

# **Commonwealth of Virginia Oil Overcharge Restitution Fiscal Year (FY) 2010-2011**

## **Oil Overcharge Restitution Funds**

### **Exxon Restitution Program**

Virginia has received \$54,054,510.90 in Exxon restitution funds since FY86. Accrued interest of \$15,261,198.85 brought the cumulative total funds to \$69,315,709.75. All Exxon funds have been committed.

### **Stripper Well Restitution Program**

Virginia has received \$48,273,296.90 in Stripper Well restitution funds as of June 30, 2011. Accrued interest of \$16,271,107.38 brought the cumulative total funds to \$64,544,404.28. For the purposes of this report, Stripper Well includes the Fund Types of Texaco, Amoco/Warner, and Stripper Well. The uncommitted cash balance for Stripper Well funds, as of June 30, 2011, was \$6,189.80.

### **Diamond Shamrock Restitution Program**

The total funds received for the Diamond Shamrock Restitution Program, as of June 30, 2011, were \$2,779,060.15, with accrued interest of \$1,400,595.75, and cumulative total of \$4,179,655.90. The uncommitted cash balance for Diamond Shamrock funds, as of June 30, 2011, was \$0.27.

## **Program and Project Descriptions**

This section provides information about current projects underway during fiscal year 2011:

### **Virginia Offshore Wind Development Authority**

Funding: \$2,671.06

The Virginia Offshore Wind Development Authority (VOWDA) was created by the 2010 Virginia General Assembly to facilitate, coordinate, and support development of the Commonwealth's offshore wind energy industry, offshore wind energy projects, and supply chain vendors. This year the VOWDA Board conducted several meetings and received \$2,671.06 in administrative support.

### **Virginia Department of Corrections (Project 2)**

Funding: \$64,000

The Virginia Department of Corrections, Augusta Correctional Center, used Oil Overcharge Funds, authorized in FY2009, to build a biomass (sawdust) storage facility, enabling it to use sawdust as its primary fuel source for heating and hot water. Possession of this storage building ensures that the institution can purchase and maintain an adequate supply of sawdust all year and avoid having to switch to its emergency fuel (coal) during fall and winter when sawdust is scarce. All funds were expended this year.

### **Virginia Department of General Services (Project 2)**

Funding: \$610,000

The Virginia Department of General Services is using oil overcharge funds, authorized in FY2006, to make selected heating, ventilating, and air conditioning (HVAC), motors, elevator controls, and electrical systems upgrades in the James Monroe, Powers Taylor, and Supreme Court of Virginia Buildings in the Commonwealth's State Capitol Complex. Pneumatic controls have been changed to direct-digital controls (ddc) on four air handlers. They are currently in the process of replacing the ddc controls on 53 variable air volume boxes and expect work to be completed by November 2011. Funds remaining to be spent in the coming program year are \$75,601.53.

### **Virginia Department of General Services (Project 3)**

Funding: \$195,000

The Virginia Department of General Services is also using oil overcharge funds, authorized in FY2009, to perform a building recommissioning and to make selected heating, ventilating, and air conditioning (HVAC) system replacements, optimizations, and other controls; lighting controls; and balancing of air and water systems in the James Madison Building, located in the Commonwealth's State Capitol Complex. The Madison Building commissioning project has been completed, at a total cost of \$83,015. Out of that project, a master list of energy conservation measures and systems improvements has been developed. No cost measures were implemented, including controls modifications and maintenance upgrades that will result in energy savings of over \$40,000, annually. There were \$37,410 in funds expended this year, leaving a balance of \$111,985, which has now been reprogrammed for commissioning the Library of Virginia building. The Library of Virginia recommissioning project was approved and began on June 6, 2011, and the inspection of the building and its mechanical systems began in early August. This project should be completed by December 2011.

### **The Virginia School for the Deaf and Blind, in Staunton**

Funding: \$814,467

The Virginia School for the Deaf and Blind in Staunton was granted permission to use \$814,467 in oil overcharge funds in FY2003 to make energy efficiency upgrades to their heating system. During this reporting year, agreement with the contractor has been made and all but final issues have been worked out and resolved. This year, no funds were expended, leaving a

balance of \$35,774.44.

### **Energy Education and Outreach Support**

Funding: \$16,689.17

Several energy educational activities were supported by the Department of Mines, Minerals and Energy over the program year. These included:

- 2010 Virginia Governor's Energy Conference, held October 2010, at the Richmond Convention Center.
- Old Dominion University's 'Energy Unplugged' Conference, held in March 2011, designed to provide an advanced understanding of green principles as applied to Building, Manufacturing and Research, and included a comprehensive curriculum of lectures from industry experts, tours, demonstrations, case studies and networking opportunities.
- Virginia Clean Cities' 2011 Biodiesel Conference, held September 9, 2011, in support of a regional gathering of fleet managers, fuel distributors, policy makers, media, technology providers, fuel producers, and interested citizens from all around the Commonwealth, the District of Columbia and Maryland, to learn about biodiesel, bioheat, and bio-based lubricants. Breakout sessions covered implementation, logistics, the renewable fuels standard, industry outlook, product differentiation, quality control, policy, infrastructure and more.
- Virginia Green Innovations Awards and Annual Meeting of the Virginia Sustainable Building Network, featuring a presentation entitled, "Living City Block: Creating Resilient, Highly Efficient Cities One Block at a Time," held June 29, 2011, at the Jefferson Hotel in Richmond, Virginia; and recognizing 15 green award-winning innovators.

### **Program and Project Monitoring**

Virginia receives and deposits all oil overcharge funds to a central account managed by the Department of Planning and Budget. Fund revenues, interest earnings, and allotments are tracked at the 3-digit fund detail. Oil overcharge monies are allotted through a direct appropriation to an agency within the biennial Appropriations Act, or on a project-by-project review and approval, as authorized in language within the biennial Appropriations Act.

The Department of Mines, Minerals and Energy monitors and reports on all oil overcharge projects. The Department's Division of Energy coordinates submission of proposed projects for U.S. DOE approval.

## FY 2011 Oil Overcharge Award Cash Track

As of June 30, 2011

	Texaco (0734)	EXXON (0738)	Stripper Well (0739)	D. Shamrock (0740)	Total
<b>6/30/11 Cash Balance</b>	\$48,585.81	\$0.00	\$16,243.99	\$5,360.27	\$70,190.07
<b>Interest Income:</b>					
1st quarter	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
2nd quarter	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
3rd quarter	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
4th quarter	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
<b>Total, Interest Income</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Increase Awards:</b>					
New Grant					
Secondary Grant					
<b>Total, Increased Awards</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Total Income</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>
<b>Cash Transfers:</b>					
	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
<b>Reversions from Capital Project Review:</b>					
	(\$42,397.00)	\$0.00	(\$16,243.00)	(\$5,360.00)	(\$64,000.00)
<b>Total, Cash Transfers</b>	<b>(\$42,397.00)</b>	<b>\$0.00</b>	<b>(\$16,243.00)</b>	<b>(\$5,360.00)</b>	<b>(\$64,000.00)</b>
<b>Current Cash Balance</b>	<b>\$6,188.81</b>	<b>\$0.00</b>	<b>\$0.99</b>	<b>\$0.27</b>	<b>\$6,190.07</b>

	Total Commitment	Transfers to Date	Dollars Committed but not Transferred
<b>Obligations:</b>			
Dept of Corrections, Sawdust storage building	\$64,000	(\$64,000)	\$0
<b>Totals</b>	<b>\$64,000</b>	<b>(\$64,000)</b>	<b>\$0</b>
<b>Current Uncommitted Balance</b>			<b>\$6,190</b>