

July 28, 2026

The Honorable L. Louise Lucas
Chair
Senate Finance and Appropriations
Committee
P.O. Box 700
Portsmouth, Virginia 23705

The Honorable Luke E. Torian
Chair
House Appropriations Committee
4222 Fortuna Plaza, Suite 659
Dumfries, Virginia 22025

The Honorable Vivian E. Watts
Chair
House Finance Committee
8717 Mary Lee Lane
Annandale, Virginia 22003

RE: Quarterly Report on Commonwealth's Development Opportunity Fund (COF) per
§ 2.2-115(G)

Senator and Delegates:

I am writing to provide documentation of the transactions of the Commonwealth's Development Opportunity Fund (COF) which have occurred during the fourth quarter of the 2026 fiscal year as required by § 2.2-115(G) of the Code of Virginia.

As of June 30, 2026, a total of \$465,566,692 had been appropriated to the Fund since its inception in 1992. As of June 30, 2026, the Cardinal Financial System cash balance was \$161,680,321, and the balance available for future commitments totaled \$42,006,659. Taking into account COF preapprovals of \$34,475,000 made by the Secretary of Commerce and Trade, the available balance is \$7,531,659. Active grants awarded since the inception of the Fund total 729.

For the fourth quarter of the 2026 fiscal year, ended June 30, 2026, a total of \$20,200,000 was committed from the COF to assist seven projects relocating to or expanding in the state. Total committed job creation of these projects was 1,955, and committed investment totaled \$1.4 billion. Summaries on these projects follow:

1. Augusta County: Innovative Refrigeration Systems, a custom refrigeration manufacturer, will expand its existing facility in Augusta County. This expansion will create 214 new jobs and a \$31.3 million investment (amount of grant: \$250,000; use of grant: building construction and improvements; local match: \$250,000; anticipated completion date: June 2030; average wage of new jobs: \$84,626; prevailing average wage: \$60,098). This project has been announced.
2. City of Roanoke: RINGANA, a cosmetic manufacturer, will locate its new facility in the City of Roanoke. This location will create 435 new jobs and an \$85.0 million investment (amount of grant: \$5,000,000; use of grant: building improvements; other grants awarded: Enterprise Zone Job Creation grant of \$822,300, Enterprise Zone Real Property Investment grant of \$300,000; local match: \$4,800,000; anticipated completion date: June 2031; average wage of new jobs: \$61,298; prevailing average wage: \$64,222). This project has been announced.
3. Orange County: L3 Harris/Aerojet (Arrow), a manufacturer of solid rocket motor components, will expand its existing facility in Orange County. This expansion will create 60 new jobs and a \$40.8 million investment (amount of grant: \$500,000; use of grant: site improvements and building construction; other grants awarded: Virginia Jobs Investment Program grant of \$54,000; local match: \$500,000; anticipated completion date: June 2028; average wage of new jobs: \$56,000; prevailing average wage: \$49,463). This project has been announced.
4. Orange County: L3 Harris/Aerojet (Mondongo), a manufacturer of solid rocket motor components, will expand its existing facility in Orange County. This expansion will create 294 new jobs and a \$1.2 billion investment (amount of grant: \$12,500,000; use of grant: site development; other grants awarded: Virginia Jobs Investment Program grant of \$110,700, Virginia Investment Performance grant of \$5,000,000; local match: \$17,000,000; anticipated completion date: June 2033; average wage of new jobs: \$71,855; prevailing average wage: \$49,463). This project has been announced.
5. Henry County: Rural King will locate a new warehousing and regional distribution center in Henry County. This location will create 150 new jobs and an investment of \$40.0 million (amount of grant: \$750,000; use of grant: building upfits; other grants awarded: Virginia Jobs Investment Program grant of \$135,000, Enterprise Zone Job Creation grant of \$524,800, Enterprise Zone Real Property Investment grant of \$200,000; local match: \$750,000; anticipated completion date: June 2030; average wage of new jobs: \$58,656; prevailing average wage: \$45,630). This project has been announced.

6. Arlington County: **Spatial Front**, an information technology company, will expand its facility in Arlington County. This expansion will create 450 new jobs and an investment of \$6.0 million (amount of grant: \$500,000; use of grant: building improvements; other grants awarded: Virginia Jobs Investment Program grant of \$360,000; local match: \$500,000; anticipated completion date: June 2031; average wage of new jobs: \$162,989; prevailing average wage: \$129,884). This project has been announced.
7. Prince George County: **Jabil**, a global manufacturing solution company, will locate its new facility in Prince George County. This location will create 352 new jobs and an investment of \$6.1 million (amount of grant: \$700,000; use of grant: building improvements; other grants awarded: Enterprise Zone Job Creation grant of \$1,400,000, Enterprise Zone Real Property Investment grant of \$100,000; local match: \$35,000,000; anticipated completion date: June 2029; average wage of new jobs: \$54,886; prevailing average wage: \$64,537). This project has been announced.

For the projects that have been announced, I am enclosing a profile and analysis and recommendation by the Virginia Economic Development Partnership.

For the fourth quarter of the 2026 fiscal year, actual disbursements from the Fund totaling \$6,063,520 were made to Halifax County for Hitachi, the City of Radford for Oransi, Pittsylvania County for Intertape, Rockbridge County for Modine, the City of Hampton for Huntington Ingalls, the City of Virginia Beach for ZIM American, the City of Lynchburg for Bausch & Lomb, the City of Newport News for East Coast Repair and Fabrication, Campbell County for BWX Technologies, Henrico County for ASGN, Henrico County for PPD, and Buchanan County for Coronado Coal.

Sincerely,



Jason El Koubi
President and Chief Executive Officer

JRE:kme

Enclosures

cc The Honorable Carrie H. Chenery
 Secretary of Commerce and Trade