

RESOLUTION NO. 1856

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SALISBURY, MARYLAND DECLARING THAT ADVANCED PROPERTY RENTAL IS ELIGIBLE TO RECEIVE ENTERPRISE ZONE BENEFITS FOR THE OFFICE BUILDING LOCATED AT 550 RIVERSIDE DRIVE.

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

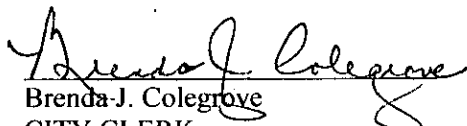
WHEREAS, the City of Salisbury and Wicomico County have also established certain standards, which must be met in order for a business to be deemed eligible to receive Enterprise Zone benefits; and


WHEREAS, the office building of Advanced Property Rental meets the standards set forth in the State Code and in local regulations to be eligible to receive Enterprise Zone benefits; and

WHEREAS, Donald Williams, representing Advanced Property Rental has requested that the company be designated as eligible for Enterprise Zone benefits because of its creation of more than two full-time positions and its investment of more than \$50,000 in their property located in the zone at 550 Riverside Drive;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Salisbury, Maryland that the office building of Advanced Property Rental 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 9th day of November, 2009.


Brenda J. Colegrove
CITY CLERK


Louise Smith
PRESIDENT, City Council

APPROVED by me this
10th day of November, 2009.



James Weton, Jr.
MAYOR, City of Salisbury

INTER

OFFICE

MEMO

Office of the Mayor

To: City Council
From: John R. Pick 
Subject: Enterprise Zone Eligibility – Advanced Property Rental Office Building
Date: November 3, 2009

Attached is a copy of the application requesting Enterprise Zone designation for the office building of Advanced Property Rental from Donald Williams. 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, they have created more than two full-time positions and they have invested more than \$50,000 since locating in the Enterprise Zone.

I recommend that the City Council adopt the attached resolution designating the office building of Advanced Property Rental, located at 550 Riverside 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.

stm/

cc: Mayor Ireton
Brenda Colegrove

9/30/09

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: ADVANCED PROPERTY RENTAL

CONTACT PERSON: DONALD E WILLIAMS PHONE: 410-546-5555

PRESENT LOCATION: 550 RIVERSIDE DR, SALISBURY, MD 21801

TYPE OF BUSINESS: PROPERTY RENTALS / DEVELOPMENT

FEDERAL TAX ID NO. 20-0604840 NAICS CODE: _____

HOW LONG IN THIS LOCATION: 4 1/2 YEARS

OWNER OF REAL PROPERTY WHERE BUSINESS IS LOCATED: ADVANCED PROPERTY RENTAL c/o DONALD E. WILLIAMS
550 RIVERSIDE DR, SALISBURY, MD 21801

ADDRESS OF OWNER: 550 RIVERSIDE DR, Salisbury, Md 21801

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:

DATE COMPANY LOCATED IN THE ENTERPRISE ZONE: May, 2005

NUMBER OF FULL-TIME EMPLOYEES EMPLOYED AT THIS LOCATION ON THE DATE COMPANY LOCATED IN THE ENTERPRISE ZONE: 3

CURRENT NUMBER OF FULL-TIME EMPLOYEES EMPLOYED AT THIS LOCATION: 5

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

APPROXIMATE DATE ON WHICH IMPROVEMENTS WERE COMPLETED:
May, 2005 (Phase I) remaining phases completed in 2007

BRIEFLY DESCRIBE IMPROVEMENTS: OFFICE COMPLEX, FOUR APARTMENTS AND EIGHTEEN TOWNHOUSES

APPROXIMATE COST OF IMPROVEMENTS: \$84,500 FOR COMMERCIAL (OFFICE COMPLEX), PLUS LAND COSTS

Enterprise Zone Property Tax Calculation
Advanced Property Rental

Assessment Value of Improvement	\$841,500.00	Property Tax Rate	\$0.819
Per \$100	\$8,415.00		
Annual Tax	\$6,891.89		

<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	\$6,891.89	\$5,513.51	\$2,756.76	\$1,378.38	\$2,756.76	\$4,135.13
Year 2	\$6,891.89	\$5,513.51	\$2,756.76	\$1,378.38	\$2,756.76	\$4,135.13
Year 3	\$6,891.89	\$5,513.51	\$2,756.76	\$1,378.38	\$2,756.76	\$4,135.13
Year 4	\$6,891.89	\$5,513.51	\$2,756.76	\$1,378.38	\$2,756.76	\$4,135.13
Year 5	\$6,891.89	\$5,513.51	\$2,756.76	\$1,378.38	\$2,756.76	\$4,135.13
Year 6	\$6,891.89	\$4,824.32	\$2,412.16	\$2,067.57	\$2,412.16	\$4,479.73
Year 7	\$6,891.89	\$4,135.13	\$2,067.57	\$2,756.76	\$2,067.57	\$4,824.32
Year 8	\$6,891.89	\$3,445.95	\$1,722.97	\$3,445.95	\$1,722.97	\$5,168.92
Year 9	\$6,891.89	\$2,756.76	\$1,378.38	\$4,135.13	\$1,378.38	\$5,513.51
Year 10	\$6,891.89	\$2,067.57	\$1,033.78	\$4,824.32	\$1,033.78	\$5,858.11
Total	\$68,918.90	\$44,797.29	\$22,398.64	\$24,121.62	\$22,398.64	\$46,520.26