



ANNUAL DISCLOSURE OF ECONOMIC INCENTIVE GRANTS

Subject to TVA regulatory oversight, BVU Authority budgets \$500,000 annually from its electric division to support qualified economic incentive grants. Qualifying projects must be located inside the city limits of Bristol, Virginia. Also, the project expenditures must provide a “commensurate benefit” to BVU’s electric system.

For more details, please review the individual grant documents or the BVU Audit for that fiscal year.

Please contact BVU for additional information on any specific grant.

STUDIO BREW

Grant date 06.27.2014
Total Award \$37,212
FY16 Expenditures \$30,054

ALPHA N. R.

Grant date 04.08.2010
Total Award \$1,833,556
FY16 Expenditures \$0

THE FALLS

Grant date N/A
Total Award N/A
FY16 Expenditures \$84,929.88

Memo

Date: May 20, 2016

To: BVU Board Members

From: Don Bowman, President and CEO

Subject: Summary of BVU Electric Division Economic Development Grants for The Falls Development

1. Summary of FY2016 Expenditures. As of May 20, 2016, BVU has spent the following electric division economic funds at The Falls:

E22791 – Phase 1 Falls Electric Infrastructure (FY2015)	\$216,456.00
E22791 – Phase 1 Falls Electric Infrastructure (F20Y16)	\$ 16,329.88 (requires Board approval)
E23101 – Intellirupters at The Falls (FY2016)	<u>\$ 68,600.00</u> (requires Board approval)
Total	\$301,385.88

Memo

Date: May 20, 2016
To: BVU Board Members
From: Don Bowman, President and CEO
Subject: Summary of FY2016 BVU Electric Division Economic Development Grants Falls

1. Summary of FY2016 Expenditures. As of May 20, 2016, BVU has spent the FY2016 electric division economic funds (\$500,000) as follows:

-Studio Brew	\$ 28,000.00	
-Legal Fees	\$ 2,054.00	(Studio Brew Performance Agreement Amendments)
-Falls Project	<u>\$ 84,929.88</u>	(FY2016 portion, requires Board approval)
Subtotal	\$114,983.88	

2. FY2016 Accruals. BVU has accrued funds for Alpha Natural Resource. The payment of funds depends on several factors related to their bankruptcy case.

-Alpha Natural Resources \$283,355.60 (payment on hold pending bankruptcy resolution)

3. Total Obligations. The total for FY2016 including expenditures and accruals is \$398,339.48.

4. Unobligated Funds. The remaining unobligated funds for FY2016 are \$101,660.52.

5. Pending Grants. There are no pending grants for FY2016. Any new grant application must comply with the amended BVU Authority Act (Senate Bill 329).

6. Board Action. Per my June 18, 2015 and the Board's authorization on June 22, 2015, the board needs to vote to authorize the final payment of \$84,929.88 for Fall Grant 1. This will be the last payment related to the Falls.