

1 VIRGINIA ACTS OF ASSEMBLY — CHAPTER

2 *An Act to provide for the submission to the voters of a proposed amendment to Section 6 of Article X of*  
3 *the Constitution of Virginia, relating to property tax; exemption for flooding remediation, abatement,*  
4 *and resiliency.*

5 [S 219]  
6 Approved

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

8 1. § 1. It shall be the duty of the officers conducting the election directed by law to be held on the  
9 Tuesday after the first Monday in November 2018, at the places appointed for holding the same, to open  
10 a poll and take the sense of the qualified voters upon the ratification or rejection of the proposed  
11 amendment to the Constitution of Virginia, contained herein and in the joint resolution proposing such  
12 amendment, to wit:

13 Amend Section 6 of Article X of the Constitution of Virginia as follows:

14 ARTICLE X  
15 TAXATION AND FINANCE

16 Section 6. Exempt property.

17 (a) Except as otherwise provided in this Constitution, the following property and no other shall be  
18 exempt from taxation, State and local, including inheritance taxes:

19 (1) Property owned directly or indirectly by the Commonwealth or any political subdivision thereof,  
20 and obligations of the Commonwealth or any political subdivision thereof exempt by law.

21 (2) Real estate and personal property owned and exclusively occupied or used by churches or  
22 religious bodies for religious worship or for the residences of their ministers.

23 (3) Private or public burying grounds or cemeteries, provided the same are not operated for profit.

24 (4) Property owned by public libraries or by institutions of learning not conducted for profit, so long  
25 as such property is primarily used for literary, scientific, or educational purposes or purposes incidental  
26 thereto. This provision may also apply to leasehold interests in such property as may be provided by  
27 general law.

28 (5) Intangible personal property, or any class or classes thereof, as may be exempted in whole or in  
29 part by general law.

30 (6) Property used by its owner for religious, charitable, patriotic, historical, benevolent, cultural, or  
31 public park and playground purposes, as may be provided by classification or designation by an  
32 ordinance adopted by the local governing body and subject to such restrictions and conditions as  
33 provided by general law.

34 (7) Land subject to a perpetual easement permitting inundation by water as may be exempted in  
35 whole or in part by general law.

36 (b) The General Assembly may by general law authorize the governing body of any county, city,  
37 town, or regional government to provide for the exemption from local property taxation, or a portion  
38 thereof, within such restrictions and upon such conditions as may be prescribed, of real estate and  
39 personal property designed for continuous habitation owned by, and occupied as the sole dwelling of,  
40 persons not less than sixty-five years of age or persons permanently and totally disabled as established  
41 by general law. A local governing body may be authorized to establish either income or financial worth  
42 limitations, or both, in order to qualify for such relief.

43 (c) Except as to property of the Commonwealth, the General Assembly by general law may restrict  
44 or condition, in whole or in part, but not extend, any or all of the above exemptions.

45 (d) The General Assembly may define as a separate subject of taxation any property, including real  
46 or personal property, equipment, facilities, or devices, used primarily for the purpose of abating or  
47 preventing pollution of the atmosphere or waters of the Commonwealth or for the purpose of  
48 transferring or storing solar energy, and by general law may allow the governing body of any county,  
49 city, town, or regional government to exempt or partially exempt such property from taxation, or by  
50 general law may directly exempt or partially exempt such property from taxation.

51 (e) The General Assembly may define as a separate subject of taxation household goods, personal  
52 effects and tangible farm property and products, and by general law may allow the governing body of  
53 any county, city, town, or regional government to exempt or partially exempt such property from  
54 taxation, or by general law may directly exempt or partially exempt such property from taxation.

55 (f) Exemptions of property from taxation as established or authorized hereby shall be strictly  
56 construed; provided, however, that all property exempt from taxation on the effective date of this section

57 shall continue to be exempt until otherwise provided by the General Assembly as herein set forth.

58 (g) The General Assembly may by general law authorize any county, city, town, or regional  
59 government to impose a service charge upon the owners of a class or classes of exempt property for  
60 services provided by such governments.

61 (h) The General Assembly may by general law authorize the governing body of any county, city,  
62 town, or regional government to provide for a partial exemption from local real property taxation, within  
63 such restrictions and upon such conditions as may be prescribed, (i) of real estate whose improvements,  
64 by virtue of age and use, have undergone substantial renovation, rehabilitation or replacement or (ii) of  
65 real estate with new structures and improvements in conservation, redevelopment, or rehabilitation areas.

66 (i) The General Assembly may by general law allow the governing body of any county, city, or town  
67 to exempt or partially exempt from taxation any generating equipment installed after December  
68 thirty-one, nineteen hundred seventy-four, for the purpose of converting from oil or natural gas to coal  
69 or to wood, wood bark, wood residue, or to any other alternate energy source for manufacturing, and  
70 any co-generation equipment installed since such date for use in manufacturing.

71 (j) The General Assembly may by general law allow the governing body of any county, city, or town  
72 to have the option to exempt or partially exempt from taxation any business, occupational or  
73 professional license or any merchants' capital, or both.

74 (k) *The General Assembly may by general law authorize the governing body of any county, city, or*  
75 *town to provide for a partial exemption from local real property taxation, within such restrictions and*  
76 *upon such conditions as may be prescribed, of improved real estate subject to recurrent flooding upon*  
77 *which flooding abatement, mitigation, or resiliency efforts have been undertaken.*

78 § 2. The ballot shall contain the following question:

79 "Question: Should a county, city, or town be authorized to provide a partial tax exemption for real  
80 property that is subject to recurrent flooding, if flooding resiliency improvements have been made on the  
81 property?"

82 The ballots shall be prepared, distributed and voted, and the results of the election shall be  
83 ascertained and certified, in the manner prescribed by § 24.2-684 of the Code of Virginia. The State  
84 Board of Elections shall comply with § 30-19.9 of the Code and shall cause to be sent to the electoral  
85 boards of each county and city sufficient copies of the full text of the amendment and question  
86 contained herein for the officers of election to post in each polling place on election day.

87 The electoral board of each county and city shall make out, certify and forward an abstract of the  
88 votes cast for and against such proposed amendment in the manner now prescribed by law in relation to  
89 votes cast in general elections.

90 The State Board of Elections shall open and canvass such abstracts and examine and report the  
91 whole number of votes cast at the election for and against such amendment in the manner now  
92 prescribed by law in relation to votes cast in general elections. The State Board of Elections shall record  
93 a certified copy of such report in its office and without delay make out and transmit to the Governor an  
94 official copy of such report, certified by it. The Governor shall without delay make proclamation of the  
95 result, stating therein the aggregate vote for and against the amendment.

96 If a majority of those voting vote in favor of the amendment, it shall become effective on January 1,  
97 2019.

98 The expenses incurred in conducting this election shall be defrayed as in the case of election of  
99 members of the General Assembly.