



DANVILLE CITY COUNCIL REGULAR MEETING AGENDA

MUNICIPAL BUILDING

February 17, 2026

7:00 PM

PRESIDING:	Alonzo L. Jones, Mayor	
CITY COUNCIL MEMBERS:	James B. Buckner, Vice Mayor L.G. "Larry" Campbell, Jr. Bryant Hood Daniel W. Marshall, III	Barry P. Mayo Dr. Gary P. Miller Sherman M. Saunders J. Lee Vogler, Jr.,
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. Swearing In: Council Member Daniel W. Marshall, III

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.

PUBLIC HEARING

A. Consideration of Approval of Minutes from Regular Council Meeting held on January 20, 2026.

B. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for a Grant and Loan from the Virginia Department of Health.

Council Letter Number CL - 2546.

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for a Virginia Department of Health \$2,920,000 Grant and \$5,080,000 Loan for a Total Amount of \$8,000,000 to Assist with the City's Lead Service Line Inventory and Replacement Efforts as Directed by the Environmental Protection Agency and Appropriating the Same.

Final Adoption

C. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Increasing Revenues from Casino Gaming Taxes to Support Economic Development Projects.

Council Letter Number CL - 2534.

An Ordinance of the Council of the City of Danville, Virginia Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Increasing Revenues from the Casino Gaming Taxes to Support an Economic Development Project in the Amount of \$2,000,000 and Appropriating the Same.

Final Adoption

NEW BUSINESS

A. Review of General Fund Financials as of January 31, 2026.

Council Letter Number CL - 2539.

Review of General Fund Financials as of January 31, 2026. Financial Statements are included.

B. Presentation of the Fiscal Year 2025 Audit Report.

Council Letter Number CL - 2512.

Presentation of the Fiscal Year 2025 Audit Report.

C. Consideration of Approving a Plan to Finance Certain Economic Development Projects.

Council Letter Number CL - 2556.

Resolution of the City Council of the City of Danville, Virginia, Approving Certain Documents in Support of a Loan to be Undertaken by the Staunton River Regional Industrial Facility Authority.

- D. Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for a Grant from the National Endowment for the Arts.

Council Letter Number CL - 2540.

An Ordinance of the Council of the City of Danville, Virginia Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Increasing Revenue from the National Endowment for the Arts in the Amount of \$40,000 and to Provide for the Local Share in the Amount of \$40,000 for a Total of \$80,000 and Appropriating the 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 - 2564

CONSENT AGENDA A.

City Council REGULAR MEETING

Meeting Date: February 17, 2026

Subject: Approval of Meeting Minutes.

From: Susan DeMasi, City Clerk

COUNCIL ACTION

Consideration of Approval of Minutes from Regular Council Meeting held on January 20, 2026.

Attachments

1. Meeting Minutes
-

January 20, 2026

The Second January meeting of the Danville City Council was held on January 20, 2026, 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, L.G. "Larry" Campbell Jr., Mayor Alonzo L. Jones, Bryant Hood, Barry P. Mayo, Gary P. Miller, Sherman M. Saunders, and J. Lee Vogler, Jr. (8).

Staff Members present were: City Manager Ken 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

Vice Mayor James B. Buckner gave the Invocation followed by the Pledge of Allegiance.

CONSENT AGENDA

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

Minutes from the Regular Council Meeting held on December 16, 2025. Draft copies of the minutes had been distributed prior to the meeting.

Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for a Virginia Trees for Clean Water Grant

An Ordinance Entitled, Ordinance No. 2026-01.02, Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Anticipate Grant Funds from the Virginia Department of Forestry for Virginia Trees for Clean Water in the Amount of \$100,000 and Appropriating Same.

Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for a Grant from the Virginia Opioid Abatement Authority to Fund Activities Associated with the Treatment Court

An Ordinance Entitled Ordinance No. 2026-01.03, Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Increasing Revenue from Virginia Opioid Abatement Authority Individual Distribution and the Gold Standard Incentive Program in the Amount of \$74,069 and a Local Share in the Amount of \$17,673.73 for a Total Appropriation of \$91,742.73 and Appropriating Same.

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

VOTE: 8-0
AYE: Buckner, Campbell, Hood, Jones, Mayo, Miller,
Saunders, and Vogler (8)
NAY: None (0)

APPOINTMENTS

Vice Mayor Buckner **moved** for approval of the following Appointment Resolutions:

Resolution 2026-01.08 – A Resolution Reappointing Sherman M. Saunders as a member of the Danville-Pittsylvania Regional Industrial Facility Authority.

January 20, 2026

Resolution 2026-01.09 – A Resolution Reappointing J. Lee Vogler, Jr., as a member of the Danville-Pittsylvania Regional Industrial Facility Authority.

Resolution 2026-01.10 – A Resolution Reappointing Gary P. Miller as an alternate member of the Danville-Pittsylvania Regional Industrial Facility Authority.

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

VOTE: 8-0
AYE: Buckner, Campbell, Hood, Jones, Mayo, Miller,
Saunders, and Vogler (8)
NAY: None (0)

NEW BUSINESS

REVIEW OF GENERAL FUND FINANCIALS AS OF DECEMBER 31, 2025.

Chief Financial Officer Michael Adkins gave a review of the General Fund Financials through December 31, 2025, which marks half of the fiscal year complete, or 50%. Revenues received through the end of December amounted to \$79M, which represents 43% of budget, very consistent with last year at this time, which was 42% of budget. The month of December marks the end of the first half billing cycle; in Real Estate, current collections were \$13.5M, or 51% of budget. Real Estate delinquent collections were doing quite well, the City received \$882,000 at the end of December marking 77% of budget. Personal Property has done equally well, the City received \$8.7M through the end of December, at 51% of budget. Sales tax, as mentioned in previous months' reports, was seeing some sluggishness, receiving \$6.5M to date, which was 46% of budget. That was four percentage points behind, which was \$537,000 behind budget. There may be some improvement with the holiday retail sales as they come in next month, but Mr. Adkins noted he believed the City will still be short by the end of the year in this line item; there were other line items that will cover that deficit. Under Meals tax, the City has received \$6.7M for the first six months of this fiscal year, or 48% of budget. However, the first few days of January, the City received and posted several payments, about \$400,000, probably delayed because of holiday reporting from the restaurants. If that had been received timely in the month of December, there would have been a total of \$7.1M, placing the City at 51% of budget, just ahead of target. There were no worries about meals tax at this time. For Lodging taxes, the City received \$2M at the end of December, this represents 54% of budget. Lodging taxes outperformed budget expectations; they have seen an 11% increase over last year at this time, about \$200,000. Nightly stays were up about 10%, comparing the first six months of this year to last year. Last year, the City was averaging about 21,500 stays per month; this year, so far, they were averaging 23,700 stays per month, an increase of 2,200 stays per month. The City has earned \$19M of its \$35M budget for casino taxes this year, 54%, and outperforming expectations. Mr. Adkins noted he could see actual collections exceeding budget by about \$5M by the end of this year. Another area of improvement was Investment and Interest Earnings; they did forecast interest rates to drop a little more quickly and more severely than they have. His impression of the Federal Reserve was that they will maintain the current rates at least until the end of this fiscal year. They should see actual collections exceeding budget by about \$500,000; they were currently at \$1.65M which was 77% of budget this year. State and Federal revenues were on track with no concerns.

On the Expenditure side, Departmental spending was at 47% of budget; they typically see that run 2%-3% behind budget. Non -Departmental Expenses, primarily group health insurance, were a little ahead of budget at 53%; these were completely based on the claims incurred through the

January 20, 2026

year. There were higher employee contributions going into effect January 1st, which should help with that. Council thanked Mr. Adkins for his report.

CONSIDERATION OF A MASS TRANSIT FEE ORDINANCE REVISION

Mayor Jones opened the floor for a Public Hearing regarding a Mass Transit Fee Revision. Notice of the Public Hearing was published in the *Danville Register & Bee* on January 6, 2026, and January 13, 2026. No one present desired to be heard and the Public Hearing was closed.

Vice Mayor Buckner **moved** for adoption of an Ordinance entitled:

ORDINANCE NO. 2026-01.04

AN ORDINANCE OF THE COUNCIL OF THE CITY OF DANVILLE, VIRGINIA AMENDING AND INCREASING FEES FOR THE DANVILLE TRANSIT SYSTEM EFFECTIVE FEBRUARY 2, 2026.

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

Council Member Vogler questioned this item which states it was increasing fees, but the council letter states that the City was actually expanding the time for reduced fees. City Manager Ken Larking explained this extends the period of time to 6:00 p.m. which was previously 12:00 p.m., for that discount for certain qualifying individuals. It was not a fee increase, but an increase of an opportunity to get a discount.

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

VOTE: 8-0
AYE: Buckner, Campbell, Hood, Jones, Mayo, Miller,
Saunders, and Vogler (8)
NAY: None (0)

COMMUNICATIONS

There were no communications from the Deputy City Manager, Assistant City Managers, City Attorney or City Clerk.

City Manager Ken Larking noted he wanted to inform citizens of an opportunity to apply for a newly formed commission, the Public Arts Commission; the City was taking applications for the Council to appoint members to that group. If citizens were interested in being a member of that Commission, there was an application on the City's website.

Mayor Jones noted, as a reminder, to those interested citizens for the vacant council position, the application was on the City's website and the deadline to submit an application was January 28th at 5:00 p.m.

Council Member Mayo noted he wanted to thank everyone that came out and enjoyed the festivities for MLK weekend; there was a lot going on with various organizations. The Omega Psi Phi Fraternity had their 26th Annual MLK Breakfast; Mr. Mayo thanked Council Members who were able to come, along with school board members and citizens who helped them celebrate. They had over 500 people attending.

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Council Member Miller noted it was a phenomenal event yesterday; they did an awesome job. Dr. Miller noted there was good news on utilities, in February the City will get the battery covers for the storage batteries at the new Mount Cross facility; that was to store energy and should be ready in late May or June. Dr. Miller commended city employees that collected food for God's Storehouse and a cash donation to the Cancer Association.

Council Member Saunders noted he and his wife attended the prayer breakfast in Richmond last Wednesday and had breakfast with Delegate Madison Whittle as well as Pittsylvania County supervisors. The Virginia State Gospel Choir performed at the event, it was wonderful with one member from this area. Mr. Saunders commended Mr. Mayo for his MLK breakfast, it was a great event, and last weekend the NAACP had their banquet as well; a lot of the money raised was for scholarships and helping children in schools.

Council Member Vogler noted he feels very fortunate to serve with the members of Danville City Council; what they have was not common. Mr. Vogler noted the forecast for this weekend was looking significant when it comes to snowfall, and encouraged citizens to check in on their neighbors and stock up on their supplies.

Vice Mayor Buckner encouraged citizens to please check on their neighbors and loved ones this weekend; warming centers will be open in the City.

Council Member Campbell noted he was glad to be serving another year with Council in the City of Danville; this was a great city, and it was moving forward.

Council Member Hood noted there will be a warming center on Shelton Street, Pastor Ferrell's Redemption Church, he welcomes all, and right now he was doing a day center as well. Mr. Hood noted the City does a great job with their website at danvilleva.gov that shows where casino revenues were going and also to find information on bids and procurement. Mr. Hood noted the passing of Bishop Linder and his condolences to the Linder family and Mount Sinai Church family.

Mayor Jones noted the weather was coming this weekend and encouraged citizens to check on their neighbors and check the City's website and River City TV Facebook page, Mark Aron and Arnold Hendrix do a great job keeping citizens up to date on conditions. Mayor Jones also asked citizens to be patient with city employees working in the bad weather.

MEETING ADJOURNED AT 7:42 P.M.

APPROVED:

MAYOR

ATTEST:

CITY CLERK

Council Letter City of Danville, Virginia



CL - 2546

CONSENT AGENDA B.

City Council REGULAR MEETING

Meeting Date: February 17, 2026

Subject: Budget Appropriation Ordinance for a Grant and Loan from the Virginia Department of Health.

From: Jason Grey, Director of Utilities

COUNCIL ACTION

An Ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance to Provide for a Virginia Department of Health \$2,920,000 Grant and \$5,080,000 Loan for a Total Amount of \$8,000,000 to Assist with the City's Lead Service Line Inventory and Replacement Efforts as Directed by the Environmental Protection Agency and Appropriating the Same.

Final Adoption

SUMMARY

The City was awarded a \$2,920,000 grant and a \$5,080,000 loan by the Virginia Department of Health to assist with inventory of both the City's water service lines and customer water services. The funds also include funds to begin replacement of any found lead and galvanized service lines that are identified. The City's replacement plan is due to the Virginia Department of Health and the Environmental Protection Agency by fall 2027. All lead and galvanized public and private water service lines that are found must be replaced by 2037.

BACKGROUND

The Utilities Department has been working on identifying lead and galvanized water service lines by conducting field test holes and using an acceptable predictive modeling procedure. In 2024, the City had approximately 18,000 service lines that needed further investigation. In 2025, this number had been reduced to 6,500 due to the efforts of field crews and our engineering staff. In 2026, staff aims to further reduce the number of unknown service lines and be able to start replacing found lead and galvanized water service lines starting in 2027.

RECOMMENDATION

Staff recommends that City Council adopt an ordinance Amending the Fiscal Year 2026 Budget Appropriation Ordinance in the amount of \$8,000,000 for water service line inventory and replacement activities to meet VDH/EPA lead service line rule requirements.

Attachments

1. Ordinance
 2. BIL-67L-23 City of Danville LSL Identification and Replacement Letter
-

PRESENTED: _____

ADOPTED: _____

ORDINANCE NO. 2026____.

AN ORDINANCE AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE TO PROVIDE FOR A VIRGINIA DEPARTMENT OF HEALTH \$2,920,000 GRANT AND \$5,080,000 LOAN FOR A TOTAL AMOUNT OF \$8,000,000 TO ASSIST WITH THE CITY'S LEAD SERVICE LINE INVENTORY AND REPLACEMENT EFFORTS AS DIRECTED BY THE ENVIRONMENTAL PROTECTION AGENCY AND APPROPRIATING THE 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 the same is hereby, amended by increasing revenues for in the amount of Eight million and 00/100 dollars (\$8,000,000) from the Virginia Department of Health in the form of a Two million, nine hundred twenty thousand and 00/100 dollars (\$2,920,000) grant and Five million, eighty thousand and 00/100 dollars (\$5,080,000) loan, such funds to be appropriated in the Utility Water Capital Project Fund as follows:

ANTICIPATED REVENUES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Lead & Copper Water Line Inventory		
FY 2023 Bipartisan Infrastructure Law (BIL-67L-23) Grant		
VA Department of Health - Federal	61904000-48070	\$ 2,920,000
FY 2023 Bipartisan Infrastructure Law/ Financial Assistance (BIL-04L-23)		
Loan	61904000-44045	\$ 5,080,000
	TOTAL	<u>\$ 8,000,000</u>

ANTICIPATED EXPENDITURES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Water Main Replacement Project	61904999-50	\$ 8,000,000

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

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:

Mayor

Attest:

City Clerk

Approved as to
Form and Legal Sufficiency:

City Attorney



COMMONWEALTH of VIRGINIA

Department of Health
P O BOX 2448
RICHMOND, VA 23218

TTY 7-1-1 OR
1-800-828-1120

Karen Shelton, MD
State Health Commissioner

R. Christopher Lindsay
Chief Operating Officer

November 8, 2024

Subject: City of Danville
Water – City of Danville
Lead Service Line Identification & Replacement
BIL-67L-23

Mr. Jason Grey, Director of Utilities
City of Danville
1040 Monument Street
Danville, Virginia 24541

Re: Virginia Drinking Water State Revolving Fund
FY 2023 Bipartisan Infrastructure Law (BIL)/Financial Assistance
BIL Initial Offer

Dear Mr. Grey:

The Virginia Department of Health (VDH) has completed a preliminary review of your application for drinking water construction funds. The determination of the funding package is shown below; however, this determination and your inclusion in VDH's Intended Use Plan is contingent on the availability of federal and state funding as well as the conditions below.

Based on the information provided, VDH determined the total funding package for your project is estimated to be \$8,000,000. The funding package consists of \$2,920,000 as principal forgiveness and \$5,080,000 as a loan with your choice of terms – either 20 years or 30 years (or the design life of the project, whichever is less). The interest rate on the 20-year loan will be set 1.0% below the 20-year market rate in the month before loan closing, and the interest rate shall not be less than 1.0%. Recently, the 20-year market rate less 1.0% program subsidy has varied between 2.35% and 3.15%. The interest rate on the 30-year loan will be set 0.50% below the 30-year market rate in the month before loan closing, and the interest rate shall not be less than 1.5%. Recently, the 30-year market rate less 0.5% program subsidy has varied between 3.30% and 3.95%.

These interest rates will be reduced by 0.25% under our Expedited Closing Program, not to drop below 1.0% for a 20-year term and 1.5% for the 30-year term. To qualify for the Expedited Closing Program, VDH requires your loan closing be completed within 12 months of our original award letter. If this funding offer is accepted,



Mr. Jason Grey, Director of Utilities
November 8, 2024
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then you will receive an award letter after this. If you will participate in this special program, please indicate your plans for complying in your response letter.

VDH recommends waterworks owners implement a revenue growth model that includes automatic annual rate adjustments that exceed inflation. Having adequate financial resources is crucial to maintaining a successful and sustainable waterworks. VDH recommends waterworks self-evaluate their financial positions using the attached ***Building Financial Sustainability/Financial Health Indicators*** to ensure they are able to provide for financial sustainability. **You should begin to prepare your latest audited financial statement (fiscal year 2023) to avoid any delays in credit review and loan closing.**

VDH recommends all waterworks maintain updated Waterworks Business Operation Plans (WBOP), Asset Management Plans (AMP), and/or Capital Improvement Plans. VDH may be able to make funding available for developing or updating an AMP or WBOP if they were not included in the original budget. As part of the Technical, Managerial, and Financial (TMF) Capacity Review, ODW Capacity Development requires a WBOP. Please coordinate with Capacity Development on the WBOP and for questions on the TMF review. These questions can be directed to Jeanean Francis, Capacity Development Sustainability Coordinator, by phone at (804) 292-5681 or by email at Jeanean.Bustamante@vdh.virginia.gov. Mr. Barry Matthews, CPG, TCDO Division Director, is also available to answer questions on the TMF review and he can be reached by phone at (804) 477-5171 or by email at Barry.Matthews@vdh.virginia.gov.

Currently, the federal Drinking Water State Revolving Fund (DWSRF) appropriation and final requirements have not yet been finalized. However, all recipients should expect to comply with American Iron and Steel (AIS) requirements or Build America/Buy America Act (which includes AIS requirements), Davis Bacon Prevailing Wage, and other provisions as required.

The funding package and loan closing are conditioned on and are subject to change based on (but not limited to) the following:

- (1) The availability of federal and state match funds to support the DWSRF Program,
- (2) New restrictions/conditions that the EPA or VDH may require for participation in the Program or in the use of the SRF funds,
- (3) Changes to the purpose, benefit, or scope of the project from the Preliminary Engineering Report (PER) or the DWSRF Application; or if the VDH-ODW Field Office does not concur with the project purpose, benefit, or scope,
- (4) Owner complying with the DWSRF Program requirements, and owner's progress to a timely closing according to a pre-negotiated schedule, or delays/changes in project readiness to proceed,
- (5) Owner's history of activities with the ODW/DWSRF Program (i.e., late or non-payments or non-compliance),
- (6) Owner obtaining user agreements from future water users in the project area, (if applicable)
- (7) The financial estimates provided in your loan application changing,
- (8) Owner's ability to secure the loan. All loan offers will require an acceptable credit review by the Virginia Resources Authority,
- (9) Owner soliciting other lenders for parity on this new debt,


Mr. Jason Grey, Director of Utilities
November 8, 2024
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- (10) Owner being debarred or suspended from applying for state or federal funds,
- (11) Waterworks maintaining compliance with the Virginia *Waterworks Regulations* and other applicable state/federal laws, regulations, policies, and procedures, and
- (12) EPA mandates that all program assistance recipients demonstrate full technical, financial, and managerial capacity in order to receive funds. VDH may place special requirements on recipients in order to ensure capacity requirements are met prior to loan closing.

An acceptance of this funding offer reflects a commitment on your part to these requirements. VDH reserves the right to by-pass any project that has not executed financial agreements within 12 months from the date of VDH's original award letter.

Please notify me in writing as soon as possible but no later than December 9, 2024, at the address above of your acceptance of this initial funding package offer or any concerns and additional factors that should be considered. Failure to notify me can be deemed as your withdrawal from this program. Please use the above referenced project number and name on all correspondence. If necessary, I can be contacted by phone at (540) 463-0419 or by email at Anthony.Hess@vdh.virginia.gov .

Sincerely,


Anthony Hess (Nov 8, 2024 14:06 EST)

Anthony Hess, Director
Division of Financial, Construction & Assistance Programs

cc: Barry Matthews, CPG, Division Director – Training, Capacity Development and Outreach
Keith Kornegay, P.E., FCAP Project Team Leader, Lexington Field Office
Ray Weiland, P.E., ODW Field Director, Danville Field Office
Joe Bergeron, VRA, Director of Financial Services and Investments

Council Letter
City of Danville, Virginia



CL - 2534

CONSENT AGENDA C.

City Council REGULAR MEETING

Meeting Date: February 17, 2026

Subject: Budget Appropriation Ordinance Increasing Revenues from Casino Gaming Taxes to Support Economic Development Projects.

From: Henrietta Weaver, Budget Director

COUNCIL ACTION

An Ordinance of the Council of the City of Danville, Virginia Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Increasing Revenues from the Casino Gaming Taxes to Support an Economic Development Project in the Amount of \$2,000,000 and Appropriating the Same.

Final Adoption

SUMMARY

In order to facilitate a transformational economic development project, the IDA has requested \$2 million to assist with grant and loan funds in the current fiscal year. Fiscal Year 2026 revenues from casino gaming taxes are anticipated to exceed previously budgeted amounts by several million dollars. This unanticipated revenue is available to serve as the source of funding for this request.

BACKGROUND

The City's Fiscal Year 2026 Budget Appropriation Ordinance includes estimates for casino gaming taxes using the best available information. Casino gaming taxes are on trend to exceed fiscal year estimates. The projects intended to be funded by the increased revenues are one-time type expenditures, since the revenue derived from this funding source is highly contingent on the state of the economy. This request for \$2 million will serve as backstop financing for an identified economic development project.

RECOMMENDATION

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

Attachments

1. Ordinance
-

PRESENTED: _____

ADOPTED: _____

ORDINANCE NO. 2026 - _____._____

AN ORDINANCE OF THE COUNCIL OF THE CITY OF DANVILLE, VIRGINIA AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE BY INCREASING REVENUES FROM THE CASINO GAMING TAXES TO SUPPORT AN ECONOMIC DEVELOPMENT PROJECT IN THE AMOUNT OF \$2,000,000 AND APPROPRIATING THE SAME

WHEREAS, the City anticipates receiving excess revenues from casino gaming operations exceeding the original budget estimate for Fiscal Year 2026; and

WHEREAS, the excess casino revenues will be used to support economic development initiatives; and

WHEREAS, the identified project is a strategic redevelopment effort that will require backstop funding assistance for predevelopment 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 the same is hereby, amended, by increasing revenues in the General Fund and appropriating same to be as follows:

ANTICIPATED REVENUES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Caesar's Minimum Gaming Fee	0100000-40580	\$900,000
Casino Gaming Tax Local Share	0100000-40585	\$1,100,000
Total		<u><u>\$2,000,000</u></u>

ANTICIPATED EXPENDITURES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Support of/Transfer to/Capital:		

Transfer Out to Economic Development	0199501-6098	\$2,000,000
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BE IT FURTHER ORDAINED, by the Council of the City of Danville, Virginia, that the Fiscal Year 2026 Budget Appropriation Ordinance be, and the same hereby is, amended, by providing funding in the Economic Development Fund and appropriating same to be as follows:

ANTICIPATED REVENUES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Economic Development Incentives		
Transfer In from General Fund – Casino Revenues	60920000-6111	\$2,000,000

ANTICIPATED EXPENDITURES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Economic Development Incentives	60920999-50	\$2,000,000

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:

City Clerk

Approved as to
Form and Legal Sufficiency:

City Attorney

**Council Letter
City of Danville, Virginia**



CL - 2539

NEW BUSINESS A.

City Council REGULAR MEETING

Meeting Date: February 17, 2026

Subject: Review of General Fund Financials as of January 31, 2026.

From: Michael Adkins, Assistant City Manager-Chief Financial Officer

COUNCIL ACTION

Review of General Fund Financials as of January 31, 2026. Financial Statements are included.

Attachments

1. Financial Statements
-



CITY OF DANVILLE

Department of Finance

To: Ken F. Larking, City Manager

From: Michael L. Adkins, Chief Financial Officer

Date: February 9, 2026

Subject: Summary of Preliminary General Fund Financial Results for January 31, 2026

After completing the first seven months of the fiscal year, revenues are tracking well with budget and are ahead of the previous year. As of January 31, General Fund revenues totaled \$95,164,648, representing 52% of the FY2026 budget. Last year at this time, revenues totaled \$84,464,561, also 52% of budget. The increase compared to the prior year is primarily attributable to growth in local taxes, along with an increase in Other Local Taxes driven by tourism-related revenue and an increase in Intergovernmental revenues due to an increase in the Gaming Tax Revenue. Notable increases in Other Local Taxes were seen in Meals Tax, Lodging Tax, and the Caesars direct payments.

The first installment of property tax bills was due December 5. Collections of current real estate taxes through January were \$13,643,720, or 52% of budget. Real estate tax collections increased \$2.5 million compared to the prior year, primarily reflecting higher assessments associated with economic growth. Delinquent real estate tax collections also continued to perform well, totaling \$973,688 through January, which represents 85% of the current-year budget. Overall, local tax collections through January 31 amounted to \$25,376,850, or 44% of budget—exceeding FY 2026 collections for the same period by \$1.4 million.

Regarding local taxes, sales tax collections through January amounted to \$7,585,004, or 54% of budget. Meals taxes collected for the first seven months of the fiscal year amounted to \$7,977,332 or 57% of budget, an increase of \$511,000 from last year. Business Licenses realized at the end of January were \$1,252,987. Lodging taxes received as of January 31 were \$2,227,671 or 61% of budget, an increase of \$132,000 over the prior year.

Expenditures through January 31 totaled \$128,561,320, or 66% of the budget, representing an overall increase of \$33.6 million compared to January 31, 2025. Departmental spending for the first seven months of the fiscal year amounted to \$58 million, or 53% of budget, an increase of \$4 million over the prior year. This increase is primarily driven by an increase in salaries and benefits along with budgeted increases for motor vehicle purchases for public safety. The remaining overall increase is attributable to increases in non-departmental expenditures related

DANVILLE, VA

to increased debt service as well as an increase in group health insurance, and an increase in Transfers to Capital Projects and Other Funds due to timing differences of when the transfers occurred in FY 2025 versus FY 2026.

Fund expenditures exceeded revenues by \$33,396,672, which is an improvement of \$5.3 million compared to December 31, 2025. This is typical for most of the fiscal year because revenue recognition does not align with expenditure timing. At this point, the General Fund is performing as expected relative to the current budget.

CITY OF DANVILLE, VIRGINIA

GENERAL FUND REPORT

58% OF YEAR LAPSED AS OF JANUARY 31, 2026

****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	\$ 24,912,995	51.67%		\$ 23,300,685	\$ 21,603,511
Other Local Taxes	57,397,800	25,376,850	44.21%		32,020,950	24,025,327
License Permits & Privilege Fees	606,510	260,781	43.00%		345,729	296,293
Fines & Forfeitures	526,660	229,585	43.59%		297,075	112,889
Revenue From Use Money & Property	2,597,860	2,472,497	95.17%		125,363	2,553,521
Charges For Services	3,498,770	2,200,227	62.89%		1,298,543	2,272,393
Miscellaneous Revenue	25,100	152,909	609.20%		(127,809)	154,610
Recovered Cost	11,226,151	6,139,488	54.69%		5,086,663	5,338,791
Intergovernmental	44,801,669	24,270,316	54.17%		20,531,353	19,014,226
Transfers From Utilities	15,684,000	9,149,000	58.33%		6,535,000	9,093,000
TOTAL REVENUES	\$ 184,578,200	\$ 95,164,648	51.56%		\$ 89,413,552	\$ 84,464,561
EXPENDITURES:						
General Government Administration	\$ 18,028,241	\$ 10,200,886	56.58%	\$ 363,591	\$ 7,463,764	\$ 9,565,782
Judicial Administration	10,155,844	5,511,505	54.27%	57,887	4,586,452	5,375,491
Public Safety	48,763,964	26,391,668	54.12%	713,318	21,658,978	24,412,503
Public Works	6,561,373	3,343,410	50.96%	177,630	3,040,333	3,153,705
Health, Education, Welfare & Soc. Svc.	11,815,722	5,928,627	50.18%	51,122	5,835,972	5,301,078
Parks, Recreation & Cultural	7,993,432	3,875,586	48.48%	45,783	4,072,063	3,640,587
Community Development	5,618,597	2,877,149	51.21%	173,817	2,567,632	2,693,723
Non-Departmental	16,496,660	10,366,568	62.84%	-	6,130,092	9,026,315
Education	34,383,070	29,261,373	85.10%	-	5,121,697	25,440,478
Transfer to Capital Projects	26,155,960	25,897,662	99.01%	-	258,298	5,997,498
Transfer to Other Funds	10,414,190	4,906,885	47.12%	-	5,507,305	326,928
TOTAL EXPENDITURES	\$ 196,387,053	\$ 128,561,320	65.46%	\$ 1,583,149	\$ 66,242,585	\$ 94,934,087
Revenue over(under) Expenditures		\$ (33,396,672)				\$ (10,469,526)
FUND BALANCE:						
Beginning Fund Balance 07/01/2025		\$ 69,331,450				\$ 63,543,749
Revenue over(under) Expenditures		(33,396,672)				(10,469,526)
Ending Fund Balance 1/31/26		\$ 35,934,778				\$ 53,074,222
Composition of Fund Balance:						
Reserved for Encumbrances/Designated Funds		\$ 5,541,907				\$ 9,329,117
Unassigned		30,392,871				39,868,037
TOTAL FUND BALANCE 1/31/26		\$ 35,934,778				\$ 49,197,154

**CITY OF DANVILLE, VIRGINIA
GENERAL FUND
COMPOSITION OF FUND BALANCE
PRELIMINARY - AS OF JANUARY 31, 2026**

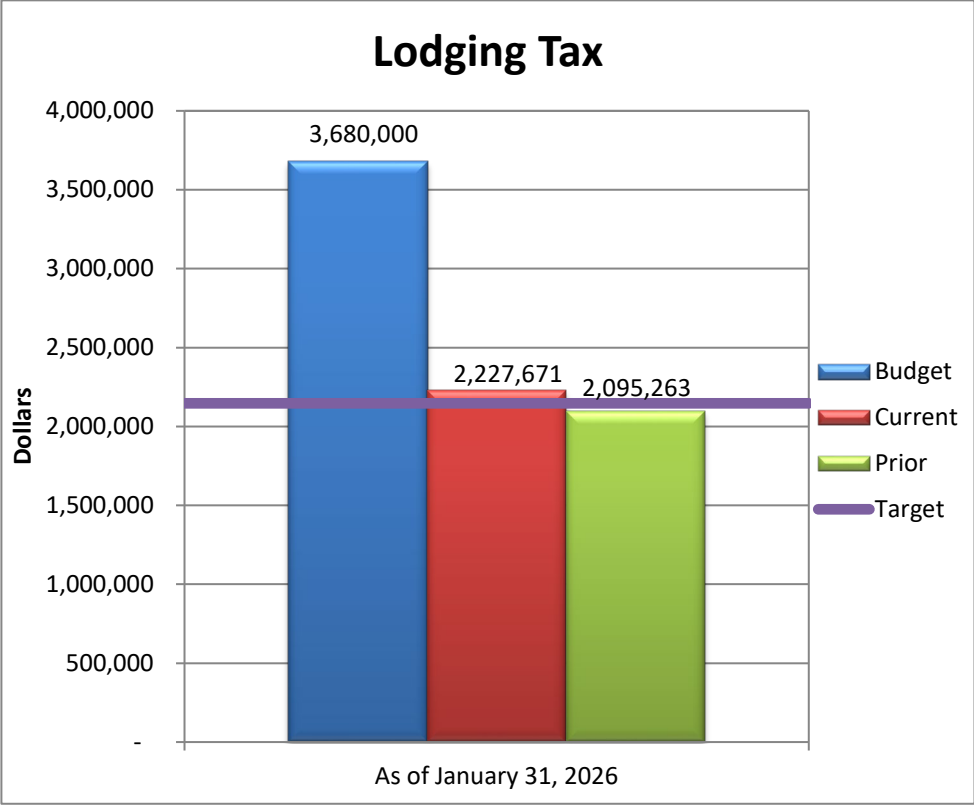
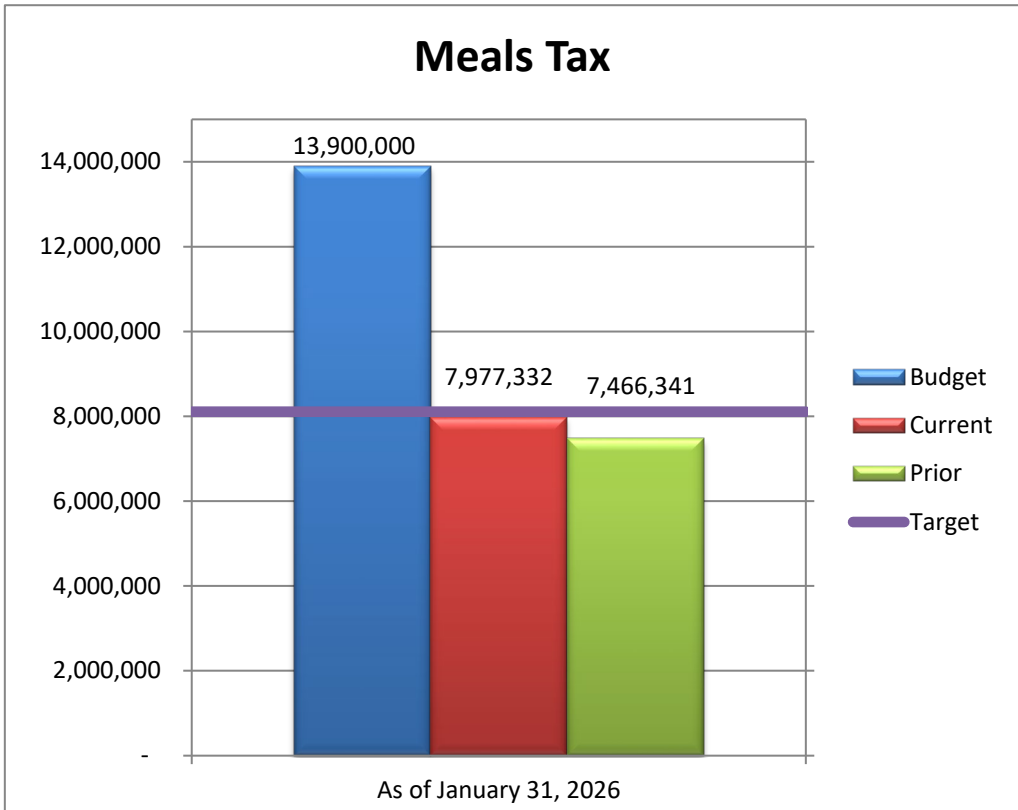
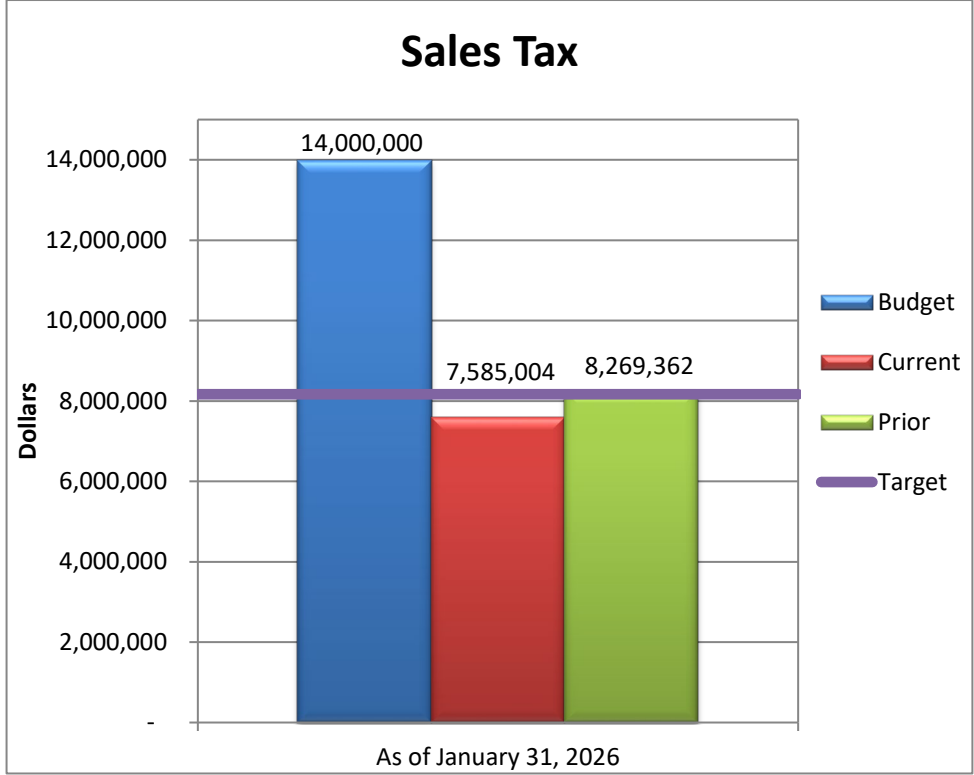
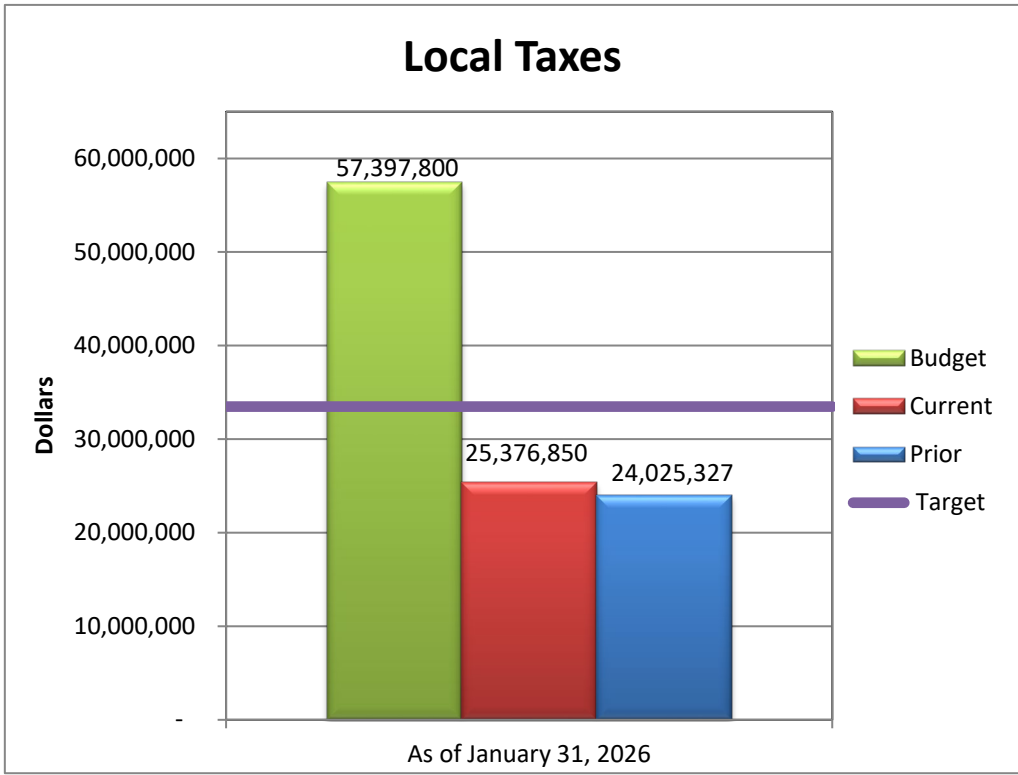
Beginning Total Fund Balance, July 1, 2025	69,331,449.97
Add: General Fund Revenues	95,164,648.29
Deduct: General Fund Expenditures	<u>(128,561,319.88)</u>
Ending Total Fund Balance, June 30, 2026	<u><u>35,934,778.38</u></u>

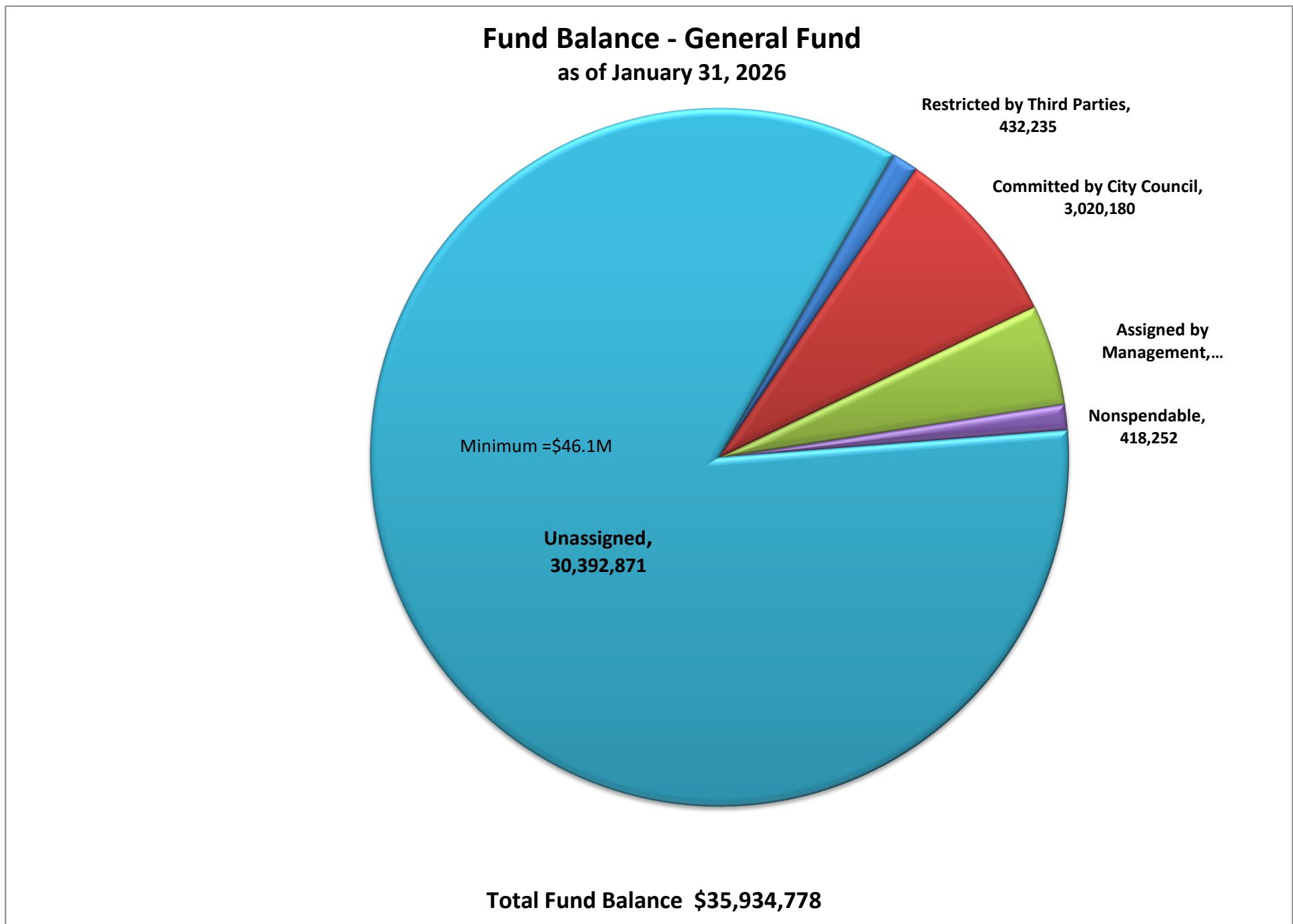
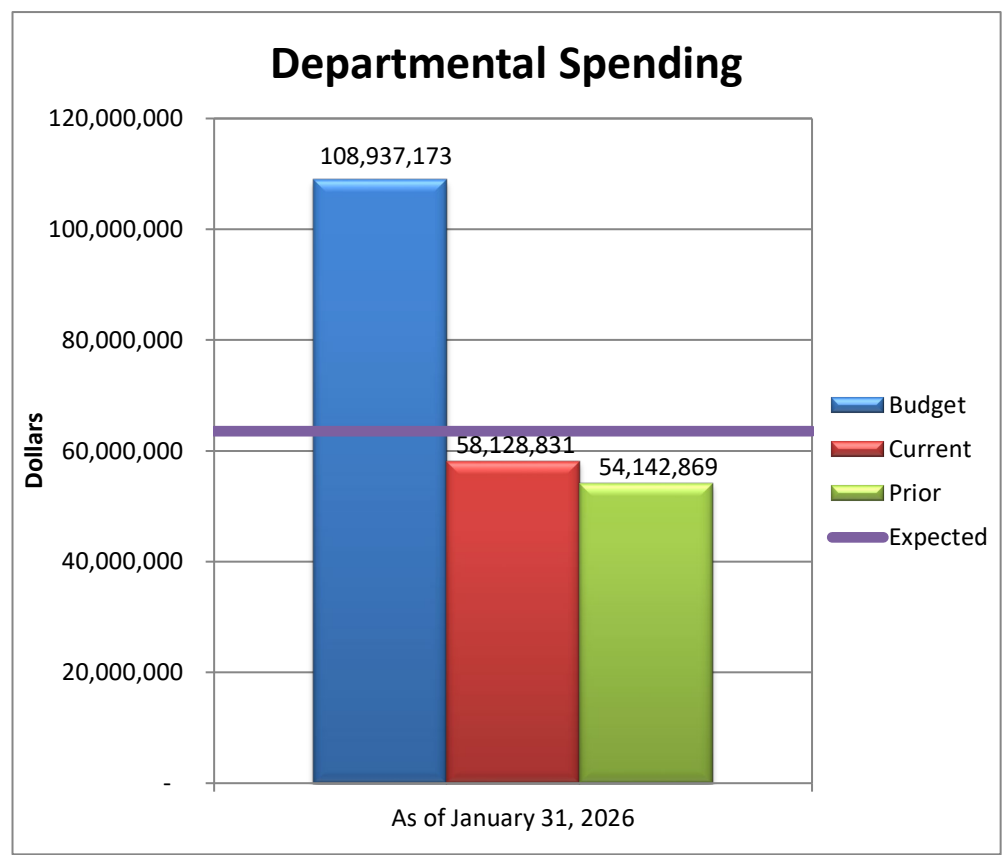
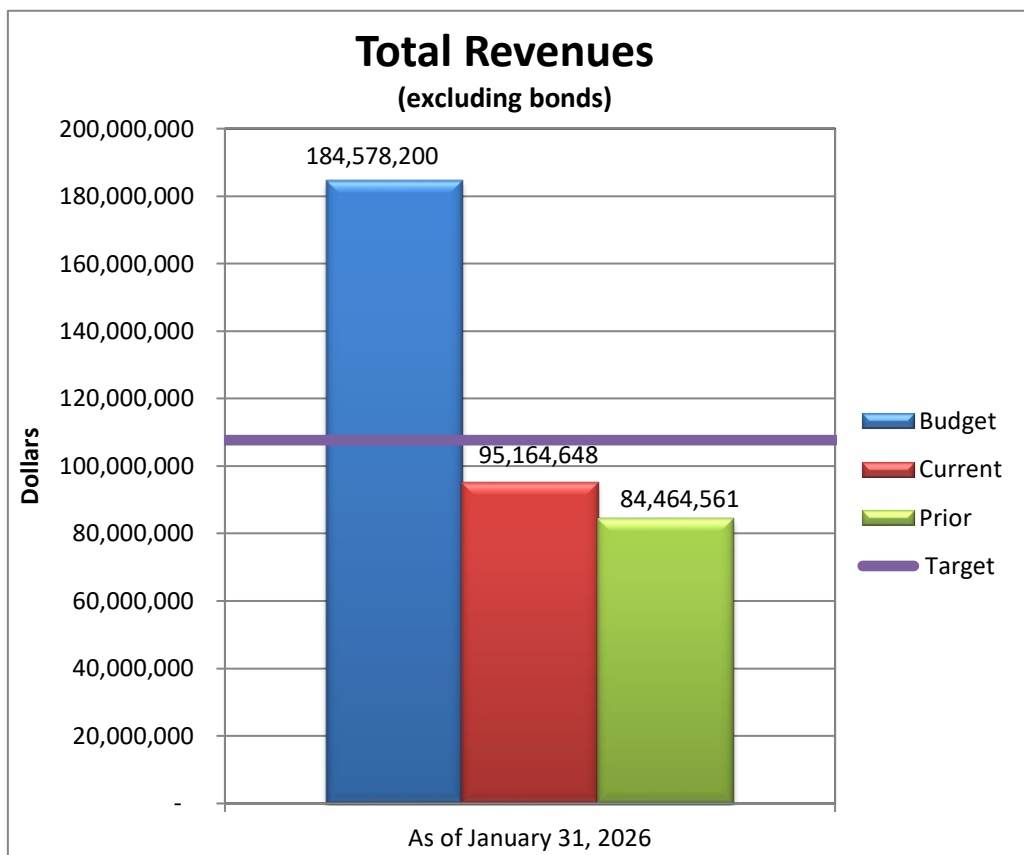
<u>Composition of Fund Balance:</u>	
Restricted for Commonwealth Attorney	133,587.97
Restricted for Police Department	153,858.29
Restricted for Fire Department	144,788.35
Committed for Sheriff's Department	20,180.18
Committed to Schools	-
Committed to Budget Stabilization	3,000,000.00
Assigned to Sheriff's Department	17,182.13
Assigned to Community Development	70,909.84
Assigned for Encumbrances	1,583,148.63
Assigned Casino Revenue	-
Nonspendable (Inventory and Prepays)	418,251.76
UNASSIGNED	<u>30,392,871.23</u>
Total Fund Balance, January 31, 2026	<u><u>35,934,778.38</u></u>
	-

Unassigned fund balance from above	30,392,871.23
Unassigned Minimum per policy (25% of General Fund Operating Revenues) based on FY 2026 budget	<u>46,144,549.97</u>
Current surplus (deficit) over (under) minimum	(15,751,678.74)

City of Danville, Virginia
Summary of Other Local Tax Revenues - PRE-CLOSING - UNAUDITED
For the period ending January 31, 2026

<u>Description</u>	<u>Current Budget</u>	<u>Revenue Realized</u>	<u>Percentage Realized</u>	<u>Prior Year Budget</u>	<u>Prior Year Realized</u>	<u>Percentage Prior Year</u>
Sales Tax	\$ 14,000,000	\$ 7,585,004	54.18%	\$ 13,000,000	\$ 8,269,362	63.61%
Business Licenses	8,582,000	1,252,987	14.60%	7,642,000	1,806,035	23.63%
Meals Tax	13,900,000	7,977,332	57.39%	12,100,000	7,466,341	61.71%
Utility Taxes	930,000	464,155	49.91%	930,000	546,720	58.79%
Vehicle License Fees	1,000,000	278,895	27.89%	1,025,000	278,182	27.14%
Bank Stock Tax	1,100,000	375	0.03%	1,100,000	-	0.00%
Recordation Tax	370,000	249,252	67.37%	370,000	201,007	54.33%
Hotel Motel Tax	3,680,000	2,227,671	60.53%	3,525,000	2,095,263	59.44%
Daily Property Rental Tax	20,800	35,468	170.52%	20,800	40,520	194.81%
Motor Vehicle Tax	240,000	122,625	51.09%	240,000	109,881	45.78%
DMV Fees	275,000	118,960	43.26%	275,000	115,794	42.11%
Ceasars Min Fee	13,300,000	5,064,126	38.08%	8,700,000	3,096,222	35.59%
TOTAL	<u>\$ 57,397,800</u>	<u>\$ 25,376,850</u>	<u>44.21%</u>	<u>\$ 48,927,800</u>	<u>\$ 24,025,327</u>	<u>49.10%</u>





**Council Letter
City of Danville, Virginia**



CL - 2512

NEW BUSINESS B.

City Council REGULAR MEETING

Meeting Date: February 17, 2026

Subject: Fiscal Year 2025 Audit Report

From: Michael Adkins, Assistant City Manager-Chief Financial Officer

COUNCIL ACTION

Presentation of the Fiscal Year 2025 Audit Report.

SUMMARY

The City's independent audit firm, Brown Edwards, will present the annual audit report for the fiscal year ended June 30, 2025.

BACKGROUND

Matthew Heatwole, Partner with Brown Edwards & Company, LLP will provide a brief summary of the City's annual audit report for the fiscal year ended June 30, 2025. Brown Edwards serves as the external, independent auditor for the City. Copies of the audit report will be available at the meeting. The audit report will also be published on the City's website for public access.

Attachments

None

**Council Letter
City of Danville, Virginia**



CL - 2556

NEW BUSINESS C.

City Council REGULAR MEETING

Meeting Date: February 17, 2026

Subject: Approving a Plan to Finance Certain Economic Development Projects.

From: Corrie Bobe, Director of Economic Development and Tourism

COUNCIL ACTION

Resolution of the City Council of the City of Danville, Virginia, Approving Certain Documents in Support of a Loan to be Undertaken by the Staunton River Regional Industrial Facility Authority.

COUNCIL ACTION

A Resolution of the Council of the City of Danville, Virginia approving a plan to finance certain economic development projects through the Virginia Tobacco Region Revitalization Commission by the Staunton River Industrial Regional Facility Authority.

SUMMARY

The project will be financed through a loan from the Virginia Tobacco Region Revitalization Commission, via its Incentives and Loan Committee, to the Staunton River Regional Industrial Facility Authority, with a principal amount not to exceed \$7.5 million. The loan will be repaid as the project earns and receives grant funding from the Tobacco Commission and the Commonwealth of Virginia.

RECOMMENDATION

Staff recommends approving a plan to finance certain economic development projects.

Attachments

1. Resolution
-

PRESENTED: _____

ADOPTED: _____

RESOLUTION NO. 2026 - _____. ____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF DANVILLE, VIRGINIA,
APPROVING CERTAIN DOCUMENTS IN SUPPORT OF A LOAN TO BE UNDERTAKEN BY
THE STAUNTON RIVER REGIONAL INDUSTRIAL FACILITY AUTHORITY

WHEREAS, the Staunton River Regional Industrial Facility Authority (the “Authority”) is a political subdivision of the Commonwealth of Virginia duly created by the County of Pittsylvania, Virginia (the “County”), the City of Danville, Virginia (the “City”), and the Town of Hurt, Virginia (the “Town”), pursuant to the terms of the Virginia Regional Industrial Facilities Act, as amended (the “Act”); and

WHEREAS, the Authority, the County, the City and the Town have previously developed an industrial park known as “Southern Virginia Multimodal Park” on approximately 800 acres of land owned by the Authority (the “Park”); and

WHEREAS, to attract that certain company known to City staff as “Project Volare” (the “Company”) to locate at or near the Park and thereby increase employment opportunities and promote economic development within the region, the Authority, the City, the County, the Town and the Company intend to enter into a Performance Agreement (the “Performance Agreement”) pursuant to which the Authority will agree to finance the purchase and extinguishment of certain solar lease encumbrances on certain real estate parcels (the “Project”) located in the Town and in the County, together with related costs, that will enable the Company to pursue its own project; and

WHEREAS, the Authority has submitted an application to the Virginia Tobacco Region Revitalization Commission (the “Commission”) for a loan in the amount of Seven

Million Five Hundred Thousand and 00/100 dollars (\$7,500,000) (plus any amount constituting accrued interest before the receipt of incentive payment revenues that the Authority may treat as an advance of principal not subject to such dollar limit) to finance the Project; and

WHEREAS, the Commission has agreed to make such loan pursuant to the terms of a Financing Agreement between the Commission and the Authority (the “Financing Agreement”), which shall be evidenced by the Commission’s purchase of a revenue bond (the “Bond”) to be issued by the Authority; and

WHEREAS, the Authority, the City, the County and the Company intend to enter into an Assignment Agreement (the “Assignment Agreement”) pursuant to which the City, the County and the Company will assign for the benefit of the Authority the respective incentive grant payments that such entities, as applicable, expect to receive from the Virginia Economic Development Partnership and from the Commission in support of the Project, which payments the Authority intends to use in repaying the Bond; and

WHEREAS, as a condition of making such loan and closing on such loan before the Performance Agreement and the Assignment Agreement can be fully executed and delivered, the Commission has required from each of the City and the County a non-binding undertaking to appropriate from time to time sufficient monies to enable the Authority to repay such loan to the extent that other funds received by the Authority under the Performance Agreement are not actually received or are insufficient therefor, with the City being responsible for Thirty-five percent (35%) of the loan repayments and the County being responsible for Sixty-five percent (65%) of the loan repayments; and

WHEREAS, the Authority has requested that (a) the City enter into a Support Agreement (the “City Support Agreement”), between the City, the Authority and the

Commission and (b) the County enter into a Support Agreement (the “County Support Agreement”), between the County, the Authority and the Commission; and

WHEREAS, draft forms of the Assignment Agreement and the City Support Agreement have been made available to the City Council (the “Council”) at or prior to this meeting.

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

1. Authorization of Assignment Agreement and City Support Agreement. The City is hereby authorized to enter into the Assignment Agreement and the City Support Agreement in substantially the forms heretofore made available, which are hereby approved, with such variations, insertions, changes or deletions (including without limitation changes to the date thereof) as may be approved by the Mayor or the Vice Mayor of the City or the City Manager.

2. Execution and Delivery of Assignment Agreement and City Support Agreement. The Mayor and the Vice Mayor of the City and the City Manager, any of whom may act, are each authorized and directed to execute the Assignment Agreement and the City Support Agreement on behalf of the City. The Clerk and Deputy Clerk of the City, either of whom may act, are each authorized and directed to affix the seal of the City (if required) to the Assignment Agreement and the City Support Agreement, attest the seal (if required) and deliver such agreements to the other parties thereto.

3. Further Actions. The Mayor and the Vice Mayor of the City and other officers and agents of the City, including the City Manager and the Finance Director, are authorized and directed to take such further actions as they deem necessary regarding the execution and delivery of the Assignment Agreement and the City Support Agreement, including, without

limitation, the execution and delivery of any closing documents and certificates with respect to the issuance of the Bond by the Authority. All such actions previously taken by the Mayor, Vice Mayor, the City Manager or such City officers and agents are hereby approved, ratified and confirmed.

4. Limitation of Liability of Officials of the City. No covenant, condition, agreement or obligation contained herein shall be deemed to be a covenant, condition, agreement or obligation of an officer, employee or agent of the City or City Council in his or her individual capacity, and no officer of the City or City Council executing the Assignment Agreement or the City Support Agreement shall be liable personally with respect to the City's respective obligations thereunder or be subject to any personal liability or accountability by reason of the execution and delivery thereof.

5. No Debt of the City. Notwithstanding anything in the City Support Agreement or related documents to the contrary, the undertaking by the City to pay amounts due under the City Support Agreement shall be subject in all respects to the appropriation from time to time by the City Council of sufficient monies for such purpose. The City's undertakings under the City Support Agreement shall not be deemed an indebtedness of the City, and the City's full faith and credit shall not be pledged to the payment of any amounts due under the City Support Agreement.

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

Approved:

Mayor

Attest:

City Clerk

Approved as to

Form and Legal Sufficiency:

City Attorney

CERTIFICATE

The undersigned Clerk of the City of Danville, Virginia, does hereby certify that the foregoing Resolution constitutes a true and correct extract from the minutes of a meeting of the City Council held on February _____, 2026, and of the whole thereof so far as applicable to the matters referred to in such extract. I hereby further certify that such meeting was a regularly scheduled meeting and that, during the consideration of the foregoing Resolution, a quorum was present. The vote of the members of the City Council upon the foregoing Resolution was as follows:

Member	Present/Absent	Vote
--------	----------------	------

WITNESS MY HAND and the seal of the City of Danville, Virginia, this ____ day of February ____, 2026.

Clerk, City of Danville, Virginia

**Council Letter
City of Danville, Virginia**



CL - 2540

NEW BUSINESS D.

City Council REGULAR MEETING

Meeting Date: February 17, 2026

Subject: Consideration of Amending the Fiscal Year 2026 Budget Appropriation Ordinance for a Grant from the National Endowment for the Arts.

From: Sam Howarth, Facilities and Services Planner

COUNCIL ACTION

An Ordinance of the Council of the City of Danville, Virginia Amending the Fiscal Year 2026 Budget Appropriation Ordinance by Increasing Revenue from the National Endowment for the Arts in the Amount of \$40,000 and to Provide for the Local Share in the Amount of \$40,000 for a Total of \$80,000 and Appropriating the Same.

First Reading

SUMMARY

The City of Danville has been awarded a grant from the National Endowment for the Arts under the Our Town program in the amount of \$40,000 with a local match required of \$40,000 for a total amount of \$80,000.

BACKGROUND

The funding will support a feasibility study and business plan aimed at transforming the Historic City Auditorium into the Danville Arts and Culture Center.

RECOMMENDATION

The Department recommends adopting this ordinance to advance the Historic City Auditorium's feasibility study and develop a comprehensive business plan.

Attachments

1. Ordinance
-

PRESENTED: _____

ADOPTED: _____

ORDINANCE NO. 2026-____.____

AN ORDINANCE OF THE COUNCIL OF THE CITY OF DANVILLE, VIRGINIA AMENDING THE FISCAL YEAR 2026 BUDGET APPROPRIATION ORDINANCE BY INCREASING REVENUE FROM THE NATIONAL ENDOWMENT FOR THE ARTS IN THE AMOUNT OF \$40,000 AND TO PROVIDE FOR THE LOCAL SHARE IN THE AMOUNT OF \$40,000 FOR A TOTAL OF \$80,000 AND APPROPRIATING THE SAME

WHEREAS the City of Danville has been awarded a grant from the National Endowment for the Arts under the Our Town program; and

WHEREAS the funding will be used for a feasibility study and business plan to transform the Historic City Auditorium into the Danville Arts and Culture Center; and

WHEREAS the grant requires a one-to-one local match of Forty thousand and 00/100 dollars (\$40,000).

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 for a grant from the National Endowment for the Arts, and providing for the local share of the grant, such funds to be appropriated in the Capital Projects Fund as follows:

ANTICIPATED REVENUES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
City Auditorium Study		
Federal Aid Grants	62102000-48055	\$40,000
Transfer In from General Fund – Casino Revenues	62102000-6111	<u>40,000</u>
	TOTAL	<u>\$ 80,000</u>

ANTICIPATED EXPENDITURES

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
City Auditorium Study	62102999-50	\$ 80,000

AND BE IT FURTHER ORDAINED, that a transfer from the Capital Projects Funds revenue and appropriation in the Arts Master Plan project is hereby authorized to cover the local share as follows:

TRANSFER FROM

<u>Description</u>	<u>Account No.</u>	<u>Amount</u>
Arts Master Plan		
Transfer In from General Fund – Casino Revenues	61777000-6111	(\$ 40,000)
Project Expenditures	61777999-50	(\$ 40,000)

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