



CITY OF HARRISONBURG
**FINANCE
& PURCHASING**

409 SOUTH MAIN STREET, 3RD FLOOR
HARRISONBURG, VA 22801
FINANCE OFFICE (540) 432-7702 • FAX (540) 432-7779
PURCHASING OFFICE (540) 432-7794 • FAX (540) 432-7779

TO: Eric D. Campbell, City Manager
FROM: Larry L. Propst, Director of Finance
DATE: May 20, 2021
RE: Supplemental Appropriation – AFID Grant

Summary: Consider a supplemental appropriation for the Economic Development Department in the amount of \$500,000 for funds received from the Virginia Agriculture and Forestry Industries Development (AFID) program

Background: The City was awarded AFID funds in the amount of \$500,000 from the Virginia Department of Agriculture and Consumer Services to be passed through to Shenandoah Valley Organic (SVO) for the construction of their new facility.

Key Issues: This funding must be appropriated into the City's budget in order for the funds to be distributed to SVO. The funds will first be provided to the Harrisonburg Economic Development Authority before being distributed to SVO.

Environmental Impact: The SVO project entails the construction of a new facility.

Fiscal Impact: This action will increase the General Fund's budget by \$500,000.

Prior Actions: Resolution approved by City Council at its April 13, 2021 meeting.

Alternatives: None

Community Engagement: None

Recommendation: Staff recommends approval of the supplemental appropriation.

Attachments: Supplemental Appropriation

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.

###

