

RESOLUTION NO. 2343

A RESOLUTION OF THE CITY OF SALISBURY, MARYLAND DECLARING THAT COASTAL COMFORT, INC IS ELIGIBLE TO RECEIVE ENTERPRISE ZONE BENEFITS FOR PROPERTY LOCATED AT 1924 NORTHWOOD DRIVE, SALISBURY MD.

WHEREAS the City of Salisbury, Maryland and Wicomico County created an Enterprise Zone on June 6, 1983 for the purpose of encouraging economic development of the area encompassed within the boundaries of such zone; and

WHEREAS the Enterprise Zone was created under authority granted by the State of Maryland; and

WHEREAS the State Code permits certain benefits to be extended to businesses that locate or expand in the Enterprise Zone provided that they meet certain standards; and

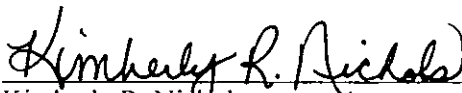
WHEREAS, the City of Salisbury and Wicomico County have also established certain standards, which must be met in order for a business to be deemed eligible to receive Enterprise Zone benefits; and

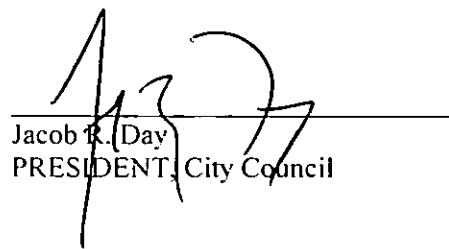
WHEREAS, Coastal Comfort, Inc. meets the standards set forth in the State Code and in local regulations to be eligible to receive Enterprise Zone benefits; and

WHEREAS, Kevin Coleman, representing Coastal Comfort, Inc. has requested that the company be designated as eligible for Enterprise Zone benefits because of its investment of more than \$50,000 at their property located in the zone at 1924 Northwood Drive;


NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Salisbury, Maryland that Coastal Comfort, Inc. be designated as eligible to receive the benefits of the Enterprise Zone effective upon the adoption of this resolution.

The above Resolution was introduced and read and passed at the regular meeting of the Salisbury City Council on the 14<sup>th</sup> day of October, 2013.

  
Kimberly R. Nichols  
CITY CLERK

  
Jacob R. Day  
PRESIDENT, City Council

APPROVED by me this  
18<sup>th</sup> day of Oct. 2013.

  
James Ireton, Jr.  
MAYOR, City of Salisbury

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**OFFICE**

**MEMO**

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Office of the Mayor

**To:** City Council  
**From:** Tom Stevenson *TMS*  
**Subject:** Enterprise Zone Eligibility – Coastal Comfort, Inc.  
**Date:** September 23, 2013

Attached is a copy of the application requesting Enterprise Zone designation for Coastal Comfort, Inc. from Kevin Coleman. I have reviewed this application and, to the best of my knowledge, this establishment meets all of the qualifications to be so designated. This property is located within the boundaries of the City's Enterprise Zone, and this company has invested more than \$50,000 in the property.

I recommend that the City Council adopt the attached resolution designating Coastal Comfort, Inc. located at 1924 Northwood Drive, eligible to receive the benefits of the Enterprise Zone.

The Mayor concurs with this recommendation.

As a reminder, companies that are declared eligible for enterprise zone benefits are able to receive both income tax and property tax benefits for ten years. The purpose of this program is to encourage industries to locate in areas identified as enterprise zones and to reinvest in such properties.

cc: Mayor Ireton  
Kim Nichols

Attachments

Enterprise Zone Property Tax Calculation  
Coastal Comfort

Assessment Value of Improvement	\$65,600.00	Property Tax Rate	\$0.819
Per \$100	\$656.00		
Annual Tax	\$537.26		

<u>Year</u>	<u>Total City Property Tax</u>	<u>E-Zone Credit</u>	<u>Refunded By State</u>	<u>Taxes Paid To City</u>	<u>Taxes Not Received By City</u>	<u>Total Revenue To City</u>
Year 1	\$537.26	\$429.81	\$214.91	\$107.45	\$214.91	\$322.36
Year 2	\$537.26	\$429.81	\$214.91	\$107.45	\$214.91	\$322.36
Year 3	\$537.26	\$429.81	\$214.90	\$107.45	\$214.90	\$322.36
Year 4	\$537.26	\$429.81	\$214.90	\$107.45	\$214.90	\$322.36
Year 5	\$537.26	\$429.81	\$214.90	\$107.45	\$214.90	\$322.36
Year 6	\$537.26	\$376.08	\$188.04	\$161.18	\$188.04	\$349.22
Year 7	\$537.26	\$322.36	\$161.18	\$214.90	\$161.18	\$376.08
Year 8	\$537.26	\$268.63	\$134.32	\$268.63	\$134.32	\$402.95
Year 9	\$537.26	\$214.90	\$107.45	\$322.36	\$107.45	\$429.81
Year 10	\$537.26	\$161.18	\$80.59	\$376.08	\$80.59	\$456.67
 Total	 \$5,372.61	 \$3,492.20	 \$1,746.10	 \$1,880.41	 \$1,746.10	 \$3,626.51

REQUEST FOR STATE ENTERPRISE ZONE QUALIFICATION  
IN THE CITY OF SALISBURY

This application allows us to determine whether or not your business is eligible to receive Enterprise Zone benefits. Please return the application to:

John R. Pick, City Administrator  
City of Salisbury  
125 North Division Street  
Salisbury, MD 21801-4940

If determined eligible, you will receive a letter confirming this determination from the City of Salisbury. Keep the letter as proof of your Enterprise Zone certification.

GENERAL INFORMATION NEEDED:

NAME OF  
FIRM: COASTAL COMFORT, INC.

CONTACT  
PERSON: KEVIN COLEMAN PHONE: 410-742-1435 *443-235-6113*

PRESENT  
LOCATION: 1924 NORTHWOOD DRIVE, SALISBURY, MD 21801

TYPE OF  
BUSINESS: HEATING & AIR

FEDERAL TAX ID NO. 20-2354719 NAICS 235110

HOW LONG IN THIS LOCATION: purchased 4/2012, received occupancy certificate on 6/17/13

OWNER OF REAL PROPERTY WHERE BUSINESS IS LOCATED: COASTAL COMFORT, INC.

ADDRESS OF OWNER: 1924 NORTHWOOD DRIVE, SALISBURY, MD 21801

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OUR COMPANY QUALIFIES FOR ENTERPRISE ZONE BENEFITS BECAUSE (CHECK ALL THAT APPLY):

WE HAVE CREATED MORE THAN TWO FULL-TIME POSITIONS SINCE LOCATING IN THE ENTERPRISE ZONE\*.

\* (EMPLOYEES WORKING IN EXCESS OF 35 HOURS PER WEEK ON AVERAGE ARE CONSIDERED FULL TIME.)

WE HAVE INVESTED MORE THAN \$50,000 IN OUR PROPERTY LOCATED IN THE ENTERPRISE ZONE.

IF COMPANY QUALIFIES FOR ENTERPRISE ZONE BENEFITS DUE TO JOB CREATION, PLEASE COMPLETE THE FOLLOWING:

*not at  
the present  
time*

DATE COMPANY LOCATED IN THE ENTERPRISE ZONE: \_\_\_\_\_

NUMBER OF FULL-TIME EMPLOYEES EMPLOYED AT THIS LOCATION ON THE DATE COMPANY LOCATED IN THE ENTERPRISE ZONE: \_\_\_\_\_  
(Please provide a list of names of the employees hired into new positions since the company located in the Enterprise Zone.)

CURRENT NUMBER OF FULL-TIME EMPLOYEES EMPLOYED AT THIS LOCATION: \_\_\_\_\_

IF COMPANY QUALIFIES FOR ENTERPRISE ZONE BENEFITS DUE TO INVESTMENT IN THE PROPERTY, PLEASE COMPLETE THE FOLLOWING:

APPROXIMATE DATE ON WHICH IMPROVEMENTS WERE COMPLETED:  
6/2013

BRIEFLY DESCRIBE IMPROVEMENTS: DEMOLISHED OLD STRUCTURE, BUILT NEW BUILDING

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APPROXIMATE COST OF IMPROVEMENTS: \$65,600