

1 VIRGINIA ACTS OF ASSEMBLY — CHAPTER

2 *An Act to amend the Code of Virginia by adding a section numbered 15.1-21.2, relating to economic*
3 *growth-sharing agreements.*

4
5 Approved

[H 470]

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

7 **1. That the Code of Virginia is amended by adding a section numbered 15.1-21.2 as follows:**

8 *§ 15.1-21.2. Voluntary economic growth-sharing agreements.*

9 *A. Any county, city or town, or combination thereof, may enter voluntarily into an agreement with*
10 *any other county, city or town, or combination thereof, whereby the locality may agree for any purpose*
11 *otherwise permitted, including the provision on a multi-jurisdictional basis of one or more public*
12 *services or facilities or any type of economic development project, to enter into binding fiscal*
13 *arrangements for fixed time periods, to exceed one year, to share in the benefits of the economic growth*
14 *of their localities. However, if any such agreement contains any provision addressing any issue provided*
15 *for in Chapter 20.2 (§ 15.1-965.9 et seq.), 21 (§ 15.1-966 et seq.), 21.1 (§ 15.1-977.1 et seq.), 21.2*
16 *(§ 15.1-977.19:1 et seq.), 22 (§15.1-982.1 et seq.) or 25 (§ 15.1-1032 et seq.) of this title, the agreement*
17 *shall be subject to the review and implementation process established by Chapter 26.1:1 (§ 15.1-1167.1*
18 *et seq.) of this title.*

19 *B. The terms and conditions of the revenue, tax base or economic growth-sharing agreement as*
20 *provided in subsection A shall be determined by the affected localities and shall be approved by the*
21 *governing body of each locality participating in the agreement, provided the governing body of each*
22 *such locality first holds a public hearing which shall be advertised once a week for two successive*
23 *weeks in a newspaper of general circulation in the locality. However, the public hearing shall not take*
24 *place until the Commission on Local Government has issued its findings in accordance with subsection*
25 *D. For purposes of this section, "revenue, tax base, and economic growth-sharing agreements" means*
26 *any agreement authorized by subsection A which obligates any county, city or town to pay another*
27 *county, city or town all or any portion of designated taxes or other revenues received by that political*
28 *subdivision, but shall not include any interlocal service agreement.*

29 *C. Any revenue, tax base or economic growth-sharing agreement entered into under the provisions of*
30 *this section that creates a debt pursuant to Article VII, Section 10 (b) of the Constitution of Virginia,*
31 *shall require the board of supervisors to hold a special election on the question as provided in*
32 *§ 15.1-1167.2.*

33 *D. Revenue, tax base and economic growth-sharing agreements drafted under the provisions of this*
34 *chapter shall be submitted to the Commission on Local Government for review as provided in*
35 *subdivision 4 of § 15.1-945.3.*

ENROLLED

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