

**BOARD OF SUPERVISORS
BUSINESS MEETING
ACTION ITEM**

SUBJECT: Resolution for Personal Property Tax Relief for Tax Year 2021

ELECTION DISTRICT: Countywide

CRITICAL ACTION DATE: March 2, 2021

STAFF CONTACT: Robert S. Wertz, Jr., Commissioner of the Revenue

PURPOSE: The purpose of this item is to present the Board of Supervisors (Board) with the specific allocation of personal property tax relief (PPTR) for Tax Year 2021.

RECOMMENDATION: Commissioner Wertz recommends that the Board adopt a Resolution (Attachment 1) that (a) describes, as a percentage of the tax levied, the specific allocation of PPTR to be provided for Tax Year 2021 and (b) sets the percentage allocation of PPTR at 100% for qualifying vehicles having assessed values of \$1,000 or less.

BACKGROUND: The PPTR Act of 1998 was enacted by the General Assembly to provide relief to taxpayers from local taxation on qualifying personal use vehicles. As originally proposed, the PPTR Act was intended to eliminate local taxation on qualifying vehicles over a five-year period. During those five years, the taxpayer would pay a percentage of local personal property tax on the first \$20,000 of assessed value of the qualifying vehicle, and the State would reimburse the locality for the remaining percentage of the tax. In 1998 the relief was 12.5%, in 1999 the relief was 27.5%, and in 2000 the relief was 47.5%. Due to the ballooning cost of the program and fiscal restrictions in the State budget, the reimbursement rate was frozen at 70% in 2001.

During the 2004 legislative session, the General Assembly capped the statewide reimbursement to localities at \$950 million beginning in Tax Year 2006 and the PPTR Act of 1998 was superseded. Beginning in Tax Year 2006, each locality has received a fixed reimbursement that does not increase over time. Loudoun County's annual reimbursement from the Commonwealth has been \$48,070,701 since that time. This amount was intended to approximate Loudoun's total State reimbursement for calendar year 2005 at the 70% reimbursement level. For localities experiencing population increases and corresponding increases in the number of vehicles, as in Loudoun County, the fixed State reimbursement is not sufficient to provide relief at the 70% level. In tax year 2020, the \$48,070,701 amount was estimated to provide relief only at a 35% level.

Legislation enacted in 2004 amended Code of Virginia [§ 58.1-3524 \(C\)](#) to require localities to set two or more tax rates: one (or more) that would apply to the first \$20,000 of assessed value of qualifying vehicles, and one (or more) for non-qualifying vehicles and the assessed value in excess of \$20,000 of qualifying vehicles. Beginning in 2005, the General Assembly began providing tax relief to localities through an annual appropriation during its budget process. The appropriation language also authorized localities to provide PPTR through a fixed percentage of tax levied on qualifying vehicles rather than having to allocate the State's reimbursement by setting multiple tax rates. The General Assembly has continued to affirm this method of allocation of relief, most recently in [Item 279, Chapter 56](#) (2020 Special Session I of the 2021-2022 Appropriations Act).

On December 13, 2005, the Board adopted amendments to [Chapter 860](#) of the Codified Ordinances of Loudoun County authorizing the provision of tax relief as a specific dollar amount credited against the total personal property taxes that would otherwise be due on a qualifying personal use vehicle, calculated through the use of a fixed percentage of tax levied on qualified vehicles. The amendments to Chapter 860 also require the Board to establish the percentage rate (or rates) of tax relief by resolution to be adopted each year prior to April 1st, as part of a regular Board agenda.

A legislative change was made to Code of Virginia [§ 58.1-3524\(C\)](#) Tangible personal property tax relief; local tax rates on vehicles qualifying for tangible personal property tax relief (Attachment 2) in 2015 extending relief on the first \$20,000 of vehicle value for vehicles leased by a nonresident active duty military service member or his or her spouse. As of January 1, 2021, there were approximately 28 vehicles leased by qualifying active-duty military members and spouses on our tax rolls.

The relief percentage is now adopted annually by Board resolution in time for its inclusion on the first half tax bills which are normally due May 5. In Tax Year 2020, the Board provided 100% relief on qualifying personal use vehicles valued at \$1,000 or less, and 35% relief for the portion of vehicle value between \$1,001 and \$20,000. For Tax Year 2021, tax relief for the portion of vehicle value between \$1,001 and \$20,000 is now calculated to be **35%** based on the State's recommended PPTR Allocation Model. The PPTR Allocation Model is a formula provided by the Virginia Department of Taxation to localities for their use in calculating relief based on vehicle values and historical growth in assessment levy. While the relief percentage has declined for 11 years, this year the percentage stayed the same. This is due to the value of the pool of qualifying vehicles remaining fairly static, due to the effects of the COVID-19 pandemic.

The following are hypothetical examples of relief for qualified vehicles based on 100% relief for vehicles valued at \$1,000 or less and 35% for the portion of value \$1001 and \$20,000:

	Business Use Vehicle¹	Personal Use Vehicle Valued \$1000 or less	Personal Use Vehicle Valued \$1001 - \$20,000	Personal Use Vehicle Valued at more than \$20,000
Assessed Value of Vehicle	\$25,000	\$1,000	\$8,000	\$25,000
Apply the tax rate/\$100	$(\$4.20/100) \times \$25,000 = \$1,050.00$	$(\$4.20/100) \times \$1,000 = \$42.00$	$(\$4.20 / 100) \times \$8,000 = \$336.00$	$(\$4.20/100) \times \$25,000 = \$1,050.00$
Calculate personal property relief	Business use vehicles do not qualify for car tax relief	$100\% \times \$42.00 = \42.00	$35\% \times \$336.00 = \117.60	$(\$4.20/100) \times \$20,000 \times 35\% = \$294.00$
Reduce the tax by the relief amount		$\$42.00 - \42.00	$\$336 - \$117.60 = \$218.40$	$\$1,050.00 - \$294.00 = \$756.00$
Annual Tax Amount to Owner	\$1,050.00	\$0.00	\$218.40	\$756.00

Personal property tax relief is provided for any personal use passenger car, motorcycle, or pickup or panel truck having a Department of Motor Vehicles registered gross weight not in excess of 10,000 pounds on January 1. A vehicle is considered to be used for *business purposes* and does not qualify for personal property tax relief if:

- 1) more than 50% of the depreciation associated with the vehicle is deducted as a business expense for Federal Income Tax purposes, or
- 2) more than 50% of the mileage for the year is used as a business expense for Federal Income Tax purposes OR reimbursed by an employer, or
- 3) the cost of the vehicle is expensed pursuant to Section 179 of the Internal Revenue Service Code, or
- 4) the vehicle is leased by an individual and the leasing company pays the tax without reimbursement from the individual.

A concern about the fixed nature of the PPTR reimbursement from the State in the face of an expanding vehicle pool led the Board to include a policy statement in its legislative program for 2016, 2017, 2018, 2019, 2020, and 2021.

Taxation Study

Support either a General Assembly sponsored or a Virginia Department of Taxation study to review all local government allocations provided by the Personal Property Tax Relief Act of 2006 with the goal of determining allocations that reflect the changed distribution of population among jurisdictions.

So far, no member of the General Assembly has introduced legislation to address the issue. Attachment 2 provides the PPTR percentages for selected Virginia localities for Tax Year 2020. PPTR rates for these localities have not yet been established for Tax Year 2021. Attachment 3 provides the PPTR Payment Schedule for all Virginia localities which indicates the fixed reimbursement amount that has been made to each locality annually since 2006.

ISSUES:

1. *Implementation of Tax Relief:* Loudoun County Ordinance, Chapter 860 requires the Board to adopt a resolution to set the percentage distribution for personal property tax relief prior to April 1 as part of the regular Board agenda. For the individual taxpayer, the personal property tax bill will show the total tax amount, the personal property tax relief amount, and the net amount to be paid by the taxpayer.
2. *Establishing the Percentage of Tax Relief:* Staff has estimated the percentage that will allow for full recovery of personal property tax revenue at the \$4.20 tax rate. State funds were capped beginning in 2006 and the number of vehicles forming the tax base continues to grow. This means that the amount of relief available for each vehicle likely will decline most years. Thus, the percentage of relief and the dollar amount of relief per vehicle are expected to decline over time. However, for TY 2021, the percentage of relief will remain at 35% due to the effects of the COVID-19 pandemic.
3. *Timing of Board Action:* Action by the Board is required now because the 2021 personal property tax assessment book required under Code of Virginia [§ 58.1-3115](#) will be produced mid-March and bills for the first installment of 2021 personal property taxes will be printed. First half tax payments are due May 5, 2021.

FISCAL IMPACT: Using the 2021 personal property tax rates advertised by the County Administrator, staff has estimated a percentage (35%) that will come as close as possible to having no fiscal impact on projected County personal property tax revenues. This percentage is presented for adoption as part of the resolution (Attachment 1). While no forecast or estimate can be exact, staff has used the most recent data possible, including the latest vehicle valuation data from J.D. Power, the successor to the National Automobile Dealers Association, as a basis for setting the percentage. Attachment 4 provides a breakdown of the personal property tax relief trends beginning in 2005.

ALTERNATIVES:

1. The Board could choose to adopt a Resolution that describes, as a percentage of the tax levied, the specific allocation of personal property tax relief to be provided for Tax Year 2021 and sets the percentage allocation of personal property tax relief at 100% for qualifying vehicles having assessed values of \$1,000 or less.
2. The Board could choose not to adopt a Resolution. Note that failure to comply with the legislative enactments will forfeit Loudoun's eligibility to receive State reimbursement funds.

DRAFT MOTIONS:

1. I move that the Board of Supervisors adopt the Resolution provided as Attachment 1 to the March 2, 2021, Board of Supervisors Business Meeting Action Item allocating Personal Property Tax Relief for the 2021 tax year.

OR

2. I move an alternate motion.

ATTACHMENTS:

1. Resolution
2. 2020 PPTR Percentages for Selected Virginia Localities
3. Allocation of Fixed Percentage
4. Personal Property Tax Relief Trends

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RESOLUTION

WHEREAS, the Personal Property Tax Relief Act of 1998, Va. Code §§58.1-3523 *et seq.* (“PPTRA”), has been substantially modified by the enactment of Chapter 1 of the Acts of Assembly, 2004 Special Session I (Senate Bill 5005) and the provisions of Item 503 of Chapter 951 of the 2005 Acts of Assembly, being the 2005 revisions to the 2004-2006 Appropriations Act (“the 2005 Appropriations Act”), along with the provisions of Item 279 of Chapter 56 of the 2020 Special Session I Acts of Assembly, being the 2020 revisions to the 2021-2022 Appropriations Act ("the 2020 Appropriations Act"); and

WHEREAS, these legislative enactments require the County to take affirmative steps to provide for the computation and allocation of personal property tax relief; and

WHEREAS, these legislative enactments provide for the appropriation to the County of a fixed sum to be used exclusively for the provision of personal property tax relief to owners of qualifying personal use vehicles that are subject to local personal property tax on such vehicles;

NOW, THEREFORE, BE IT RESOLVED by the Board of Supervisors of Loudoun County, Virginia, in accordance with the requirements set forth in VA. CODE §58.1-3524(C)(2) and §58.1-3912(E), as amended by Chapter 1 of the Acts of Assembly (2004 Special Session 1) and as set forth in Item 503 of the 2005 Appropriations Act and Item 272 of the 2016 Appropriations Act, that any qualifying vehicle having situs within the County during the tax year which begins on January 1, 2021, shall receive personal property tax relief in the following manner:

1. Personal use vehicles valued at \$1,000 or less will be eligible for 100% tax relief.
2. Personal use vehicles valued at \$1,001 to \$20,000 will be eligible for 35% tax relief.
3. Personal use vehicles valued at \$20,001 or more shall receive 35% tax relief only on the first \$20,000 of value.
4. All other vehicles which do not meet the definition of “qualifying” (business use vehicles, farm use vehicles, motor homes, etc.) will not be eligible for personal property tax relief.

2020 PPTR Percentages for Selected Virginia Localities

Locality	100% relief on vehicles valued up to	2020 PPTR % (State Portion)	2020 % Taxpayer Share
Alexandria City	\$1,000	53.00% *(tiered)	47.00%
Arlington County	\$3,000	28.00%	72.00%
Chesterfield County	\$1,000	49.00%	51.00%
Fairfax City	\$1,000	43.50%	56.50%
Fairfax County	\$1,000	58.50%	41.50%
Fauquier County	\$1,000	49.50%	50.50%
Falls Church City	\$1,500	43.00%	57.00%
Henrico County	\$1,000	50.00%	50.00%
Loudoun County	\$1,000	35.00%	35.00%
Prince William	\$1,000	45.00%	55.00%

*Alexandria uses a tiered system.

Vehicles valued between \$1,001 and \$20,000 receive 53% on the first \$20,000 of assessed value (maximum relief of \$564.98)

Vehicles valued between \$20,001 and \$25,000 receive 43% on the first \$20,000 of assessed value (maximum relief of \$453.05).

Vehicles valued over \$25,000 receive 33% on the first \$20,000 of assessed value (maximum relief of \$351.78).

Personal Property Tax Relief Program
Allocation of Funds

Locality	Tax Year 2004 Reimbursement Amount	Allocation Percentage	Pro Rata Share of \$950 million for Tax Year 2006
* Abingdon, Town of	\$ 126,245.00	0.0146%	\$ 138,465.63
* Accomac, Town of	948.00	0.0001%	1,039.77
Accomack County	2,785,563.64	0.3216%	3,055,208.76
Albemarle County	13,640,278.34	1.5748%	14,960,669.82
* Alberta, Town of	15,495.00	0.0018%	16,994.93
Alexandria City	21,497,548.09	2.4820%	23,578,530.50
Alleghany County	1,468,641.99	0.1696%	1,610,807.88
Altavista, Town of	100,360.44	0.0116%	110,075.42
Amelia County	929,259.77	0.1073%	1,019,212.97
Amherst County	2,004,938.46	0.2315%	2,199,018.35
Amherst, Town of	15,915.30	0.0018%	17,455.92
* Appalachia, Town of	22,207.00	0.0026%	24,356.66
Appomattox County	933,293.14	0.1078%	1,023,636.77
* Appomattox, Town of	21,067.00	0.0024%	23,106.30
Arlington County	28,493,910.29	3.2897%	31,252,146.99
* Ashland, Town of	101,909.00	0.0118%	111,773.88
Augusta County	3,916,839.35	0.4522%	4,295,993.00
Bath County	36,721.00	0.0042%	40,275.63
Bedford City	255,877.80	0.0295%	280,647.01
Bedford County	5,548,911.49	0.6406%	6,086,051.22
* Berryville, Town of	191,390.00	0.0221%	209,916.73
Big Stone Gap, Town of	58,417.43	0.0067%	64,072.29
Blackstone, Town of	39,192.14	0.0045%	42,985.98
Bland County	323,268.47	0.0373%	354,561.15
* Bloxom, Town of	1,176.00	0.0001%	1,289.84
Bluefield, Town of	98,875.82	0.0114%	108,447.09
* Boones Mill, Town of	1,276.00	0.0001%	1,399.52
Botetourt County	3,116,460.75	0.3598%	3,418,137.01
* Bowling Green, Town of	19,974.00	0.0023%	21,907.50
* Boyce, Town of	6,842.00	0.0008%	7,504.31
Boydton, Town of	9,211.43	0.0011%	10,103.10
* Boykins, Town of	22,669.00	0.0026%	24,863.38
* Branchville, Town of	1,761.00	0.0002%	1,931.47
Bridgewater, Town of	93,028.86	0.0107%	102,034.14
Bristol City	660,092.49	0.0762%	723,990.05
* Broadway, Town of	30,290.00	0.0035%	33,222.10
* Brodnax, Town of	7,009.00	0.0008%	7,687.48
* Brookneal, Town of	24,538.00	0.0028%	26,913.30
Brunswick County	1,236,082.00	0.1427%	1,355,735.87
Buchanan County	1,457,063.35	0.1682%	1,598,108.42
* Buchanan, Town of	10,584.00	0.0012%	11,608.54
Buckingham County	1,036,573.06	0.1197%	1,136,914.28
Buena Vista City	604,411.20	0.0698%	662,918.76
* Burkeville, Town of	8,903.00	0.0010%	9,764.82
Campbell County	3,150,993.87	0.3638%	3,456,012.97
Cape Charles, Town of	32,297.20	0.0037%	35,423.60
* Capron, Town of	5,567.00	0.0006%	6,105.89
Caroline County	2,162,558.83	0.2497%	2,371,896.51

Personal Property Tax Relief Program
Allocation of Funds

Locality	Tax Year 2004 Reimbursement Amount	Allocation Percentage	Pro Rata Share of \$950 million for Tax Year 2006
Carroll County	958,744.36	0.1107%	1,051,551.69
* Cedar Bluff, Town of	8,409.00	0.0010%	9,223.00
Charles City County	629,980.23	0.0727%	690,962.90
* Charlotte Court House, Town of	5,476.00	0.0006%	6,006.08
Charlotte County	626,284.98	0.0723%	686,909.94
Charlottesville City	3,189,508.94	0.3682%	3,498,256.34
* Chase City, Town of	60,083.00	0.0069%	65,899.09
* Chatham, Town of	37,587.00	0.0043%	41,225.46
Chesapeake City	26,066,718.62	3.0095%	28,590,000.93
Chesterfield County	37,465,366.27	4.3255%	41,092,048.15
* Chilhowie, Town of	9,035.00	0.0010%	9,909.60
* Chincoteague, Town of	117,839.00	0.0136%	129,245.92
Christiansburg, Town of	208,381.34	0.0241%	228,552.85
* Claremont, Town of	7,613.00	0.0009%	8,349.95
Clarke County	2,264,624.23	0.2615%	2,483,841.94
* Clarksville, Town of	49,559.00	0.0057%	54,356.36
* Cleveland, Town of	1,449.00	0.0002%	1,589.26
Clifton Forge, Town of	288,697.50	0.0333%	316,643.68
* Coeburn, Town of	16,235.00	0.0019%	17,806.56
* Colonial Beach, Town of	219,107.00	0.0253%	240,316.76
Colonial Heights City	1,598,621.28	0.1846%	1,753,369.29
* Courtland, Town of	33,656.00	0.0039%	36,913.93
Covington City	497,336.54	0.0574%	545,479.17
Craig County	310,954.48	0.0359%	341,055.16
* Crewe, Town of	48,746.00	0.0056%	53,464.66
Culpeper County	3,070,573.86	0.3545%	3,367,808.23
* Culpeper, Town of	204,325.00	0.0236%	224,103.85
Cumberland County	794,798.68	0.0918%	871,735.92
* Damascus, Town of	4,279.00	0.0005%	4,693.21
Danville City	3,276,415.54	0.3783%	3,593,575.57
Dickenson County	745,761.53	0.0861%	817,951.93
* Dillwyn, Town of	1,921.00	0.0002%	2,106.95
Dinwiddie County	3,321,197.40	0.3834%	3,642,692.36
* Drakes Branch, Town of	5,206.00	0.0006%	5,709.95
* Dublin, Town of	23,479.00	0.0027%	25,751.79
* Eastville, Town of	898.00	0.0001%	984.93
* Edinburg, Town of	14,287.00	0.0016%	15,669.99
* Elkton, Town of	25,617.00	0.0030%	28,096.75
Emporia City	519,984.67	0.0600%	570,319.66
Essex County	961,132.55	0.1110%	1,054,171.06
* Exmore, Town of	10,213.00	0.0012%	11,201.63
Fairfax City	2,825,494.92	0.3262%	3,099,005.42
Fairfax County	192,663,901.47	22.2436%	211,313,944.16
Falls Church City	1,842,520.22	0.2127%	2,020,877.87
Fauquier County	12,453,943.63	1.4378%	13,659,496.82
Floyd County	844,037.69	0.0974%	925,741.31
Fluvanna County	2,732,100.42	0.3154%	2,996,570.25
Franklin City	956,323.61	0.1104%	1,048,896.61

Personal Property Tax Relief Program
Allocation of Funds

Locality	Tax Year 2004 Reimbursement Amount	Allocation Percentage	Pro Rata Share of \$950 million for Tax Year 2006
Franklin County	2,394,799.06	0.2765%	2,626,617.81
Frederick County	11,617,330.22	1.3413%	12,741,898.46
Fredericksburg City	1,576,250.40	0.1820%	1,728,832.89
* Fries, Town of	3,255.00	0.0004%	3,570.09
* Front Royal, Town of	262,457.00	0.0303%	287,863.08
Galax City	209,711.81	0.0242%	230,012.11
Giles County	1,119,492.35	0.1292%	1,227,860.24
* Glade Spring, Town of	5,742.00	0.0007%	6,297.83
Glasgow, Town of	19,567.92	0.0023%	21,462.11
* Glen Lyn, Town of	1,332.00	0.0002%	1,460.94
Gloucester County	2,533,403.90	0.2925%	2,778,639.73
Goochland County	2,601,212.04	0.3003%	2,853,011.76
Gordonsville, Town of	30,742.63	0.0035%	33,718.54
Grayson County	399,149.34	0.0461%	437,787.36
Greene County	2,051,339.20	0.2368%	2,249,910.72
Greensville County	971,387.79	0.1121%	1,065,419.02
* Gretna, Town of	13,945.00	0.0016%	15,294.89
Grottoes, Town of	21,755.09	0.0025%	23,861.00
* Grundy, Town of	6,547.00	0.0008%	7,180.76
Halifax County	1,370,562.46	0.1582%	1,503,234.17
* Halifax, Town of	50,173.00	0.0058%	55,029.79
* Hallwood, Town of	2,706.00	0.0003%	2,967.94
* Hamilton, Town of	21,422.00	0.0025%	23,495.67
Hampton City	14,090,003.59	1.6267%	15,453,928.88
Hanover County	13,678,640.37	1.5792%	15,002,745.33
Harrisonburg City	1,388,203.40	0.1603%	1,522,582.76
* Haymarket, Town of	16,983.00	0.0020%	18,626.97
Henrico County	33,736,097.93	3.8949%	37,001,783.21
Henry County	1,615,450.97	0.1865%	1,771,828.11
Highland County	152,308.53	0.0176%	167,052.14
* Hillsville, Town of	52,597.00	0.0061%	57,688.44
Hopewell City	1,475,226.37	0.1703%	1,618,029.64
* Hurt, Town of	31,615.00	0.0037%	34,675.36
* Independence, Town of	20,180.00	0.0023%	22,133.44
* Iron Gate, Town of	6,263.00	0.0007%	6,869.26
Isle of Wight County	4,664,374.73	0.5385%	5,115,890.49
* Ivor, Town of	5,347.00	0.0006%	5,864.59
James City County	8,907,848.88	1.0284%	9,770,136.84
* Jarratt, Town of	14,595.00	0.0017%	16,007.81
* Jonesville, Town of	5,398.00	0.0006%	5,920.53
* Keller, Town of	1,132.00	0.0001%	1,241.58
* Kenbridge, Town of	41,359.00	0.0048%	45,362.59
* Keysville, Town of	11,555.00	0.0013%	12,673.53
* Kilmarnock, Town of	7,602.00	0.0009%	8,337.88
King and Queen County	763,988.53	0.0882%	837,943.32
King George County	1,958,302.80	0.2261%	2,147,868.31
King William County	1,097,857.15	0.1268%	1,204,130.73
* Lacrosse, Town of	4,917.00	0.0006%	5,392.97

Personal Property Tax Relief Program
Allocation of Funds

Locality	Tax Year 2004 Reimbursement Amount	Allocation Percentage	Pro Rata Share of \$950 million for Tax Year 2006
Lancaster County	794,143.56	0.0917%	871,017.39
* Lawrenceville, Town of	36,069.00	0.0042%	39,560.51
* Lebanon, Town of	31,325.00	0.0036%	34,357.29
Lee County	728,159.08	0.0841%	798,645.55
Leesburg, Town of	1,339,296.06	0.1546%	1,468,941.15
Lexington City	530,104.85	0.0612%	581,419.49
Louisa County	1,477,230.01	0.1706%	1,620,227.23
* Louisa, Town of	19,492.00	0.0023%	21,378.84
Loudoun County	43,828,100.82	5.0601%	48,070,701.25
Lunenburg County	955,717.80	0.1103%	1,048,232.16
* Luray, Town of	67,992.00	0.0078%	74,573.69
Lynchburg City	5,054,320.84	0.5835%	5,543,583.74
Madison County	938,231.31	0.1083%	1,029,052.96
Manassas City	3,452,435.30	0.3986%	3,786,634.21
Manassas Park City	1,247,621.64	0.1440%	1,368,392.56
* Marion, Town of	41,744.00	0.0048%	45,784.86
Martinsville City	571,141.03	0.0659%	626,428.01
Mathews County	911,818.35	0.1053%	1,000,083.20
* McKenney, Town of	5,015.00	0.0006%	5,500.46
Mecklenburg County	1,325,679.45	0.1531%	1,454,006.44
Middlesex County	647,004.88	0.0747%	709,635.55
* Middletown, Town of	38,309.00	0.0044%	42,017.35
* Mineral, Town of	4,026.00	0.0005%	4,415.72
* Monterey, Town of	2,105.00	0.0002%	2,308.77
Montgomery County	4,334,678.06	0.5005%	4,754,278.88
* Mount Crawford, Town of	1,250.00	0.0001%	1,371.00
* Mount Jackson, Town of	30,608.00	0.0035%	33,570.88
* Narrows, Town of	58,373.00	0.0067%	64,023.56
Nelson County	1,557,283.60	0.1798%	1,708,030.08
New Kent County	2,022,138.45	0.2335%	2,217,883.31
* New Market, Town of	41,172.00	0.0048%	45,157.49
Newport News City	16,933,179.05	1.9550%	18,572,326.34
Norfolk City	15,382,058.33	1.7759%	16,871,055.71
Northampton County	1,296,467.80	0.1497%	1,421,967.07
Northumberland County	867,517.65	0.1002%	951,494.16
Norton City	188,203.80	0.0217%	206,422.10
Nottoway County	957,138.20	0.1105%	1,049,790.06
* Onancock, Town of	62,240.00	0.0072%	68,264.89
* Onley, Town of	1,880.00	0.0002%	2,061.99
Orange County	2,519,211.11	0.2908%	2,763,073.06
* Orange, Town of	81,706.00	0.0094%	89,615.22
Page County	1,495,978.69	0.1727%	1,640,790.80
* Painter, Town of	2,398.00	0.0003%	2,630.13
* Pamplin, Town of	2,359.00	0.0003%	2,587.35
* Parksley, Town of	13,751.00	0.0016%	15,082.11
Patrick County	627,879.27	0.0725%	688,658.56
* Pearisburg, Town of	84,060.00	0.0097%	92,197.09
* Pembroke, Town of	21,149.00	0.0024%	23,196.24

Personal Property Tax Relief Program
Allocation of Funds

Locality	Tax Year 2004 Reimbursement Amount	Allocation Percentage	Pro Rata Share of \$950 million for Tax Year 2006
* Pennington Gap, Town of	8,094.00	0.0009%	8,877.51
Petersburg City	2,485,446.79	0.2870%	2,726,040.32
* Phenix, Town of	1,944.00	0.0002%	2,132.18
Pittsylvania County	3,773,954.38	0.4357%	4,139,276.63
* Pocahontas, Town of	7,005.00	0.0008%	7,683.09
Poquoson City	1,753,673.92	0.2025%	1,923,431.17
Portsmouth City	8,992,481.79	1.0382%	9,862,962.29
* Pound, Town of	9,289.00	0.0011%	10,188.18
Powhatan County	2,755,715.70	0.3182%	3,022,471.51
Prince Edward County	1,190,143.35	0.1374%	1,305,350.32
Prince George County	3,302,936.79	0.3813%	3,622,664.11
Prince William County	49,496,244.85	5.7145%	54,287,526.83
Pulaski, Town of	127,946.59	0.0148%	140,331.94
Pulaski County	1,453,800.13	0.1678%	1,594,529.32
Purcellville, Town of	183,947.09	0.0212%	201,753.34
Radford City	570,438.31	0.0659%	625,657.26
Rappahannock County	861,749.57	0.0995%	945,167.72
* Remington, Town of	14,286.00	0.0016%	15,668.90
* Rich Creek, Town of	11,388.00	0.0013%	12,490.37
Richmond City	15,234,076.25	1.7588%	16,708,748.83
Richmond County	732,999.59	0.0846%	803,954.62
* Ridgeway, Town of	1,631.00	0.0002%	1,788.88
Roanoke City	7,363,224.84	0.8501%	8,075,991.77
Roanoke County	11,150,479.94	1.2874%	12,229,856.64
Rockbridge County	2,233,426.58	0.2579%	2,449,624.33
Rockingham County	5,343,280.78	0.6169%	5,860,515.27
* Rocky Mount, Town of	49,107.00	0.0057%	53,860.60
Round Hill, Town of	16,970.56	0.0020%	18,613.33
Rural Retreat, Town of	15,562.44	0.0018%	17,068.90
Russell County	1,310,176.45	0.1513%	1,437,002.73
* Saint Paul, Town of	8,100.00	0.0009%	8,884.09
Salem City	2,360,234.12	0.2725%	2,588,706.95
* Saltville, Town of	29,389.00	0.0034%	32,233.88
* Saxis, Town of	2,168.00	0.0003%	2,377.86
Scott County	669,242.47	0.0773%	734,025.76
* Scottsburg, Town of	456.00	0.0001%	500.14
Shenandoah County	3,325,880.42	0.3840%	3,647,828.70
* Shenandoah, Town of	16,198.00	0.0019%	17,765.98
Smithfield, Town of	219,542.93	0.0253%	240,794.89
Smyth County	1,645,071.62	0.1899%	1,804,316.06
South Boston, Town of	269,357.68	0.0311%	295,431.75
* South Hill, Town of	103,089.00	0.0119%	113,068.11
Southampton County	2,139,185.66	0.2470%	2,346,260.80
Spotsylvania County	13,228,856.46	1.5273%	14,509,421.92
Stafford County	11,435,312.62	1.3202%	12,542,261.39
* Stanley, Town of	15,421.00	0.0018%	16,913.77
Staunton City	1,506,381.06	0.1739%	1,652,200.13
Stephens City, Town of	28,158.58	0.0033%	30,884.36

**Personal Property Tax Relief Program
Allocation of Funds**

Locality	Tax Year 2004 Reimbursement Amount	Allocation Percentage	Pro Rata Share of \$950 million for Tax Year 2006
* Stony Creek, Town of	4,169.00	0.0005%	4,572.56
* Strasburg, Town of	126,639.00	0.0146%	138,897.77
* Stuart, Town of	6,693.00	0.0008%	7,340.89
Suffolk City	9,272,174.61	1.0705%	10,169,729.63
Surry County	618,076.73	0.0714%	677,907.13
* Surry, Town of	2,006.00	0.0002%	2,200.18
Sussex County	996,673.40	0.1151%	1,093,152.30
Tappahannock, Town of	49,390.76	0.0057%	54,171.83
Tazewell County	2,514,824.79	0.2903%	2,758,262.14
* Tazewell, Town of	49,982.00	0.0058%	54,820.30
* The Plains, Town of	2,768.00	0.0003%	3,035.94
* Timberville, Town of	12,840.00	0.0015%	14,082.92
* Toms Brook, Town of	3,218.00	0.0004%	3,529.51
* Urbanna, Town of	5,466.00	0.0006%	5,995.11
* Victoria, Town of	41,897.00	0.0048%	45,952.67
Vinton, Town of	185,171.00	0.0214%	203,095.72
* Virgilina, Town of	1,205.00	0.0001%	1,321.65
Virginia Beach City	48,698,781.18	5.6224%	53,412,867.94
* Wakefield, Town of	17,881.00	0.0021%	19,611.90
Warren County	4,140,422.89	0.4780%	4,541,219.63
Warrenton, Town of	655,079.51	0.0756%	718,491.81
Warsaw, Town of	15,832.68	0.0018%	17,365.30
Washington County	2,333,409.75	0.2694%	2,559,285.96
* Waverly, Town of	81,683.00	0.0094%	89,589.99
Waynesboro City	1,569,525.33	0.1812%	1,721,456.82
* West Point, Town of	334,199.00	0.0386%	366,549.77
Westmoreland County	1,039,093.47	0.1200%	1,139,678.67
Williamsburg City	705,298.49	0.0814%	773,572.03
** Winchester City	2,390,665.77	0.2760%	2,622,084.41
* Windsor, Town of	17,804.00	0.0021%	19,527.44
Wise County	1,258,417.33	0.1453%	1,380,233.28
Wise, Town of	52,326.97	0.0060%	57,392.27
* Woodstock, Town of	97,331.00	0.0112%	106,752.73
Wythe County	1,368,355.75	0.1580%	1,500,813.84
Wytheville, Town of	55,685.51	0.0064%	61,075.92
York County	7,970,161.20	0.9202%	8,741,680.13
TOTAL	\$ 866,155,364.84	100%	\$ 950,000,000.00

* Locality accepted the Department of Taxation Estimate for Tax Year 2004

** Winchester City reimbursement amount is based on Vehicle Count forms submitted to Department of Motor Vehicles

Source: Auditor of Public Accounts

Personal Property Tax Relief Trends

	<u>TY</u>	<u>Estimated Qualifying Levy</u>	<u>Growth in Levy</u>	<u>State Reimbursement</u>	<u>State Percentage</u>	<u>Taxpayer Percentage</u>
PREVIOUS STATE REIMBURSEMENT 70%	2005	\$70,702,000		\$49,592,107	70.00%	30.00%
	2006	\$76,622,000	8.4%	\$48,070,701	59.00%	41.00%
	2007	\$77,521,000	1.2%	\$48,070,701	63.00%	37.00%
	2008	\$80,445,000	3.8%	\$48,070,701	58.00%	42.00%
	2009	\$74,291,000	-7.6%	\$48,070,701	66.00%	34.00%
	2010	\$81,313,000	9.5%	\$48,070,701	58.00%	42.00%
	2011	\$86,105,000	5.9%	\$48,070,701	55.00%	45.00%
	2012	\$93,324,000	8.4%	\$48,070,701	51.00%	49.00%
	2013	\$98,125,000	5.1%	\$48,070,701	49.00%	51.00%
	2014	\$102,315,000	4.3%	\$48,070,701	47.00%	53.00%
	2015	\$107,018,000	4.6%	\$48,070,701	46.00%	54.00%
	2016	\$112,513,033	5.1%	\$48,070,701	43.00%	57.00%
	2017	\$115,993,261	3.1%	\$48,070,701	40.00%	60.00%
	2018	\$118,356,708	2.0%	\$48,070,701	39.00%	61.00%
	2019	\$126,057,146	6.5%	\$48,070,701	38.00%	62.00%
	2020	\$129,221,570	2.3%	\$48,070,701	35.00%	65.00%
	2021	\$134,982,591	4.5%	\$48,070,701	35.00%	65.00%

Notes:

- * Levy data for 2005 - 2007 as of February 24, 2010. 2008 as of February 20, 2014.
- * Levy data for 2009 - 2021 as of February 15, 2021. Value for 2021 is a forecast.
- * Tax year (calendar year) 2005 was the last year in which the State reimbursed 70% of the car tax.
- * 2006 is the first year that Loudoun received a fixed amount, \$48,070,701, from the State. Loudoun now must determine the share that the State's fixed payment will cover, based on forecasted growth in the levy for the year.
- * The qualifying levy is the portion of the tax base (the first \$20K in value on non-business vehicles) that qualifies for personal property tax relief.
- * The State reimbursement is applied to 100% of the levy for vehicles valued \$1,000 or less.
- * The qualifying levy beginning in tax year 2010 includes clean special fuels vehicles taxed at \$4.20 per \$100 per assessed value.