DATA CENTERS INCENTIVES

VIRGINIA BEACH
ECONOMIC DEVELOPMENT

Dominion Energy Certified Data Center Site

As of October 5, 2017, Corporate Landing Business Park has been approved as a Dominion Energy Certified Data Center Park. The Dominion Energy Data Certification is a rigorous program reserved for sites with very unique characteristics and validated by independent, third-party partner.

Cable Protection Zone

The City of Virginia Beach has begun the process of establishing offshore cable protection zones for all transatlantic telecommunications cable landing locations.

Technology Zone Incentives

The City of Virginia Beach is creating a Technology Zone program that will include variety of incentives targeted to data centers and other key technology companies, including:

- Rebate of business license tax
- Reimbursement of development fees
- Reimbursement of water and sewer connection fees

Competitive Data Center Taxes

Depreciation Methods and Tax Rates Comparisons

County	Method of Depreciation			Tax Rate per $100 of Assessed Value
	Year 1	Year 2	Year 3	
Prince William County	50%	35%	20%	$1.25
Fairfax County	50%	35%	20%	$4.57
Loudoun County	50%	40%	30%	$4.20
Fauquier County	60%	40%	20%	$2.30
Culpeper County	65%	50%	40%	$3.50
Henrico County	68%	45%	27%	$0.40
Virginia Beach	40%	40%	40%	$0.40

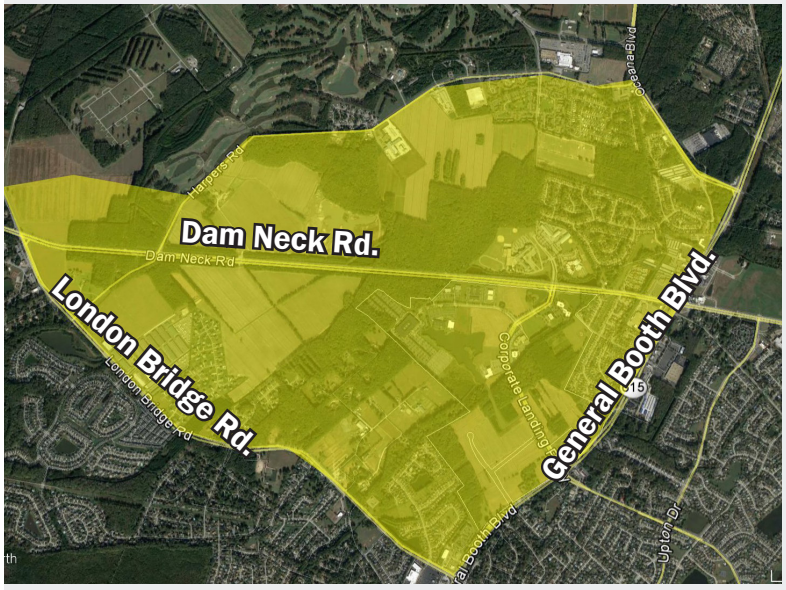
NOTE: Data Center equipment is normally replaced every 3 years; the depreciation rate for year 4 is 30% and for year 5 forward is 15%

Tax Comparisons

The estimate is based on equipment cost of $100 per square foot for 1,000,000 square foot facility.

County	Value	Rate	Year 1	Year 2	Year 3	TOTAL
Prince William County	$100,000,000	$1.25	$625,000	$437,500	$250,000	$1,312,500
Fairfax County	$100,000,000	$4.57	$2,285,000	$1,599,500	$914,000	$4,798,500
Loudoun County	$100,000,000	$4.20	$2,100,000	$1,680,000	$1,260,000	$5,040,000
Fauquier County	$100,000,000	$2.30	$1,380,000	$920,000	$460,000	$2,760,000
Culpeper County	$100,000,000	$3.50	$2,275,000	$1,750,000	$1,400,000	$5,425,000
Henrico County	$100,000,000	$0.40	$272,000	$180,000	$108,000	$560,000
Virginia Beach	$100,000,000	$0.40	$160,000	$160,000	$160,000	480,000

Proposed Technology Zone



Dominion Energy Certified Park



Other Business Cost Advantages

- Business Licence Fee Incentive Program
- Energy-Efficient Real Estate Tax Rate

VIRGINIA BEACH
ECONOMIC DEVELOPMENT

4525 Main Street, Suite 700, Virginia Beach, VA 23462

(757) 385-6464 / ecdev@vbgov.com

www.YesVirginiaBeach.com