



September 28, 2006

Mr. Richard D. Brown
Director
Department of Planning and Budget
1111 East Broad Street, Room 5040
Richmond, Virginia 23219-3418

Dear Mr. Brown:

Enclosed please find the Expenditure Report for Innovative Technology Authority and the Center for Innovative Technology. The attached Report fulfills the requirements of the Appropriations Act.

Sincerely,

Susan C. Aitcheson
Accounting Manager

cc: Mr. Billy Barbee, Senior Budget Analyst, Department of Planning and Budget
Mr. Robert P. Vaughn, Staff Director, House Appropriations Committee
The Honorable Vincent F. Callahan, House Appropriations Committee
Ms. Betsy Daley, Staff Director, Senate Finance Committee
The Honorable John H. Chichester, Chairman, Senate Finance Committee

Enclosure



September 28, 2006

Mr. Billy Barbee
Senior Budget Analyst
Department of Planning and Budget
1111 East Broad Street, Room 5040
Richmond, Virginia 23219-3418

Dear Mr. Barbee:

Enclosed please find the Expenditure Report for Innovative Technology Authority and the Center for Innovative Technology. The attached Report fulfills the requirements of the Appropriations Act.

Sincerely,

Susan C. Aitcheson
Accounting Manager

cc: Mr. Richard Brown, Director, Department of Planning and Budget
Mr. Robert P. Vaughn, Staff Director, House Appropriations Committee
The Honorable Vincent F. Callahan, House Appropriations Committee
Ms. Betsy Daley, Staff Director, Senate Finance Committee
The Honorable John H. Chichester, Chairman, Senate Finance Committee

Enclosure



September 28, 2006

The Honorable Vincent F. Callahan, Jr.
Chairman, House Appropriations Committee
9th Floor, General Assembly Building
Capitol Square
Room 947
Richmond, Virginia 23218

Dear Mr. Callahan:

Enclosed please find the Expenditure Report for Innovative Technology Authority and the Center for Innovative Technology. The attached Report fulfills the requirements of the Appropriations Act.

Sincerely,

Susan C. Aitcheson
Accounting Manager

cc: Mr. Richard Brown, Director, Department of Planning and Budget
Mr. Billy Barbee, Senior Budget Analyst, Department of Planning and Budget
The Mr. Robert P. Vaughn, Staff Director, House Appropriations Committee
Ms. Betsy Daley, Staff Director, Senate Finance Committee
The Honorable John H. Chichester, Chairman, Senate Finance Committee

Enclosure



September 28, 2006

Mr. Robert P. Vaughn
Staff Director, House Appropriations Committee
9th Floor, General Assembly Building
Capitol Square
Post Office Box
Room 947
Richmond, Virginia 23218

Dear Mr. Vaughn:

Enclosed please find the Expenditure Report for Innovative Technology Authority and the Center for Innovative Technology. The attached Report fulfills the requirements of the Appropriations Act.

Sincerely,

Susan C. Aitcheson
Accounting Manager

cc: Mr. Richard Brown, Director, Department of Planning and Budget
Mr. Billy Barbee, Senior Budget Analyst, Department of Planning and Budget
The Honorable Vincent F. Callahan, House Appropriations Committee
Ms. Betsy Daley, Staff Director, Senate Finance Committee
The Honorable John H. Chichester, Chairman, Senate Finance Committee

Enclosure



September 28, 2006

The Honorable John H. Chichester
Chairman, Senate Finance Committee
10th Floor, General Assembly Building
Capitol Square
Room 626
Richmond, Virginia 23219

Dear Chairman Chichester:

Enclosed please find the Expenditure Report for Innovative Technology Authority and the Center for Innovative Technology. The attached Report fulfills the requirements of the Appropriations Act.

Sincerely,

A handwritten signature in cursive script that reads "Susan C. Aitcheson".

Susan C. Aitcheson
Accounting Manager

cc: Mr. Richard Brown, Director, Department of Planning and Budget
Mr. Billy Barbee, Senior Budget Analyst, Department of Planning and Budget
The Honorable Vincent F. Callahan, House Appropriations Committee
Mr. Robert P. Vaughn, Staff Director, House Appropriations Committee
Ms. Betsy Daley, Staff Director, Senate Finance Committee

Enclosure



September 28, 2006

Ms. Betsy Daley
Staff Director, Senate Finance Committee
10th Floor, General Assembly Building
Capitol Square
Room 626
Richmond, Virginia 23219

Dear Ms. Daley:

Enclosed please find the Expenditure Report for Innovative Technology Authority and the Center for Innovative Technology. The attached Report fulfills the requirements of the Appropriations Act.

Sincerely,

Susan C. Aitcheson
Accounting Manager

cc: Mr. Richard Brown, Director, Department of Planning and Budget
Mr. Billy Barbee, Senior Budget Analyst, Department of Planning and Budget
The Honorable Vincent F. Callahan, House Appropriations Committee
Mr. Robert P. Vaughn, Staff Director, House Appropriations Committee
The Honorable John H. Chichester, Chairman, Senate Finance Committee

Enclosure

Innovative Technology Authority
and
Center for Innovative Technology
SUMMARY BUDGET ANALYSIS
For the Twelve Months Ending June 30, 2006

	Revised Budget	Actual Costs	Revised Budget less Total Actual Costs
Commonwealth of Virginia Activity			
State General Fund Appropriation	\$ 6,087,000	\$ 6,087,085	\$ (85)
Interest Income	50,000	292,110	(242,110)
COVITS 2005 - Registration	150,000	79,566	70,434
COVITS 2005 & 2006- Sponsorships	500,000	622,000	(122,000)
Direct Funding Payback Income	0	79,320	(79,320)
Program Income	0	148,628	(148,628)
Royalty Income - IP	0	99,570	(99,570)
Gain on Investment	0	253,218	(253,218)
REVENUE	6,787,000	7,661,497	(874,497)
EXPENSES			
GOAL 1 DEVELOP INDUSTRY CLUSTERS			
Nonotechnology	199,289	69,602	129,687
SmartBio	25,649	22,239	3,410
	224,938	91,841	133,097
GOAL 2 DEVELOP ENTREPRENEURIAL TECHNOLOGY			
Federal Funding Assistance	390,130	331,214	58,916
Capital Access	2,104,681	1,042,663	1,062,018
Entrepreneurial Dept. - Management	205,821	224,401	(18,580)
Field Support	1,174,645	1,115,041	59,604
	3,875,277	2,713,319	1,161,958
GOAL 3 VIRGINIA INITIATIVES			
VRTAC	59,778	41,706	18,072
COVITS	698,320	854,282	(155,962)
	758,098	895,988	(137,890)
COMMUNICATIONS			
GENERAL AND ADMINISTRATIVE (G&A)	686,499	615,450	71,049
	1,232,200	1,461,127	(228,927)
	1,918,699	2,076,577	(157,878)
TOTAL EXPENSES	6,777,012	5,777,725	999,287
CARRY OVER FUNDS	3,338,000	3,960,901	(622,901)
BALANCE FOR VIRGINIA STATE ACTIVITY	3,347,988	5,844,673	(2,496,685)

World-Class R&D Programs			
REVENUE	4,692,456	2,336,474	2,355,982
EXPENSES			
GOAL 4 WORLD-CLASS R&D PROGRAMS			
IDHS	501,964	675,065	(173,101)
Technology Solutions	4,684,719	2,093,623	2,591,096
Off-Site	134,160	135,319	(1,159)
Broadband	459,305	477,392	(18,087)
	5,780,148	3,381,399	2,398,749
Net World-Class R&D Programs	(1,087,692)	(1,044,925)	(42,767)
Balance before CIT Connect	2,260,296	4,799,748	(2,539,452)
CIT Connect			
REVENUE	1,120,000	199,879	920,121
EXPENSES			
GOAL 5 CIT Connect			
Program and HQ Support	2,833,336	554,076	2,279,260
Off-site	276,218	295,682	(19,464)
	3,109,554	849,758	2,259,796
Net CIT Connect	(1,989,554)	(649,879)	(1,339,675)
Undesignated Fund Activity for FY06	270,742	4,149,869	(3,879,127)
Designated Funds for COVITS	0	245,177	(245,177)
Transfer of Stereotaxis Stock to Undesignated Fund	0	420,269	(420,269)
Ending Undesignated Fund Balance FY06	270,742	4,815,315	(4,544,573)

Innovative Technology
and
Center for Innovative Technology
Details of Program Budget
For the Twelve Months Ending June 30, 2006

	Revised Budget	Actual Costs	Revised Budget less Total Actual Costs
<i>Commonwealth of Virginia Activity</i>			
REVENUE			
State General Fund Appropriation	\$ 6,087,000	\$ 6,087,085	\$ (85)
Interest Income	50,000	292,110	(242,110)
COVITS 2005 - Registration	150,000	79,566	70,434
COVITS 2005 & 2006 - Sponsorships	500,000	622,000	(122,000)
Direct Funding Payback Income	-	79,320	(79,320)
Program Income	-	148,628	(148,628)
Royalty Income - IP	-	99,570	(99,570)
Unrealized Gain on Investment	-	253,218	(253,218)
TOTAL REVENUE	6,787,000	7,661,497	(874,497)
EXPENSE			
DEVELOP INDUSTRY CLUSTERS			
Nanotechnology			
Programs	40,000	11,431	28,569
Salaries, fringe and other variable costs	135,116	145,117	(10,001)
Allocated Costs	24,173	25,363	(1,190)
Awards close-out	0	(112,309)	112,309
Total for Nano Industry Clusters	199,289	69,602	129,687
SmartBio			
Salaries, fringe and other variable costs	19,573	19,573	-
Allocated Costs	6,076	2,666	3,410
Total for SmartBio	25,649	22,239	3,410
TOTAL FOR DEVELOP INDUSTRY CLUSTERS	224,938	91,841	133,097
DEVELOP ENTREPRENEURIAL TECHNOLOGY			
Federal Funding Assistance			
Federal Proposal Assistance Funds Program	50,000	3,577	46,423
Federal Proposal Workshops Program	40,000	6,990	33,010
Federal Funding Focus Groups Program	3,000	-	3,000
SBIR Consulting Services Program	19,000	5,861	13,139
University & Federal Lab Outreach Program	6,000	-	6,000
George Mason University PTAC Grant	150,000	150,000	-
SBIR Conference	0	47,070	(47,070)
Salaries, fringe and other variable costs	105,518	100,690	4,828
Allocated costs	16,612	17,026	(414)
Total for Federal Funding Assistance	390,130	331,214	58,916
Capital Access Program			
Innovation Avenue Program	15,000	-	15,000
Entrepreneurial Bootcamps Program	12,000	-	12,000
Private Equity Programs Program	15,000	16,899	(1,899)
Investment Pool - GAP Program	1,398,000	580,507	817,493
GAP Consultants Program	150,000	106,740	43,260

GAP Development - Legal Program	25,000	6,491	18,509
Due Diligence - Contracted Out Program	20,000	25,000	(5,000)
Resources for In-House Due Diligence Program	10,000	-	10,000
Sponsorships(including MAVA, Mid Atlantic VC, Venture Assoc, C	20,000	26,251	(6,251)
Salaries, fringe and other variable costs	373,235	241,563	131,672
Allocated costs	66,446	39,212	27,234
Total for Capital Access	2,104,681	1,042,663	1,062,018
Entrepreneurial Dept. - Management			
Salaries, fringe and other variable costs	172,599	190,786	(18,187)
Allocated costs	33,222	33,615	(393)
Total for Entrepreneurial Dept. - Management	205,821	224,401	(18,580)
Field Support			
Technology Councils and VTA Programs	75,000	77,500	(2,500)
Technology Application Center (TAC)	50,000	50,000	-
Roanoke - Salaries, fringe and other variable costs	159,290	152,063	7,227
Roanoke - Allocated costs	18,230	18,238	(8)
Lynchburg - Salaries, fringe and other variable costs	140,624	99,430	41,194
Lynchburg - Allocated costs	18,230	11,662	6,568
Tidewater - Salaries, fringe and other variable costs	145,762	133,929	11,833
Tidewater - Allocated costs	18,230	15,786	2,444
Richmond - Salaries, fringe and other variable costs	340,400	347,098	(6,698)
Richmond - Allocated costs	36,460	40,137	(3,677)
Charlottesville - Salaries, fringe and other variable costs	154,190	151,589	2,601
Charlottesville - Allocated costs	18,229	17,609	620
Total for Field Support	1,174,645	1,115,041	59,604
TOTAL FOR DEVELOP ENTREPRENEURIAL TECHNOLOGY	3,875,277	2,713,319	1,161,958
VIRGINIA INITIATIVES			
VRTAC			
Programs	20,700	3,859	16,841
Salaries, fringe and other variable costs	31,516	32,217	(701)
Allocated costs	7,562	5,630	1,932
Total for VRTAC	59,778	41,706	18,072
COVITS			
Programs	660,000	825,285	(165,285)
Salaries, fringe and other variable costs	30,758	25,511	5,247
Allocated Costs	7,562	3,486	4,076
Total for COVITS	698,320	854,282	(155,962)
TOTAL FOR VIRGINIA INITIATIVES	758,098	895,988	(137,890)
TOTAL PROGRAM EXPENSE	4,858,313	3,701,148	1,157,165
COMMUNICATIONS			
Corporate	277,280	220,891	56,389
Business Development	202,800	167,418	35,382
Programs	5,012	4,970	42
So Tech	3,800	-	3,800
Executive Outreach	25,000	15,181	9,819
Salaries, fringe and other variable costs	146,947	175,515	(28,568)
Allocated Costs	25,660	31,475	(5,815)
TOTAL FOR COMMUNICATIONS	686,499	615,450	71,049

GENERAL & ADMINISTRATIVE			
Salaries and fringe	928,709	1,095,336	(166,627)
Travel	30,000	19,811	10,189
Communications	19,767	12,411	7,356
Network Communications	17,395	14,377	3,018
Insurance	15,589	18,897	(3,308)
Repairs and Maintenance	1,440	1,276	164
Equipment Rental	6,464	5,710	754
Office Expense	17,067	19,982	(2,915)
IT(Consulting, Service & Supplies)	85,203	184,018	(98,815)
Dues, Subscriptions and Memberships	5,000	4,431	569
Accounting Fees	8,924	10,384	(1,460)
Legal	6,900	5,099	1,801
Temporary Services	37,158	14,861	22,297
Other Professional Services	5,750	29,434	(23,684)
Recruitment	16,518	11,050	5,468
Board Meeting	10,000	4,535	5,465
Training	17,500	9,461	8,039
Bad debts	0	(4,749)	4,749
Automobile	2,816	4,803	(1,987)
TOTAL FOR GENERAL AND ADMINISTRATIVE	1,232,200	1,461,127	(228,927)
TOTAL ADMINISTRATIVE EXPENSES	1,918,699	2,076,577	(157,878)
TOTAL EXPENSES	6,777,012	5,777,725	999,287
CARRY OVER FUNDS	3,338,000	3,960,901	(622,901)
<i>Balance for Virginia State Activity</i>	<i>3,347,988</i>	<i>5,844,673</i>	<i>(2,496,685)</i>

World-Class R&D Programs
REVENUE

Activity			
NOAA - Dev. Coastal Zone Research Center	1,713,128	1,221,849	491,279
TeCC Option 2	56,000	33,000	23,000
EDA - Broadband	118,599	96,027	22,572
PTAC II	29,665	18,298	11,367
FATE	268,365	177,096	91,269
NTIP	186,699	184,605	2,094
DARPA - SBIR	100,000	57,667	42,333
Nanomanufacturing Cluster Analysis	0	19,024	(19,024)
IDHS Memberships	20,000	15,500	4,500
Broadband	0	22,549	(22,549)
IDHS - Remote Presence	500,000	103,683	396,317
IDHS - Environmental Bioterrorism	800,000	198,375	601,625
IDHS - Red Cell	900,000	188,801	711,199
TOTAL FEDERAL INCOME	4,692,456	2,336,474	2,355,982

EXPENSES

IDHS

IDHS Consultant and Lobbyist	390,756	410,396	(19,640)
Salaries, fringe and other variable costs	94,596	224,727	(130,131)

Allocated Costs	16,612	39,942	(23,330)
Total for IDHS	501,964	675,065	(173,101)
Technology Solutions			
NOAA - Dev. Coastal Zone Research Center	1,506,225	910,714	595,511
EDA - Broadband	102,240	13,401	88,839
FATE	243,838	139,406	104,432
NTIP	157,236	150,988	6,248
DARPA - SBIR	100,000	43,844	56,156
Nanomanufacturing Cluster Analysis	0	31,654	(31,654)
PTAC II	0	13,226	(13,226)
IDHS - Remote Presence	500,000	30,196	469,804
IDHS - Environmental Bioterrorism	800,000	87,273	712,727
IDHS - Red Cell	900,000	143,744	756,256
Federal G&C Administration(non-billable)	0	700	(700)
Salaries, fringe and other variable costs	310,220	452,337	(142,117)
Allocated Costs	64,960	76,140	(11,180)
Total for Technology Solutions	4,684,719	2,093,623	2,591,096
Technology Solutions Off-Site			
Salaries, fringe and other variable costs	122,006	120,180	1,826
Allocated Costs	12,154	15,139	(2,985)
Total for Technology Solutions Off-Site	134,160	135,319	(1,159)
Broadband			
Broadband Deployment Program	40,000	46,938	(6,938)
VECTEC	250,000	250,000	-
Salaries, fringe and other variable costs	151,076	159,901	(8,825)
Allocated Costs	18,229	20,553	(2,324)
Total for Broadband	459,305	477,392	(18,087)
Net World-Class R&D Programs	(1,087,692)	(1,044,925)	(42,767)
Balance before CIT Connect	2,260,296	4,799,748	(2,539,452)
CIT Connect			
REVENUE			
CIT Connect			
Rosettex - Speaker Recognition	64,990	64,991	(1)
Rosettex - Biometrics	64,991	64,992	(1)
Rosettex - AT-ARE	69,896	69,896	-
Contract 4	460,061	-	460,061
Contract 5	460,062	-	460,062
TOTAL REVENUE	1,120,000	199,879	920,121
EXPENSES			
CIT Connect - Program and HQ Support			
Rosettex - Speaker Recognition	64,990	4,141	60,849
Rosettex - Biometrics	64,991	257	64,734
Rosettex - AT-ARE	69,896	336	69,560
Contract 4	460,061	-	460,061
Contract 5	460,062	-	460,062
Salaries, fringe and other variable costs	1,583,418	483,880	1,099,538
Allocated Costs	129,918	65,462	64,456

Total for CIT Connect - Program and HQ Support	2,833,336	554,076	2,279,260
CIT Connect - Off-site			
Salaries, fringe and other variable costs	245,835	270,232	(24,397)
Allocated Costs	30,383	25,450	4,933
Total for CIT Connect - Off-site	276,218	295,682	(19,464)
<i>Net CIT Connect</i>	<i>(1,989,554)</i>	<i>(649,879)</i>	<i>(1,339,675)</i>
<i>Undesignated Fund Activity for FY06</i>	<i>270,742</i>	<i>4,149,869</i>	<i>(3,879,127)</i>
Designated Funds for COVITS	0	245,177	(245,177)
Transfer of Stereotaxis Stock to Undesignated Fund	0	420,269	(420,269)
<i>Ending Undesignated Fund Balance FY06</i>	<i>270,742</i>	<i>4,815,315</i>	<i>(4,544,573)</i>