ATTACHMENT I

AMENDMENT TO CHAPTER 20 OF THE ARLINGTON COUNTY CODE TO ADD A NEW SECTION RELATING TO THE SEPARATE CLASSIFICATION AND TAXATION OF CERTAIN COMMERICIAL AND INDUSTRIAL PROPERTY IN ARLINGTON COUNTY FOR TRANSPORTATION PURPOSES

An ordinance to amend the Arlington County Code Chapter 20 by adding a new section 20-6 (c) relating to the separate classification and taxation of certain commercial and industrial real property in the County of Arlington for transportation purposes.

BE IT ORDAINED BY THE COUNTY BOARD OF ARLINGTON COUNTY, VIRGINIA:

1. Section 20-6 (c) of the Arlington County Code is hereby adopted as follows:

(c) Classification and taxation of certain commercial and industrial real property.

(1) Beginning January 1, 2008, all commercial and industrial real property in Arlington County declared by the General Assembly to be a separate class of real property for local taxation pursuant to Virginia Code §58.1-3221.3 shall be assessed accordingly. Such separate class shall not include any property excluded from such class by law.

(2) In addition to all other taxes and fees permitted by law, the classified real property may be subject to an amount of real property tax, in addition to such amount(s) otherwise authorized by law, at a rate imposed annually by ordinance of the Arlington County Board; such rate shall not exceed the amount authorized by the Code of Virginia.

(3) Upon appropriation by the Arlington County Board, all revenues generated from the additional real property tax imposed in accordance with this Section 20-6 (c) shall be used exclusively for transportation purposes that benefit Arlington County.

(4) The additional real property tax imposed under this Section shall be levied, administered, enforced, and collected in the same manner as set forth in Subtitle III of Title 58.1 of the Code of Virginia, for the levy, administration, enforcement, and collection of local taxes. In addition, the director of the department of real estate assessments shall separately assess and set forth upon Arlington County's land book the fair market value of that portion of property that is defined as a separate class of real property for local taxation in accordance with the provisions of this section.

2. This amendment shall become effective for tax year 2008 and thereafter.