

INTRODUCED: July 6, 2015

AN ORDINANCE No. 2015-149-159

To authorize the Chief Administrative Officer to accept funds in the amount of \$5,000,000 from the Governor’s Development Opportunity Fund and to appropriate the increase to the Fiscal Year 2015-2016 General Fund Budget by increasing estimated revenues and the amount appropriated to a new line item in the Non-Departmental agency called the Stone Brewery – Governor’s Development Opportunity Fund line item for the purpose of providing funds to the Economic Development Authority to provide a grant to KoochenVagner’s Brewing Co., doing business as Stone Brewing Co., pursuant to a Governor’s Development Opportunity Fund Performance Agreement between the City of Richmond, Virginia, KoochenVagner’s Brewing Co., and the Economic Development Authority of Richmond, Virginia, dated Jan. 6, 2015.

Patron – Mayor Jones

Approved as to form and legality
by the City Attorney

PUBLIC HEARING: JULY 27 2015 AT 6 P.M.

THE CITY OF RICHMOND HEREBY ORDAINS:

§ 1. That the Chief Administrative Officer is authorized to accept funds in the amount of \$5,000,000 from the Governor’s Development Opportunity Fund for the purpose of providing funds to the Economic Development Authority to provide a grant to KoochenVagner’s Brewing Co., doing business as Stone Brewing Co., pursuant to a Governor’s Development Opportunity

AYES: 8 NOES: 0 ABSTAIN: _____

ADOPTED: JULY 27 2015 REJECTED: _____ STRICKEN: _____

Fund Performance Agreement between the City of Richmond, Virginia, KoochenVagner's Brewing Co., and the Economic Development Authority of Richmond, Virginia, dated January 6, 2015.

§ 2. That the funds received are hereby appropriated to the General Fund Budget for the fiscal year commencing July 1, 2015, and ending June 30, 2016, by increasing estimated revenues by \$5,000,000, increasing the amount appropriated for expenditures by \$5,000,000 and allotting to a new line item in the Non-Departmental agency called the Stone Brewery – Governor's Development Opportunity Fund line item the sum of \$5,000,000 for the purpose of providing funds to the Economic Development Authority to provide a grant to KoochenVagner's Brewing Co., doing business as Stone Brewing Co., pursuant to a Governor's Development Opportunity Fund Performance Agreement between the City of Richmond, Virginia, KoochenVagner's Brewing Co., and the Economic Development Authority of Richmond, Virginia, dated January 6, 2015.

§ 3. This ordinance shall be in force and effect upon adoption.



CITY OF RICHMOND
INTRACITY CORRESPONDENCE

O & R REQUEST

JUL 2 2015

Chief Administration Office
City of Richmond

4-3794

RECEIVED

JUL 06 2015

O&R REQUEST OFFICE OF CITY ATTORNEY

DATE: July 2, 2015

EDITION: 1

TO: The Honorable Members of City Council

THROUGH: Dwight C. Jones, Mayor [Signature]

THROUGH: Selena Cuffee-Glenn, Chief Administrative Officer [Signature]

THROUGH: Jay Brown, Director Department of Budget and Strategic Planning [Signature]

FROM: Peter L. Downey Jr., Interim Deputy Chief Administrative Officer for Economic Development and Planning [Signature]

SUBJECT: Acceptance and Appropriation of \$5,000,000 Governor's Opportunity Fund Grant

ORD. OR RES. No. _____

PURPOSE: To accept \$5,000,000 from the Governor's Opportunity Fund and appropriate the same amount to a new Non-Departmental project called "Stone Brewery - Governor's Opportunity Fund," for the purpose of accessing a grant from the State as an incentive to the Stone Brewery project.

REASON: The Commonwealth of Virginia has approved a grant in the amount of \$5,000,000 from the Governor's Opportunity Fund to assist the City in attracting the Stone Brewery to Richmond, Virginia. In accordance with the performance agreement, the funds will be transferred to the City, which in turn, will transfer the funds to the City of Richmond Economic Development Authority (EDA). The EDA will disburse these funds to Stone Brewing Company for the purpose of advancing the construction of its Richmond facility as outlined in the approved performance agreement.

RECOMMENDATION: Approval is recommended by the City Administration.

BACKGROUND: As a part of the incentive package offered to attract Stone Brewing Company to Richmond, the Commonwealth of Virginia approved a \$5,000,000 grant from the Governor's Opportunity Fund. These funds are provided to the City from the Commonwealth and the City must transfer the funds to the EDA for disbursement to the Company. This paper sets up the account to handle that transfer and gives the City the authority to carry out the transfer.

FISCAL IMPACT/COST: None.

FISCAL IMPLICATIONS: None.

BUDGET AMENDMENT NECESSARY: Yes

REVENUE TO CITY: \$5,000,000 to be received from the Commonwealth of Virginia, which will be transferred to the Richmond Economic Development Authority

DESIRED EFFECTIVE DATE: Upon Adoption

REQUESTED INTRODUCTION DATE: July 6, 2015

CITY COUNCIL PUBLIC HEARING DATE: July 27, 2015

REQUESTED AGENDA: Consent

RECOMMENDED COUNCIL COMMITTEE: Finance & Economic Development

AFFECTED AGENCIES: Department of Economic and Community Development, Department of Finance, Department of Budget and Strategic Planning, City Attorney

STAFF: Peter L. Downey Jr., Interim Deputy Chief Administrative Officer for Economic Development and Planning