



OFFICE OF THE COUNTY ADMINISTRATOR
POST OFFICE BOX 358
STANARDSVILLE, VIRGINIA 22973
434-985-5201
FAX: 434-985-3705

MEMORANDUM

TO:	Greene County Board of Supervisors
FROM:	Terry Beigie, Grant Writer
SUBJECT:	FY26 VDH Grant
DATE:	December 9, 2025

Recommended action:

Approve the attached resolution that allows the County Administrator to accept the \$12 million in grant funding from the Virginia Department of Health prior to January 2, 2026.

Background:

The County has received \$12 million from the Virginia Department of Health (VDH) for the construction of the raw water main and intake and pump station for the White Run Reservoir. The grant required a 25% match, which the County has already met through the bond financing. Due to the amount of funding received, the Board of Supervisors must hold a public hearing prior to allocating the funding to the projects, however we do not have enough time to advertise for the December 9, 2025, meeting. We are requesting the Board allow the County Administrator to accept the grant funding and advertise a public hearing for January 2026.

If you have any questions, do not hesitate to reach out to me or Ms. Schafrik.

**RESOLUTION TO ALLOW THE COUNTY ADMINISTRATOR
TO ACCEPT TWELVE MILLION DOLLARS IN GRANT FUNDING
FROM THE VIRGINIA DEPARTMENT OF HEALTH FOR
THE RAW WATER LINE AND INTAKE AND PUMP STATION
FOR THE WHITE RUN RESERVOIR**

WHEREAS, the County of Greene has received twelve million dollars (\$12 million) in grant funding from the Virginia Department of Health for Fiscal Year 2026; and

WHEREAS, the County of Greene must accept the funding from the Virginia Department of Health by January 2, 2026, to be eligible for the funding; and

WHEREAS, the twelve million dollars (\$12 million) is more than 1% of the total budget for the County of Greene and requires a public hearing prior to allocation of the funding.

NOW, THEREFORE, BE IT HEREBY RESOLVED by the Board of Supervisors of the County of Greene, Virginia that the County Administrator of the County of Greene, Virginia may accept the twelve million dollars (\$12 million) in grant funding from the Virginia Department of Health prior to January 2, 2026.

BE IT FURTHER RESOLVED that the County Administrator of the County of Greene, Virginia may schedule a public hearing for January 2026 to appropriate the twelve million dollars (\$12 million) for the construction of the raw water line and intake and pump station for the White Run Reservoir project.

Adopted this 9th day of December, 2025.

Motion:

Second:

Recorded Vote:

Steve Catalano

Marie C. Durrer

Tim Goolsby

Davis Lamb

Francis McGuigan

Steve Catalano, Chair
Greene County Board of Supervisors

ATTEST: _____

Cathy Schafrik, Clerk
Greene County Board of Supervisors



COMMONWEALTH of VIRGINIA

Karen Shelton, MD
State Health Commissioner

Department of Health
P O BOX 2448
RICHMOND, VA 23218

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

R. Christopher Lindsay
Chief Operating Officer

December 1, 2025

Subject: Greene County
Water – Greene County Water
Raw Water Line and Intake/Pump Station
GA-010-25

Mr. Thomas Hutka
Director of Water and Sewer Department
Greene County
P.O. Box 358
Standardsville, VA 22973

Re: Virginia Drinking Water State Revolving Fund
FY 2025 General Assembly (GA) House Bill 1600 Chapter 725 - Item 280 Drinking Water
Infrastructure Funding Initial Offer

Dear Mr. Hutka:

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 is contingent on your acceptance in writing and the successful completion of a grant agreement with the VDH.

Based on the information provided, VDH determined the total funding package for your project is estimated to be **\$12,000,000 as grant**. The funding package was determined using information provided in your funding application.

VDH recommends the evaluation of revenues and adjustment of rates as necessary to ensure revenue growth that factors in increases (e.g., operational costs, inflation, etc.), other costs (e.g., asset/equipment replacements, technology upgrades, capital improvements, etc.), and takes into account other potential revenue reductions (e.g. future regulations, reductions from water conservation, etc.). VDH urges waterworks owners to establish and fund a capital reserve fund that adequately supports capital improvements and asset replacements.

Furthermore, VDH recommends waterworks owners implement a revenue growth model that includes automatic annual rate adjustments that exceed inflation. VDH recommends waterworks self-evaluate their financial position using the attached ***Building Financial Sustainability/Financial Health Indicators*** to ensure they are able to provide for financial sustainability.

VDH recommends all waterworks maintain updated Waterworks Business Operation Plans (WBOP), Asset Management Plans (AMP), and/or Capital Improvement Plans. Please coordinate with Capacity Development if you would like additional information regarding these plans. These questions can be directed to Jarrett Talley, Training Capacity Development and Outreach (TCDO) Division Director, by phone at (804) 317-0140 or by email at Jarrett.Talley@vdh.virginia.gov. Mr. Jarrett Talley is also available to answer questions on the Technical, Managerial, and Financial (TMF) review.

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 General Assembly GA House Bill 1600 funds,
- (2) New restrictions/conditions that the General Assembly may require in the use of GA House Bill 1600 funds,
- (3) Changes to the purpose, benefit, or scope of the project from the Preliminary Engineering Report (PER) or the DWSRF Application.
- (4) Owner complying with all applicable DWSRF Program requirements. These requirements are documented in the “Commonwealth of Virginia DWSRF Program Design Manual” and the “Procedural Guidelines for Drinking Water Funding Recipients.” The Drinking Water GA Funding established by HB1600 (Chapter 725) Item 280 will, however, differ from the DWSRF funding by eliminating the following requirements of federal funding, unless federal co-funding exists:
 - a. Build America, Buy America
 - b. American Iron and Steel
 - c. Minority Business Enterprises (MBE)/Women Business Enterprises (WBE)
 - d. Single Audit Requirements
- (5) Owner complying with all program procurement guidelines including compliance with the Virginia Public Procurement Act.
- (6) Owner’s progress to a timely closing according to a pre-negotiated schedule, or delays/changes in project readiness to proceed,
- (7) Certified bid results for those projects being bid,
- (8) Owner being debarred or suspended from applying for state or federal funds,
- (9) Waterworks maintaining compliance with the Virginia *Waterworks Regulations* and other applicable state/federal laws, regulations, policies, and procedures.

Mr. Thomas Hutka, Director of Water and Sewer Department

December 1, 2025

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An acceptance of this funding offer reflects a commitment on your part to these requirements.

Please notify me in writing as soon as possible but no later than January 2, 2026, at the email below 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 of your application. Please use the above referenced project number and name on all correspondence. If necessary, I can be contacted by phone at (804) 584-0413 or by email at Anthony.Hess@vdh.virginia.gov.

Sincerely,



box SIGN 17Y936R3-4Y9YW3PY

Anthony Hess, Director

Division of Financial, Construction & Assistance Programs

cc: Dwayne Roadcap, Director, Office of Drinking Water, Richmond Central Office
Jarrett Talley, TCDO Division Director, Richmond Central Office
Keith Kornegay, P.E., FCAP Project Team Leader, Lexington Field Office
Steve Kvech, P.E., ODW Field Director, Lexington Field Office