



COMMONWEALTH of VIRGINIA

Office of the Governor

Patrick O. Gottschalk
Secretary of Commerce and Trade

January 26, 2009

The Honorable Charles J. Colgan
Chairman, Senate Finance Committee
Senate of Virginia
General Assembly Building, Room 626
910 Capitol Street
Richmond, Virginia 23219

The Honorable Lacey E. Putney
Chairman, House Appropriations Committee
House of Delegates
General Assembly Building, Room 947
910 Capitol Street
Richmond, Virginia 23219

The Honorable Harry R. Purkey
Chairman, House Finance Committee
House of Delegates
General Assembly Building, Room 415
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 2008 calendar year as required by § 2.2-5103(D) of the Code of Virginia.

For the fourth quarter, ending December 31, 2008, there were three Virginia Investment Partnership (formerly Tier One) grants awarded. In the Major Eligible Employer (formerly 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.

Virginia Investment Partnership (formerly Tier One):

1. **AREVA Newport News LLC**, a joint venture between AREVA NP and Northrop Grumman Shipbuilding, will locate in the City of Newport News. The company is a manufacturer of pressure vessels and associated components for new nuclear energy facilities. Awarded a \$5,000,000 grant (pending legislation), the company will be making a \$363.5 million investment and creating 540 new jobs by the end of 2013.
2. **Continental AG**, located in the City of Newport News, is a supplier of automotive components. Awarded a \$1,500,000 grant, the company will be making a \$159 million investment and creating 250 jobs by the end of 2010.

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3. **Continental AG**, located in the City of Newport News, is a supplier of automotive components. Awarded a \$1,500,000 grant, the company will be making a \$35 million investment and creating 68 jobs by the end of 2013.

Major Eligible Employer (formerly Tier Two):

No Major Eligible Employer grants were awarded.

For the fourth quarter of the 2008 calendar year, there were no Virginia Investment Partnership grant disbursements from the Fund. Payouts of Major Eligible Employer grants will begin in the sixth year following approval of the grant application, except that in fiscally stressed areas, payouts can begin in the fourth year after the capital investment is completed and verified.

Sincerely,

Patrick O. Gottschalk

POG:kme

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