



North Carolina Department of Commerce

Roy Cooper, Governor

Machelle Baker Sanders, Secretary

To: Chairs, Joint Legislative Economic Development and Global Engagement Oversight Committee
N.C. General Assembly – Fiscal Research Division

From: Mark N. Poole, Director, Commerce Finance Center
N.C. Department of Commerce

Date: September 1, 2022

Re: Annual Report – Economic Development Transformative Project Funds

Statutory Requirement:

Pursuant to Session Law 2022-74, Section 11.9, provided the Economic Investment Committee awards a Job Development Investment Grant for a qualifying project in Chatham County, there is appropriated from the Economic Development Project Reserve established in Section 2.2 of S.L. 2021-180 to the Department of Commerce (Department) for the 2022-2023 fiscal year the sum of four hundred fifty million dollars (\$450,000,000) in nonrecurring funds. The definitions of G.S. 143B-437.51 apply in this subsection, and, as used in this section, a qualifying project is a transformative project for which the agreement requires that the business manufacture electric vehicles at the project site, invest at least three billion dollars (\$3,000,000,000) in private funds, and create at least 6,000 eligible positions.

On September 1 of each year funds appropriated in this section remain unexpended until all funds have been expended, the Department shall report on the use of such funds to the House of Representatives and the Senate committee or subcommittee responsible for natural and economic resources, to the Joint Legislative Economic Development and Global Engagement Oversight Committee, and to the Fiscal Research Division. The report shall include, at a minimum, an executive summary of the performance criteria, remedies, and safeguards required by the Department for the funds, a description of the current status of the project, the amount that was paid in the prior fiscal year, for what purpose the amount was paid, and the total amount that has been paid under the agreement.

Executive Summary:

Economic Investment Committee has awarded a Job Development Investment Grant for a qualifying project in Chatham County to VinFast Manufacturing US, LLC. S.L. 2022-74 Section 11.9(a) appropriated four hundred and fifty million dollars (\$450,000,000) in support of the project for site work, road work and water and sewer infrastructure. The agreement required by Section 11.9(b) has not yet been entered into, and no funds have yet been expended.

Remedies and Safeguards:

The benefit to the State will be secured through an agreement as required by S.L. 2022-74 Section 11.9(b).

Current Status:

No funds have been expended.

Amount Paid

Fiscal Year	Purpose	Amount
FY '21-22		

Total Amount Paid: \$0.00