DATA CENTERS
AND LOCAL TAX REVENUE

Every county, city, and state must establish, maintain, and balance a budget to provide essential services and invest in the quality of life of its residents. Whether it is funding schools, improving roads and infrastructure, maintaining parks, supporting public safety, or expanding community amenities, these investments require reliable sources of revenue.

In practice, communities have two primary options for generating that revenue: attract new economic development and private investment or increase the tax burden on residents and local businesses. **Responsible growth and industry investment can help communities expand opportunities, improve services, and strengthen their financial future without placing additional costs on taxpayers.**

One of the strongest examples of this can be found in Loudoun County, Virginia, home to the world's largest concentration of data centers. According to Loudoun County, the data center industry generates nearly half of the county's property tax revenue and has become one of the most significant contributors to the local tax base. The Loudoun County experience demonstrates how strategic economic development can create a win-win scenario: **generating significant revenue for local governments, supporting infrastructure investments, and reducing pressure on residents to shoulder the cost through higher taxes.**

As communities evaluate future growth opportunities, the fiscal benefits of industries such as data centers should be considered alongside other economic and community impacts. **Data centers are not just technology infrastructure—they can also be major contributors to the financial health of local communities.**

TAX REVENUE IN ACTION
LOUDOUN COUNTY, VIRGINIA

$1 *IN COUNTY SERVICES PROVIDED* → **$26** *IN TAX REVENUE RETURNED TO THE COUNTY*

For every $1 in county services provided to data centers, Loudoun County receives approximately $26 in tax revenue.

TAX REVENUE HELPS FUND

- SCHOOLS
- PUBLIC SAFETY
- INFRASTRUCTURE
- PARKS
- LIBRARIES
- COMMUNITY SERVICES

Since 2008, Loudoun County's **real property tax rate has fallen from $1.285 per $100 of assessed value to $0.805** while continuing to support growing community needs.

DATA CENTERS CAN STRENGTHEN LOCAL BUDGETS & ECONOMIES.

STRATEGIC ECONOMIC DEVELOPMENT CAN GENERATE REVENUE FOR ESSENTIAL SERVICES, SUPPORT INFRASTRUCTURE INVESTMENT, AND REDUCE PRESSURE ON RESIDENTS AND LOCAL BUSINESSES.

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