

Commonwealth of Virginia Oil Overcharge Restitution Fiscal Year (FY) 2011-2012

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 expended.

Stripper Well Restitution Program

Virginia has received \$48,273,296.90 in Stripper Well restitution funds as of June 30, 2012. 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. As of June 30, 2012, all Stripper Well funds have been committed.

Diamond Shamrock Restitution Program

The total funds received for the Diamond Shamrock Restitution Program as of June 30, 2012, were \$2,779,060.15, with accrued interest of \$1,400,595.75 and cumulative total of \$4,179,655.90. As of June 30, 2012, all but \$0.07 of Diamond Shamrock funds have been committed.

Program and Project Descriptions

This section gives information about current projects underway during fiscal year 2012:

Virginia Offshore Wind Development Authority

Funding: \$5,545

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 \$5,545 in administrative support.

Chesapeake Clean Energy Initiative

Funding: \$15,000

The Virginia Department of Mines, Minerals and Energy has partnered with James Madison University (JMU) to explore the potential of wind energy development on Tangier

Island. During this period, JMU performed a comprehensive analysis of data collected from the meteorological tower installed at Port Isobel in September 2009 and conducted a siting assessment for wind power at three locations on Tangier Island proper and at one location at Port Isobel to determine the optimal site for development. They developed a set of visual simulations and conducted a visual impact assessment; and worked cooperatively with the County of Accomack and the Town of Tangier to develop an appropriate siting ordinance. Work was also done in cooperation with the local electric utility to examine options for interconnection. All funds were expended.

Regional Energy Alliances' Homeowner Engagement Software Tool (Energy Savvy) Development

Funding: \$46,204

The Virginia Department of Mines, Minerals and Energy has partnered with three Regional Energy Alliances in five areas of the state to conduct a residential retrofit project energy analysis tool. In order to better engage homeowners to undertake energy retrofit projects on their homes, the DMME purchased "Energy Savvy", a web-based tool designed to provide homeowners with an energy assessment of their homes and then to direct them to the Regional Energy Alliances who have resources to help them with energy retrofit work on their homes. These Oil Overcharge Funds were combined with other funds to purchase the \$100,000 tool, which is currently available to homeowners.

Virginia Department of General Services (Project 2)

Funding: \$600,000

The Virginia Department of General Services is using 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 2012. Funds remaining to be spent in the coming program year are \$8.11.

Virginia Department of General Services (Projects 3 & 4)

Funding: \$195,000

The Virginia Department of General Services also used 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 (DGS #3), located in the Commonwealth's State Capitol Complex. The Madison Building commissioning project was completed last year at a total cost of \$83,015. In this 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.

The remaining fund balance of \$111,985 was reprogrammed in June 2011 for retro-commissioning the Library of Virginia building. The investigative engineering was completed and a master list of energy conservation measures and systems improvements was developed. \$80,781.50 was spent in this reporting year, leaving a balance of \$31,203.50. The remaining task of training DGS personnel on building operations and maintenance will be completed this fall, and remaining funds will be spent in the final billing.

Virginia Department of General Services (Project 5)

Funding: \$6,190

The Virginia Department of General Services received \$6,190 in Oil Overcharge Funds, to install five variable air volume boxes, which finishes the direct digital controls project at the Supreme Court of Virginia. The project was completed during this period, leaving \$11.75 to apply to final billing.

The Virginia School for the Deaf and Blind, in Staunton

Funding: \$814,467

The Virginia School for the Deaf & 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, all final issues were resolved on HVAC controls in Strader and Healy Hall. This year, the project was completed and \$35,774.44 in funds was expended, leaving a zero balance.

Energy Education and Outreach Support

Funding: \$3,151

This year, the energy educational activity, supported by the Department of Mines, Minerals and Energy over the program year, was a technical level energy audit of 10 Henrico County Mental Health and Developmental Services Group Homes. These audits were completed and used to market the benefits of residential energy audits to Henrico County citizens.

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.

Oil Overcharge Award Cash Track, As of 6/30/12

	Texaco (0734)	EXXON (0738)	Stripper Well (0739)	D. Shamrock (0740)	Total
6/30/11 Cash Balance	\$6,188.81	\$0.00	\$0.99	\$0.27	\$6,190.07
Interest Income:					
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
Total, Interest Income	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Increase Awards:					
New Grant					
Secondary Grant					
Total, Increased Awards	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total Income	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Cash Transfers:					
	(\$6,188.81)	\$0.00	(\$0.99)	(\$0.20)	(\$6,190.00)
Reversions from Capital Project Review:					
	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total, Cash Transfers	(\$6,188.81)	\$0.00	(\$0.99)	(\$0.20)	(\$6,190.00)
Current Cash Balance	\$0.00	\$0.00	\$0.00	\$0.07	\$0.07