

Home Page > News > Local > Virginia News > Virginia Stories

Proffers Stay in Virginia -- For Now

February 29, 2008 - 8:36am <u>Hank Silverberg</u>, WTOP Radio

RICHMOND, Va. -- Lawmakers delayed until next year a proposal to drastically change the way developers help pay for municipal services required by new development.

The move is seen as a big victory for Northern Virginia localities that are pressed by sprawl and the housing market's downturn.

The House Rules Committee postponed a bill that would have thrown out a 30-year-old system that coaxes millions of dollars out of developers for libraries, schools and roads.

Critics say the the commitments, called proffers, drive up the price of housing and raise the price of each new home as much as \$47,000.

They want proffers replaced with a flat impact fee of about \$12,500.

Local governments, including Loudoun County, say they would lose thousands of dollars of improvements if the changes were made now.

The issue will be revisited next year when both sides hope an improved housing market will allow them to reach a compromise.

(Copyright 2008 by WTOP. All Rights Reserved.)

Also on wtopnews.com

- Stocks Fall As Investors Mull Economy
- Court Rules Unconstitutional N. Va. Taxing Authority
- Va. Lawmakers Back Obama
- Bernanke Says Economic Outlook Is Worse
- Center Gives Washington-Area Homeless Veterans Hope



Also on the Web

- Effects of Housing Slump Spread: Furniture, Auto Sales Fall, and Home Improvement Stalls Amid Uncertainty
- When the housing slump hits home, they feel it
- <u>Effects of housing slump</u> <u>spread</u>
- Va. job growth slowed in 2007
- Proffers Stay in Virginia -- For Now

powered by inform

< Back

Study Law in DC at AU
WCL's Law & Government LLM Program Specialize in Regulatory Law www.wcl.american.edu/llmlawandgov/ Ads by Google