



COMMONWEALTH of VIRGINIA
Office of the Governor

Michael J. Schewel
Secretary of Commerce and Trade

October 28, 2005

The Honorable John H. Chichester
Chairman, Senate Finance Committee
Senate of Virginia
Post Office Box 904
Fredericksburg, Virginia 22404-0904

The Honorable Vincent F. Callahan, Jr.
Chairman, House Appropriations Committee
House of Delegates
Post Office Box 1173
McLean, Virginia 22101

The Honorable Harry J. Parrish
Chairman, House Finance Committee
House of Delegates
8898 Bond Court
Manassas, Virginia 20110-4327

Dear Messrs. Chairmen:

I am writing to report on the grants that have been awarded during the third quarter of the 2005 calendar year as required by § 2.2-5103(D) of the Code of Virginia.

For the third quarter ending September 30, 2005, a total of \$250,000 was committed from the Virginia Investment Partnership Fund to assist one Tier One manufacturer expanding in the state through a capital investment of at least \$25 million. In the Tier Two category (over \$100 million in capital investment and at least 1,000 new employees or corporate headquarters and other basic employers that make a capital investment of at least \$100 million and create at least 400 jobs paying at least twice the prevailing average wage for the area), there were no grants awarded.

Tier One:

Coors Brewing Company, a manufacturer of beverages, is expanding in Rockingham County. Awarded a \$250,000 grant, the company will be making a \$24 million investment and creating eight jobs by the end of 2007. This grant amount will be added to the amount previously committed to Coors; thus, Coors will now receive \$750,000.

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Tier Two:

There were no Tier Two grants awarded this period.

For the third quarter of the 2005 calendar year, there were no actual disbursements from the Fund, as the payments only begin in the sixth year (or in the fourth year for manufacturers in fiscally distressed areas) after the investment is actually made. Funds to meet the Tier Two award must be specifically appropriated for payment beginning in the sixth year after the investment is made.

Yours very truly,

Michael J. Schewel

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cc: Mr. Jeffrey M. Anderson
Executive Director
Virginia Economic Development Partnership