,810
Budget
Current
Prior
Target
As of September 30, 2025



Total Revenues
(excluding bonds)
200,000,000
180,000,000
160,000,000
140,000,000
120,000,000
100,000,000
80,000,000
60,000,000
40,000,000
20,000,000
-
Dollars
184,569,019
25,102,624
25,550,458
Budget
Current
Prior
Target
As of September 30, 2025



Departmental Spending
120,000,000
100,000,000
80,000,000
60,000,000
40,000,000
20,000,000
-
Dollars
108,333,796
24,498,664
22,706,391
Budget
Current
Prior
Expected
As of September 30, 2025



Fund Balance - General Fund
as of September 30, 2025
Restricted by Third Parties, 351,167
Committed by City Council, 3,420,778
Unassigned, 16,310,570
Minimum =$46.1M
Assigned by Management, $6,735,307
Nonspendable, 479,017
Total Fund Balance $27,296,839

Council Letter
City of Danville, Virginia

CL - 2265 **NEW BUSINESS B.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Authorizing the City Manager to Execute Agreements with American Municipal Power Transmission LLC.

From: Jason Grey, Director of Utilities

COUNCIL ACTION

1. Public Hearing

2. A Resolution Authorizing the City Manager to Enter into a Contract or Contracts for the Sale of Municipal-Owned Transmission Assets to AMP Transmission, LLC, a Subsidiary of American Municipal Power, Inc. (AMP).

SUMMARY

The City currently has four electric delivery points with American Electric Power (AEP) that distribute electricity to various City substations across the electric service territory. City staff are recommending selling the City's portion of the four delivery points to American Municipal Power Transmission (AMPT) LLC to increase reliability and lower future capital improvement expenditures. AMPT would look to rebuild, at their cost, the Riverside substation to Brantley transmission line, allowing for additional reliability between the City's electric system and AEP's transmission system. This will benefit all electric customers in Southside Virginia. This project will also allow for future development along the Dan River as the new transmission line will be relocated away from the north side of the river. AMPT would also look to purchase our existing assets at a total net book value of approximately $10,000,000, and replace obsolete transformers and equipment at their cost. AMPT will also be able to assist the City with pursuing future economic development interconnections with AEP and PJM for new large customers that require large amounts of electricity and bring jobs to the region.

BACKGROUND

Danville is the second-largest American Municipal Power (AMP) member behind Cleveland, Ohio. AMP is owned by its members and serves at their direction. AMP Transmission (AMPT) is a subsidiary of AMP, and is a transmission operator certified in the PJM regional transmission system. AMPT has the staff and ability to manage large transmission projects and interconnections similar to AEP, Dominion, and Duke Energy. They work on behalf of public power and the municipal electric utilities they represent.

RECOMMENDATION

Staff recommends City Council authorize the City Manager to execute the agreements with American Municipal Power Transmission LLC for the sale of transmission assets and associated land lease agreements.

Attachments

1. Resolution
2. AMPT Asset Sale

PRESENTED: ____________________

ADOPTED: ______________________

RESOLUTION NO. 2025- _____._____

A RESOLUTION AUTHORIZING THE CITY MANAGER TO ENTER INTO A CONTRACT OR CONTRACTS FOR THE SALE OF MUNICIPAL-OWNED TRANSMISSION ASSETS TO AMP TRANSMISSION, LLC, A SUBSIDIARY OF AMERICAN MUNICIPAL POWER, INC. (AMP)

WHEREAS**,** the City of Danville, Virginia ("Municipality") owns, among other equipment, the Riverside Substation located at 995 Riverside Drive, Danville, VA 24541, the Brantly Substation located at 1052 Monument Street, Danville, VA 24541, the Rock Springs Substation located at 941 Eagle Springs Road, Ringgold Road, VA 24586, and the West Fork Substation located at 781 Long Circle, Axton, VA, and the steel structures, breakers, control houses, switches, fuses, lightning arrestors, aluminum tubing, mechanical connectors, primary leads, jumpers, transformer bushings and insulators on the 138 kV side of the substation transformers inside of each of the Substations. Municipality also owns transmission lines and poles between each of the substations. The 138 kV facilities, and associated equipment are more particularly described in on Exhibit A to the Asset Purchase and Sale Agreement (collectively the "Equipment"); and

WHEREAS**,** American Municipal Power, Inc. ("AMP"), is an Ohio nonprofit corporation, organized to own and operate facilities, or to provide otherwise, for the generation, transmission or distribution of electric capacity and energy, or any combination thereof, and to furnish technical services on a cooperative, nonprofit basis, for the mutual benefit of AMP members ("Members"), such Members, including this Municipality, being political subdivisions that operate municipal electric utility systems in Delaware, Indiana, Kentucky, Ohio, Maryland, Michigan, Pennsylvania, Virginia and West Virginia; and

WHEREAS, AMP Transmission, LLC ("AMPT") is an Ohio nonprofit limited liability company, and a subsidiary of AMP, organized to own and operate facilities, or to provide otherwise for the transmission of electric energy, and to furnish technical services on a cooperative, nonprofit basis, for the mutual benefit of AMP's members, including the Village of Monroeville, Ohio; and

WHEREAS, AMPT is willing to purchase the Municipality's transmission equipment in order to achieve Municipality's reliability and other goals.

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Danville, Virginia, the majority of all members elected thereto concurring:

SEC. 1: That the City Manager is hereby authorized to enter into a contract or contracts with AMPT for the sale of transmission equipment and related appurtenances, as well as the lease of land owned by the Municipality, substantially in the form on file with the Clerk, including Appendices thereto, with such changes as the City Manager may approve as neither inconsistent with this Resolution nor materially detrimental to the Municipality, his execution to be conclusive evidence of such approval;

SEC. 2: That the City Manager is hereby authorized to take any action necessary for Municipality to fulfill its obligations under the aforementioned agreements;

SEC. 3: That, any other Ordinances and Resolutions or portions of Ordinances and Resolutions inconsistent herewith are hereby repealed, but any Ordinances and Resolutions or portions of Ordinances and Resolutions not inconsistent herewith and which have not previously been repealed are hereby ratified and confirmed;

SEC. 4: That, it is found and determined that all formal actions of this Council concerning and relating to the adoption of this resolution were adopted in an open meeting of this City Council and that all deliberations of this Council and any of its committees that resulted in such formal action were in meetings open to the public, in compliance with all legal requirements;

SEC. 5: That, if any other prior Ordinance or Resolution is found to be in conflict with this Resolution, then the provisions of this Resolution shall prevail and, further, if any portion of this Resolution is found to be invalid for any reason, such decision shall not affect the validity of the remaining portions of this Resolution or any part thereof;

SEC. 6: That, this Resolution shall take effect and be in force from and after the earliest period allowed by law.

Approved:

____

Mayor

Attest:

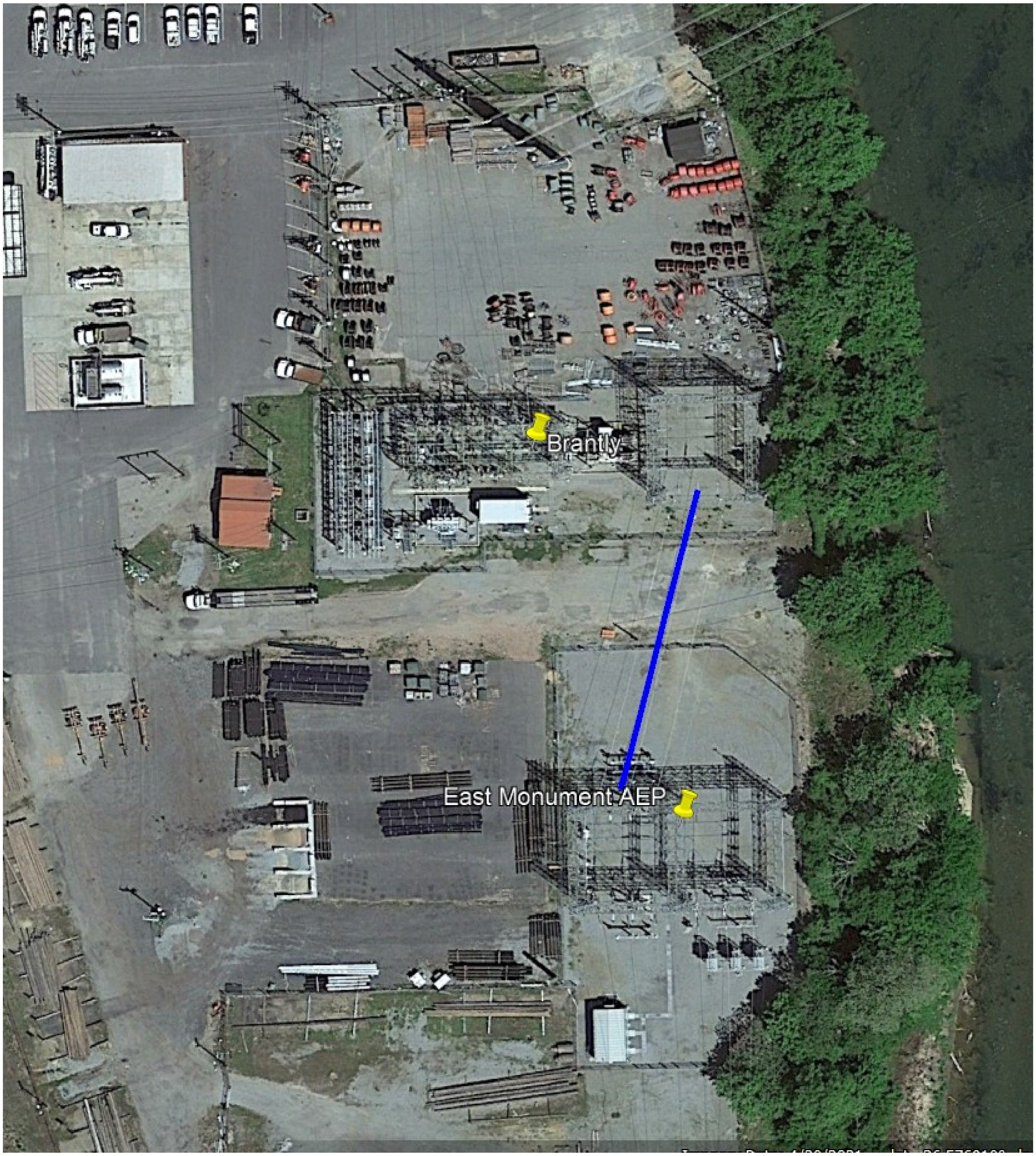
____

Clerk

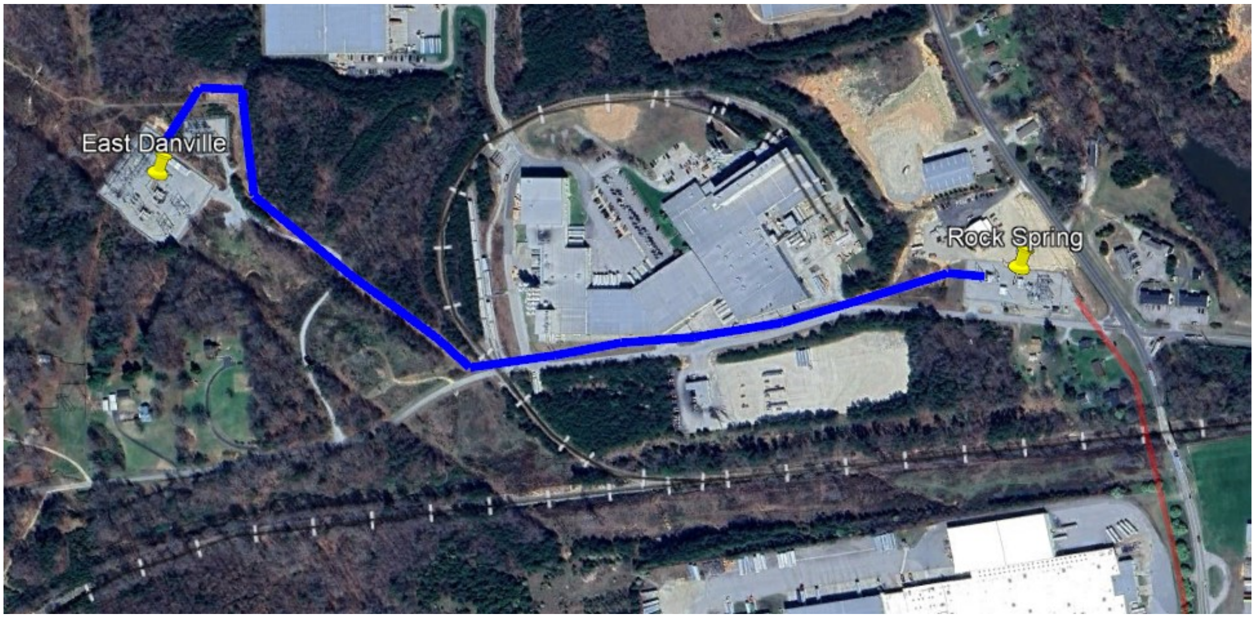
Approved as to
Form and Legal Sufficiency:

____

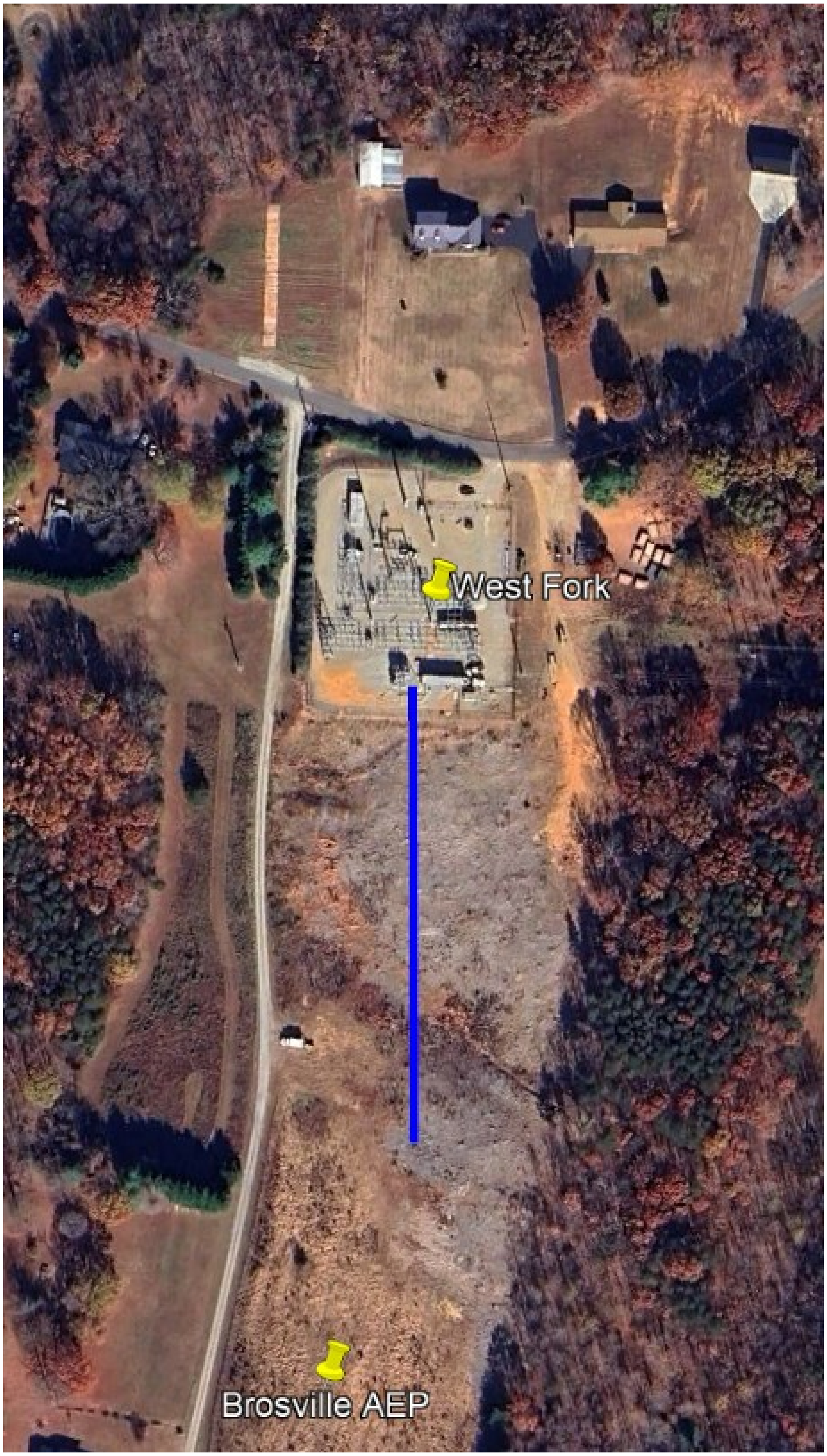
City Attorney



Brantley Substation Delivery Point-1040 Monument Street

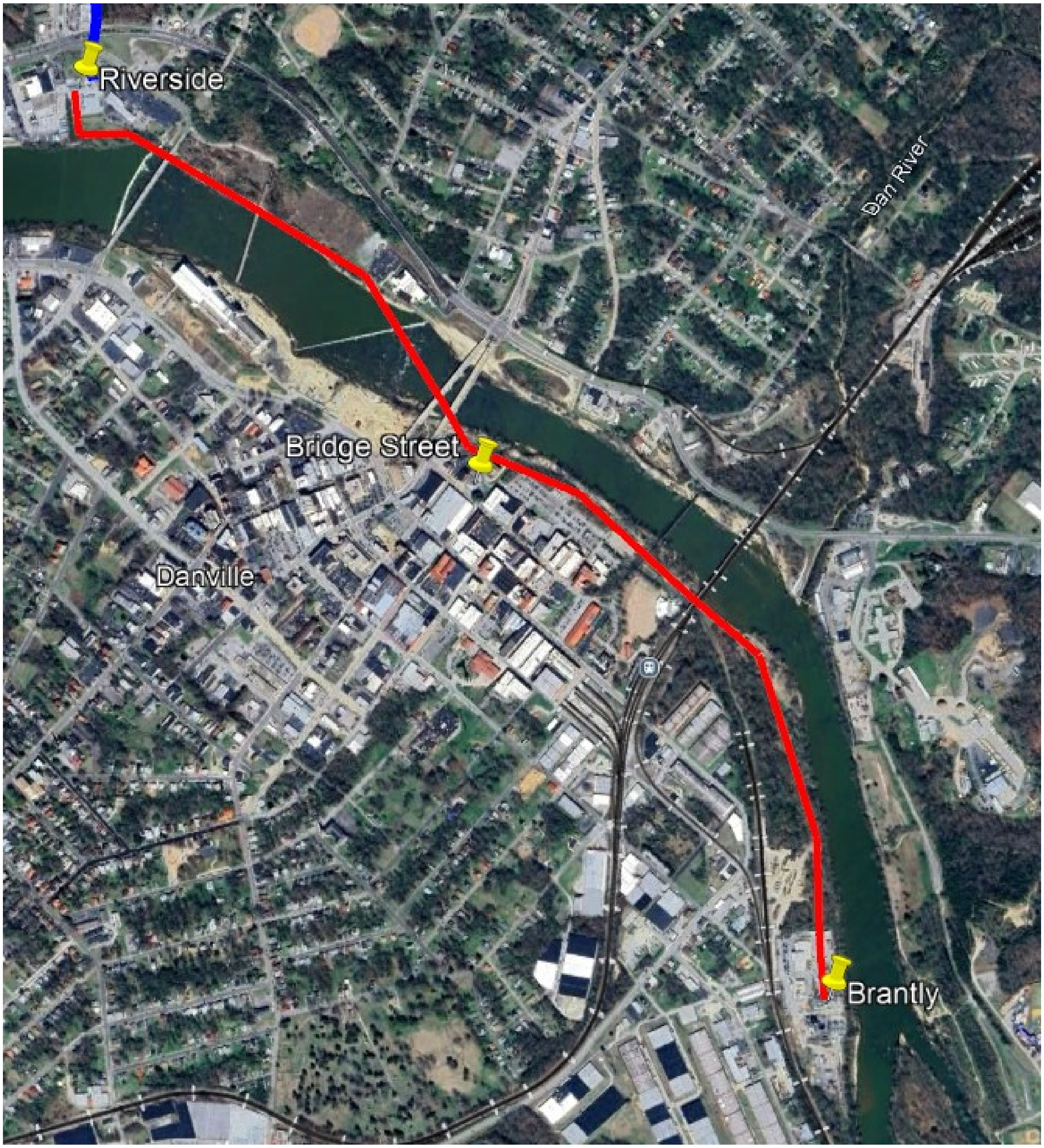


Rocksprings Delivery Point and Transmission Line-941 Eagle Springs Road



West Fork Substation Delivery Point-781 Long Circle

Riverside Substation (995 Riverside Drive) & Transmission Line-Arnett Blvd



Riverside Substation-Brantly Substation Transmission Line

Council Letter
City of Danville, Virginia

CL - 2306 **NEW BUSINESS C.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Sale of 1.75 acres of City-Owned Property on Livestock Road in Pittsylvania County.

From: Jason Grey, Director of Utilities

COUNCIL ACTION

1. Public Hearing

2. A Resolution of the City Council of Danville, Virginia Declaring Certain City-Owned Property to be Surplus to the Needs of the City and Approving and Authorizing the Sale of 1.75 Acres of Real Property in Pittsylvania County Identified as Parcel #2420-74-8048 for a Price of $5,000.00 and all Closing Costs.

SUMMARY

In 2023, the City purchased a 1.75-acre property for $5,000 on Livestock Road for an electric reliability project. The current owner's preference was to sell the unused property adjacent to the Norfolk Southern railroad instead of providing an easement. Recently, the neighboring property owner approached the City requesting to purchase the property for $5,000. The neighboring property owner has also agreed to provide an easement for the new electric utility infrastructure installed in 2023 at the time of closing. The property does not have any future value to the City once an easement is acquired and can be sold to neighboring property owner.

BACKGROUND

The City's Utilities Department has been making various distribution system improvements to reduce outages and increase reliability. The Livestock Road project was once one of our outage prone areas until system improvements were made in 2023. The 1.75-acre property was purchased in 2023 to install an underground primary electric line feeding approximately 25 customers.

RECOMMENDATION

Staff recommends City Council approve the sale of Parcel 2420-74-8048 on Livestock Road in Pittsylvania County for $5,000 to Jeffrey Horne.

Attachments

1. Resolution
2. Deed of Bargain and Sale
3. Sales Contract (Livestock Road)

PRESENTED: ______________________

ADOPTED: ________________________

RESOLUTION NO. 2025-____.____

A RESOLUTION OF THE CITY COUNCIL OF DANVILLE, VIRGINIA DECLARING CERTAIN CITY-OWNED PROPERTY TO BE SURPLUS TO THE NEEDS OF THE CITY AND APPROVING AND AUTHORIZING THE SALE OF 1.75 ACRES OF REAL PROPERTY IN PITTSYLVANIA COUNTY IDENTIFIED AS PARCEL #2420-74-8048 FOR A PRICE OF $5,000.00 AND ALL CLOSING COSTS.

WHEREAS, The City of Danville owns a Parcel of land in Pittsylvania County identified as Parcel #2420-74-8048 ("the Parcel") fronting on Livestock Road which was acquired to enable utility services in the area through the installation of equipment; and

WHEREAS, the neighboring landowner adjacent to the Parcel, desires to purchase the Parcel for a price of $5,000.00 and all closing costs while granting the City an easement that satisfies the City's original purpose for obtaining the Parcel and reduces the City's overall liability.

NOW THEREFORE, BE IT RESOLVED, by the City Council of Danville, Virginia that the sale of Pittsylvania County Parcel #2420-74-8048 fronting on Livestock Road for a purchase price of $5,000.00 and all closing costs is hereby accepted by the City of Danville, Virginia ; and

BE IT FURTHER RESOLVED, by the City Council of Danville, Virginia that the City Manager, Ken Larking, is hereby authorized to execute on behalf of the City any and all documents as may be necessary to effect the purchase of County Parcel #2420-74-8048 for the City.

Approved:

____
Mayor

Attest:

____
City Clerk

Approved as to
Form and Legal Sufficiency:

____
Assistant City Attorney

Prepared by and return to:
C. Ryan Dodson, Esq. (VSB #90680)
City of Danville
P.O. Box 3300
Danville, VA 24543

This deed is exempt from Grantor's tax pursuant to Va. Code § 58.1-811(c)(4).

Tax Map/Parcel ID #2420-74-8048
Consideration: $5,000.00
Assessed Value: $2,000.00
Title Insurance: None
Mail To: Jeffrey Horne, P.O. Box 23, Chatham, VA 24531

THIS **DEED OF BARGAIN AND SALE** made this the _____ day of _______________, 2025, by and between the **CITY OF DANVILLE, VIRGINIA, a municipal corporation of the Commonwealth of Virginia, GRANTOR**, and the **JEFFREY HORNE, GRANTEE**,

W I T N E S S E T H:

For FIVE THOUSAND DOLLARS ($5,000.00), and other good and valuable consideration, the receipt of which is hereby acknowledged, the Grantor does hereby give and grant, with general warranty and English covenants of title, unto the Grantee, in fee simple absolute, all that certain parcel of land, together with improvements thereon and appurtenances thereto belonging, situate in Pittsylvania County, Virginia, and more particularly described as follows:

TAX PIN #2420-74-8048 – LIVESTOCK ROAD, PITTSYLVANIA COUNTY, VIRGINIA

FRONTING on the northern margin of Livestock Road, consisting of 1.75 acres, more or less; being in fact, Tract No. 3, as shown on a Plat of Survey Showing Tracts 1 - 4 for Edna Harding, File C 728, dated April 6, 1984, made by E. L. Wilmarth, CLS, of record in the Clerk's Office of the Circuit Court of Pittsylvania County, Virginia in Map Book 34, at Page 66.

BEING IN FACT, the same property conveyed to the City of Danville, Virginia, from Francis B. Criswell by deed recorded August 5, 2024 in the aforesaid Clerk's Office as Instrument #24-3275.

AND LESS AND EXCEPT an easement reserved upon, over, under, and across all of that portion of the Property identified on a map titled (Insert Map Title), dated (Insert Map

Date), made by (Insert Surveyor Name), C.L.S., to be recorded contemporaneously with this Deed. Said easement is for the limited purpose of accessing, constructing, operating, maintaining, inspecting, repairing, replacing, and removing electric transmission and related equipment owned or controlled by the City of Danville as well as for clearing, controlling, and removing vegetation interfering with said easement or appurtenant equipment. Said easement rights, including but not limited to ingress and egress shall extend to the City and its officers, agents, employees, contractors, subcontractors, guests, invitees, and other persons who access the easement at the direction or invitation of the City.

This conveyance is made subject to all other easements, rights of way, or restrictive covenants now of record or affecting said property.

This conveyance having been authorized by the City Council of the City of Danville, Virginia by Resolution No. __________, adopted on _________________________, pursuant to a public hearing held in accordance with Va. Code § 15.2-1800.

(*Signature page to follow*)

WITNESS the following signatures and seals:

THE CITY OF DANVILLE, VIRGINIA
a municipal corporation of the
Commonwealth of Virginia

BY: ____________________________________
KEN F. LARKING
City Manager

STATE OF VIRGINIA
CITY OF DANVILLE, to-wit:

The foregoing Deed was acknowledged before me this the _____ day of

____________________, 2025, by ____________________, acting in his capacity as

City Manager of the City of Danville, Virginia.

BY: ____________________________________
NOTARY PUBLIC

My commission expires: ______________________

Notary registration number: ______________________

APPROVED AS TO FORM:

BY: ____________________________________
C. RYAN DODSON
Assistant City Attorney
VSB # 90680

AGREEMENT OF PURCHASE AND SALE

THIS AGREEMENT OF PURCHASE AND SALE ("Agreement") is made and entered into this ____ day of ______ 2025, between the CITY OF DANVILLE, VIRGINIA, a municipal corporation of the Commonwealth of Virginia, whose address is P.O. Box 3300, Danville, Virginia 24543 (hereinafter called "Seller"), and JEFFREY HORNE, whose address is P.O. Box 23, Chatham, Virginia 24531 (hereinafter called "Purchaser").

W I T N E S S E T H:

WHEREAS, Seller is the owner of that certain parcel of real property described as Parcel #2420-74-8048 (ST RD 721 TR 3 1.75 AC BLAIRS MAGISTERIAL DISTRICT), located on Livestock Road in Pittsylvania County, Virginia, of record in the Clerk's Office of the Circuit Court of Pittsylvania County, Virginia as Instrument #24-3275 (hereinafter be referred to as the "Property"); and

WHEREAS, Seller desires to sell the above-referenced property to Purchaser, and Purchaser desires to purchase the Property from Seller, subject to the terms and conditions hereinafter set forth.

NOW, THEREFORE, in consideration of the foregoing, the mutual covenants contained herein and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties, intending to be legally bound, do hereby agree as follows:

1. Purchase and Sale. Subject to the terms and conditions hereinafter set forth, Seller agrees to sell to Purchaser and Purchaser agrees to purchase from Seller the Property, together with all rights, easements, and privileges, including, without limitation, all easements, rights of way, or other interests in, on, or under any lands, highways, alleys, streets, or rights of way abutting or adjoining the Property; with the exception that Seller shall reserve to itself an easement for the purpose of installing, repairing, maintaining, removing, and operating utility facilities and other equipment as part of its provision of utility services to area residents. This easement reservation shall be included in the final deed.

2. Purchase Price. (a) The purchase price ("Purchase Price") paid by Purchaser to Seller for the Property shall be Five Thousand Dollars ($5,000.00).

(b) At "Closing", the Purchase Price payable by Purchaser to Seller shall be paid by cash, cashier's check, wire transfer, or other form of payment acceptable to Seller.

3. Representations and Warranties of Seller. Seller, to induce Purchaser to enter into this Agreement and to complete Closing, makes the following representations and warranties to Purchaser, which representations and warranties are true and correct as of the date of this Agreement, and shall be true and correct at and as of the Closing Date in all respects as though

such representations and warranties were made both at and as of the date of this Agreement, and at and as of the Closing Date:

(a) There is no action, suit or proceeding pending or, to the knowledge of Seller, threatened against or affecting the Property or any portion thereof.

(b) Seller has not received any written notice of any condemnation proceeding or other proceedings in the nature of eminent domain ("Taking") which is currently pending in connection with the Property, and to Seller' knowledge no Taking has been threatened.

(c) Seller represents to the best of her knowledge that the Property is free and clear of any hazardous materials, waste or other contamination and that there are no underground storage tanks located on the Property.

(d) Seller, on the closing date, shall have full power and authority to enter into and perform this Agreement and all documents, instruments, and contracts entered into or to be entered into by it pursuant to this Agreement and to carry out the transactions contemplated hereby. This Agreement is, and all documents to be executed by Seller and delivered to Purchaser at the Closing will be on the Closing Date, duly authorized, executed and delivered by Seller and all consents and approvals of third parties have been obtained. This Agreement is, and all documents to be executed by Seller and delivered to Purchaser at the Closing will be the legal, valid, and binding obligations of Seller, enforceable in accordance with their respective terms will not violate any provisions of any agreement, judicial order or any other thing to which Seller are a party or to or by which Seller or the Property are subject or bound.

(e) The Property is not subject to any roll back tax or any similar tax related to the discontinuance of any use to which the Property has been put.

(f) Seller has not received any notice or notices of violation (or claimed violations) of any law, ordinance, order, statute, rule or regulation or any complaints, order, citation or notice with regard to, affecting or relating to the Property.

(g) No tax appeals are currently pending with respect to the Property.

(h) Seller has not entered into any presently effective contract regarding the sale, conveyance, transfer or disposition of the Property (except for this Agreement). Seller has not granted to anyone and no one possesses any option to purchase or right of first refusal to purchase the Property. Seller has not entered into any occupancy agreement, lease or the like with respect to, and no one has any right to use or occupy, the Property subsequent to the Closing, and any such occupancy agreement, lease, or right to use or occupy the Property shall be concluded and any tenants or similar such persons shall have been legally and physically evicted or removed from the Property as of the time of Closing.

4. Covenants by Seller. Between the date hereof and the Closing, Seller agrees that:

(a) it will maintain the Property in the same condition as it is on the date of this Agreement (reasonable wear and tear excepted);

(b) it will not, by reason of any action or omission of Seller, cause or permit any representation or warranty to become not true, incorrect or inaccurate;

(c) it shall perform any and all material obligations with respect to the Property under all easements, covenants, restrictions, and contracts of record;

(d) it will promptly give notice to Purchaser of every threatened or actual litigation whether or not covered by insurance against or relating to the Property (including, without limitation, the sale thereof to Purchaser) or any portion thereof between the date of this Agreement and the Closing;

(e) it will not, without the prior written consent of Purchaser, apply for, consent to, or process any applications for zoning, re-zoning, variances, site plan approvals, subdivision approvals, or development with respect to the Property or any portion thereof;

(f) it will not, without the prior written consent of Purchaser, grant any rights or other privileges in or with respect to the Property or any portion thereof or grant, or consent to or waive the right to object to, any easements, covenants or restrictions affecting all or any portion of the Property;

(g) it will not enter into or modify any mortgages, operating agreements, ground leases, space leases or other agreements or encumbrances with respect to or affecting the Property or any portion thereof; and

(h) it will promptly notify Purchaser if it discovers, determines or is notified that any warranty or representation made by Seller hereunder is not (or is no longer) true.

(i) it will diligently take all actions necessary to ensure that any tenants or leaseholds are physically removed from the Property and any rights such persons may have to access or occupy the Property have been legally terminated.

5. <u>Seller's Defaults; Purchaser's Remedies</u>. In the event that Seller shall be in material default hereunder for any reason other than Purchaser's default, Purchaser may deliver a written notice to Seller stating with particularity the alleged default of Seller, the action required by Seller to cure such default, and Purchaser's intent to exercise its remedies provided below if the default is not cured. Seller shall have five (5) business days after receipt of such notice to cure the alleged default to Purchaser's reasonable satisfaction (and the Closing Date shall be delayed, if necessary, until the end of such five (5) business day period). In the event such default is not cured within such five (5) business day period, then Purchaser may elect, as its sole and exclusive remedy, to seek to enforce specific performance only for failure to cause the Property to be conveyed in accordance with the terms and provisions hereof or to terminate this Agreement by written notice to Seller and the Closing Agent. It is expressly understood and agreed that the remedy of specific performance shall not be available to enforce any other

obligation of Seller hereunder other than a failure to cause the Property to be conveyed in accordance with the terms and provisions hereof. Purchaser hereby expressly waives its rights to seek damages in the event of Seller' default hereunder. Purchaser shall be deemed to have elected to terminate this Agreement if Purchaser fails to file suit for specific performance against Seller in a court having jurisdiction in the City on or before sixty (60) days following the date upon which the Closing was to have occurred, at which time the Deposit shall be returned to Purchaser and both parties shall thereafter be released from all further obligations hereunder.

6. Purchaser's Default; Seller's Remedies. In the event that Purchaser shall be in default hereunder for any reason other than Seller's default, Seller may deliver a written notice to Purchaser stating with particularity the alleged default of Purchaser, the action required by Purchaser to cure such default and Seller' intent to terminate this Agreement if the default is not cured. Purchaser shall have five (5) business days after receipt of such notice to cure the alleged default to Seller' reasonable satisfaction (and the Closing Date shall be delayed, if necessary, until the end of such five (5) business day period). In the event such default is not cured within such five (5) business day period, then Seller may, as Seller's sole and exclusive remedy for such default, terminate this Agreement by written notice to Purchaser and the Closing Agent. Seller hereby expressly waive their rights to seek damages in the event of Purchaser's default hereunder.

7. Prorations. At Closing, real estate taxes, assessments, and all other items of income and expense shall be prorated as of the Closing Date. Any assessments for prior years due to change in land usage or ownership, including, without limitation, rollback taxes, shall be the sole responsibility of Seller. The terms and provisions of this Section shall survive Closing.

8. Closing Costs. (a) Seller shall not be responsible for any closing costs other than the cost of curing any Title Defects known of and undisclosed by the Seller.

(b) Purchaser shall be responsible for all closing costs including (i) the costs of recording the Deed, (ii) the Grantor's Tax on the Deed, (iii) the cost of curing any Title Defects other than those known of and undisclosed by any or all of the seller, (iv) the cost to obtain any Commitment, (v) all premiums, and other charges on the owner's title policy issued to Purchaser pursuant to any Commitment (the "Title Policy"), and any endorsements to the Title Policy, (vi) all documentary stamps, taxes, and transfer taxes on the Deed, with the exception of the Grantor's Tax, and (vii) documentary stamps and intangible costs on any deed of trust and notes.

(c) Each party shall be responsible for payment of its own legal fees.

9. Closing. The "Closing" shall be held no later than thirty (30) days from the date of final approval by the City Council of Danville, Virginia. It is expressly agreed by Seller and Purchaser that time is of the essence with respect to the parties' obligations to close this transaction on the Closing Date.

(a) At Closing, Seller shall cause to be executed and delivered to Purchaser the following documents with respect to the Property being conveyed:

(i) A general warranty deed ("Deed") subject only to the reserved easement and Acceptable Exceptions;

(ii) Such other documents that the Closing Agent may reasonable require in connection with the issuance of the owner's policy to Purchaser, including but not limited to, such affidavits required for deletion of the parties in possession and mechanics' lien exceptions appearing on an owner's title insurance policy; and

(b) At Closing, Purchaser shall deliver the Purchase Price (subject to any prorations and adjustments).

(c) At Closing, Seller and Purchaser shall each execute counterpart closing statements in a customary form, and such other documents required by the Closing Agent that are reasonably necessary to consummate Closing.

(d) At Closing, both parties shall pay their respective costs by an approved method.

10. Brokers. Each party warrants and represents to the other that no real estate broker or agent has been involved in negotiations leading to the execution of this Agreement and that no other commission is owed to any other broker or agent as a result of the action of such party.

11. Assignability. Purchaser shall not assign this Agreement and its rights hereunder to any entity or person without Seller' prior consent in writing.

12. Notices. Any notices required or permitted to be given under this Agreement shall be in writing and shall be deemed given if delivered by hand, sent by recognized overnight courier (such as Federal Express), transmitted via facsimile transmission or mailed by certified or registered mail return receipt requested, in a postage pre-paid envelope, and addressed as follows:

If to Seller:
City of Danville, VA
C/O City Attorney's Office
P.O. Box 3300
Danville, VA 24541

If to Purchaser:
Jeffrey Horne
P.O. Box 23
Chatham, VA 24531

Notices personally delivered or sent by overnight courier shall be deemed given on the date of receipt, notices sent via electronic mail or facsimile transmission shall be deemed given upon transmission and notices sent via certified mail in accordance with the foregoing shall be deemed given when deposited in the U.S. Mail.

13. Eminent Domain. If, prior to Closing, the Property or any material portion thereof is taken by eminent domain, Seller shall promptly notify Purchaser and Purchaser shall have the option of either: (i) canceling this Agreement by delivery of written notice to Seller, whereupon Closing Agent shall return to Purchaser the Deposit, together with interest thereon, and both parties shall be relieved of all further obligations under this Agreement; or (ii) Purchaser may proceed with the Closing, whereupon Purchaser shall be entitled to and Seller shall assign to Purchaser all of Seller's interest in all condemnation payments, awards and settlements applicable to the Property.

14. Miscellaneous.

(a) This Agreement shall be construed and governed in accordance with laws of the Commonwealth of Virginia and in the event of any litigation hereunder, the venue for any such litigation, shall be the City of Danville, Virginia. All of the parties to this Agreement have participated fully in the negotiation and preparation hereof and, accordingly; this Agreement shall not be more strictly construed against any one of the parties hereto.

(b) In the event any interpretation of this Agreement is determined by appropriate judicial authority to be illegal or otherwise invalid, such provision shall be given its nearest legal meaning or reconstrued as deleted as such authority determines, and the remainder of this Agreement shall be construed to be in full force and effect.

(c) In the event of any litigation between the parties under this Agreement, each party shall be responsible for its own attorneys' fees and courts costs through all trial and appellate levels. The provisions of this subparagraph shall survive the Closing and any termination or cancellation of this Agreement.

(d) In construing this Agreement, the singular shall be deemed to include the plural, the plural shall be deemed to include the singular and the use of any gender shall include every other gender and all captions and paragraph headings shall be discarded.

(e) All of the Exhibits to this Agreement are incorporated in and made a part of this Agreement.

(f) This Agreement constitutes the entire agreement between the parties for sale and purchase of the Property, and supersedes any other agreement or understanding of the parties with respect to the matters herein contained. This Agreement may not be changed, altered or modified except in writing signed by the party against whom enforcement of such a change would be sought. This Agreement shall be binding upon the parties hereto and their respective successors and assigns.

(g) The term "Effective Date" of such other similar term, shall mean the date on which Seller and Purchaser have executed and delivered this Agreement.

(h) The parties hereby agree that time is of the essence with respect to performance of each of the parties' obligations under this Agreement. The parties agree that in the event that any date on which performance is to occur falls on a Saturday, Sunday or state or national holiday, then the time for such performance shall be extended until the next business day thereafter occurring.

(i) This Agreement may be executed in any number of counterparts, each of which, when executed, shall be deemed to be an original, all of which shall be deemed to be one and the same instrument. Facsimile transmission signatures shall be deemed original signatures.

(j) The Purchaser agrees that the terms set forth in this Agreement, all written materials obtained by Purchaser from Seller with respect to the Property, and all information obtained by Purchaser from sources other than Seller with respect to the Property, shall remain totally and completely confidential and shall not be revealed or disclosed to any person or party whatsoever, except: (i) with the prior written consent of Seller; (ii) as may be disclosed to Purchaser's attorneys, accountants and other representatives that are involved in connection with the consummation of this transaction, and then only to the extent necessary to accomplish the transactions set forth herein, after having directed each such recipient of such information to maintain the confidentiality of such information; (iii) as may be required by applicable law; (iv) as may be necessary in connection with assisting Purchaser in obtaining necessary governmental approvals; and (v) in connection with any litigation between the parties. If for any reason the Closing does not occur, Purchaser shall (x) return to Seller all materials and other information regarding the Property, and (y) immediately deliver to Seller all written studies, analyses, reports and assessments relating to any of the Purchaser's investigations.

(k) This Agreement is contingent upon its approval by the City Council of Danville, Virginia following a public hearing conducted in accordance with Virginia law. Should the Council fail to approve of the sale proposed in this Agreement, this Agreement shall be null and void and all parties shall be released from any duty or obligation required hereby.

.

WITNESS WHEREOF, the parties have executed this Agreement as of the day and year first set forth above.

{Signatures appear on the following pages}

SELLER:

By: ___________________________________
Name: _________________________________
Title: __________________________________

PURCHASER:

By: ___________________________________
Name: Jeffrey Horne

Council Letter
City of Danville, Virginia

CL - 2405 **NEW BUSINESS D.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Amendment to Enterprise Zone #1.

From: Samantha Bagbey, Project Manager

COUNCIL ACTION

1. Public Hearing

2. A Resolution Authorizing the City Manager to Submit to the Virginia Department of Housing and Community Development an Enterprise Zone Amendment Application for the City Urban Enterprise Zone 1.

SUMMARY

The Office of Economic Development and Tourism is requesting a resolution authorizing the City Manager to sign and submit an application to the Virginia Department of Housing and Community Development (DHCD) to amend the geographic boundaries and incentives for the City's Enterprise Zone Program, known as City Urban Enterprise Zone #1.

The amendment will allow the City to encourage and incentivize new capital investment and job creation in this developing area of the City. By amending the zone, any business, property owner or developer within the boundaries will qualify for state and local Enterprise Zone incentives.

BACKGROUND

Enterprise Zone #1 consists of approximately 1,817.94 acres throughout the City of Danville and includes the Central Business District, Tobacco Warehouse District, all historic districts including Schoolfield, 5 Forks, North Main Hill, and Old West End Cyber Park, Goodyear Boulevard, Dan River Schoolfield Complex, Riverview Industrial Park, and the former Corning Plant.

This proposed amendment will delete approximately 48.17 acres currently in the UEZ and add 64.51 acres of commercial property with identified commercial development projects in process or in the near future. Once approved, the amended zone will total approximately 1,834.28 acres.

RECOMMENDATION

City Staff recommends City Council approve a resolution authorizing the City Manager to submit to the Department of Housing and Community Development all the necessary documentation to amend the boundaries in the City's Urban Enterprise Zone # 1.

Attachments

1. Resolution

PRESENTED: ___________________

ADOPTED: ____________________

RESOLUTION NO. 2025- ___ .____

A RESOLUTION AUTHORIZING THE CITY MANAGER TO SUBMIT TO THE VIRGINIA DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT AN ENTERPRISE ZONE AMENDMENT APPLICATION FOR THE CITY URBAN ENTERPRISE ZONE 1.

WHEREAS, the City of Danville, Virginia, desires to amend the boundaries for the City of Danville Enterprise Zone Program, Urban Enterprise Zone #1, which consists mainly of the Downtown and Tobacco Warehouse Historic Districts, Cyberpark, Goodyear, Dan River Schoolfield Complex, the former Corning facility, and Riverview Industrial Park; and

WHEREAS, the Enterprise Zone Program guidelines restrict total amount of available acreages to include no more than seven (7) percent of the jurisdiction's land area, which in Danville totals 1,900 acres in Zone #1; and

WHEREAS, at this time, City staff is requesting the Council to approve boundary additions and deletions to encourage and incentivize new capital investment and job creation, allowing these areas to qualify for local and state incentives for capital improvements and job creation.

NOW THEREFORE, BE IT RESOLVED by the Council of the City of Danville, Virginia, that the City Manager be, and he is hereby, authorized to submit to the Virginia Department of Housing and Community Development an application to amend the boundaries and incentives of the City of Danville Enterprise Zone (Urban Enterprise Zone #1); and

AND BE IT FURTHER RESOLVED by the Council of the City of Danville, Virginia, that that the City Manager, Ken Larking, be, and he is hereby, authorized to submit all information needed to apply for the Enterprise Zone boundary and incentive amendments and to carry out all program administrative reporting requirements.

Approved:

Mayor

Attest:

Clerk

Approved as to
Form and Legal Sufficiency:

City Attorney

Council Letter
City of Danville, Virginia

CL - 2328 **NEW BUSINESS E.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Issuance of General Obligation Bonds for Capital Projects.

From: Michael Adkins, Chief Financial Officer

COUNCIL ACTION

Resolution Providing for the Issuance, Sale and Award by the City of Danville, Virginia, of One or More Series of General Obligation Public Improvement Bonds, Heretofore Authorized, and Providing for the Form, Details and Payment of Such Bonds

SUMMARY

In accordance with the adopted Fiscal Year 2026 budget, bonds are to be issued to finance various capital projects. City Council conducted a public hearing and first reading for the ordinance to issue bonds on October 9, 2025. The ordinance was adopted by City Council on October 21, 2025. The passing of the attached Resolution is the last step City Council must take to complete the general bond issuance for Fiscal Year 2026.

BACKGROUND

On June 17, 2025, City Council adopted a budget for Fiscal Year 2026 that included various capital projects to be funded by the issuance of general obligation bonds. These projects include Parks and Recreation facilities and equipment, Airport improvements, Public Safety equipment, public street improvements, and improvements to public buildings.

RECOMMENDATION

It is recommended that City Council pass the attached Resolution to complete the Fiscal Year 2026 general obligation bond issuance which will secure funding for the general governmental capital projects as adopted in the Fiscal Year 2026 Capital Improvement Plan.

Attachments

1. Resolution

PRESENTED: ____________________

ADOPTED: ______________________

RESOLUTION 2025-____._____

RESOLUTION PROVIDING FOR THE ISSUANCE, SALE AND AWARD BY THE CITY OF DANVILLE, VIRGINIA, OF ONE OR MORE SERIES OF GENERAL OBLIGATION PUBLIC IMPROVEMENT BONDS, HERETOFORE AUTHORIZED, AND PROVIDING FOR THE FORM, DETAILS AND PAYMENT OF SUCH BONDS

WHEREAS, the City Council (the “Council”) of the City of Danville, Virginia (the “City”), adopted on October 21, 2025, an ordinance (the “Ordinance”) authorizing the issuance of general obligation public improvement bonds of the City in an aggregate principal amount not to exceed $11,000,000 (a) to finance various capital expenditures for governmental purposes, including, without limitation, (1) parks and recreational facility improvements, (2) fire apparatus and equipment, (3) public building improvements (including, without limitation, roof and HVAC improvements, furniture and fixtures), (4) sewer line construction and improvements, (5) sidewalk, street, traffic signal and parking lot improvements, (6) capital improvements for the municipal airport, and (7) stormwater system upgrades (collectively, the “Projects”), and (b) to pay related costs of issuance; 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. 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 Ordinance, the Council provides for the issuance and sale of the Bonds in a maximum aggregate principal amount of $11,000,000 to finance and pay, together with other available funds, the costs to plan, design, acquire, construct, extend, renovate, equip and/or improve the Projects and to pay related costs of issuance.

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 the Bonds shall be designated “General Obligation Public Improvement Bonds, Series 2025,” or such other designation as may be determined by the City Manager.

(b) The 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 R-1 upward, or such other designation as appropriate. The issuance and sale of the Bonds are authorized on pricing terms as shall be satisfactory to the City Manager; provided, however, that the Bonds (i) shall be issued in an aggregate principal amount not exceeding the limit set forth in Section 1(a), (ii) shall have a "true" interest cost not to exceed 6.0% (taking into account any original issue discount or premium), (iii) shall be sold to the Purchaser at a purchase price not less than 95.0% of the principal amount thereof (excluding any original issue discount or premium), and (iv) shall mature, or be subject to mandatory sinking fund redemption in annual installments, in years ending no later than December 31, 2045.

(c) 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 principal amounts of the Bonds, subject to the limitations set forth in Section 1, (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 Chief Financial Officer 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 Chief Financial Officer 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 a redemption price equal to the principal amount of the Bonds to be redeemed, together with any interest accrued to the date fixed for redemption, plus a redemption premium not to exceed 3.0% of the principal amount of the Bonds, such redemption premium to be determined by the City Manager.

(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 (or the principal portions thereof) to be redeemed shall be selected by the Chief Financial Officer 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 particular 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 <u>Exhibit A</u> 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 of 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 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 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 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 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 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 Bonds or the facilities financed 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 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 and (b) pay the costs of issuing the Bonds.

17. 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 Chief Financial Officer 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.

18. 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.

19. 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 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.

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

21. 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-____	**$__________**

UNITED STATES OF AMERICA

COMMONWEALTH OF VIRGINIA

CITY OF DANVILLE

General Obligation Public Improvement Bond,

Series 2025

INTEREST RATE	**MATURITY DATE**	**DATED DATE**	**CUSIP**
_____%	__________, ____	_________, **2025**	______ ___

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 Bonds, Series 2025, 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 an ordinance adopted by the Council of the City (the "Council") on _______, 2025, and a resolution adopted by the Council on _______, 2025, to (a) to finance and pay, together with other available funds, the costs to plan, design, acquire, construct, extend, renovate, equip and/or improve certain public improvement projects and (b) pay related costs of issuance.

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 ______, ____, are not subject to redemption prior to maturity. At the option of the City, Bonds maturing on or after _______, ____, are subject to redemption prior to maturity, in whole or in part (in integral multiples of $5,000), at any time on or after _______, ____, 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 (or principal portions thereof) to be redeemed shall be selected by the Chief Financial Officer 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 particular 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.

Council Letter
City of Danville, Virginia

17 93
DANVILLE
VIRGINIA

CL - 2359 **NEW BUSINESS F.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Amending Chapter 34 of Danville City Code.

From: Jason Grey, Director of Utilities

COUNCIL ACTION

An Ordinance of the City Council of Danville, Virginia Amending Chapter 34, Sections 12, 16, 20 of the City of Danville, Virginia Municipal Code Related to Wastewater Local Discharge Limits and Contract Haulers.

SUMMARY

The City of Danville maintains a Virginia Pollutant Discharge Elimination System (VPDES) Permit with the Virginia Department of Environmental Quality (VADEQ) following the United States Clean Water Act. Every five years, VADEQ reviews the operating history of the Danville Wastewater Plant and makes changes to the local discharge limits based on the plant's capabilities while adding a specific safety factor. VADEQ is recommending modifying the City's local limits on various parameters based on the City's ability to maintain compliance. City staff is also recommending adding language to Chapter 34 that specifies the local/state code requirements of contract haulers that have been added recently.

BACKGROUND

The City of Danville operates a 20 million gallon per day wastewater treatment facility, serving residential, commercial, and industrial customers within the city and surrounding areas. City staff work closely with contractors and partner agencies to ensure the facility remains in full compliance with state and federal environmental regulations, protecting public health and the environment.

RECOMMENDATION

Staff recommends City Council approve amending Chapter 34, sections 12, 16, and 20 of the City of Danville, Virginia Municipal Code to reflect the changes to the City's wastewater local discharge limits and requirements for contract haulers.

Attachments

1. Ordinance
2. Code Section 34 - Revised

PRESENTED: ________________________

ADOPTED: __________________________

ORDINANCE NO. 2025-____.____

AN ORDINANCE OF THE CITY COUNCIL OF DANVILLE, VIRGINIA AMENDING CHAPTER 34, SECTIONS 12, 16, 20 OF THE CITY OF DANVILLE, VIRGINIA MUNICIPAL CODE RELATED TO WASTEWATER LOCAL DISCHARGE LIMITS AND CONTRACT HAULERS.

WHEREAS, The City of Danville owns and operates a 20 million gallon per day wastewater plant that services all residential, commercial and industrial customers in Danville; and

WHEREAS, every five years, the Virginia Department of Environmental Quality reviews the wastewater local discharge limits and recommends changes based on previous history and the wastewater plant's performance; and

WHEREAS, several new state laws have been passed related to contract haulers and the requirements and licenses they must maintain to discharge wastewater at the City's wastewater plant.

NOW THEREFORE, BE IT ORDAINED, by the City Council of Danville, Virginia that chapter 34, sections 12, 16, 20 of the City of Danville, Virginia Municipal Code are hereby amended to reflect the updated wastewater local discharge limits and the updated state and federal requirements that contract haulers must maintain to discharge wastewater at the City of Danville's wastewater treatment plant.

Approved:

____
Mayor

Attest:

____
City Clerk

Approved as to
Form and Legal Sufficiency:

____
City Attorney

Sec. 34-12. Limited discharges.

(a) The following described substances, materials, waters, or waste that shall be limited in discharges into the City's sewers to concentrations or quantities which will not harm the sewers or wastewater treatment facilities, will not have an adverse effect on the receiving stream and will not otherwise endanger public property or constitute a nuisance:

(1) Strong waste as defined in this chapter.

(2) Waste containing solids that have been properly shredded so it will pass through a one-half-inch screen.

(3) Overflow from holding tanks or other receptacles storing organic waste, septic tank waste, and other waste from contract haulers.

(4) Industrial wastewater discharges containing substances subject to an applicable federal categorical pretreatment standard. Upon the promulgation of federal categorical pretreatment standards for a particular industrial subcategory, such standard, if more stringent than limitations imposed under this chapter, shall supersede the local limitations of this chapter. The City shall notify all affected users of the applicable reporting requirements under 40 CFR 403.12 and 9VAC25-31-840. Compliance with a categorical pretreatment standard for new sources shall be required upon initiation of discharge or in accordance with the provisions of the state or federal law or regulations establishing the more stringent categorical pretreatment standard.

(5) Concentrations of constituents listed in local limits established by the City in accordance with EPA guidance manuals and procedures for developing local discharge limits for a pretreatment program. Such discharge limits promulgated by the City may be modified from time to time when deemed necessary to comply with the objectives of this chapter. The City's pretreatment program has developed the following local limits for pollutants of concern for significant industrial users covered under the program.

CITY OF DANVILLE LOCAL LIMITS

Total Arsenic	0.100 ppm 0.33 ppm
Total Cadmium	0.050 ppm
Total Chromium	1.000 ppm 3.7 ppm
Total Copper	3.000 ppm 3.5 ppm
Total Cyanide	0.150 ppm 0.33 ppm
Total Lead	0.350 ppm 0.68 ppm
Total Mercury	0.040 ppm 0.09 ppm
Total Molybdenum	2.000 ppm
Total Nickel	2.000 ppm 1.9 ppm
Total Selenium	0.200 ppm 0.9 ppm
Total Silver	0.050 ppm 0.7 ppm
Total Zinc	7.000 ppm 2.8 ppm

(b) The EPA or the State may set more stringent limitations if more severe limitations are necessary to meet the water quality standards of the receiving stream of the wastewater treatment facility discharge. In that event, the most restrictive limitations shall apply.

(c) Any person violating this section shall be referred to the appropriate state or federal agency for criminal charges. If no criminal charges are assessed, then they shall be guilty of a Class 1 misdemeanor. Each day any violation of this section shall continue shall constitute a separate offense.

(d) The Director of Utilities may develop best management practices (BMPs), by ordinance or in individual wastewater discharge permits, to implement local limits and the requirements of sections 34-8 and 34-9.

(e) The discharge of wastewater containing BOD5, total suspended solids, total Kjeldahl nitrogen (TKN), or ammonia in excess of the concentrations found in normal wastewater as defined in section 34-3 must be approved by the City or other authorized representative and may be subject to surcharges.

(Ord. No. 2020-11.13, (Att.), 11-17-20)

Cross reference(s)—Penalty for a Class 1 misdemeanor, § 1-11.

Sec. 34-16. City's alternatives as to limited discharges.

(a) When any wastewater containing substances or characteristics which have or potentially will have a deleterious effect upon the City's POTW, or receiving waters, or which constitutes a public nuisance or hazard, is discharged or proposed for discharge into the City's POTW, the City may deny or condition the discharge as follows:

  (1) Require pretreatment by the user of the discharge to a condition acceptable for discharge into the City's POTW.

  (2) Require control over the quantities and rates of discharge.

  (3) Require a special contract for handling and payment to cover added cost of handling and treating the wastewater not covered by existing fees or charges.

  (4) Require the development and submission of a compliance schedule to meet any applicable pretreatment requirements.

  (5) Require the submission of reports necessary to assure compliance with applicable pretreatment requirements.

  (6) Require the inspection, surveillance, and monitoring necessary to determine compliance with applicable pretreatment requirements.

  (7) Reject the wastewater if evidence discloses that the discharge will create unreasonable hazards or have unreasonable deleterious effects on the POTW. Pursue remedies for noncompliance by any user, which may include injunctive relief with the civil penalties specified in this chapter or appropriate criminal penalties and fines.

(b) When discharge restrictions, discharge limits or pretreatment standards pursuant to this chapter are established as concentration limits to be met by a user, the City in lieu of concentration limits, may establish mass limits to comparable stringency for an individual user at the request of such user or as necessary to protect City facilities.

(c) When considering the above alternatives, the City shall evaluate cost effectiveness, the economic impact of the alternatives and the willful noncompliance of the discharger.

(d) The City shall encourage the conservation of water and energy. In establishing discharge restrictions upon users, the City shall take into account already implemented or planned conservation steps revealed by the user.

(e) If a special contract for handling an industrial waste is required pursuant to this section, it will be subject to Council approval and provide for such charges as may be agreed upon to compensate the City for the cost of handling the particular waste treatment needs of the industry. Contracting for treatment of industrial waste shall be considered only after such testing and examination as required to determine the nature and volume of the waste to be treated. The contract will take into consideration the requirements of the particular industry and the acceptability to the City and the Department of Environmental Quality (DEQ) of such waste. Such contracts shall not waive federal categorical pretreatment requirements.

(f) The following pollutants, at a minimum, must be considered for all industrial dischargers: total arsenic, biochemical oxygen demand BOD5, total cadmium, total chromium, total copper, cyanide, total Kjeldahl nitrogen (TKN), total lead, total mercury, total molybdenum, total nickel, total oil and grease total phosphorus, total selenium, total silver, total suspended solids (TSS), pH, ammonia (NH_3-N) and total zinc.

(Ord. No. 2020-11.13, (Att.), 11-17-20)

Sec. 34-20. Contract haulers.

Any person engaging in the activities permitted by this section shall be referred to as contract haulers. Contract haulers shall be permitted to empty septic tank sludge, wastes from chemical toilets, or permitted industrial wastes into the POTW at the designated structure located at the City of Danville Northside Wastewater Treatment Plant. This discharge is subject to the following limitations and conditions:

(1) The contract hauler must apply for and receive a hauler discharge permit from the City. All applicants for a septic hauler or industrial waste hauler wastewater discharge permit shall complete such forms as required by the City, pay any appropriate fees and agree in writing to abide by the provisions of this chapter and any special conditions or regulations established by the City. Such permits shall be valid for a period of two (2) years from the date of issuance provided that such permit shall be subject to revocation by the City for violation of any provisions of this chapter or any other regulation established by the City. If the contract hauler is hauling wastewater from a (SIU), the permit must specifically authorize the discharge of such wastewater into the City's POTW. Such permission shall not be granted unless the (SIU) has also obtained a separate wastewater discharge permit. Otherwise, such permits shall be limited to the discharge of domestic sewage waste containing no industrial waste. The City may refuse to accept any truckload of waste when it appears that the waste could interfere with the effective operation of the POTW.

(2) The contract hauler must dump or empty all wastes only at the designated structure at the City POTW and must keep this area maintained and clean.

(3) The contract hauler must provide accurate and complete information as to the origin of the septic tank waste, by use of a manifest.

(4) Any discharge of any waste other than the domestic type from a septic tank is forbidden without special permission from the City and only after laboratory analysis of the waste. The cost of the laboratory analyses shall be paid by the contract hauler.

(5) Spot checks of septic tank wastes shall be made at the discretion of the City and laboratory analyses performed. Should any waste be found in violation of this chapter, the following civil penalties may be assessed the contract hauler.

    a. First Offense—$100.00 civil penalty

    b. Second Offense—$250.00 civil penalty

    c. Third Offense—Permission to discharge septic tank wastes into the POTW shall be revoked.

(6) A contract hauler may apply to the City to regain permission to dump septic tank wastes. Any such permission shall be subject to the condition that all septic tank waste be checked and analyzed until

the City is satisfied that no more violations are likely to occur. The cost of the laboratory analyses shall be paid by the contract hauler.

(7) No permit shall be required to discharge domestic waste from a recreation vehicle holding tank provided such discharge is made at the approved site at the POTW.

(8) All septic haulers are required to be compliant with the regulations in the Virginia Administrative Code 18VAC160-40-170 and 12VAC5-610-240B

(9) Food trucks are required by the Virginia Department of Health to obtain a wastewater permit for the disposal of grey water and should not contain any food preparation wastes (fats, oils, or grease).

(Ord. No. 2020-11.13, (Att.), 11-17-20)

Council Letter
City of Danville, Virginia

CL - 2412 **NEW BUSINESS G.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Appointments to the Community Criminal Justice Board.

From: Susan DeMasi, City Clerk

COUNCIL ACTION

A Resolution Confirming Appointments to the Community Criminal Justice Board.

SUMMARY

Ms. Freda Holliday, Director of the Community Criminal Justice Board, has requested confirmation of appointments to the Community Criminal Justice Board. Each jurisdiction must approve the appointment of all members.

BACKGROUND

In September 2004, Danville joined with the courts in Halifax and Pittsylvania Counties for the provision of local probation and court services. In March, 2021, by Resolution 2021-03.01, the City joined with Pittsylania County, Halifax County, Patrick County, Franklin County and the City of Martinsville for a community-based probation program and a pre-trial services program. Such programs shall provide services to include, but not limited to, community service, probation supervision, home incarceration, substance abuse assessment, drug testing, and substance abuse testing. In October 2025, the City approved of appointments of the local Community Criminal Justice appointments. This resolution will approve new appointments to the Community Criminal Justice Board.

RECOMMENDATION

Staff recommends approval of the attached Resolution approving members to the Community Criminal Justice Board.

Attachments

1. Resolution

PRESENTED: ____________________

ADOPTED: ____________________

RESOLUTION NO. 2025-__.______

A RESOLUTION CONFIRMING APPOINTMENTS TO THE COMMUNITY CRIMINAL JUSTICE BOARD.

WHEREAS, the City of Danville joined with Pittsylvania County, Halifax County, Franklin County, Henry County, and Patrick County, and the City of Martinsville for a community-based probation program and pre-trial services program; and

WHEREAS, Virginia Code mandates the Community Criminal Justice Board and requires mandatory members; and

WHEREAS, each locality member of the Community Criminal Justice Board must approve the entire list of members.

NOW THEREFORE, BE IT RESOLVED that the Council of the City of Danville, Virginia, confirms the following Local Community Criminal Justice appointments:

1. Mr. J.R. Powell – Dep. County Administrator. – Halifax County
2. Ms. Brandy Rosser – Dep. County Administrator – Franklin County
3. Mr. W. Clarke Whitfield, Jr. – City Attorney – City of Danville
4. Mr. Vincent Shorter - County Administrator – Pittsylvania County
5. Ms. Beth Simms – County Administrator – Patrick County
6. TBD - County Administrator – Halifax Count
7. The Honorable James J. Reynolds- Circuit Court Judge – Pittsylvania County, Franklin County, and City of Danville
8. The Honorable James R. McGarry - Circuit Court Judge – City of Martinsville, Henry County, and Patrick County
9. The Honorable Stephanie Vipperman – General District Court Judge – City of Martinsville, Henry County, and Patrick County
10. The Honorable Melissa P. Keen – Juvenile & Domestic Relations Court Judge – Pittsylvania County, Franklin County, and City of Danville
11. Tracy Quackenbush Martin – Commonwealths Attorney - Halifax County
12. Andrew Nester – Commonwealths Attorney – Henry County
13. Dayna Bobbitt – Commonwealths Attorney – Patrick County
14. G. Andrew Hall - Commonwealths Attorney – City of Martinsville
15. Cooper Brown - Commonwealths Attorney - Franklin County
16. Fred Clark - Sheriff – Halifax County
17. Steve Draper - Sheriff – City of Martinsville
18. Captain Duane Amos – Sheriff’s Office – Franklin County
19. Mike Taylor - Sheriff – Pittsylvania County

20. Chris Wiles - Police Chief – City of Danville
21. Vikram Kapil - Public Defender – Halifax County
22. Sandra Haley - Public Defender – City of Martinsville, Henry County and Patrick County
23. Daniel Hosler - Chief Magistrate – City of Danville, Franklin County, and Pittsylvania County
24. Ann Hylton - Chief Magistrate – City of Martinsville, Henry County, and Patrick County
25. Timothy Trent - Jail Administrator – Blue Ridge Regional Jail Authority - Halifax
26. Gene Beasley – Division Director, Danville Adult Detention – City of Danville
27. Jim Bebeau Director - Danville Pittsylvania Community Services – City of Danville and Pittsylvania County
28. Quincy Gravely – Justice Support Supervisor, Piedmont Community Services – City of Martinsville, Henry County, Patrick County, and Franklin County
29. Vickie Dowell – Chief, Probation and Parole – City of Danville and Pittsylvania County
30. Michael Lewis Director of Student Services & Accountability - Halifax County Schools
31. Robert David - Coordinator of Youth and Gang Violence Prevention Programs – City of Danville.

Approved:

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Mayor

Attest:

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City Clerk

Approved as to
Form and Legal Sufficiency:

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City Attorney

Council Letter
City of Danville, Virginia

CL - 2374 **NEW BUSINESS H.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Budget Appropriation for the Victim Witness Grant Program.

From: Henrietta Weaver, Budget Director

COUNCIL ACTION

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for a Grant from the State for a Victim Witness Program in the Amount of $189,205, with a Local Match of $1,275 for a Total of $190,480, and Appropriating Same.

First Reading

SUMMARY

The City received notice from the Commonwealth of Virginia Department of Criminal Justice Services of the approval of Federal funding in the amount of $189,205, with a local match of $1,275 for a total of $190,480, for the continuation of the City's Victim/Witness Assistance Program, which is operated through the Commonwealth Attorney's Office. The Victim/Witness Assistance Program provides assistance to victims of criminal offenses (e.g. rape, felonious assault, child sexual and physical abuse, homicide, domestic violence) occurring in Danville. The program provides direct and referral services to meet specific needs (e.g. mental health, social services, legal, medical) and files claims for crime victim's compensation. The program also provides a court escort, an explanation of criminal court procedures, intervenes with employers, collection agencies and landlords when a victim's injuries result in loss of income, and monitors court-related restitution payments.

BACKGROUND

The goal of the Victim/Witness Assistance Program is to alleviate the confusion, pain, and suffering experienced by innocent victims of violent crime occurring in Danville. This is an annual grant.

RECOMMENDATION

It is recommended that Council adopt the attached ordinance amending the Fiscal Year 2026 Budget Appropriation Ordinance.

Attachments

1. Ordinance

PRESENTED: ____________________

ADOPTED: _____________________

ORDINANCE NO. 2025 - ____.____

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE TO PROVIDE FOR A GRANT FROM THE STATE FOR A VICTIM WITNESS PROGRAM IN THE AMOUNT OF $189,205, WITH A LOCAL MATCH $1,275 FOR A TOTAL OF $190,480, AND APPROPRIATING SAME.

NOW THERFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia that the Fiscal Year 2025 Budget Appropriation Ordinance be, and it is hereby, amended by increasing revenues to provide for a grant from the Commonwealth of Virginia, Department of Criminal Justice Services, in an amount of $189,205, with a local match of $1,275, for the purpose of operating a victim witness program within the City of Danville, and appropriating same within the Special Grants Fund, such revenue and appropriation to be a follows:

ANTICIPATED REVENUES

Description	Account No.	Amount
Victim Witness Grant		
Federal Aid	60301350-48055	$ 86,088
State General Funds	60301351-47060	103,117
Local Share		
Transfer in from General Fund	60301352-6101	1,275
	Total	$ 190,480

EXPENDITURES

Description	Account No.	Amount
Victim Witness Grant		
Federal		
Salaries & Wages	60301350-51100	$ 72,476
FICA	60301350-51450	4,757
Retirement VRS	60301350-51500	6,628
VRS Disability Insurance	60301350-51636	328
Print Shop – Office Supplies	60301350-52655	875
Postage	60301350-54050	215

	Telephone/Internet	60301350-54100	180
	Travel/Training	60301350-54900	429
	Subsistence	60301350-54905	200
		Sub-total	86,088
State			
	Salaries & Wages	60301351-51100	83,052
	FICA	60301351-51450	7,142
	Retirement VRS	60301351-51500	9,951
	VRS Disability Insurance	60301351-51636	493
	Print Shop – Office Supplies	60301351-52655	1,150
	Postage	60301351-54050	285
	Telephone/Internet	60301351-54100	220
	Travel/Training	60301351-54900	559
	Subsistence	60301351-54905	265
		Sub-total	103,117
Local			
	Other Taxable Compensation	60301352-51155	1,275
		Total	190,480

AND BE IT FURTHER ORDAINED, that a transfer from Special Grants Unallocated revenue and appropriation is hereby authorized to cover the local share as follows:

TRANSFER FROM

Description		Account No.	Amount
Special Revenue Fund			
	Transfer In from General Fund	60098000-6101	($ 1,275)
	Unallocated	60098000-6999	($ 1,275)

AND BE IT FURTHER ORDAINED that all other accounts and provisions of the Fiscal Year 2026 Budget Appropriation Ordinance, as amended, not hereby amended, shall continue in force and effect unless and until hereafter further amended or repealed.

Approved:

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Mayor

Attest:

____
Clerk

Approved as to
Form and Legal Sufficiency:

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City Attorney

Council Letter
City of Danville, Virginia

CL - 2375 **NEW BUSINESS I.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Grant from the Virginia Department of Emergency Management to the Emergency Communications Center.

From: Aisha Gwynn, Grant Administrator

COUNCIL ACTION

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for a Grant from the Virginia Department of Emergency Management in an Amount of $150,000 to the Danville 9-1-1 Emergency Services Communication Center for a Total Appropriation in the Amount of $150,000 and Appropriating the Same.

First Reading

SUMMARY

The City has received notification from the Virginia Department of Emergency Management that the City's Emergency Communications Center has been awarded $150,000.00 from the FY 26 Next Generation 911 Additional Funding grant program.

BACKGROUND

Emergency Communications has applied for and been awarded a $150,000.00 grant through the FY26 Next Generation 911 Grant program that is provided by the Virginia Department of Emergency Management. The Emergency Communications will use the grant funds to upgrade equipment and to consolidate the dispatch services platform.

RECOMMENDATION

It is recommended that the City Council approve the attached Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance by increasing revenue to anticipate FY26 NG911 grant funds from the Virginia Department of Emergency Management.

Attachments

1. Ordinance

PRESENTED:________________________

ADOPTED:__________________________

ORDINANCE NO. 2025-__________.____________

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE TO PROVIDE FOR A GRANT FROM THE VIRGINIA DEPARTMENT OF EMERGENCY MANAGEMENT IN AN AMOUNT OF $150,000 TO THE DANVILLE 9-1-1 EMERGENCY SERVICES COMMUNICATION CENTER FOR A TOTAL APPROPRIATION IN THE AMOUNT OF $150,000 AND APPROPRIATING THE SAME.

WHEREAS the City of Danville Emergency Communications Center has been awarded the FY26 Next Generation 9-1-1 Additional Funding grant from the Virginia Department of Emergency Management; and

WHEREAS the funding will be used to upgrade equipment and to consolidate dispatch systems.

NOW THEREFORE BE ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2026 Budget Appropriation Ordinance be, and the same is hereby, amended by increasing revenue from the Virginia Department of Emergency Management (VDEM) for equipment upgrades and systems consolidation and such revenue and appropriation to be as follows:

ANTICIPATED REVENUE

Description	Account No.	Amount
VDEM Next Generation E911 Categorical Aid – State – Public Safety	62059000-47144	$ 150,000

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
VDEM Next Generation E911	62059999-50	$ 150,000

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 FINALLY ORDAINED that all other accounts and provisions of the Fiscal Year 2026 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 - 2384 **NEW BUSINESS J.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Grant for One Southern Virginia Program Grant from the Virginia Tobacco Region Revitalization Commission.

From: Corrie Bobe, Director of Economic Development and Tourism

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COUNCIL ACTION

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance for One Southern Virginia Program Grant #4275 in the Amount of $2,333,095 from the Virginia Tobacco Region Revitalization Commission and Appropriating the Same.

First Reading

SUMMARY

The grading project at the Coleman Site will prepare approximately 80 acres for industrial development, including construction of an access road and grading for a future rail extension. This work will significantly improve the site's marketability by elevating it to Tier 5 certification—the highest level in the Virginia Business Ready Sites Program—indicating it is fully ready for industrial use. The project has a total cost of $17.43 million. To date, $11.33 million in grant funding has been secured, including $9 million from the Virginia Business Ready Sites Program and $2.33 million from the Virginia Tobacco Region Revitalization Commission. Preparing the site will position the community to attract large-scale industrial prospects with high capital investment, utility usage, and job creation potential.

BACKGROUND

In 2011, the Industrial Development Authority (IDA) acquired a 158-acre rail-served industrial site on Gypsum Road, near Blue Ridge Fiberboard and Goodyear. Its proximity to major highways and access to robust utility infrastructure—including electric, water, gas, fiber, and sewer—make it well-suited for large-scale industrial development. However, the site has been passed over by potential projects due to its lack of site readiness, particularly the absence of a graded pad. To address this and enhance the site's competitiveness, staff pursued multiple funding sources to complete due diligence and support critical site improvements.

RECOMMENDATION

It is recommended that City Council approve an ordinance to appropriate funding for the Coleman Site project.

Attachments

1. Ordinance

PRESENTED: ______________________

ADOPTED: ______________________

ORDINANCE NO. 2025___.___

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE FOR ONE SOUTHERN VIRGINIA PROGRAM GRANT #4275 IN THE AMOUNT OF $2,333,095 FROM THE VIRGINIA TOBACCO REGION REVITALIZATION COMMISSION AND APPROPRIATING THE SAME.

WHEREAS, a total of $2,333,095 was approved by the Virginia Tobacco Region Revitalization Commission (VTRRC) for the City of Danville to assist in grading an 80-acre pad at the Coleman Site; and

WHEREAS, the City of Danville has obtained funding for the remaining cost of this project through VEDP Virginia Business Ready Sites Program, Danville Utilities and the Industrial Development Authority.

NOW THEREFORE BE IT ORDAINED by the Council of the City of Danville, Virginia that the Fiscal Year 2026 Budget Appropriation Ordinance be, and it is hereby, amended by increasing revenues from the One Southern Virginia Program Grant #4275 grant in the amount of $2,333,095 from the Virginia Tobacco Region Revitalization Commission, such revenue and appropriations to be as follows:

ANTICIPATED REVENUE

Description	Account No.	Amount
Coleman/Gypsum Road Tobacco Regional Revitalization Commission	60924000-46010	$ 2,333,095

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
Coleman/Gypsum Road	60924999-50	$ 2,333,095

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 2026 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 - 2373 **NEW BUSINESS K.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Amending the Budget Appropriation Ordinance to Provide Funding to the Danville Life Saving Crew.

From: Henrietta Weaver, Budget Director

COUNCIL ACTION

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide Funding from Unassigned General Fund Balance to Provide Additional Funding to the Danville Life Saving Crew in the Amount of $500,000 and Appropriating Same.

First Reading

SUMMARY

The Danville Life Saving Crew (DLSC) opened the George and Sarah Buchanan East Side Station in August 2025. Additional funding is required to complete renovations and ensure the station is fully operational.

BACKGROUND

The East Side Station project began in 2020, with property acquisition supported by the George and Sarah Buchanan Foundation. The project has been funded through a combination of City support, foundation seed money, and community donations. The City of Danville has contributed $1.9 million using American Rescue Plan Act (ARPA) funds and General Fund monies.

The George and Sarah Buchanan East Side Station at 1024 South Boston Road began operations in August 2025. This station is designed to reduce citywide EMS response times from 10 to 8 minutes, enhance public safety and service delivery. The facility houses three ambulances, a quick response vehicle, and a heavy-duty rescue truck, serving northern Danville and the River District.

The project supports the City's broader public safety and infrastructure goals, including improved access, expanded parking, and enhanced service provision for residents. The DLSC has agreed to transfer ownership of the property to the City of Danville.

RECOMMENDATION

It is recommended that the City Council approve the budget ordinance for additional funding to complete the East Side Station in support of the Danville Life Saving Crew.

Attachments

1. Ordinance

PRESENTED: ________________________

ADOPTED: ________________________

ORDINANCE NO. 2025 - ___.___

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE TO PROVIDE FUNDING FROM UNASSIGNED GENERAL FUND BALANCE TO PROVIDE ADDITIONAL FUNDING TO THE DANVILLE LIFE SAVING CREW IN THE AMOUNT OF $500,000 AND APPROPRIATING SAME.

NOW THEREFORE, BE IT ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2026 Budget Appropriation Ordinance be, and it is hereby, amended by a transfer from the General Fund unassigned fund balance to provide additional funding to the Danville Life Saving Crew towards the construction cost of the East Side Station and appropriating the same as follows:

TRANSFER FROM

Description	Account No.	Amount
General Fund		
Unassigned Fund Balance		$ 500,000

TRANSFER TO

Description	Account No.	Amount
General Fund		
Transfer to Capital Projects	0199501-6025	$ 500,000

AND BE IT FURTHER ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2026 Budget Appropriation Ordinance be, and it is hereby, amended to provide an appropriation to the Danville Life Saving Crew East Side Station project in the Capital Projects Fund in the amount of $500,000 and appropriating the same:

ANTICIPATED REVENUES

Description	Account No.	Amount
Danville Life Saving Crew East Side Station Transfer In From General Fund	61981000-6101	$ 500,000

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
Danville Life Saving Crew East Side Station	61981999-50	$ 500,000

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 FINALLY ORDAINED, that all other accounts and provisions of the Fiscal Year 2026 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 - 2308 **NEW BUSINESS L.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Anticipating the Proceeds from the Issuance of General Obligation Bonds.

From: Henrietta Weaver, Budget Director

COUNCIL ACTION

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Anticipating the Proceeds from the Issuance of Bonds and Appropriating Same for Anticipated Expenditures.

First Reading

SUMMARY

The City Council has authorized the issuance of General Obligation Bonds to fund various projects as specified in the Fiscal Year 2026 Capital & Special Projects Plan.

BACKGROUND

The City's Fiscal Year 2026 Capital & Special Projects Plan includes funding in the amount of $9,164,840 for General Fund projects. The attached ordinance is a flexible ordinance providing for posting of issuance costs and refinancing of previous bonds to be determined upon the issuance of the bonds.

RECOMMENDATION

It is recommended that the City Council adopt the attached ordinance amending the Fiscal Year 2026 Budget Appropriation Ordinance for Capital and Special Projects.

Attachments

1. Ordinance

PRESENTED: ______________

ADOPTED: ______________

ORDINANCE NO. 2025 -______- ______

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE BY ANTICIPATING THE PROCEEDS FROM THE ISSUANCE OF BONDS AND APPROPRIATING SAME FOR ANTICIPATED EXPENDITURES.

WHEREAS, the City Council has authorized the issuance of general obligation bonds to finance various capital projects; and

WHEREAS, City Council desires to appropriate the proceeds to fund the various projects, including, without limitation, parks and recreation facilities and equipment, public safety equipment, public street improvements, improvements to public buildings, and estimated bond issuance costs.

NOW THEREFORE, BE IT ORDAINED by the Council of the City of Danville, Virginia, that the Fiscal Year 2026 Budget Appropriation Ordinance be, and it is hereby, amended by appropriating funds from the sale bonds as follows:

ANTICIPATED REVENUES

Description	Account No.	Amount
Economic Development Fund:		
Dan River Falls – Parks and Recreation Office	61938000-43026	$ 536,570
Dan River Falls – DOEDT Office	61961000-43026	212,990
		749,560
Capital Projects Fund:		
General Street Improvements	60000067-43026	200,000
Storm Damage Construction	60022000-43026	200,000
Fire Apparatus and Equipment Replacement	60184000-43026	1,170,000
Riverwalk Trail	61075000-43026	1,000,000
Parks Paving Projects	61076000-43026	320,000
City-Owned Parking Lots	61512000-43026	150,600
HVAC Replacement – City Buildings	61704000-43026	600,000
Roof Replacement – City Buildings	61705000-43026	900,000
Intersection Improvements at S. Main St and Stokes St	61871000-43026	1,000,000
Alley Resurfacing Program	61931000-43026	100,000
Broadnax St/Betts St Improvements	61933000-43026	150,000

Description	Account No.	Amount
Corporate Hangar Taxiway H	61934000-43026	299,230
Replace Struct 1816 – Rvrsde Dr over Apple Br	61945000-43026	200,000
Richmond Blvd Pedestrian Access	61946000-43026	150,000
Airport Obstruction Removal	61948001-43026	28,500
Animal Shelter Expansion	61984000-43026	200,000
South Ramp Site Preparation	61988000-43026	295,070
Barrett – Riverside Signal	61994000-43026	640,000
Stormwater Erosion Mitigation	62033352-43026	185,170
Runway 2-20 LED Lighting Installation	62034000-43026	3,000
Re-mark Runway 2-20	62036000-43026	23,710
		7,815,280
Wastewater Fund:		
Sewer Line Reconstruction	60041000-43026	300,000
New Sewer Lines/Inflow & Infiltration Reduction	60048000-43026	300,000
		600,000
	TOTAL	**$ 9,164,840**

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
Economic Development Fund:		
Dan River Falls – Parks and Recreation Office	61938999-50	$ 536,570
Dan River Falls – DOEDT Office	61961999-50	212,990
		749,560
Capital Projects Fund:		
General Street Improvements	60000067-6999	200,000
Storm Damage Construction	60022999-50	200,000
Fire Apparatus and Equipment Replacement	60184999-50	1,170,000
Riverwalk Trail	61075999-50	1,000,000
Parks Paving Projects	61076999-50	320,000
City-Owned Parking Lots	61512999-50	150,600
HVAC Replacement – City Buildings	61704999-50	600,000
Roof Replacement – City Buildings	61705999-50	900,000
Intersection Improvements at S. Main Street and Stokes Street	61871999-50	1,000,000
Alley Resurfacing Program	61931999-50	100,000
Broadnax St/Betts St Improvements	61933999-50	150,000
Corporate Hangar Taxiway H	61934999-50	299,230
Replace Struct 1816 – Rvrsde Dr over Apple Br	61945999-50	200,000
Richmond Blvd Pedestrian Access	61946999-50	150,000
Airport Obstruction Removal	61948999-50	28,500
Animal Shelter Expansion	61984999-50	200,000
South Ramp Site Preparation	61988999-50	295,070

Description	Account No.	Amount
Barrett – Riverside Signal	61994999-50	640,000
Stormwater Erosion Mitigation	62033999-50	185,170
Runway 2-20 LED Lighting Installation	62034999-50	3,000
Re-mark Runway 2-20	62036999-50	23,710
		7,815,280
Wastewater Fund:		
Sewer Line Reconstruction	60041999-50	300,000
New Sewer Lines/Inflow & Infiltration Reduction	60048999-50	300,000
		600,000
	TOTAL	**$ 9,164,840**

BE IT FURTHER ORDAINED that this is a flexible appropriation as related to refinancing of existing bonds and issuance costs, both to be determined when the bonds are issued; and

BE IT FURTHER ORDAINED that all other accounts and provisions of the Fiscal Year 2026 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:

____
Clerk

Approved as to Form
And Legal Sufficiency

____
City Attorney

Council Letter
City of Danville, Virginia

CL - 2413 **NEW BUSINESS M.**

City Council REGULAR MEETING

Meeting Date: October 21, 2025

Subject: School Resource Officer Grant.

From: Steve Richardson, Police Captain

COUNCIL ACTION

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Increasing Revenue from Virginia Department of Criminal Justice Services – Fiscal Year 2026 School Resource Officer Grant Program in the Amount of $103,415 and a Local Share in the Amount of $32,855 for a Total Appropriation of $136,270 and Appropriating Same.

First Reading

SUMMARY

The City of Danville has been awarded a grant from the Virginia Department of Criminal Justice Services SRO Grant Program and Fund in the amount of $103,415, with a local share in the amount of $32,855 for a total appropriation of $136,270.

BACKGROUND

This is the third year the City of Danville has received an award from the DCJS SRO Grant Program and Fund. The grant continues funding for two officers; one is assigned to George Washington High School and the other one will be assigned to Westwood Middle School. The School Resource Officers will respond to calls for service and deal with incidents on school property during school hours or during school-sanctioned events. They will attempt to identify at-risk juveniles and provide intervention, counseling, or other assistance as needed.

RECOMMENDATION

Staff recommends that City Council adopt the attached ordinance amending the Fiscal Year 2026 Budget Appropriation Ordinance.

Attachments

1. Ordinance

PRESENTED:________________________

ADOPTED:__________________________

ORDINANCE NO. 2025 -_________.___________

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE BY INCREASING REVENUE FROM VIRGINIA DEPARTMENT CRIMINAL JUSTICE SERVICES – FISCAL YEAR 2026 SCHOOL RESOURCE OFFICER GRANT PROGRAM IN THE AMOUNT OF $103,415 AND A LOCAL SHARE IN THE AMOUNT OF $32,855 FOR A TOTAL APPROPRIATION OF $136,270 AND APPROPRIATING SAME.

WHEREAS the City of Danville has been awarded a grant from the Virginia Department of Criminal Justice Services SRO-SRO Grant Program and Fund in the amount of One Hundred Three Thousand Four Hundred Fifteen and 00/100 dollars ($103,415); and

WHEREAS the funding will used to hire two School Resources Officers, one will be assigned to George Washington High School and the other one will be assigned to Westwood Middle School, and the School Resource Officers will respond to calls for service and deal with incidents on school property during school hours or during school sanctioned events. They will attempt to identify at-risk juveniles and provide intervention, counseling, or other assistance as needed.

NOW THEREFORE BE IT ORDAINED by the Council of the City of Danville, Virginia that the Fiscal Year 2026 Budget Appropriation Ordinance be, and the same is hereby, amended by increasing revenue to anticipate the receipt of funds in the amount of $103,415 from the Virginia Department of Criminal Justice Services – SRO-SRO Grant Program and Fund and local match funds of $32,855, for a total of $136,270, such revenue and appropriation to be as follows:

ANTICIPATED REVENUE

Description	Account No.	Amount
DCJS SRO Grant		
Categorical Aid – State Public Safety	61819000-47060	$103,415
Local Share		
Transfer In from General Fund	61819000-6101	$32,855
		$ 136,270

ANTICIPATED EXPENDITURES

Description	Account No.	Amount
DCJS SRO Grant	61819999-50	$136,270

AND BE IT FURTHER ORDAINED, that a transfer from Special Grants Unallocated revenue and appropriation is hereby authorized to cover the local share as follows:

TRANSFER FROM

Description	Account No.	Amount
Special Revenue Fund		
Transfer In from General Fund	60098000-6101	($ 32,855)
Unallocated	60098000-6999	($ 32,855)

BE IT FURTHER ORDAINED that all other accounts and provisions of the Fiscal Year 2026 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