

AN ORDINANCE AUTHORIZING FUNDING FOR A TOURISM PROJECT

WHEREAS, the County of Prince Edward wishes to participate in the Virginia Tourism Development Financing Program; and

WHEREAS, Section 58.1-3851.1(C) of the *Code of Virginia* requires that a locality, by ordinance, direct that at least one percent of the local sales and use tax revenues, or an equivalent amount of other local tax revenues, generated by transactions taking place on the premises of the authorized tourism project shall be applied to the payment of principal and interest on qualified gap financing, and

WHEREAS, the *Prince Edward County Tourism Development Plan* identifies a deficiency that will be met by the Granite Fall Hotel and Conference Center project; and

WHEREAS, the Granite Falls Hotel and Conference Center project has been authorized by an appropriate ordinance; and

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of the County of Prince Edward, following a duly advertised Public Hearing, does hereby authorize the following distribution of local tax revenue generated by the Granite Falls Hotel and Conference Center, subject to annual appropriation and subject to the provisions of the Economic Development Grant and Performance Agreement, to the Industrial Development Authority of Prince Edward County, Virginia:

The County shall make payments equal to the entitled sales tax revenues for a period of twenty (20) years from any of the following sources to the Industrial Development Authority of Prince Edward County, Virginia pursuant to the authority of Section 58.1-3851.1(C) of the *Code of Virginia* to be applied to payments of principal and interest on qualified gap financing:

- (a) 80% of the transient occupancy taxes collected in any calendar year from the Project in excess of the amount of such taxes collected in calendar year 2009; and/or
- (b) 95% of food and beverage sales tax or assessment collected, if any, in any calendar year from the Project.

Adopted this ____ day of _____, 2012.