
VSBFA

Virginia Small Business
Financing Authority

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January 11, 2016

The Honorable Walter A. Stosch
Co - Chairman
Senate Finance Committee
10th Floor, General Assembly Building
Richmond, Virginia 23219

The Honorable Charles J. Colgan
Co - Chairman
Senate Finance Committee
10th Floor, General Assembly Building
Richmond, Virginia 23219

The Honorable Chris S. Jones
Chairman
House Appropriations Committee
9th Floor, General Assembly Building
P.O. Box 406
Richmond, Virginia 23219

Dear Chairman Stosch, Chairman Colgan and Chairman Jones:

Pursuant to Item 107 D (Special Session 1, 2004), the Executive Director of the Virginia Small Business Financing Authority (VSBFA) “...with the approval of the Director of the Department of Small Business and Supplier Diversity may transfer moneys between funds managed by the Authority. These include the Virginia Small Business Growth Fund (§2.2-2310, Code of Virginia); the Virginia Export Fund (§ 2.2-2309, Code of Virginia); and the Insurance or Guarantee Fund (§ 2.2-2290, Code of Virginia). The Executive Director of the Virginia Small Business Financing Authority shall report, by fund, the transfers made by January 1 of each year to the Chairmen of the Senate Finance and House Appropriations Committees.” The activity listed on the following page is in fulfillment of that requirement.

In Fiscal Year 2015, the Virginia Small Business Financing Authority (VSBFA) had the following transfers between these funds:

\$6,104,083 was allocated from U.S. Treasury's State Small Business Credit Initiative (SSBCI) and placed in the VSBFA's operating account and has been used for its mandated purpose of providing credit enhancements to Virginia's financial institutions when making business purpose loans to qualifying small businesses;

A total of \$590,220 was transferred from the following funds administered by the VSBFA for the purpose of meeting payroll obligations:

\$50,000 transferred from the Virginia Department of Social Services' Child Care Financing Program per the Memorandum of Understanding with DSS.

\$45,000 transferred from the Tobacco Commission's Tobacco Capital Access Program per the Memorandum of Understanding with VTIC.

\$77,912 transferred from the Department of Environmental Quality's Environmental Compliance Assistance Fund per the Memorandum of Understanding with DEQ.

\$5,000 transferred from the legacy Department of Minority Business Enterprise's P.A.C.E. Program per the Memorandum of Understanding with legacy DMBE.

\$320,822 transferred from the VSBFA's operating account.

\$91,486 transferred from the U.S. Economic Development Administration's Economic Development Loan Fund per the VSBFA's approved plan filed with U.S. EDA.

Please feel free to contact me should have any questions.

Respectfully,



Scott E. Parsons

Executive Director

Virginia Small Business Financing Authority

Cc: Ms. Tracey G. Wiley, Director, Department of Small Business and Supplier Diversity
Ms. Gail Letts, Board Chairman, Virginia Small Business Financing Authority