

December 18, 2019

The Honorable Emmett W. Hanger, Jr.  
Co – Chairman, Senate Finance Committee  
900 East Main Street  
14th Floor, Pocahontas Building  
Richmond, Virginia 23219

The Honorable Thomas K. Norment  
Co – Chairman, Senate Finance Committee  
900 East Main Street  
14th Floor, Pocahontas Building  
Richmond, Virginia 23219

The Honorable S. Chris Jones  
Chairman, House Appropriations Committee  
900 East Main Street  
13th Floor, Pocahontas Building  
Richmond, Virginia 23219

Dear Chairman Hanger, Chairman Norment and Chairman Jones:

Pursuant to *Appropriation Act - Item 120 E.2. Special Session I, 2019*, 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<sup>st</sup> of each year to the Chairmen of the Senate Finance and House Appropriations Committees." The correspondence is in fulfillment of that requirement.

In Fiscal Year 2019, the Virginia Small Business Financing Authority (VSBFA) made no transfers to or from the Insurance or Guarantee Fund. In Fiscal Year 2019, VSBFA made no transfers to or from the Virginia Small Business Growth Fund. This fund was closed in Fiscal Year 2018 as all funds had been expended.

In Fiscal Year 2019, VSBFA made no transfers to or from the Virginia Export Fund (§ 2.2-2309, Code of Virginia). The Code reference to the Virginia Export Fund is inactive given that the program was discontinued in 2002 at which time all general funds were withdrawn and returned to the state treasury.

You may also note that our report for Fiscal Year 2019 does not include certain activity listed on the Authority's reports prior to Fiscal Year 2017. After consultation with our representative from the Office of the Attorney General, it was determined that the foregoing items are the only items which specifically fall within the scope of the referenced section of the Appropriation Act.

Please feel free to contact me should have any questions.

Respectfully,



Howard F. Pisons  
Executive Director

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