

VIRGINIA ACTS OF ASSEMBLY — CHAPTER

An Act to amend and reenact §§ 10.1-1700 and 15.2-5158 of the Code of Virginia, relating to community development authorities.

[H 856]

Approved

Be it enacted by the General Assembly of Virginia:**1. That §§ 10.1-1700 and 15.2-5158 of the Code of Virginia are amended and reenacted as follows:**

§ 10.1-1700. Definitions.

As used in this article, unless the context requires a different meaning:

"Open-space land" means any land in an urban area which is provided or preserved for (i) park or recreational purposes, (ii) conservation of land or other natural resources, (iii) historic or scenic purposes, (iv) assisting in the shaping of the character, direction, and timing of community development, or (v) wetlands as defined in § 28.2-1300.

"Public body" means any state agency having authority to acquire land for a public use, or any county or municipality, any park authority, any public recreational facilities authority, any soil and water conservation district, *any community development authority formed pursuant to Article 6 (§ 15.2-5152 et seq.) of Chapter 51 of Title 15.2*, or the Virginia Recreational Facilities Authority.

"Urban area" means any area which is urban or urbanizing in character, including semiurban areas and surrounding areas which form an economic and socially related region, taking into consideration such factors as present and future population trends and patterns of urban growth, location of transportation facilities and systems, and distribution of industrial, commercial, residential, governmental, institutional, resort, and other activities.

§ 15.2-5158. Additional powers of community development authorities.

A. Each community development authority created under this article, in addition to the powers provided in Article 3 (§ 15.2-5110 et seq.) of *Chapter 51 of this title*, may:

1. Subject to any statutory or regulatory jurisdiction and permitting authority of all applicable governmental bodies and agencies having authority with respect to any area included therein, finance, fund, plan, establish, acquire, construct or reconstruct, enlarge, extend, equip, operate, and maintain the infrastructure improvements enumerated in the ordinance or resolution establishing the district, as necessary to meet the increased demands placed upon the locality as a result of development within the district, including, but not limited to:

a. Roads, bridges, parking facilities, curbs, gutters, sidewalks, traffic signals, storm water management and retention systems, gas and electric lines and street lights within or serving the district which meet or exceed the specifications of the locality in which the roads are located.

b. Parks and facilities for indoor and outdoor recreational, cultural and educational uses; entrance areas; security facilities; fencing and landscaping improvements throughout the district.

c. Fire prevention and control systems, including fire stations, water mains and plugs, fire trucks, rescue vehicles and other vehicles and equipment.

d. School buildings and related structures, which may be leased, sold or donated to the school district, for use in the educational system when authorized by the local governing body and the school board.

e. Infrastructure and recreational facilities for age-restricted active adult communities, and any other necessary infrastructure improvements as provided above, with a minimum population approved under local zoning laws of 1,000 residents. Such development may include security facilities and systems or measures which control or restrict access to such community and its improvements.

2. Issue revenue bonds of the development authority as provided in § 15.2-5125, including but not limited to refunding bonds, subject to such limitation in amount, and terms and conditions regarding capitalized interest, reserve funds, contingent funds, and investment restrictions, as may be established in the ordinance or resolution establishing the district, for all costs associated with the improvements enumerated in subdivision 1 of this subsection. Such revenue bonds shall be payable solely from revenues received by the development authority.

3. Request annually that the locality levy and collect a special tax on taxable real property within the development authority's jurisdiction to finance the services and facilities provided by the authority. Notwithstanding the provisions of Article 4 (§ 58.1-3229 et seq.) of Chapter 32 of Title 58.1, any such special tax imposed by the locality shall be levied upon the assessed fair market value of the taxable real property. Unless requested by every property owner within the proposed district, the rate of the

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57 special tax shall not be more than twenty-five cents per \$100 of the assessed fair market value of any
58 taxable real estate or the assessable value of taxable leasehold property as specified by § 58.1-3203. The
59 special taxes shall be collected at the same time and in the same manner as the locality's taxes are
60 collected, and the proceeds shall be kept in a separate account and be used only for the purposes
61 provided in this chapter. All revenues received by the locality from such special tax shall be paid over
62 to the development authority for its use pursuant to this chapter subject to annual appropriation. No
63 other funds of the locality shall be loaned or paid to the development authority without the prior
64 approval of the local governing body.

65 4. Provide special services, including: garbage and trash removal and disposal, street cleaning, snow
66 removal, extra security personnel and equipment, recreational management and supervision, and grounds
67 keeping.

68 5. Finance the services and facilities it provides to abutting property within the district by special
69 assessment thereon imposed by the local governing body. All assessments pursuant to this section shall
70 be subject to the laws pertaining to assessments under Article 2 (§ 15.2-2404 et seq.) of Chapter 24;
71 provided that any other provision of law notwithstanding, (i) the taxes or assessments shall not exceed
72 the full cost of the improvements, including without limitation the legal, financial and other directly
73 attributable costs of creating the district and the planning, designing, operating and financing of the
74 improvements which include administration of the collection and payment of the assessments and reserve
75 funds permitted by applicable law; (ii) the taxes or assessments may be imposed upon abutting land
76 which is later subdivided in accordance with the terms of the ordinance forming the district, in amounts
77 which do not exceed the peculiar benefits of the improvements to the abutting land as subdivided; and
78 (iii) the taxes or assessments may be made subject to installment payments for up to forty years in an
79 amount calculated to cover principal, interest and administrative costs in connection with any financing
80 by the authority, without a penalty for prepayment. Notwithstanding any other provision of law, any
81 assessments made pursuant to this section may be made effective as a lien upon a specified date, by
82 ordinance, but such assessments may not thereafter be modified in a manner inconsistent with the terms
83 of the debt instruments financing the improvements. All assessments pursuant to this section may also
84 be made subject to installment payments and other provisions allowed for local assessments under this
85 section or under Article 2 of Chapter 24. All revenues received by the locality pursuant to any such
86 special assessments which the locality elects to impose upon request of the development authority shall
87 be paid over to the development authority for its use under this chapter, subject to annual appropriation,
88 and may be used for no other purposes.

89 6. *Purchase development rights that will be dedicated as easements for conservation, open space or*
90 *other purposes pursuant to the Open-Space Land Act (§ 10.1-1700 et seq.). For purposes of this*
91 *subdivision, "development rights" means the level and quantity of development permitted by the zoning*
92 *ordinance expressed in terms of housing units per acre, floor area ratio or equivalent local measure. An*
93 *authority shall not use the power of condemnation to acquire development rights.*

94 B. Nothing contained in this chapter shall relieve the local governing body of its general obligations
95 to provide services and facilities to the district to the same extent as would otherwise be provided were
96 the district not formed.