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**SENATE BILL NO. 796**

Offered January 10, 2001

Prefiled December 5, 2000

*A BILL to amend the Code of Virginia by adding in Title 5.1 a chapter numbered 10, consisting of sections numbered 5.1-152 through 5.1-178, and to repeal Chapter 598 of the Acts of Assembly of 1985, Chapter 665 of the Acts of Assembly of 1987, Chapters 180 and 610 of the Acts of Assembly of 1991, Chapter 402 of the Acts of Assembly of 1992, Chapters 647 and 661 of the Acts of Assembly of 1997, and Chapter 824 of the Acts of Assembly of 1998, relating to the Metropolitan Washington Airports Authority.*

Patrons—Mims, Howell, Whipple and Williams; Delegates: Black, May and Plum

Referred to Committee on Local Government

**Be it enacted by the General Assembly of Virginia:**

**1. That the Code of Virginia is amended by adding in Title 5.1 a chapter numbered 10, consisting of sections numbered 5.1-152 through 5.1-178, as follows:**

**CHAPTER 10.****METROPOLITAN WASHINGTON AIRPORTS AUTHORITY.****§ 5.1-152. Definitions.**

*For the purposes of this act the following terms and phrases shall have the following meanings:*

*"Authority Facilities" shall mean any or all airport facilities now existing or hereafter acquired or constructed or caused to be constructed by the Authority under this act, and together with any or all buildings, improvements, additions, extensions, replacements, appurtenances, lands, rights in land, water rights, air rights, franchises, machinery, equipment, furnishings, landscaping, easements, utilities, approaches, roadways and other facilities necessary or desirable in connection therewith or incidental thereto, including the existing Dulles Airport Access Road and its right-of-way, acquired or constructed by the Authority;*

*"Authority" shall mean the Metropolitan Washington Airports Authority created by this act and by similar enactment by the District of Columbia or, if the Authority shall be abolished, the board, body, or commission or agency succeeding to the principal functions thereof or upon whom the powers given by this act to the Authority shall be conferred by law;*

*"Cost" shall mean, as applied to Authority Facilities, the cost of acquisition of all lands, structures, rights-of-way, franchises, easements and other property rights and interests, the cost of lease payments, the cost of construction, the cost of demolishing, removing or relocating any buildings or structures on lands acquired, including the cost of acquiring any lands to which such buildings or structures may be moved or relocated, the cost of any extensions, enlargements, additions and improvements, the cost of all labor, materials, machinery and equipment, financing charges, interest on all bonds prior to and during construction and, if deemed advisable by the Authority, for a period not exceeding one year after completion of such construction, the cost of engineering, financial and legal services, plans, specifications, studies, surveys, estimates of cost and of revenues, other expenses necessary or incident to determining the feasibility or practicability of constructing the Authority Facilities, administrative expenses, provisions for working capital, reserves for interest and for extensions, enlargements, additions and improvements, the cost of bond issuance and other devices designed to enhance the creditworthiness of the bonds, and such other expenses as may be necessary or incidental to the construction of the Authority Facilities, the financing of such construction and the placing of the Authority Facilities in operation. Any obligation or expenses incurred by the Commonwealth or any agency thereof, with the approval of the Authority, for studies, surveys, borings, preparation of plans and specifications or other work or materials in connection with the construction of the Authority Facilities may be regarded as part of the cost of the Authority Facilities and may be reimbursed to the Commonwealth or such agency out of any funds available therefor or the proceeds of the revenue bonds issued for such Authority Facilities as hereinafter authorized.*

*"Bonds" or "revenue bonds" shall mean bonds and notes or refunding bonds and notes or bond anticipation notes or other obligations of the Authority issued under the provisions of this act.*

**§ 5.1-153. Metropolitan Washington Airports Authority created.**

*There is hereby created the Metropolitan Washington Airports Authority, hereafter referred to as the Authority, a public body corporate and politic and independent of all other bodies, having the powers and jurisdiction hereinafter enumerated, and such other and additional powers as shall be conferred upon it by the legislative authorities of both the Commonwealth of Virginia and the District of*

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59 *Columbia.*

60 *§ 5.1-154. Metropolitan Washington Airports Authority.*

61 *The Metropolitan Washington Airports Authority created by this act is hereby authorized, when*  
62 *similarly authorized by the District of Columbia, to acquire from the United States of America, by lease*  
63 *or otherwise, the two airports known as Ronald Reagan Washington National Airport and Washington*  
64 *Dulles International Airport and all related properties now administered by the Metropolitan*  
65 *Washington Airports, an agency of the Federal Aviation Administration of the United States Department*  
66 *of Transportation, but only with the approval of the Governor of Virginia. Subject to such gubernatorial*  
67 *approval, general consent is hereby given to conditions imposed by the Congress of the United States on*  
68 *such acquisitions that are not inconsistent with this act.*

69 *§ 5.1-155. Membership; terms; officers.*

70 *A. The Authority shall consist of thirteen members: five appointed by the Governor of the*  
71 *Commonwealth of Virginia, three appointed by the Mayor of the District of Columbia, two appointed by*  
72 *the Governor of the State of Maryland, and three appointed by the President of the United States.*  
73 *Members representing the Commonwealth of Virginia shall be subject to confirmation by the Virginia*  
74 *General Assembly. For the purposes of doing business, seven members shall constitute a quorum. The*  
75 *failure of a single appointing official to appoint one or more members, as herein provided, shall not*  
76 *impair the Authority's creation when the other conditions thereof have been met.*

77 *B. Members shall (i) not hold elective or appointive public office, (ii) serve without compensation,*  
78 *and (iii) reside within the Washington Standard Metropolitan Statistical Area, except that the members*  
79 *appointed by the President of the United States shall be registered voters of states other than Maryland,*  
80 *Virginia, or the District of Columbia. The members of the Authority shall be entitled to reimbursement*  
81 *for their expenses incurred in attendance upon the meetings of the Authority or while otherwise engaged*  
82 *in the discharge of their duties.*

83 *C. Appointments to the Authority shall be for a period of six years. However, initial appointments*  
84 *shall be made as follows: each jurisdiction shall appoint one member for a full six-year term, a second*  
85 *member for a four-year term and in the case of the Commonwealth and the District of Columbia, a*  
86 *third member for a two-year term. The Governor of Virginia shall make the final two Virginia initial*  
87 *appointments for one two-year and one four-year term. The President shall make subsequent*  
88 *appointments for six-year terms. The President shall make one of the initial appointments pursuant to*  
89 *the Metropolitan Washington Airports Amendments Act of 1996 for a four-year term.*

90 *D. Eight affirmative votes shall be required to approve bond issues and the annual budget of the*  
91 *Authority.*

92 *E. Each member may be removed or suspended from office only for cause, and in accordance with*  
93 *the laws of the jurisdiction from which he is appointed.*

94 *F. The Authority shall annually elect one of its members as chairman and another as vice-chairman*  
95 *and shall also elect annually a secretary and a treasurer, or a secretary-treasurer, who may or may not*  
96 *be members of the Authority, and prescribe their powers and duties. The Authority may also appoint*  
97 *from its staff an assistant secretary and an assistant treasurer, or an assistant secretary-treasurer, who*  
98 *shall, in addition to other duties, discharge such functions of the secretary and the treasurer.*

99 *G. The members of the Authority shall continue to serve until their successors shall be duly*  
100 *appointed. Any person appointed to fill a vacancy shall serve for the unexpired term. Any member of the*  
101 *Authority shall be eligible for reappointment for one term.*

102 *H. The members of the Authority, including any nonvoting members, shall not be personally liable*  
103 *for any act done or action taken in their capacities as members of the Authority, nor shall they be*  
104 *personally liable for any bond, note or other evidence of indebtedness issued by the Authority.*

105 *§ 5.1-156. Powers and duties of the Authority.*

106 *A. For the purpose of acquiring, operating, maintaining, developing, promoting and protecting*  
107 *Ronald Reagan Washington National Airport and Washington Dulles International Airport together as*  
108 *primary airports for public purposes serving the metropolitan Washington area, the Authority shall have*  
109 *all necessary or convenient powers including, but not limited to, the power:*

110 *1. To adopt and amend bylaws for the regulation of its affairs and the conduct of its business;*

111 *2. To plan, establish, operate, develop, construct, enlarge, maintain, equip and protect the airports;*

112 *3. To adopt and amend regulations to carry out the powers granted by this section;*

113 *4. To adopt an official seal and alter the same at its pleasure;*

114 *5. To appoint one or more advisory committees;*

115 *6. To issue revenue bonds of the Authority for any of its purposes, payable solely from the fees and*  
116 *revenues pledged for their payment, and to refund its bonds, all as provided in this act;*

117 *7. To borrow money on a short-term basis and issue from time to time its notes therefor payable on*  
118 *such terms, conditions or provisions as it may deem advisable;*

119 *8. To fix, revise, charge, and collect rates, fees, rentals and other charges for the use of the airports;*

120 *9. To acquire, hold and dispose of real and personal property in the exercise of its powers and the*

performance of its duties under this act;

10. To employ, in its discretion, consulting engineers, attorneys, accountants, construction and financial experts, superintendents, managers, and such other employees and agents as may be necessary, and to fix their compensation and benefits. Employees of the Authority shall not participate in any strike or assert any right to strike against the Authority, and any employment agreement entered into by the Authority shall contain an explicit prohibition against strikes by the employee or employees covered by such agreement. The Authority shall comply with any Act of Congress concerning former employees of the Federal Aviation Administration and Metropolitan Washington Airports;

11. To sue and be sued in its own name, plead and be impleaded;

12. To construct or permit the construction of commercial and other facilities consistent with the purposes of this act upon the airport property on terms established by the Authority;

13. To make and enter into all contracts and agreements necessary or desirable to the performance of its duties, the proper operation of the airports and the furnishing of services to the travelling public and airport users, including contracts for normal governmental services on a reimbursable basis with local political subdivisions where the Authority Facilities are situated and with the District of Columbia government; and any such contracts shall be exclusive or limited when it is necessary to further the public safety, improve the quality of service, avoid duplication of services, or conserve airport property and the airport environment;

14. To apply for, receive and accept such payments, appropriations, grants, gifts, loans, advances, and other funds, properties, and services as may be transferred or made available to it by the United States government or any other public or private entity or individual;

15. To make payments to reimburse the local political subdivisions where the Authority Facilities are situated for extraordinary law-enforcement costs incurred by such localities; and

16. To do all acts and things necessary or convenient to carry out the powers expressly granted in this act.

B. Pursuant to Section 6007 (b) of the Metropolitan Washington Airports Act of 1986, the Authority is established solely to operate and improve both metropolitan Washington airports as primary airports serving the metropolitan Washington area and shall be independent of the Commonwealth and its local political subdivisions, the District of Columbia and the federal government in the performance and exercise of the airport-related duties and powers enumerated in subdivisions 1 through 16 of the subsection A of this section. Any conflict between the exercise of these enumerated powers by the Authority and the powers of any local political subdivision within which Authority Facilities are situated shall be resolved in favor of the Authority.

§ 5.1-157. Authority rules and regulations.

A. The Authority shall have the power to adopt, amend, and repeal rules and regulations pertaining to use, maintenance and operation of its facilities and governing the conduct of persons and organizations using its facilities.

B. Unless the Authority shall by unanimous vote of all members present determine that an emergency exists, the Authority shall, prior to the adoption of any rule or regulation or alteration, amendment or modification thereof:

1. Make such rule, regulation, alteration, amendment, or modification in convenient form available for public inspection in the office of the Authority for at least ten days;

2. Publish a notice in a newspaper or newspapers or general circulation in the District of Columbia and in the local political subdivisions of the Commonwealth where the Authority Facilities are located declaring the Authority's intention to consider adopting such rule, regulation, alteration, amendment, or modification and informing the public that the Authority will hold a public hearing at which any person may appear and be heard for or against the adoption of such rule or regulation or such alteration, amendment, or modification, on a day and at a time to be specified in the notice, after the expiration of at least ten days from the day of the publication thereof; and

3. Hold the public hearing on the day and at the time specified in such notice or any adjournment thereof, and hear persons appearing for or against such rule, regulation, alteration, amendment or modification.

C. The Authority's rules and regulations shall be available for public inspection in the Authority's principal office.

D. The Authority's rules and regulations relating to:

(i) Air operations and motor vehicle traffic, including but not limited to, motor vehicle speed limits and the location of and payment for public parking;

(ii) Access to and use of Authority Facilities, including but not limited to solicitation, handbilling, picketing and the conduct of commercial activities; and

(iii) Aircraft operation and maintenance; shall have the force and effect of law, as shall any other rule or regulation of the Authority which shall contain a determination by the Authority that it is

182 necessary to accord the same force and effect of law in the public interest; provided, however, that with  
183 respect to motor vehicle traffic rules and regulations, the Authority shall obtain the approval of the  
184 traffic engineer or comparable official of the local political subdivision in which such rules or  
185 regulations are to be enforced.

186 E. The violation of any rule or regulation of the Authority establishing a noise limitation on aircraft  
187 that operate at the Authority Facilities shall subject the violator, in the discretion of the circuit court of  
188 any political subdivision where the facility is located to a civil penalty not to exceed \$5,000 for each  
189 violation. Such penalty shall be paid to the Authority. With the consent of the violator or the accused  
190 violator of a rule establishing aircraft noise limits, the Authority may provide, in an order issued  
191 against the violator or accused violator, for the payment of civil charges in specific sums not to exceed  
192 the limit that could be imposed by the court. Such civil charge when paid shall be in lieu of any civil  
193 penalty which could be imposed by the court. Any court proceeding shall be within the exclusive  
194 jurisdiction of the circuit court and shall be a civil proceeding at law brought by the Authority.

195 F. The violation of any Authority rule or regulation, having the force and effect of law, shall be a  
196 Class 1 misdemeanor unless otherwise specified by this chapter or unless a lesser penalty is set by the  
197 Authority in the rule or regulation. The rules of criminal procedure and evidence that apply throughout  
198 the Commonwealth shall apply to the adjudication of any case involving the violation of any Authority  
199 rule or regulation having the force and effect of law.

200 G. The course of this Commonwealth shall take judicial notice of the Authority's regularly adopted  
201 rules and regulations. For the convenience of the courts which may regularly hear cases arising under  
202 the Authority's rules and regulations, the Authority may certify to the clerk of such court a copy of its  
203 rule and regulations. Any such certification, when signed by the chairman of the Metropolitan  
204 Washington Airports Authority, shall be accepted as evidence of the facts therein stated.

205 H. With respect to the violation of any statute of the Commonwealth, local ordinance or Authority  
206 rule or regulation having the force and effect of law occurring at the Authority Facilities:

207 1. The matter shall be within the jurisdiction of the state courts of the political subdivision where the  
208 violation occurred; violations occurring at Ronald Reagan Washington National Airport shall be within  
209 the jurisdiction of the courts for Arlington County;

210 2. The attorney for the Commonwealth shall have authority to prosecute those offenses in the name  
211 of the Commonwealth or local government as appropriate; and the county or city attorney, if otherwise  
212 authorized to prosecute offenses in the name of the county or city, shall have authority to prosecute  
213 those offenses in the name of the county or city; and

214 3. Sheriffs and clerks of the court shall provide those same services and exercise those same powers  
215 with respect to the Authority Facilities within their jurisdiction as for their political subdivisions.

216 § 5.1-158. Police.

217 A. The Commonwealth hereby grants, accepts and agrees to concurrent police power authority over  
218 the Metropolitan Washington Airports as provided in Section 6009 (c) of the Metropolitan Washington  
219 Airports Act of 1986.

220 B. The Authority is authorized to establish and maintain a regular police force and to confer police  
221 powers to be exercised with respect to offenses occurring on the Authority Facilities upon its employees  
222 meeting the minimum requirements of the Department of Criminal Justice Services.

223 Such police officers shall have all powers vested in police officers under Chapter 17 of Title 15.2,  
224 Chapter 11 of Title 16.1, Title 18.2, Title 19.2, and Title 46.2 of the Code of Virginia as those titles  
225 may be amended from time to time and shall be responsible upon the Authority Facilities and within  
226 300 yards of the Facilities for enforcing the laws of the Commonwealth, the Authority's rules and  
227 regulations and all other applicable ordinances, rules, and regulations.

228 Such police officers may issue summons to appear, or arrest on view or on information without  
229 warrant as permitted by law, and conduct before any judicial officer of competent jurisdiction any  
230 person violating, upon Authority Facilities, any rule or regulation of the Authority, any ordinance or  
231 regulation of any local political subdivision, or any other law of the Commonwealth.

232 C. The Department of State Police shall exercise the same powers upon Authority Facilities as  
233 elsewhere in the Commonwealth.

234 D. The Authority may enter into reciprocal or mutual aid agreements with the local political  
235 subdivisions in which the Authority Facilities are situated, any agency of the Commonwealth or the  
236 federal government, or any combination of the foregoing, for cooperation in the furnishing of police  
237 services.

238 E. The police force of Arlington County shall have concurrent jurisdiction with the police force  
239 established herein at Ronald Reagan Washington National Airport. The Authority shall enter into an  
240 agreement with Arlington County regarding the exercise of police authority.

241 F. The sheriffs and police forces of Loudoun and Fairfax Counties shall continue to exercise  
242 concurrent jurisdiction with the police force established herein over the Authority Facilities situated  
243 within their respective counties.

§ 5.1-159. Operation of foreign trade zone.

The Authority is authorized and empowered to establish, operate and maintain a foreign trade zone and otherwise to expedite and encourage foreign commerce.

§ 5.1-160. Acquisition of property; eminent domain.

A. The Authority is hereby authorized to acquire by purchase, lease or grant such additional lands, structures, property, rights, rights-of-way, franchises, easements and other interests in lands as it may deem necessary or convenient for construction and operation of the airports, upon such terms and at such prices as may be considered by it to be reasonable and can be agreed upon between it and the owner thereof.

B. Any political subdivision of the Commonwealth, all or a part of which is located within sixty miles of Authority Facilities is authorized to provide services, to donate real or personal property and to make appropriations to the Authority for the acquisition, construction, maintenance, and operation of the Authority Facilities. Any such political subdivision is hereby authorized to issue its bonds in the manner provided in the Public Finance Act or in any applicable municipal charter for the purpose of providing funds to be appropriated to the Authority. The Authority may agree to assume, or reimburse such a political subdivision for, any indebtedness incurred by such political subdivision with respect to facilities conveyed by it to the Authority. With the consent of the governing body of the political subdivision any such agreement may be made subordinate to the Authority's indebtedness to others.

C. The Authority established hereunder is hereby granted full power to exercise the right of eminent domain in the acquisition of any lands, easements, privileges or other property interests which are necessary for airport and landing field purposes, including the right to acquire, by eminent domain, aviation easements over lands or water outside the boundaries of its airports or landing fields where necessary in the interests of safety for aircraft to provide unobstructed air space for the landing and taking off of aircraft utilizing its airports and landing fields even though such aviation easement be inconsistent with the continued use of such land, or inconsistent with the maintenance, preservation and renewal of any structure or any tree or other vegetation standing or growing on the land at the time of such acquisition. Proceedings for the acquisition of such lands, easements and privileges by condemnation may be instituted and conducted in the name of the Authority in accordance with Title 25 of the Code of Virginia.

§ 5.1-161. Revenue bonds.

The Authority is hereby authorized to provide by resolution for the issuance, at one time or from time to time, of revenue bonds of the Authority for the purpose of paying all or any part of the cost of Authority Facilities, including the refunding of federal appropriations not reimbursed to the United States Treasury by the Metropolitan Washington Airports. The principal of and the interest on such bonds shall be payable solely from the funds herein provided for such payment. The bonds of each issue shall be dated, shall mature at such time or times not exceeding forty years from their date or dates, as may be determined by the Authority, and may be subject to redemption or repurchase before maturity, at the option of the Authority, at such price or prices and under such terms and conditions as may be fixed by the Authority prior to the issuance of the bonds. The bonds may bear interest payable at such time or times and at such rate or rates as determined by the Authority or as determined in such manner as the Authority may provide, including the determination by agents designated by the Authority under guidelines established by it. The Authority shall determine the form and the manner of execution of the bonds, including any interest coupons to be attached thereto, and shall fix the denomination or denominations of the bonds and the place or places of payment of principal and interest, which may be at any bank or trust company within or without the Commonwealth of Virginia. In case any officer whose signature or a facsimile of whose signature shall appear on any bonds or coupons shall cease to be such officer before the delivery of such bonds, such signature or such facsimile shall nevertheless be valid and sufficient for all purposes the same as if he had remained in office until such delivery. Notwithstanding any other provision of this act or any recitals in any bonds issued under the provisions of this section, all such bonds shall be deemed to be negotiable instruments under the laws of the Commonwealth of Virginia. The bonds may be issued in coupon or in registered form, or both, as the Authority may determine, and provision may be made for the registration of any coupon bonds as to principal alone and also as to both principal and interest, for the reconversion into coupon bonds of any bonds registered as to both principal and interest, and for the interchange of registered and coupon bonds. The Authority may sell such bonds in such manner, either at public or negotiated sale, and for such price, as it may determine will best effect the purposes of this section.

The proceeds of the bonds shall be used solely for the payment of the cost of Authority Facilities, including improvements, and shall be disbursed in such manner and under such restrictions, if any, as the Authority may provide in the resolution authorizing the issuance of such bonds or in the trust agreement hereinafter mentioned securing the same. If the proceeds of the bonds of any issue, by error of estimates or otherwise, shall be less than such cost, additional bonds may in like manner be issued to

305 provide the amount of such deficit, and, unless otherwise provided in the resolution authorizing the  
306 issuance of such bonds or in the trust agreement securing the same, shall be deemed to be of the same  
307 issue and shall be entitled to payment from the same fund without preference or priority of the bonds  
308 first issued. If the proceeds of the bonds of any issue shall exceed such cost, the surplus shall be  
309 deposited to the credit of the sinking fund for such bonds.

310 Prior to the preparation of definitive bonds, the Authority may, under like restrictions, issue interim  
311 receipts or temporary bonds, with or without coupons, exchangeable for definitive bonds when such  
312 bonds shall have been executed and are available for delivery. The Authority may also provide for the  
313 replacement of any bonds which shall become mutilated or shall be destroyed or lost. Bonds may be  
314 issued under the provisions of this section without obtaining the consent of any agency of the  
315 Commonwealth of Virginia, and without any other proceedings, conditions or things not specifically  
316 required by this section.

317 § 5.1-162. Refunding bonds.

318 The Authority is hereby authorized to provide by resolution for the issuance of its revenue refunding  
319 bonds for the purpose of refunding any bonds then outstanding which shall have been issued under the  
320 provisions of this act, including the payment of any redemption premium thereon and any interest  
321 accrued or to accrue to the date of redemption of such bonds, and if deemed advisable by the Authority,  
322 for either or both of the following additional purposes: constructing improvements, extensions or  
323 enlargement of the Authority Facilities in connection with which the bonds to be refunded shall have  
324 been issued, and paying all or any part of the cost of any additional Authority Facilities. The issuance  
325 of such bonds, the maturities and other details thereof, the rights of the holders thereof, and the rights,  
326 duties and obligations of the Authority in respect to the same, shall be governed by the provisions of  
327 this act insofar as the same may be applicable. Revenue refunding bonds issued under this section may  
328 be sold or exchanged for outstanding bonds issued under this act and, if sold, the proceeds thereof may  
329 be applied to the purchase, redemption or payment of such outstanding bonds.

330 § 5.1-163. Pledge of funds.

331 All moneys received pursuant to the provisions of this act, whether as proceeds from the sale of  
332 bonds, as revenues, or as grants, appropriations or other funds provided by federal state or local  
333 governments, may be pledged to the payment of bonds issued by the Authority and, if so pledged, shall  
334 be deemed to be trust funds to be held and applied solely as provided in this act.

335 § 5.1-164. Marketability of bonds.

336 The Authority is authorized and empowered to exercise all or any part or combination of the powers  
337 herein granted; to make covenants other than and in addition to the covenants herein expressly  
338 authorized, of like, or different character; to make such covenants and to do any and all such acts and  
339 things as may be necessary or convenient or desirable in order to secure its bonds or, in the absolute  
340 discretion of the Authority, as will tend to make the bonds more marketable, notwithstanding that such  
341 covenants, acts or things may not be enumerated herein.

342 § 5.1-165. Bonds as legal investments and security for public deposits.

343 Bonds issued by the Authority under the provisions of this act are hereby made securities in which  
344 all public officers and public bodies of the Commonwealth and its political subdivisions, all insurance  
345 companies, trust companies, banking associations, investment companies, executors, administrators,  
346 trustees and other fiduciaries may properly and legally invest funds, including capital in their control or  
347 belonging to them. Such bonds are hereby made securities which may properly and legally be deposited  
348 with and received by any state or municipal officer or any agency or political subdivision of the  
349 Commonwealth for any purpose for which the deposit of bonds or obligations is now or may hereafter  
350 be authorized by law.

351 § 5.1-166. Credit of Commonwealth and political subdivisions not pledged.

352 Revenue bonds issued under the provisions of this act shall not constitute a debt of the  
353 Commonwealth of Virginia or of any other political subdivision thereof nor a pledge of the faith and  
354 credit of the Commonwealth or of any political subdivision thereof. Such bonds shall be payable solely  
355 from funds provided therefor from revenues. The issuance of revenue bonds under the provisions of this  
356 act shall not directly, indirectly, or contingently obligate the Commonwealth or any political subdivision  
357 thereof to the payment thereof or to the levy or pledge of any form of taxation whatever therefor. All  
358 such revenue bonds shall contain a statement on their face substantially to this effect.

359 § 5.1-167. Trust agreement.

360 In the discretion of the Authority any bonds issued under the provisions of this act may be secured  
361 by a trust agreement by and between the Authority and a corporate trustee, which may be any trust  
362 company or bank having the power of a trust company within or without the Commonwealth of Virginia.  
363 Such trust agreement or the resolution providing for the issuance for such bonds may pledge or assign  
364 the fees and other revenues to be received, but shall not convey or mortgage the airports or any part  
365 thereof. Such trust agreement or resolution providing for the issuance of such bonds may contain such  
366 provisions for protecting and enforcing the rights and remedies of the bondholders as may be

reasonable and proper and not in violation of law, including covenants setting forth the duties of the Authority in relation to the acquisition of property and the construction, improvement, maintenance, repair, operation and insurance of the airports, the rates or fees or other charges to be charged, and the custody, safeguarding and application of all moneys. It shall be lawful for any bank or trust company incorporated under the laws of the Commonwealth of Virginia which may act as depositary of the proceeds of bonds or of revenues to furnish such indemnifying bonds or to pledge such securities as may be required by the Authority. Any such trust agreement may set forth the rights and remedies of the bondholders. In addition to the foregoing, any such trust agreement or resolution may contain such other provisions as the Authority may deem reasonable and proper for the security of the bondholders. All expenses incurred in carrying out the provisions of such trust agreement or resolution may be treated as a part of the cost of the operation of the airports.

§ 5.1-168. Revenues.

The Authority is hereby authorized to fix, revise, charge and collect fees or other charges for the use of the airports and to contract with any person, partnership, association or corporation desiring the use of any part thereof, including the right-of-way adjoining the airports for placing thereon telephone, telegraph, electric light or power lines, and to fix the terms, conditions, rents and fees or other charges for such use. Such fees or other charges shall be so fixed and adjusted in respect of the aggregate of fees or other charges from the airports as to provide a fund sufficient with other revenues, if any, (i) to pay the cost of maintaining, repairing and operating the airports, (ii) to pay the principal of and interest on such bonds as the same shall become due and payable, and (iii) to create reserves for such purposes. The fees and other charges and all other revenues derived from the airports, except such part thereof as may be necessary to pay such cost of maintenance, repair and operation and provide such reserves as may be provided for in the resolution authorizing the issuance of such bonds or in the trust agreement securing the same, shall be set aside at such regular intervals as may be provided in such resolution or such trust agreement in a sinking fund which is hereby pledged to, and charged with, the payment of the principal of and the interest on such bonds as the same shall become due, and the redemption price or the purchase price of bonds retired by call or purchase as therein provided. Such pledge shall be valid and binding from the time when the pledge is made. The fees and other charges and other revenues or other moneys so pledged and thereafter received by the Authority shall immediately be subject to the lien of such pledge without any physical delivery thereof or further act, and the lien of any such pledge shall be valid and binding as against all parties having claims of any kind in tort, contract or otherwise against the Authority, irrespective of whether such parties have notice thereof. Neither the resolution nor any trust agreement by which a pledge is created need be filed or recorded except in the records of the Authority. The use and disposition of moneys to the credit of such sinking fund shall be subject to the provisions of the resolution authorizing the issuance of such bonds or of such trust agreement. Except as may otherwise be provided in such resolution or such trust agreement, such sinking fund shall be a fund for all such bonds without distinction or priority of one over another.

§ 5.1-169. Trust funds.

All proceeds from the sale of bonds and revenues derived therefrom received pursuant to the provisions of this act shall be deemed to be trust funds to be held and applied solely as provided in this act. The Authority may, in the resolution authorizing the bonds or in the trust agreement securing such bonds, provide for the payment of the proceeds of the sale of the bonds and the revenues of the Authority to a trustee, which may be any trust company or bank having the powers of a trust company within or without the Commonwealth of Virginia, which shall act as trustee of the funds, and hold and apply the same to the purposes of this act, subject to such regulations as this act and such resolution or trust agreement may provide. The trustee may invest and reinvest such funds in such securities as may be provided in the resolution authorizing the bonds or in the trust agreement securing such bonds.

§ 5.1-170. Annual audit.

The Authority shall keep suitable records of all its financial transactions and shall have the same audited annually. Copies of such audit shall be furnished to the Governor of the Commonwealth of Virginia and to the Mayor of the District of Columbia and shall be open to public inspection.

§ 5.1-171. Remedies.

Any holder of bonds issued under the provisions of this act or of any of the coupons appertaining thereto, and the trustee under any trust agreement, except to the extent the rights herein given, may be restricted by such trust agreement, may either at law or in equity, by suit, action, injunction, mandamus or other proceedings, protect and enforce any and all rights under the laws of the Commonwealth of Virginia, or granted by this act or under such trust agreement or the resolution authorizing the issuance of such bonds and may enforce and compel the performance of all duties required by this act or by such agreement or resolution to be performed by the Authority or by any officer or agent thereof including the fixing, charging and collection of fees or other charges.



§ 5.1-172. Exemption from taxation.

The exercise of the powers granted by this act shall be in all respects for the benefit of the inhabitants of the Commonwealth of Virginia, for the increase of their commerce, and for the promotion of their safety, health, welfare, convenience and prosperity, and as the operation and maintenance of the airports by the Authority will constitute the performance of essential governmental functions, the Authority shall not be required to pay any taxes or assessments upon the airports or any property acquired or used by the Authority under the provisions of this act or upon the income therefrom; and the bonds issued under the provisions of this act, their transfer and the income therefrom, including any profit made on the sale thereof, shall at all times be free and exempt from taxation by the Commonwealth of Virginia and by any municipality, county or other political subdivision thereof.

§ 5.1-173. Jurisdiction of courts; liability for contracts and torts.

A. The courts of the Commonwealth of Virginia shall have original jurisdiction of all actions brought by or against the Authority, which courts shall in all cases apply the law of the Commonwealth of Virginia.

B. The Authority shall be liable for its contracts and for its torts and those of its members, officers, employees, and agents committed in the conduct of any proprietary function, in accordance with the law of the Commonwealth of Virginia but shall not be liable for any torts occurring in the performance of a governmental function. The exclusive remedy for such breach of contracts and torts for which the Authority shall be liable, as herein provided, shall be by suit against the Authority. Nothing in this act shall be construed as a waiver by the Commonwealth of Virginia or the District of Columbia or of their political subdivisions of any immunity from suit.

C. The Authority shall be responsible for all executory contracts entered into by the United States with respect to the former Metropolitan Washington Airports before the date of acquisition of those airports, except that the procedure for disputes resolution contained in any such contract shall continue to govern the performance of the contract unless otherwise agreed to by the parties to the contract.

D. The Authority shall not be responsible for any tort claims arising before the date of transfer.

§ 5.1-174. Procurement Act exemption.

In light of the multi-jurisdictional nature of the Authority, an exemption is hereby provided to the Authority from the provisions of the Virginia Public Procurement Act.

§ 5.1-175. Act liberally construed.

This act, being necessary for the welfare of the Commonwealth of Virginia and its inhabitants, shall be liberally construed to effect the purposes thereof.

§ 5.1-176. Constitutional construction.

The provisions of this act are severable and if any of its provisions shall be held unconstitutional by any court of competent jurisdiction, the decision of such court shall not affect or impair any of the remaining provisions of this act. It is hereby declared to be the legislative intent that this act would have been adopted had such unconstitutional provisions not been included therein.

§ 5.1-177. Inconsistent laws inapplicable.

All other general or special laws inconsistent with any provision of this act are hereby declared to be inapplicable to the provisions of this act.

§ 5.1-178. Effective date.

This act shall only become effective upon the enactment into law by the Congress of the United States of legislation that authorizes and directs the sale, lease, or other disposition of the Metropolitan Washington Airports to the Authority; provided, however, the Governor may make appointments for initial Authority membership at such time or times following the passage of this act as he may deem appropriate.

**2. That Chapter 598 of the Acts of Assembly of 1985, Chapter 665 of the Acts of Assembly of 1987, Chapters 180 and 610 of the Acts of Assembly of 1991, Chapter 402 of the Acts of Assembly of 1992, Chapters 647 and 661 of the Acts of Assembly of 1997, and Chapter 824 of the Acts of Assembly of 1998 are repealed.**

**3. That it is the intent of the General Assembly, through the passage of this act, to codify the provisions of Chapter 598 of the Acts of Assembly of 1985, Chapter 665 of the Acts of Assembly of 1987, Chapters 180 and 610 of the Acts of Assembly of 1991, Chapter 402 of the Acts of Assembly of 1992, Chapters 647 and 661 of the Acts of Assembly of 1997, and Chapter 824 of the Acts of Assembly of 1998, relating to the Metropolitan Washington Airports Authority, and the provisions of this act shall not be deemed to impair or otherwise affect any regulation promulgated, any contract entered into, any appointment made, or any other action lawfully taken under the provisions of the Acts of Assembly repealed by this act. Accordingly, the provisions of this act are declarative of existing law.**