

## 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 [S 565]

5 Approved

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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