


I N T E R

O F F I C E

MEMO

Office of the Mayor

To: City Council
From: John R. Pick 
Subject: Enterprise Zone Eligibility - Perdue Poultry Research & Development Facility
Date: December 8, 2004

Attached is a copy of the application requesting Enterprise Zone designation from Daniel M. O'Connell II of Pigg, Krahl, Stern & Co., P.A. on behalf of the Perdue Poultry Research & Development Facility. 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. Perdue Farms Inc. is the owner of the property and, as such, would be the entity to take advantage of the property tax credit, as they have invested more than \$50,000 in the property recently. They also qualify for the income tax credit because of the jobs they have created since locating to the zone.

I recommend that the City Council adopt the attached resolution designating Perdue Farms Inc., located at 2110 Industrial Parkway, 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 Tilghman
Brenda Colegrove

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, Executive Officer
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: Perdue Farms Incorporated

CONTACT PERSON: Dan O'Connell, CPA
Pigg-Krahl, Stern & Co, P.A. PHONE: 410-546-5600

PRESENT LOCATION: 2110 Industrial Pkwy, Salisbury MD

TYPE OF BUSINESS: Poultry - Research + Development Facility

FEDERAL TAX ID NO. 52-1081876 SIC CODE: 2015 (Primary)

HOW LONG IN THIS LOCATION: Purchased 1N October 2003 -
first employees in August 2004

OWNER OF REAL PROPERTY WHERE BUSINESS IS LOCATED: Purdue Farms Incorporated

ADDRESS OF OWNER: P.O. Box 1537
Salisbury, MD 21802

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 25 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:

DATE COMPANY LOCATED IN THE ENTERPRISE ZONE: Aug 2004

NUMBER OF FULL-TIME EMPLOYEES EMPLOYED AT THIS LOCATION ON THE DATE COMPANY LOCATED IN THE ENTERPRISE ZONE: 0

CURRENT NUMBER OF FULL-TIME EMPLOYEES EMPLOYED AT THIS LOCATION: 29 (39 Approved Jobs)

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

APPROXIMATE DATE ON WHICH IMPROVEMENTS WERE COMPLETED: Aug 2004

BRIEFLY DESCRIBE IMPROVEMENTS: Complete interior and exterior renovations

APPROXIMATE COST OF IMPROVEMENTS: \$3,100,000.00

RESOLUTION NO. 1179

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SALISBURY, MARYLAND DECLARING THAT PERDUE FARMS INCORPORATED, LOCATED AT 2110 INDUSTRIAL PARKWAY (PERDUE POULTRY RESEARCH & DEVELOPMENT FACILITY), IS ELIGIBLE TO RECEIVE ENTERPRISE ZONE BENEFITS

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, Perdue Poultry Research & Development Facility, located at 2110 Industrial Parkway, meets the standards set forth in the State Code and in local regulations to be eligible to receive Enterprise Zone benefits; and

WHEREAS, Daniel M. O'Connell II of Pigg, Krahl, Stern & Co., P.A., representing Perdue Farms Inc., has requested that the company be designated as eligible for Enterprise Zone benefits due to their investment in the property and job creation since they located in the zone at 2110 Industrial Parkway;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Salisbury, Maryland that Perdue Farms Incorporated 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 20th day of December, 2004.

Brenda J. Colegrove
CITY CLERK

Michael P. Dunn
PRESIDENT, City Council

APPROVED by me this
___ day of December, 2004

Barrie P. Tilghman
MAYOR, City of Salisbury