

Newport News Shipbuilding Apprentice School & Mixed-Use Redevelopment Project

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Mixed-Use Project Elements

State of the Art Apprentice School 85,000 sf

Market-Rate / Affordable Apprentice
and Workforce Housing 174 units

Commercial / Retail 30,000 sf

Parking Garage 380 spaces

** green areas **

** campus-like setting * * downtown redevelopment **

** 6-acre site **





Newport News Shipbuilding

Interstate 664

**Newport News
City Hall**

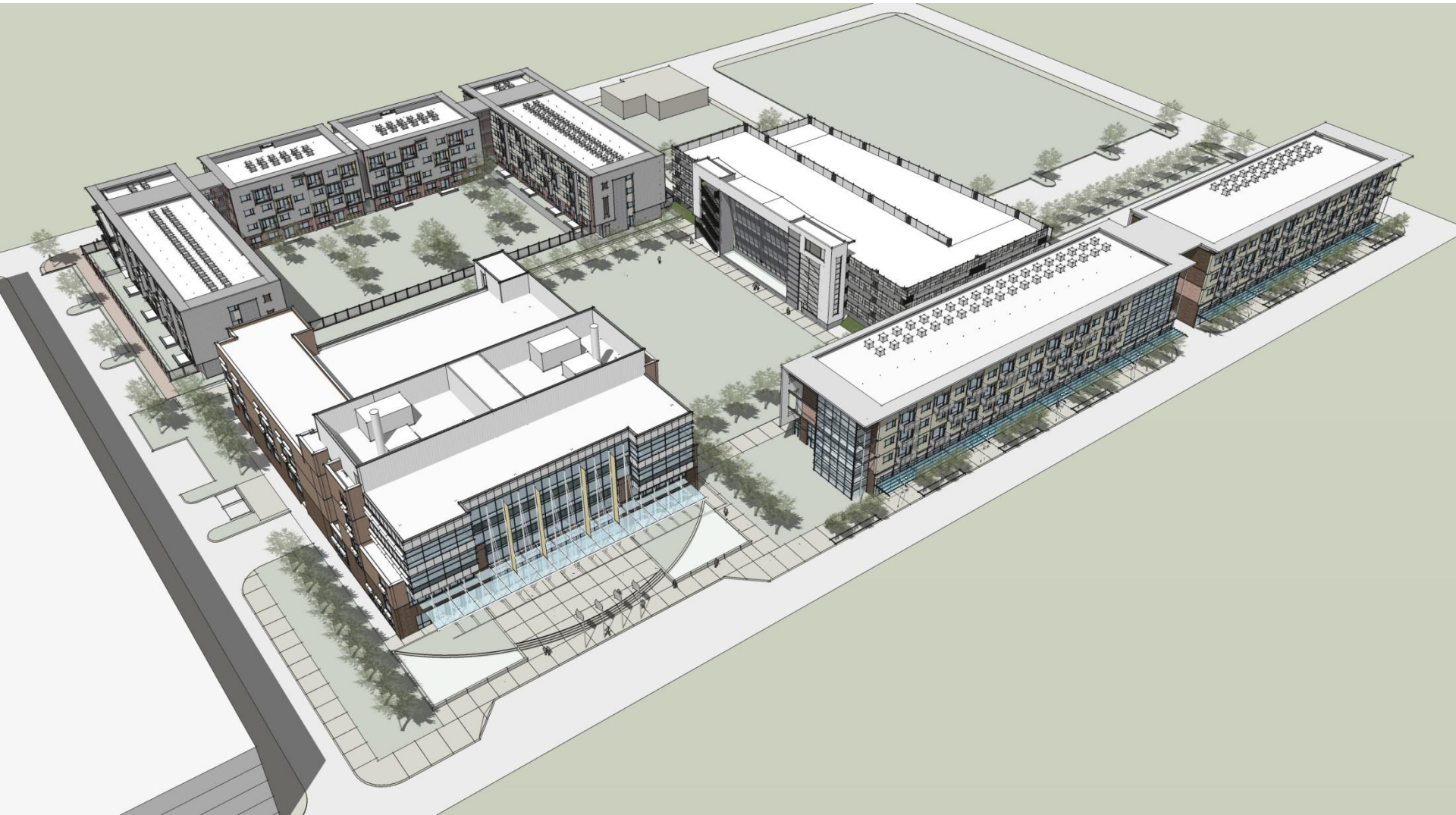
VASCIC

**Apprentice School
Development Site**



Apprentice School Campus Site

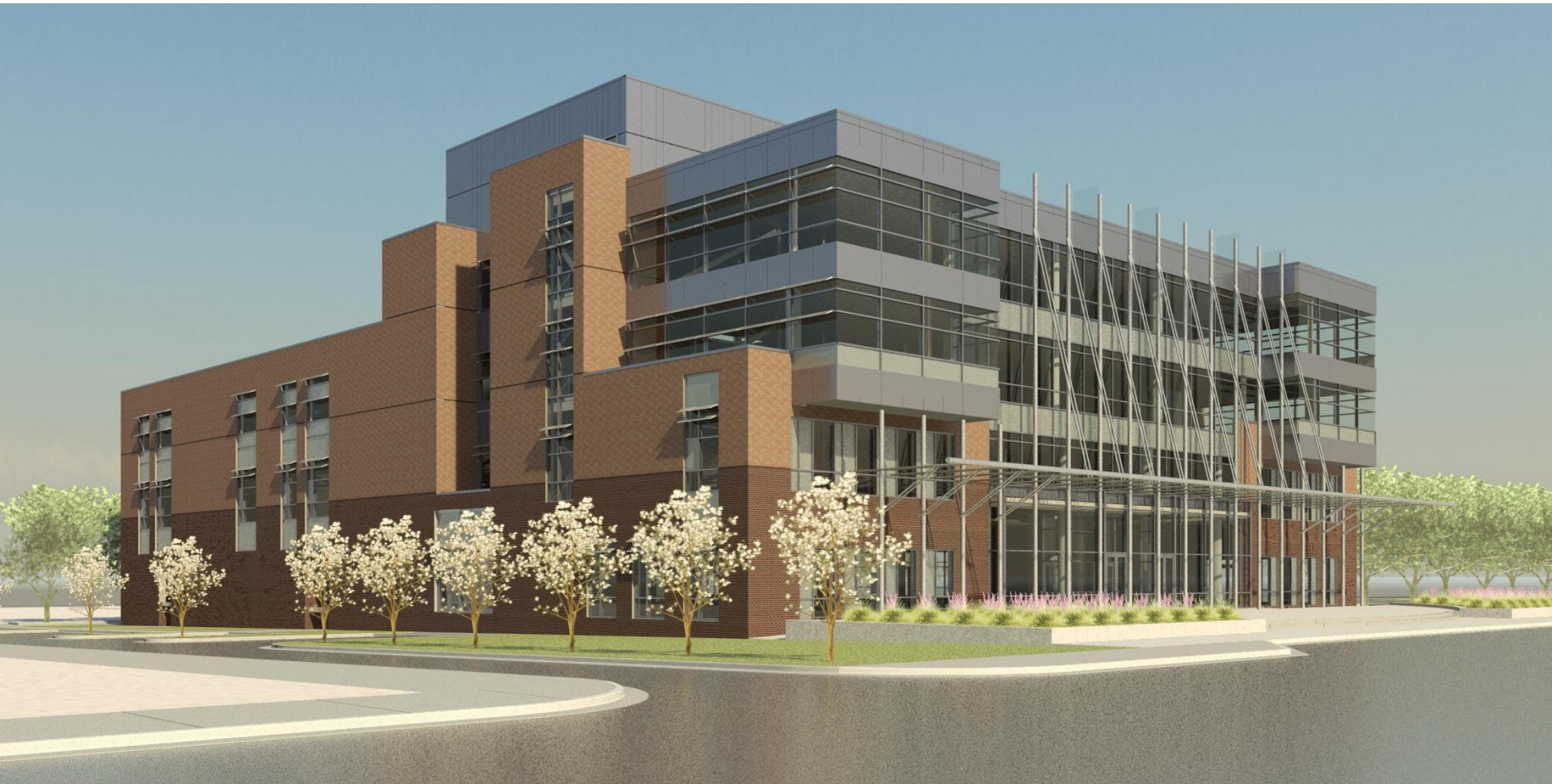




Apprentice School Campus



Newport News
Where Great Things Are Happening



Apprentice School



Newport News
Where Great Things Are Happening



Market-Rate / Affordable Apprentice and Workforce Housing



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Commercial / Retail with Workforce Housing Above



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Parking Garage



Newport News
Where Great Things Are Happening

Highlights of New MOU

- Five grants paid to IDA starting with FY 13
 - Ch. 749 allowed up to ten
- Total \$32.77 million
 - Ch. 749 allowed up to \$42 million
 - 2009 MOU allowed \$50 million
 - Includes financing costs of building school in anticipation of grants
- Private investment complete before final grant
- State retains 100 percent claw back provision
- Allows renegotiation on which jobs count if Navy backs off VCS contracts



Public / Private Investment

Private:

School	\$ 25,000,000
Housing	23,000,000
Commercial / Retail	<u>7,000,000</u>
Total Private Investment	\$ 55,000,000

(Capital investment, excluding financing costs)

Public:

Land Acquisition & Contributed Land	\$ 4,500,000
Parking Deck	10,500,000
Public Infrastructure	<u>2,000,000</u>
Total Public Investment	\$ 17,000,000

Total Public/Private Investment **\$ 72,000,000**



Schedule

- 10/3/11 Huntington Ingalls waives the grants in favor of the IDA
- 2/28/12 Property transfers completed and existing buildings vacated
- 4/1/12 First grant application to State
- 5/1/12 Expected Ground Breaking
- 11/1/13 Apprentice School opens
- 12/31/15 Entire project complete
- 4/1/16 Fifth and final grant application to State



NNS Capital Expenditures

2009: \$81 million

2010: \$142 million

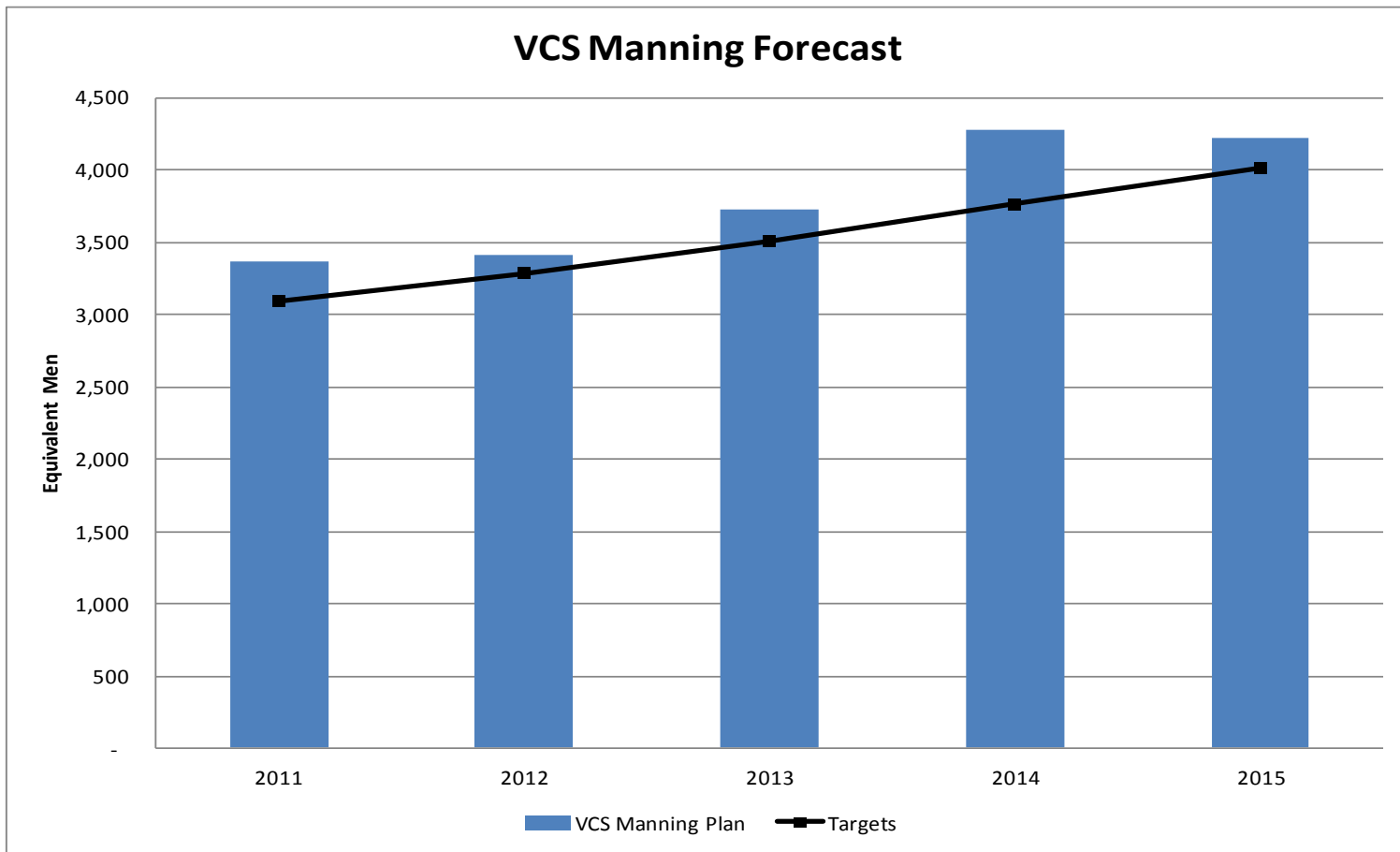
2011: \$112 million (by 12/31/11)

Total: \$335 million

Target: \$300 million



VCS Manpower Projections

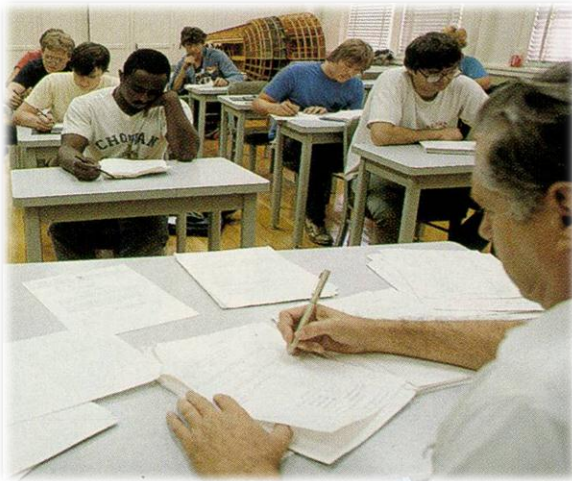


Target is 4,010 in 2015



Other NNS Performance Measures

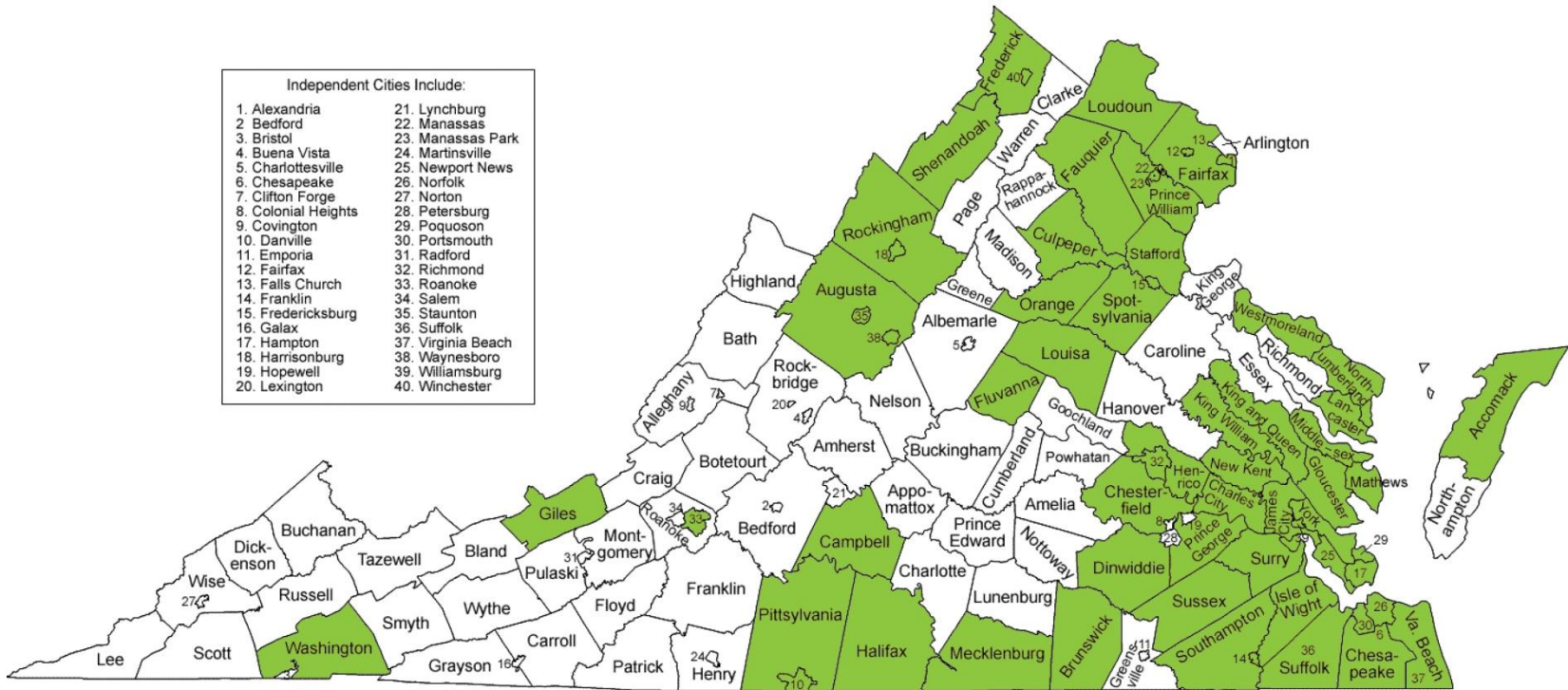
- VCS Wages Exceed Newport News Average
- Apprentice School Accreditation Intact
- Apprentice School Enrollment 750+
- Base Training Expenses In Excess of \$53 million



Where Current Apprentices Come From

Independent Cities Include:

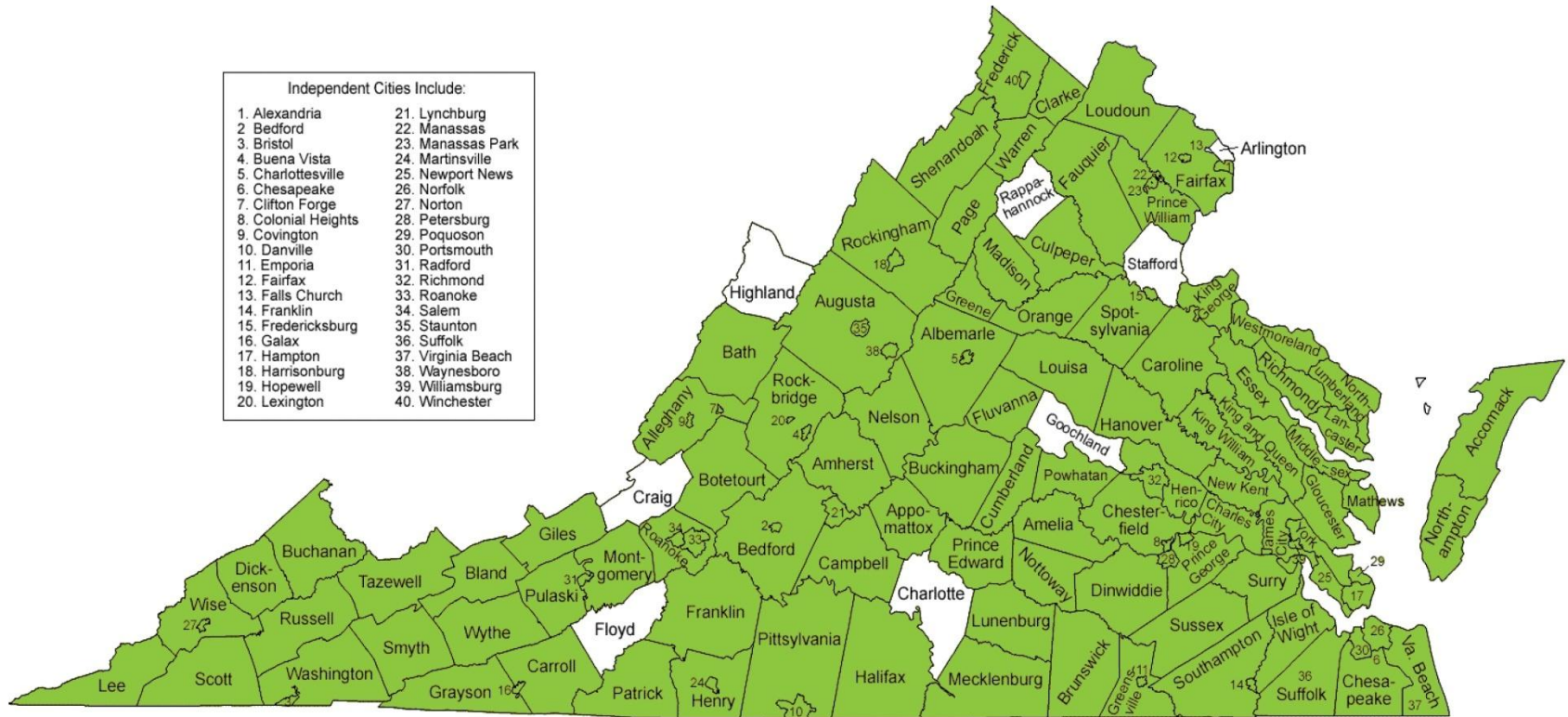
1. Alexandria	21. Lynchburg
2. Bedford	22. Manassas
3. Bristol	23. Manassas Park
4. Buena Vista	24. Martinsville
5. Charlottesville	25. Newport News
6. Chesapeake	26. Norfolk
7. Clifton Forge	27. Norton
8. Colonial Heights	28. Petersburg
9. Covington	29. Poquoson
10. Danville	30. Portsmouth
11. Emporia	31. Radford
12. Fairfax	32. Richmond
13. Falls Church	33. Roanoke
14. Franklin	34. Salem
15. Fredericksburg	35. Staunton
16. Galax	36. Suffolk
17. Hampton	37. Virginia Beach
18. Harrisonburg	38. Waynesboro
19. Hopewell	39. Williamsburg
20. Lexington	40. Winchester



Where Apprentice Alumni Live

Independent Cities Include:

- | | |
|---------------------|--------------------|
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| 2. Bedford | 22. Manassas |
| 3. Bristol | 23. Manassas Park |
| 4. Buena Vista | 24. Martinsville |
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Questions?

