

VIRGINIA INCENTIVES

	Commonwealth Opportunity Fund (COF)	Virginia Economic Development Incentive Grant (VEDIG)	Virginia Jobs Investment Program (VJIP) New Jobs Program	Virginia Jobs Investment Program (VJIP) Small Business New Jobs Program
Purpose	The “deal closing” fund deployed to secure a company location or expansion in Virginia	Designed to help attract or retain significant headquarters or service sector operations in Virginia	Provides services and funding to new or expanding large companies to reduce human resources costs	Provides services and funding to new or expanding small companies to reduce human resources costs
Existing Companies	Yes With 50+ new jobs	Yes With 400+ / 300+ new jobs (see wage criteria)	Yes With 25+ new jobs	Yes With 5+ new jobs
New Companies	Yes	Yes	Yes	Yes
New Jobs	50+	400+ / 300+ (see wage criteria)	25+ Net new jobs within 12 months	5+ Net new jobs within 12 months
Wage	Average salary at least equal to the local prevailing average wage	Average salary at least 1.5 times the local prevailing average wage/Average salary twice the local prevailing average wage	Must pay at least 1.35 times the federal minimum wage, or \$9.79	Must pay at least 1.35 times the federal minimum wage, or \$9.79
Capital Investment	\$5 million	\$5 million or \$6,500 per job (whichever is greater)	\$1 million	\$100,000
Other Qualifications <small>(additional qualifications can be found on vedp.org)</small>	<ul style="list-style-type: none"> Active and realistic competition between Virginia and another state for company Match by local government via cash, infrastructure or other in-kind incentives Company must derive at least 51% of its revenue from outside Virginia 	<ul style="list-style-type: none"> Active and realistic competition between Virginia and another state for company Company must derive at least 51% of its revenue from outside Virginia 	<ul style="list-style-type: none"> A company with more than 250 employees Only full-time, net new jobs eligible Active and realistic competition between Virginia and another state for company Must be a for-profit company Company must derive at least 51% of its revenue from outside Virginia 	<ul style="list-style-type: none"> A company with 250 employees or less Only full-time, net new jobs eligible Must be a for-profit company Company must derive at least 51% of its revenue from outside Virginia
Performance Period	Three years	Grants are paid in no fewer than five equal, annual installments beginning in the third year after capital investment and job creation targets are completed	Three years; hiring minimums must be met within first 12 months	Three years; hiring minimums must be met within first 12 months
Process	<ul style="list-style-type: none"> ROI analysis Project Review and Credit Committee (PRACC) review Approved by Governor Signed performance agreement Governor announcement Annual performance review Clawbacks for nonperformance 	<ul style="list-style-type: none"> ROI analysis PRACC review Approved by Governor Virginia General Assembly review Signed performance agreement Governor announcement Annual performance review 	<ul style="list-style-type: none"> Application PRACC review Approved by Governor Cash reimbursements disbursed after eligible positions have been filled for 90 days 	<ul style="list-style-type: none"> Application PRACC review Approved by Governor Cash reimbursements disbursed after eligible positions have been filled for 90 days
Benefit Type	Cash grant	Cash grant	Cash reimbursements	Cash reimbursements

This handout describes some of the incentive programs offered by the Commonwealth of Virginia to support new and growing companies. Additional programs are listed at vedp.org. Contact Michael Stiefvater for additional details at mstiefvater@arlingtonva.us.

ARLINGTON COUNTY INCENTIVES

	Industrial Development Authority (IDA) Performance Grants	Technology Zone Incentive
Purpose	To help recruit or retain large, priority economic development projects	Support new and fast-growing technology businesses
Existing Companies	Yes	Yes If a company has increased its employee base by 25% or more in the past 12 months
New Companies	Yes	Yes Or moved to Arlington within the last 24 months
Industry	<ul style="list-style-type: none"> Large office users Headquarters/Corporate Fast-growing, established technology companies Important research, federal or nonprofit organizations 	<ul style="list-style-type: none"> A business that the primary source of gross receipts is derived from the sale, licensure or distribution of proprietary technology, and has a workforce that is primarily composed of employees engaged in the design or creation of proprietary technology.
Square Footage*	50,000+	—
Lease Length (Years)	7+	—
Other Qualifications	<ul style="list-style-type: none"> Active and realistic competition between Arlington and another jurisdiction Typically used to match Virginia's Commonwealth Opportunity Fund 	<ul style="list-style-type: none"> Must be located in one of Arlington's technology zones (Arlington's major business corridors)
Performance Period	Three years	Up to 10 years
Process	<ul style="list-style-type: none"> ROI analysis County Board approval Signed performance agreement Annual performance reports Clawbacks for nonperformance 	<ul style="list-style-type: none"> Submit application via Arlington County's Customer Assessment Payment Portal (CAPP). Commissioner of Revenue reviews and approves application
Benefit Type	Cash grants starting in year two of the project and paid out annually based on performance agreement metrics being met by the company	A 50% or higher reduction in the Business, Professional, Occupational and License (BPOL) tax rate for up to 10 years
Incentive Range	Varied**	Approximately \$2 to \$3 per square foot in building occupancy costs annually

* Values reflect the typical minimum square footage of projects receiving grants
 ** Incentive amounts are based on the estimated fiscal and economic return on investment to Arlington County
 In addition to the programs listed, Arlington offers incentive programs for affordable access to dark fiber, transportation/commute planning, tax exemptions for rehabilitating certain commercial structures and tax-exempt financing for certain types of organizations.

Contact Michael Stiefvater for additional details at: mstiefvater@arlingtonva.us.
For more information:
arlingtoneconomicdevelopment.com/incentives

