



COMMONWEALTH of VIRGINIA

Office of the Governor

Patrick O. Gottschalk
Secretary of Commerce and Trade

February 15, 2006

The Honorable John H. Chichester
Chairman, Senate Finance Committee
Senate of Virginia
General Assembly Building, Room 626
910 Capitol Street
Richmond, Virginia 23219

The Honorable Vincent F. Callahan, Jr.
Chairman, House Appropriations Committee
House of Delegates
General Assembly Building, Room 947
910 Capitol Street
Richmond, Virginia 23219

The Honorable Harry J. Parrish
Chairman, House Finance Committee
House of Delegates
General Assembly Building, Room 504
910 Capitol Street
Richmond, Virginia 23219

Dear Messrs. Chairmen:

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

For the fourth quarter, ending December 31, 2005, there were no Tier One grants awarded. 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 also no grants awarded.

Tier One:

There were no Tier One grants awarded this period.

Committee Chairmen
February 15, 2006
Page Two

Tier Two:

There were no Tier Two grants awarded this period.

For the fourth quarter of the 2005 calendar year, there were no actual disbursements from the Fund, as the payments begin in the fourth year (or in the third 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.

Sincerely,

Patrick O. Gottschalk

POG:kme

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