



CITY OF HARRISONBURG
**FINANCE
& PURCHASING**

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TO: Ande Banks, City Manager
FROM: Larry L. Propst, Director of Finance
DATE: December 2, 2022
RE: Supplemental Appropriation – Public Hearing_ARPA and School Construction Funds

Summary: Consider a supplemental appropriation in the amount of \$22.9 million.

Background: This request will appropriate \$20,967,000 in ARPA funds for various projects and programs as discussed by City Council at their November 22, 2022 work session.

In addition, the Harrisonburg City Public Schools was awarded school construction grant funding from the state. Funds are proposed to be used for renovations at Harrisonburg High School. Renovations include upgrading the phone system, creating a dance studio, upgrading the auditorium, renovating classrooms and updating technology in instructional areas. This request also requests funds for the replacement of a chiller.

Key Issues: Adjustments can be made to the ARPA funding supplemental appropriation based on final approval of the spending plan with any changes made during the December 13, 2022 work session.

The additional state construction funding must be used for school purposes and will be combined with school reserves to fund the renovations and chiller replacement. **These items will require no additional local dollars from the city.**

Virginia Code Section 15.2-2507 requires a public hearing for budget amendments that exceed 1% of the budget.

Environmental Impact: None.

Fiscal Impact: The total city budget will increase \$24,900,422.

Prior Actions: None.

Alternatives: Do not approve the supplemental appropriation request.

Community Engagement: None.

Recommendation: Staff recommends approval of the supplemental appropriation.

Attachments: Supplemental Appropriation, ARPA funding plan spreadsheet and School Finance Director Memo.

Review:

The initiating Department Director will place in Legistar, in sequence of transmittal, the names of each department that must initial their review in order for this item to be placed on the City Council agenda. The completion of review only addresses the readiness of the issue for Council consideration. This does not address the recommendation for approval or denial of the issue.

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