

1 VIRGINIA ACTS OF ASSEMBLY — CHAPTER

2 *An Act to amend and reenact § 15.2-6407 of the Code of Virginia, relating to Virginia Regional*
3 *Industrial Facilities Act; revenue sharing agreements; facilities.*

4 [S 720]

5 Approved

6 **Be it enacted by the General Assembly of Virginia:**7 **1. That § 15.2-6407 of the Code of Virginia is amended and reenacted as follows:**8 **§ 15.2-6407. Revenue sharing agreements.**

9 A. Notwithstanding the requirements of Chapter 34 (§ 15.2-3400 et seq.) of this title, the member
10 localities may agree to a revenue and economic growth-sharing arrangement with respect to tax revenues
11 and other income and revenues generated by any facility owned by *an authority or a facility owned by a*
12 *non-authority utilized as part of a cooperative arrangement entered into by an authority promoting*
13 *economic and workforce development*. Such member localities may be located in any jurisdiction
14 participating in the Appalachian Region Interstate Compact or a similar agreement for interstate
15 cooperation for economic and workforce development authorized by law. The obligations of the parties
16 to any such agreement shall not be construed to be debt within the meaning of Article VII, Section 10
17 of the Constitution of Virginia. Any such agreement shall be approved by a majority vote of the
18 governing bodies of the member localities reaching such an agreement but shall not require any other
19 approval.

20 B. With any such revenue and economic growth-sharing arrangement entered into by localities, the
21 Department of Taxation's calculation of true values as applied to the Commonwealth's composite index
22 of local ability-to-pay shall take into account an agreement whereby a portion of real property tax
23 revenue is initially paid to one locality and redistributed to another locality. Such calculation shall
24 properly apportion the percentage of tax revenue ultimately received by each locality. Each participating
25 locality shall include in reports to the Department of Taxation of its taxable real estate the apportioned
26 fair market value of the property upon which such revenue sharing is based. The Department of
27 Taxation shall collect annually, from each participating locality, the taxable real estate value used to
28 determine and apportion the fair market value of the property adjustments upon which such revenue
29 sharing is based.

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