

**May 7, 2012**  
**Regular Session #9**  
**Mayor and Council**  
**Town of Ocean City**

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Mayor Richard W. Meehan  
Council President James S. Hall  
Council Secretary Lloyd Martin

Council Member Margaret Pillas  
Council Member Mary Knight  
Council Member Doug Cymek  
Council Member Joe Hall  
Council Member Brent Ashley

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**ATTENDANCE**

Mayor/Interim City Manager Rick Meehan, Council President James S. Hall, Council Secretary Lloyd Martin, Council Members Margaret Pillas, Mary Knight, Doug Cymek, Joe Hall and Brent Ashley, City Solicitor Guy Ayres, City Engineer Terry McGean, Finance Director Martha Bennett, City Clerk Kelly Allmond, Members of the Press and Interested Parties.

**CALL TO ORDER**

Council President Jim Hall called this Regular Session to order at 5:00 p.m., in the Council Chambers of City Hall, 301 Baltimore Avenue, Ocean City, Maryland 21842; then, **Council Member Cymek moved to convene into closed session to: (1) consult with counsel to obtain legal advice; and, (2) discuss the appointment, employment, assignment, removal or resignation of appointees, employees or officials over whom it has jurisdiction, or, any other personnel matter that affects one or more specific individuals. The vote was unanimous.**

Council President Hall re-opened the open meeting at 6:00 p.m.

**PRAYER AND PLEDGE**

Ocean City Beach Patrol Lieutenant Ward Kovacs led the prayer and the Pledge of Allegiance.

**REPORT ON CLOSED SESSION**

Council President Hall reported that legal and personnel matters were discussed in closed session. Persons present were Mayor/Interim City Manager Rick Meehan, Council President James S. Hall, Council Secretary Lloyd Martin, Council Members Margaret Pillas, Mary Knight, Doug Cymek, Joe Hall and Brent Ashley, City Solicitor Guy Ayres and Human Resource Director Wayne Evans. He reported that no action was taken, and, the vote to close the Executive Session was unanimous.

## REPORT FROM CITY MANAGER ON UPCOMING WORK SESSION

Mayor/Interim City Manager Rick Meehan reported on that the following items are scheduled for discussion in the upcoming work session:

1. Report on Closed Session – Tuesday, May 15, 2012 – 12:00 p.m. – Legal, Contractual and Personnel Matters
2. Bid Opening – Lease for Eagle’s Landing Golf Carts
3. Introduction of Convention Center Director Larry Noccolino
4. Request to Waive Rental License Door Sticker Requirement Presented by: Tony De Luca, Treasurer, The Gateway Grand
5. Ordinance Revisions for Critical Area Enforcement Presented by: Gail Blazer, Environmental Engineer
6. Fee Proposal for Disclosure of Telephone and Radio Records Presented by: Joseph Theobald, Emergency Services Director
7. Options for Gorman Tank Logo Presented by: Hal Adkins, Public Works Director

## ITEMS PRESENTED BY THE MAYOR AND CITY COUNCIL

Mayor Meehan issued the following:

- A. Proclamation designating May 19-25 as National Safe Boating Week. Present to accept this proclamation was Tom Quinn.
- B. Proclamation designating May as Lyme Disease Awareness Month. Present to accept this proclamation was Harrison Phillips.

## PUBLIC HEARINGS (see Attachment A)

Alley Relocation – Westside of Coastal Highway between 67<sup>th</sup> and 68<sup>th</sup> Streets. Seeing no further comments **Council Member Ashley moved to close the Public Hearing; seconded by Council Member Knight. The vote was unanimous.**

## UNFINISHED BUSINESS

**Report on 2012 Susan G. Komen Race for the Cure** (see Attachment B)

Lydia Wooten, Eastern Shore Race and Development Coordinator and Brad Hoffman, Production Coordinator requested a date hold for April 21, 2013. **Council Member Cymek moved to approve; seconded by Council Member Joe Hall. The vote was unanimous.**

## NEW BUSINESS

- A. **Request to Lease Copier for Police Patrol**-presented by: Terry McGean, City Engineer  
**Council Member Joe Hall moved to approve the lease with Ricoh for the amount of \$272.66 per month for 60 months; seconded by Council Member Ashley. The vote was unanimous.**
- B. **Ocean City Reef Foundation Update** Presented by: Greg Hall, President

- B. **Presentation on Constant Yield Tax Rate** Presented by: Martha Bennett, Finance Administrator (see Attachment C)

## **ITEMS REFERRED TO AND PRESENTATIONS FROM THE CITY SOLICITOR**

City Solicitor Ayres presented the following for approval:

- A. Second Reading – Ordinance 2012-16 to Amend Chapter 14 Entitled Businesses and Chapter 90 Entitled Traffic and Vehicles (adds rules and regulations for small displacement vehicles such as mopeds, motor scooters and scoot coups). Present for comment was Pete Wimbrow representing Island Cycle. **Council Member Pillas moved to ratify Ordinance 2012-16 as amended to (1) allow for the Zoning Administrator’s discretionary enforcement an acceptable training area, (2) all existing businesses that are in compliance with the current regulations are exempt from the conditional use process; (3) all new operators must apply for conditional use; seconded by Council Member Cymek. The vote was 4-3 with Council Members Lloyd Martin, Joe Hall, Brent Ashley opposed.**
- B. Second Reading – Ordinance 2012-17 to Amend Chapter 110 Entitled Zoning (changes conditional use section to allow for rental of small displacement vehicles) **Council Member Pillas moved to ratify Ordinance 2012-17; seconded by Council Member Knight. The vote was 4-3 with Council Members Lloyd Martin, Joe Hall, Brent Ashley opposed.**
- C. First Reading – Ordinance 2012-18 to Adopt the FY 2013 Budget (see Attachment D). **Council Member Knight moved to approve; seconded by Council Secretary Martin. The vote was 3-4 with Council Members Jim Hall, Joe Hall, Margaret Pillas and Brent Ashley opposed.**  
  
**Council Member Joe Hall moved to amend the FY 2013 Budget by reducing the constant yield tax rate by one (1) penny and fund the deficit by reducing the general fund balance; seconded by Council Member Pillas. The vote was 4-3 with Council Members Lloyd Martin, Mary Knight and Doug Cymek opposed.**
- D. Ratification of Traffic Regulation 2012-001 – Grants Permission for Motorcycle Parking on 1<sup>st</sup> Street Adjacent to de Lazy Lizard during Bike Week, from Thursday, September 13, 2012 through Sunday, September 16, 2012 **Council Secretary Martin moved to ratify Traffic Regulation 2012-001; seconded by Council Member Joe Hall. The vote was unanimous.**

## **ITEMS REFERRED TO AND PRESENTATIONS FROM THE CITY MANAGER**

Mayor Meehan presented the following items for approval:

- A. **Council Member Joe Hall moved to the 2012 Picnic Table agreements as presented; seconded by Council Member Cymek. The vote was unanimous.**

- B. **Council Member Joe Hall moved to award the Solid Waste Hauling Contract to the lowest bidder -Covanta 4Recovery, in the amount of \$55.50 per ton; seconded by Council Secretary Martin. The vote was unanimous.**

### **COMMENTS FROM CITIZENS**

John Adkins stated his opposition of the reduction of the constant yield tax rate and general fund balance reduction.

Herb Pawlukewicz spoke about the sidewalks being torn up, keeping the streets, cameras on tasers and the lighting up the water tower near Route 90.

### **COMMENTS FROM THE MAYOR AND COUNCIL**

Mayor Meehan reminded the forum that May 6 through May 20<sup>th</sup> is Restaurant Week. Also, he recognized the passing of famed business owner Donald Fischer.

### **ADJOURNMENT**

**Council Member Cymek moved to adjourn at 9:04 p.m.; seconded by Council Secretary Martin. The vote was unanimous.**



I hereby certify that on this \_\_\_\_\_ day of \_\_\_\_\_, 2012, the Mayor and Council reviewed and approved this document.

\_\_\_\_\_  
City Clerk Kelly L. Allmond  
Certified Municipal Clerk



# INTERDEPARTMENTAL MEMO

ATTACHMENT A

Thursday, May 03, 2012

To: Mayor and Council  
Interim City Manager Richard W. Meehan

From: Kelly L. Allmond, City Clerk

Subject: 67<sup>th</sup>-68<sup>th</sup> Street Alley Relocation Authorization to Ocean Isles L.L.C.

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Pursuant to Chapter 110-161 (2) of the City Code, the following notice was published in the April 26th and May 3rd editions of the Ocean City Digest.

NOTICE OF PUBLIC HEARING  
MAYOR & COUNCIL, TOWN OF OCEAN CITY

Notice is hereby given that the Mayor and City Council of Ocean City will hold a public hearing on May 7, 2012 at 6:00 pm in the Council Chambers of City Hall, 301 N. Baltimore Avenue, Ocean City, Maryland 21842, to consider a request made on behalf of CIA-Ocean Isles, L.L.C. to relocate the existing 20 foot wide North-South alley located between 67<sup>th</sup> and 68<sup>th</sup> Streets approximately 80 feet to the west. (This site is legally known as Block No. 116 as shown on the Plat of Isle of Wight Land Company, Inc. in Plat Book O.D.C. No. 2, Folio 23 in the Land Records of Worcester County, Maryland).

The request is to abandon the existing 20 foot wide North-South alley between 67<sup>th</sup> and 68<sup>th</sup> Streets and establish another 20 foot wide North-South alley at a point 392 feet west of Coastal Highway; and further for the said Mayor and Council of Ocean City to thereafter quitclaim the existing alley in exchange for the Deed to the newly-established alley.

**APPLICANT: CIA-Ocean Isles, L.L.C**

No oral or written testimony will be accepted after the close of the public hearing. Public hearings that are not completed at one meeting may be continued without additional advertised notice provided the Council President announces that the hearing will be continued and gives persons in attendance an opportunity to sign up for written notice of the additional hearing dates. For further information concerning this public hearing, please contact the City Clerk @ City Hall, 301 Baltimore Avenue, Ocean City, MD 21842. Phone: 410-289-8842.



# Thank YOU Ocean City!

**ATTACHMENT B**

Tremendous Media coverage... Three major publications, front page, above the fold!



### Media Partnerships

- Presenting television sponsor, WBOC
- Week long coverage on WBOC-TV week prior to the Race
- Scrolling logos and names on Seaboard Media, LLC boat throughout Race day
- Banner ads on SeaBoard Media, LLC's Web site
- Four Chesapeake Publishing ads with logo - Star Democrat, Dorchester Star, Kent Island Bay Times, Caroline County Times-Record
- Multiple ads with logo in Ocean City Today, potential Thank You ad with logo to come
- Multiple ads with logo in MD Coast Dispatch, potential Thank You ad with logo to come
- One Latin Opinion ad with logo
- Three The Shore Life ads, one Thank You ad with logo to come
- Digital and stand-alone billboards along the I-95 corridor in Baltimore, US-13 and US-50
- PSAs on WMAR-TV, WBOC-TV, FOX-TV and WMDT-TV
- WMAR ABC2 live in studio and 3 prime time Skype interviews on location interviews from Ocean City during Pink Week
- Radio advertisements on 101.9 Lite FM and Paladino Financial radio show
- Media coverage...
  - [WBOC](#)
  - [WMAR](#)
  - [WLIF](#)



SUNDAY, APRIL 22, 2012  
Ocean City, Maryland  
REGISTER NOW  
INAUGURAL OCEAN CITY RACE!  
410-938-8990 | www.komenmd.org/OC



### General Estimated Economic Impact to Ocean City

2,800 visiting Race Participants x \$320 (estimated per person) = \$896,000!

## Race Registrant Information as of May 1, 2012

3,662 total registrants

- 85% of registrants from Maryland
  - o Breakout of MD registrants
    - 43% of MD registrations from Eastern Shore
    - 50% of MD registrations from Central MD area
    - 2% of MD registrations from Southern MD (Calvert, Charles & St Mary's)
    - 4% of MD registrations from DC Area (PG and Montgomery)
    - 1% of MD registrations from Western MD (Frederick County & West)
- 15% of registrants from 25 states outside of MD
  - o Top States represented:
    - PA - 205
    - DE - 163
    - VA - 86
  - o Other States represented: CA, CO, CT, DC, FL, GA, IA, ID, IL, MA, ME, MI, MT, NC, NH, NJ, NV, NY, OH, TX, UT, WV
- 36.5% of all registrants are local or live on the Eastern Shore of Maryland
- **63.5% of all registrants are not local living west of the Chesapeake Bay or out of state and will be traveling to Ocean City for the Race**

### Women/men

Women (80.5%)

Men (19.5%)

Survivors registered - 8.5% of all registrants

### Age Breakdown

11 & Under - 7%

12 - 18 - 5.25%

19 - 25 - 10%

26 - 35 - 17.5%

36 - 45 - 19.25%

46 - 55 - 22.5%

56 - 65 - 14%

66 - 75 - 3.5%

76+ - 13 - .5%

No date - .5%

### Registration Type

Adult Registration - 71%

Kids for the Cure - 6.5%

Sleep in for the Cure - 2.25%

Timed Runners - 16.5%

Race Day - Adult - 3.5%

Race Day - Youth - .25%



### 262 Teams



Volunteers 295



**Community Programs**

**DINE OUT FOR THE CURE® - APRIL 13 - 22, 2012**

- BJ's On The Water**  
115 75th Street  
Ocean City, MD 21842  
(410) 524-7575
- Captain's Table Restaurant**  
Two 15th Street  
Ocean City, MD 21842  
(410) 289-7192
- Conner's Beach Cafe**  
207 North Atlantic Ave  
Ocean City, MD 21842  
(410) 289-4105
- Fresco's**  
8203 Coastal Highway  
Ocean City, MD 21842  
(410) 524-8202
- Phillip's Seafood Restaurant**  
14101 Coastal Highway  
Ocean City, MD 21804  
(410) 250-1200
- Phillip's Seafood Restaurant**  
2004 Philadelphia Ave  
Ocean City, MD 21804  
(410) 289-6821
- Sobo's Wine Beerstro**  
1015 Eastern Shore Drive  
Salisbury, MD 21804  
(410) 219-1117

Go to [komenmd.org](http://komenmd.org) and click on the Dine Out for the Cure tab for a complete list of participating restaurants, hours of service and specific locations\*.

- Susan G. Komen for the Cure® recommends that you:
- 1) Know your risk
  - 2) Get screened
  - 3) Know what is normal for you
  - 4) Make healthy lifestyle choices

[www.komenmd.org](http://www.komenmd.org)

**Dine Out for the Cure®**  
April 13-22, 2012

Help Komen Maryland raise the **pink umbrella** in Ocean City with the first Dine Out for the Cure!

Dine at any of these participating restaurants from Friday, April 13, 2012, to Sunday, April 22, 2012, and a portion of your tab will be donated to help end breast cancer forever.

All proceeds benefit the Maryland Affiliate of Susan G. Komen for the Cure®

**susan G. Komen FOR THE cure. MARYLAND**

*Already received a check for \$260 from one participant restaurant!*

**Paint the Town PINK!**

The big winner of the Paint the Town Pink competition was the Harrison Hall Hotel.



They will receive a Special Marketing Prize generously donated by Komen Maryland's longtime local media partner, SeaBoard Media, LLC. Prize includes: Advertising on Memorial Day Weekend - One 10 Second Ad to be displayed every 5 minutes on 4 passes of the beach per day from 5/25/12 to 5/28/12. Total of 16 beach passes, each valued at \$80 for a total of \$1,280! WOW!

**susan G. Komen FOR THE cure. MARYLAND**

The Maryland Affiliate of Susan G. Komen for the Cure® is proud to introduce the inaugural "Paint the Town Pink" competition. Businesses can participate in Paint the Town Pink by decorating your building in support of the Inaugural Komen Maryland Ocean City Race for the Cure on Sunday, April 22, 2012!

Winners of the Paint the Town Pink competition will receive a special marketing opportunity from Komen Maryland's longtime local media sponsor, SeaBoard Media, LLC. The lucky winner will receive the "SeasBoard Winner Prize Package". The seasonal prize package includes: advertising on Memorial Day Weekend - one 10 second advertisement to be displayed every five minutes on four passes of the beach per day Friday, May 25, 2012 - Monday, May 28, 2012. This is a total of 16 beach passes, valued at \$1,280!

**Who can participate in the Paint the Town Pink competition?**  
All restaurants, hotels, malls, stores and local businesses are encouraged to participate. Local residents are invited to decorate their homes, but will not be considered for the SeasBoard Prize Package.

**When does the competition?**  
Paint the Town Pink will run from Friday, April 13, 2012 until Saturday, April 21, 2012 (Race Day). We will have a panel of judges out all week, some during the day and some at night.

**How can my building go pink?**  
There are a variety of ways that you can decorate your business. Be creative and the pinker the better! Some ideas are:

- Light your sign or lights with pink light bulbs
- Tie pink ribbons around the building
- Turn your lobby/reception area pink
- Bring pink balloons to your office

**Paint the Town Pink Rules:**

- Ocean City town businesses only
- Decorations at the cost of the business
- One winner will be chosen by an independent judge
- Winner will be announced on Race Day on the Main Stage in the Race Village.

**Now is your chance to help part in this fun competition.**  
We hope you will consider participating in the Inaugural Paint the Town Pink Competition and aiding us in our fight to end breast cancer forever.

For questions about the Paint the Town Pink Competition, feel free to contact Komen Maryland by phone, 410-538-8990, or via email, [info@komenmd.org](mailto:info@komenmd.org).

<u>Dollars raised</u>	
\$276,307	Registration and Donations
\$ 58,750	Cash Sponsorship
\$ 161,819	In-kind goods and services



*Thank You*



## ORDINANCE 2012-

TOWN OF OCEAN CITY  
OPERATING BUDGET  
FISCAL YEAR 2013

SOURCE	1ST READING FY-2013	2ND READING FY 2013
Section I, General Fund:		
A. Anticipated Revenue:		
Property Taxes	\$ 42,306,536	\$ 42,306,536
Other Taxes	14,359,087	14,359,087
Licenses and Permits	3,883,300	3,883,300
Revenue From Other Agencies	4,395,639	4,395,639
Charges For Services	8,725,492	8,725,492
Fines and Forfeitures	675,000	675,000
Other Revenue	424,344	424,344
Prior Year Reserves	<u>1,885,799</u>	<u>1,885,799</u>
Total Revenue	\$ <u>76,655,197</u>	\$ <u>76,655,197</u>
B. Anticipated Expenditures:		
General Government	\$ 3,665,533	\$ 3,665,533
Public Safety	33,072,659	33,072,659
Public Works/Beach Maintenance	4,783,375	4,783,375
Sanitation and Waste Removal	5,568,131	5,568,131
Highways and Streets	4,900,408	4,900,408
Economic Development -Tourism	6,730,104	6,730,104
Culture and Recreation	7,366,729	7,366,729
Debt Service	<u>4,551,710</u>	<u>4,551,710</u>
Sub Total	\$ 70,638,649	\$ 70,638,649
To Transportation Fund	1,927,997	1,927,997
To Airport Fund	116,976	116,976
To Convention Center Fund	1,483,575	1,483,575
To Vehicle Trust Fund	488,000	488,000
To Capital Projects	<u>2,000,000</u>	<u>2,000,000</u>
Total Expenditures	\$ <u>76,655,197</u>	\$ <u>76,655,197</u>

SOURCE	1ST READING FY-2013	2ND READING FY 2013
Section II, Water Fund:		
A. Anticipated Revenue:		
Water Sales	\$ 3,349,934	\$ 3,349,934
Water Fixture Charge	3,486,777	3,486,777
Service Charges	186,794	186,794
Capacity/Impact Fees	55,440	55,440
Prior Year Reserves	<u>102,808</u>	<u>102,808</u>
 Total Revenue	 \$ <u>7,181,753</u>	 \$ <u>7,181,753</u>
B. Anticipated Expenditures:		
Personal Services	\$ 1,926,770	\$ 1,926,770
Non-Personal Services	3,121,098	3,121,098
Debt Service	1,068,885	1,068,885
Capital Outlay	<u>1,065,000</u>	<u>1,065,000</u>
 Total Expenditures	 \$ <u>7,181,753</u>	 \$ <u>7,181,753</u>

Section III, Transportation Fund:

A. Anticipated Revenue:		
Bus Revenue	\$ 2,951,577	\$ 2,951,577
Train Revenue	1,073,051	1,073,051
Federal and State Grants	2,652,782	2,652,782
Transfer-In From General Fund	1,927,997	1,927,997
Prior Year Reserves	<u>0</u>	<u>0</u>
 Total Revenue	 \$ <u>8,605,407</u>	 \$ <u>8,605,407</u>
B. Anticipated Expenditures:		
Personal Services	\$ 3,653,751	\$ 3,653,751
Non-Personal Services	3,421,656	3,421,656
Capital Outlay	<u>1,530,000</u>	<u>1,530,000</u>
 Total Expenditures	 \$ <u>8,605,407</u>	 \$ <u>8,605,407</u>

SOURCE	1ST READING FY-2013	2ND READING FY 2013
Section IV, Wastewater Fund:		
A. Anticipated Revenue:		
Wastewater Treatment Charges	\$ 11,041,867	\$ 11,041,867
Service Charges	958,578	958,578
Capacity/Impact Fees	96,800	96,800
Build America Bond Subsidy	133,381	133,381
Prior Year Reserves	<u>101,226</u>	<u>101,226</u>
 Total Revenue	 \$ <u>12,331,852</u>	 \$ <u>12,331,852</u>
B. Anticipated Expenditures:		
Personal Services	\$ 4,199,765	\$ 4,199,765
Non-Personal Services	3,476,670	3,476,670
Debt Service	3,555,417	3,555,417
Capital Outlay	<u>1,100,000</u>	<u>1,100,000</u>
 Total Expenditures	 \$ <u>12,331,852</u>	 \$ <u>12,331,852</u>

Section V, Airport Fund:

A. Anticipated Revenue:		
Fuel Sales	\$ 729,600	\$ 729,600
Rents and Other Revenue	351,530	351,530
State and Federal Grants	427,500	427,500
Service Charges	108,000	108,000
Transfer-In From General Fund	116,976	116,976
Prior Year Reserves	<u>150,000</u>	<u>150,000</u>
 Total Revenue	 \$ <u>1,883,606</u>	 \$ <u>1,883,606</u>
B. Anticipated Expenditures:		
Personal Services	\$ 311,695	\$ 311,695
Non-Personal Services	975,829	975,829
Debt Service	146,082	146,082
Capital Outlay	<u>450,000</u>	<u>450,000</u>
 Total Expenditures	 \$ <u>1,883,606</u>	 \$ <u>1,883,606</u>

SOURCE	1ST READING FY-2013	2ND READING FY 2013
Section VI, Municipal Golf Course Fund:		
A. Anticipated Revenue:		
Service Charges	\$ 1,737,052	\$ 1,737,052
Sales and Concessions	446,097	446,097
Other Revenue	56,628	56,628
Prior Year Reserves	<u>0</u>	<u>0</u>
Total Revenue	\$ <u>2,239,777</u>	\$ <u>2,239,777</u>
B. Anticipated Expenditures:		
Personal Services	\$ 1,046,401	\$ 1,046,401
Non-Personal Services	1,042,618	1,042,618
Transfer to General Fund	150,758	150,758
Capital Outlay	<u>0</u>	<u>0</u>
Total Expenditures	\$ <u>2,239,777</u>	\$ <u>2,239,777</u>

Section VII, Convention Center Fund:

A. Anticipated Revenue:		
Service Charges	\$ 1,813,428	\$ 1,813,428
State and County Grants	1,549,102	1,549,102
Food & Beverage Tax	1,110,000	1,110,000
Transfer-In From General Fund	1,483,575	1,483,575
Prior Year Reserves	1,087,642	1,087,642
Contributed Equity	<u>0</u>	<u>0</u>
Total Revenue	\$ <u>7,043,747</u>	\$ <u>7,043,747</u>
B. Anticipated Expenditures:		
Personal Services	\$ 2,967,379	\$ 2,967,379
Non-Personal Services	1,648,058	1,648,058
Debt Service	2,328,310	2,328,310
Transfer to Debt Service Reserves	100,000	100,000
Capital Outlay	<u>0</u>	<u>0</u>
Total Expenditures	\$ <u>7,043,747</u>	\$ <u>7,043,747</u>

SOURCE	1ST READING FY-2013	2ND READING FY 2013
Section VIII, Information Technology Fund:		
A. Anticipated Revenue:		
Service Charges To Other Funds	\$ 1,743,443	\$ 1,743,443
Prior Year Reserves	<u>0</u>	<u>0</u>
Total Revenue	<u>\$ 1,743,443</u>	<u>\$ 1,743,443</u>
B. Anticipated Expenditures:		
Personal Services	\$ 920,978	\$ 920,978
Non-Personal Services	822,465	822,465
Capital Outlay	<u>0</u>	<u>0</u>
Total Expenditures	<u>\$ 1,743,443</u>	<u>\$ 1,743,443</u>

Section IX, Service Center Fund:

A. Anticipated Revenue:		
Service Charges To Other Funds	\$ 5,360,362	\$ 5,360,362
Prior Year Reserves	<u>0</u>	<u>0</u>
Total Revenue	<u>\$ 5,360,362</u>	<u>\$ 5,360,362</u>
B. Anticipated Expenditures:		
Personal Services	\$ 1,825,261	\$ 1,825,261
Non-Personal Services	3,535,101	3,535,101
Debt Service	0	0
Capital Outlay	<u>0</u>	<u>0</u>
Total Expenditures	<u>\$ 5,360,362</u>	<u>\$ 5,360,362</u>

SOURCE	1ST READING FY-2013	2ND READING FY 2013
Section X, Vehicle & Equipment Trust Fund:		
A. Anticipated Revenue:		
Service Charges To Other Funds	\$ 2,380,353	\$ 2,380,353
State and Federal Grants	1,984,500	1,984,500
Sale of Assets	150,000	150,000
Transfer In From General Fund	<u>488,000</u>	<u>488,000</u>
Total Revenue	\$ <u>5,002,853</u>	\$ <u>5,002,853</u>
B. Anticipated Expenditures:		
Non-Personal Services	\$ 760,721	\$ 760,721
Debt Service	0	0
Transfers Out	0	0
Capital Outlay	<u>4,242,132</u>	<u>4,242,132</u>
Total Expenditures	\$ <u>5,002,853</u>	\$ <u>5,002,853</u>

Section XI, Risk Management Fund:

A. Anticipated Revenue:		
Service Charges To Other Funds	\$ 2,109,754	\$ 2,109,754
Interest Earned	65,081	65,081
Prior Year Reserves	<u>0</u>	<u>0</u>
Total Revenue	\$ <u>2,174,835</u>	\$ <u>2,174,835</u>
B. Anticipated Expenditures:		
Personal Services	\$ 236,940	\$ 236,940
Non-Personal Services/Claims	1,937,895	1,937,895
Capital Outlay	<u>0</u>	<u>0</u>
Total Expenditures	\$ <u>2,174,835</u>	\$ <u>2,174,835</u>

SOURCE	1ST READING FY-2013	2ND READING FY 2013
Section XII, Pension Trust Funds:		
A. Anticipated Revenue:		
Employer Contributions	\$ 6,128,044	\$ 6,128,044
Employee Contributions	1,715,000	1,715,000
Investment Earnings	<u>3,925,000</u>	<u>3,925,000</u>
 Total Revenue	 \$ <u>11,768,044</u>	 \$ <u>11,768,044</u>
B. Anticipated Expenditures:		
Benefit Payments	\$ 4,225,000	\$ 4,225,000
Non-Personal Services	600,000	600,000
Reserve for Employee's Retirement	<u>6,943,044</u>	<u>6,943,044</u>
 Total Expenditures	 \$ <u>11,768,044</u>	 \$ <u>11,768,044</u>
Section XIII, OPEB Trust Funds:		
A. Anticipated Revenue:		
Employer Contributions	\$ 3,858,750	\$ 3,858,750
Employee Contributions	155,000	155,000
Investment Earnings	<u>235,000</u>	<u>235,000</u>
 Total Revenue	 \$ <u>4,248,750</u>	 \$ <u>4,248,750</u>
B. Anticipated Expenditures:		
Benefit Payments	\$ 850,000	\$ 850,000
Non-Personal Services	55,000	55,000
Reserve for Retiree Health	<u>3,343,750</u>	<u>3,343,750</u>
 Total Expenditures	 \$ <u>4,248,750</u>	 \$ <u>4,248,750</u>

SOURCE	1ST READING FY-2013	2ND READING FY 2013
Section XIV, General Capital Projects Fund:		
A. Anticipated Revenue:		
General Fund Contribution	2,000,000	2,000,000
Bond Proceeds	0	0
Inlet Lot Parking Revenue	<u>290,000</u>	<u>290,000</u>
Total Revenue	\$ <u>2,290,000</u>	\$ <u>2,290,000</u>
B. Anticipated Expenditures:		
Street Paving	2,000,000	2,000,000
Reserve for Future Capital Projects	<u>290,000</u>	<u>290,000</u>
Total Expenditures	\$ <u>2,290,000</u>	\$ <u>2,290,000</u>
Section XIV, All Funds Expenditure Summary:		
General Fund	\$ 76,655,197	\$ 76,655,197
Water Fund	7,181,753	7,181,753
Transportation Fund	8,605,407	8,605,407
Wastewater Fund	12,331,852	12,331,852
Airport Fund	1,883,606	1,883,606
Municipal Golf Course Fund	2,239,777	2,239,777
Convention Center Fund	7,043,747	7,043,747
Management Information Services Fund	1,743,443	1,743,443
Service Center Fund	5,360,362	5,360,362
Vehicle & Equipment Trust Fund	5,002,853	5,002,853
Risk Management Fund	2,174,835	2,174,835
Pension Trust Funds	11,768,044	11,768,044
OPEB Trust Fund	<u>4,248,750</u>	<u>4,248,750</u>
Sub Total	\$ 146,239,626	\$ 146,239,626
LESS: Interfund Transfers	<u>(27,597,254)</u>	<u>(27,597,254)</u>
Total Expenditures	\$ 118,642,372	\$ 118,642,372
Capital Projects Fund - General	<u>2,290,000</u>	<u>2,290,000</u>
Grand Total	\$ <u>120,932,372</u>	\$ <u>120,932,372</u>

Section XV, Special Authorization - Budget Manager:

The Budget Manager shall be authorized to reallocate departmental appropriations among the various objects of expenditures as she deems necessary. Such changes shall be approved by the Finance Administrator & City Manager.

Section XVI, Restrictions - City Manager:

- A. The utilization of any contingency appropriation shall be accomplished only with prior authorization from the Mayor and Council.
- B. Utilization of appropriations established in the Capital Improvement Fund may be accomplished only with the express approval of the Mayor and Council.

Section XVII, Tax Rate:

An Ad Valorem Tax Rate of \$0.4685 per \$100 of assessed valuation of real property and a rate of \$1.29 per \$100 of assessed valuation of corporate and personal property tax is required to fund this budget.

INTRODUCED at a meeting of the City Council of Ocean City, Maryland held on May 7, 2012.

ADOPTED AND PASSED, by the required vote of the elected membership of the City Council and approved by the Mayor at its meeting held on May 21, 2012.

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RICHARD W. MEEHAN, MAYOR

---

KELLY ALLMOND, CITY CLERK

---

JAMES S. HALL, PRESIDENT

---

LLOYD MARTIN, SECRETARY

ADOPTED:

Date

MOTION TO ADOPT BY:

MOTION SECONDED BY:

VOTE:

FOR:

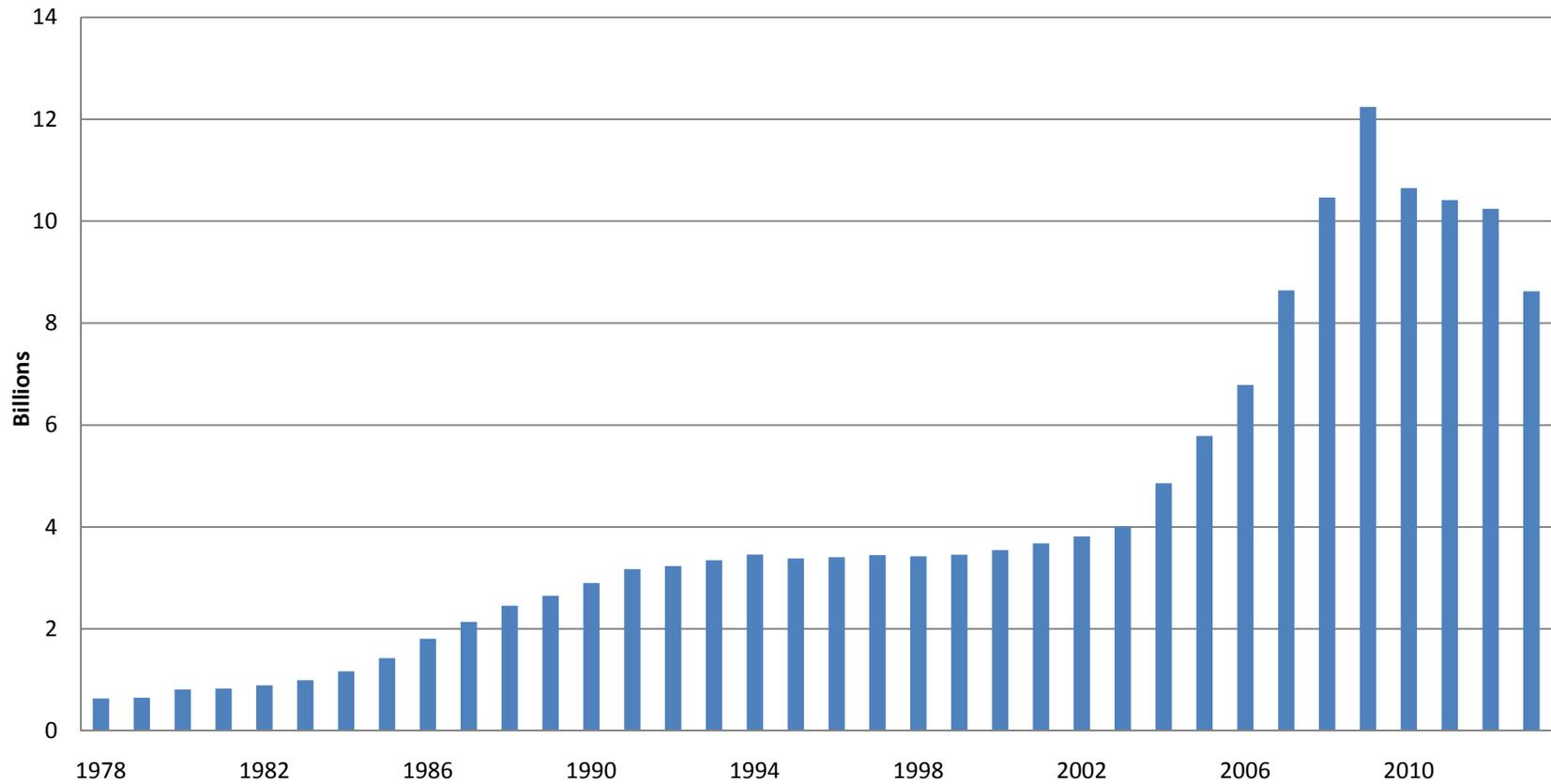
AGAINST:



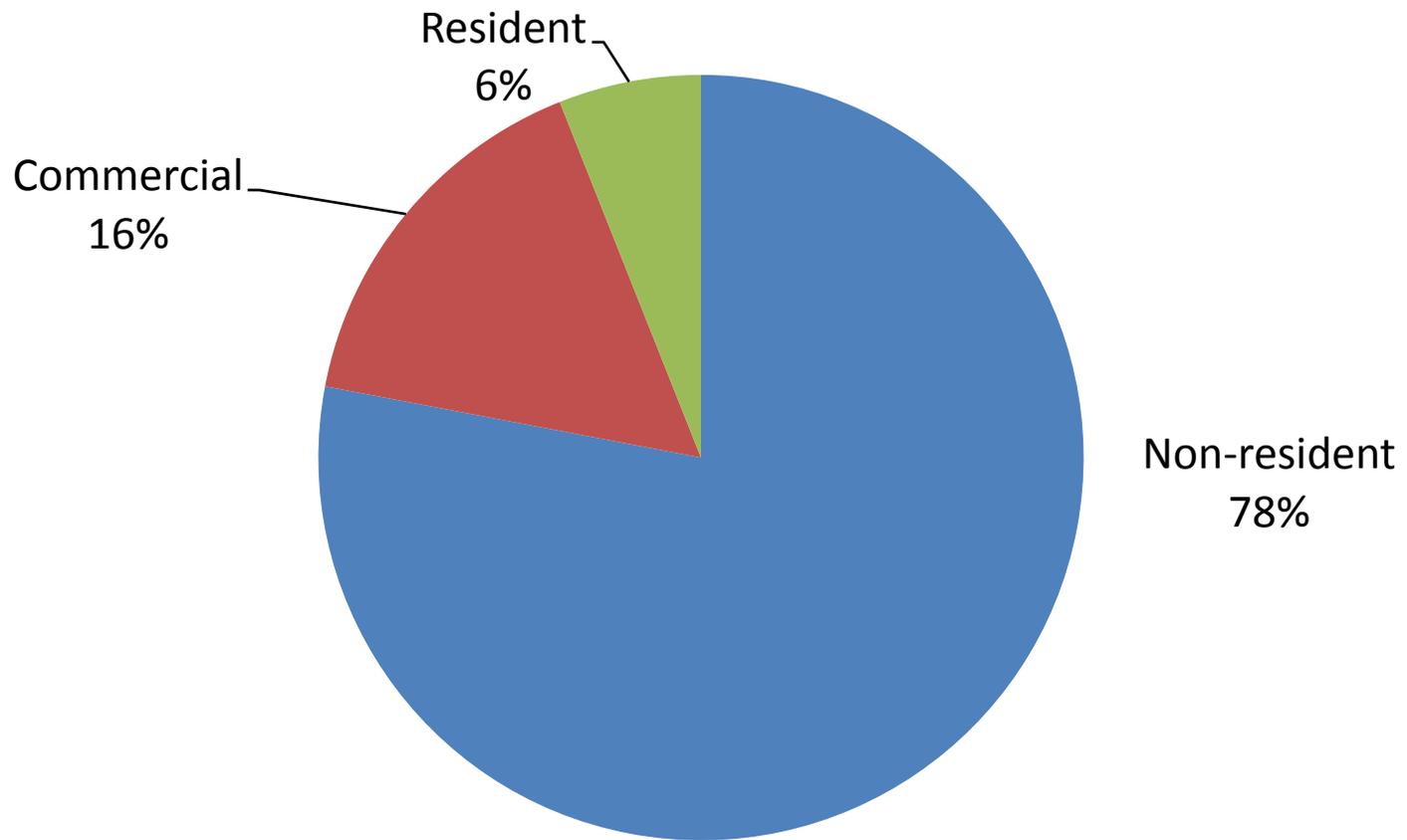
# OCEAN CITY, MARYLAND

## Assessments and Property Taxes 2013

# Actual Value of Ocean City Properties Same as 2007



# Ocean City Properties by Type



# Ocean City Properties by Type

Type	Number	FY-12		0.395
		Taxable Assessment	Median Assessment	Median Tax Bill
Commercial	895	\$ 1,498,731,679	\$ 934,500	\$ 3,691
Commercial condo	254	140,756,564	221,400	875
Commercial/residential	16	9,697,562	688,600	2,720
Multi family	123	91,135,750	709,500	2,803
Residential	2,915	1,070,490,045	367,235	1,451
Owner occupied (after homestead credit)	2,495	616,842,067	199,828	789
<b>Condo</b>	<b>25,841</b>	<b>6,813,442,621</b>	<b>249,600</b>	<b>937</b>
<b>TOTAL REAL PROPERTY</b>	<b>32,539</b>	<b>\$ 10,241,096,288</b>		

# TAX BILL

Assessment X Rate = Bill

100

# TAX BILL

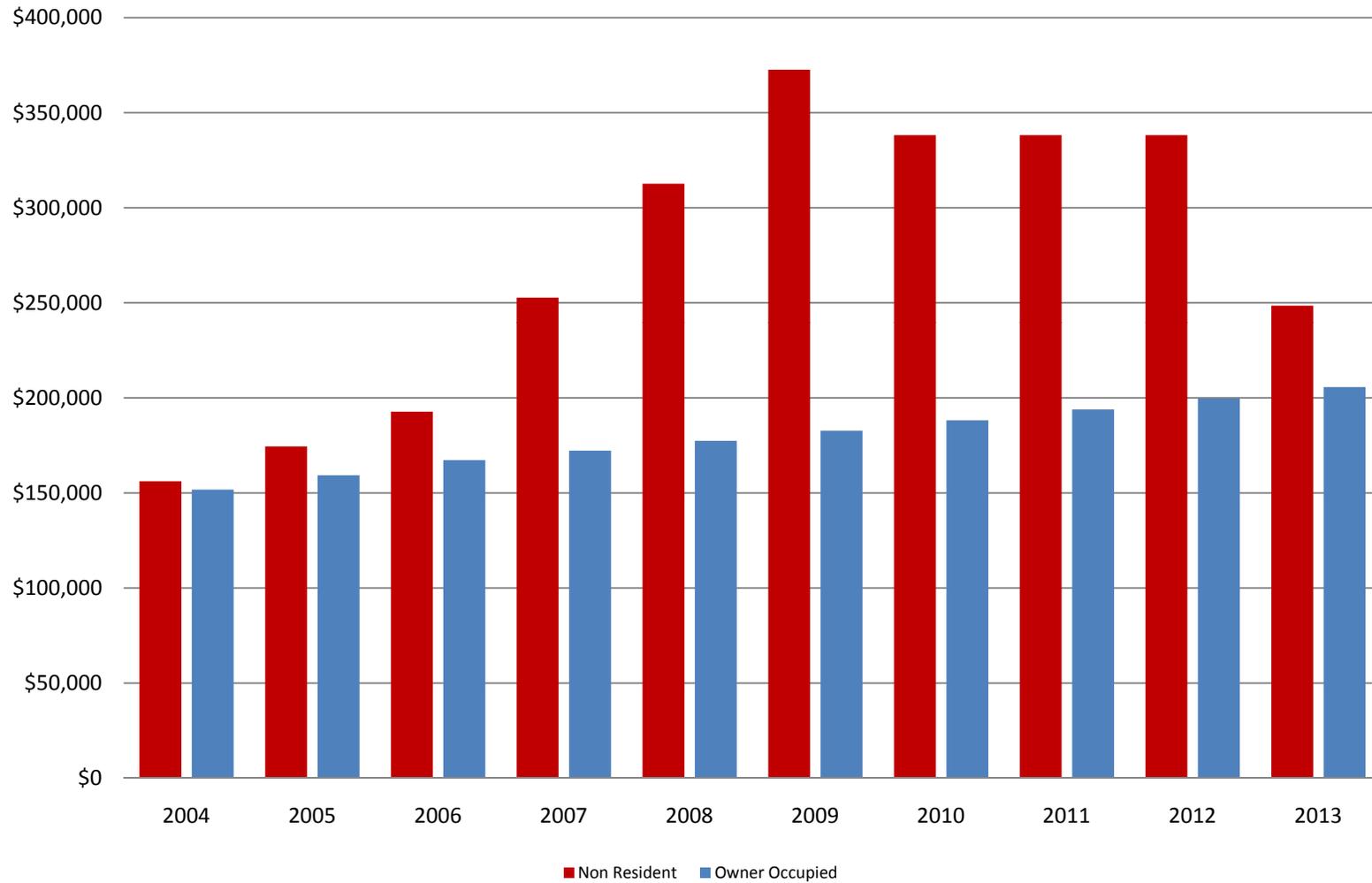
$$\underline{\$249,600} \times .395 = \$985$$

100

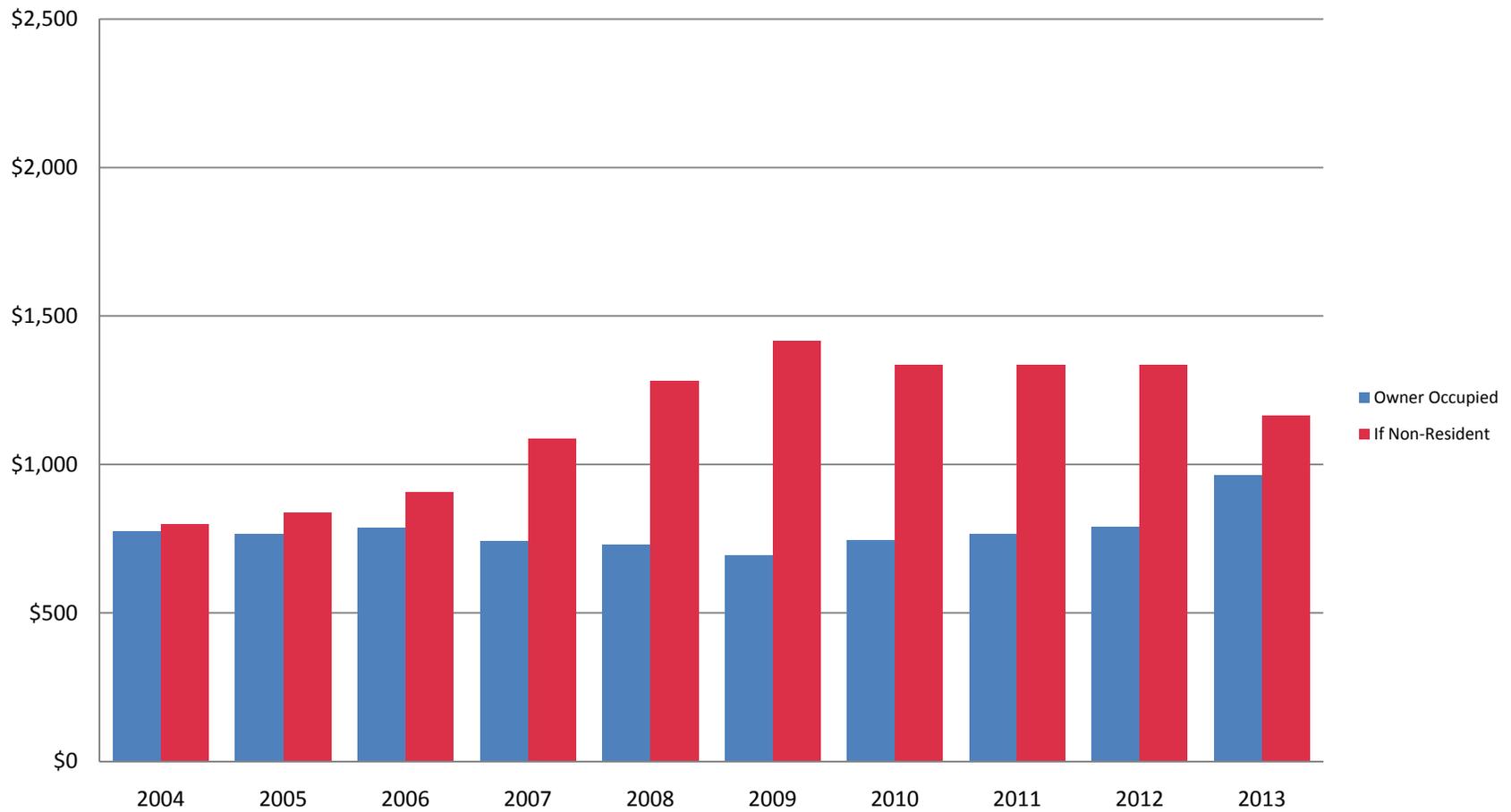
$$\underline{\$211,828} \times .4685 = \$985$$

100

## Ocean City Median Residential Taxable Assessment with owner occupied reduced by homestead credit



# Median Residential Tax Bill

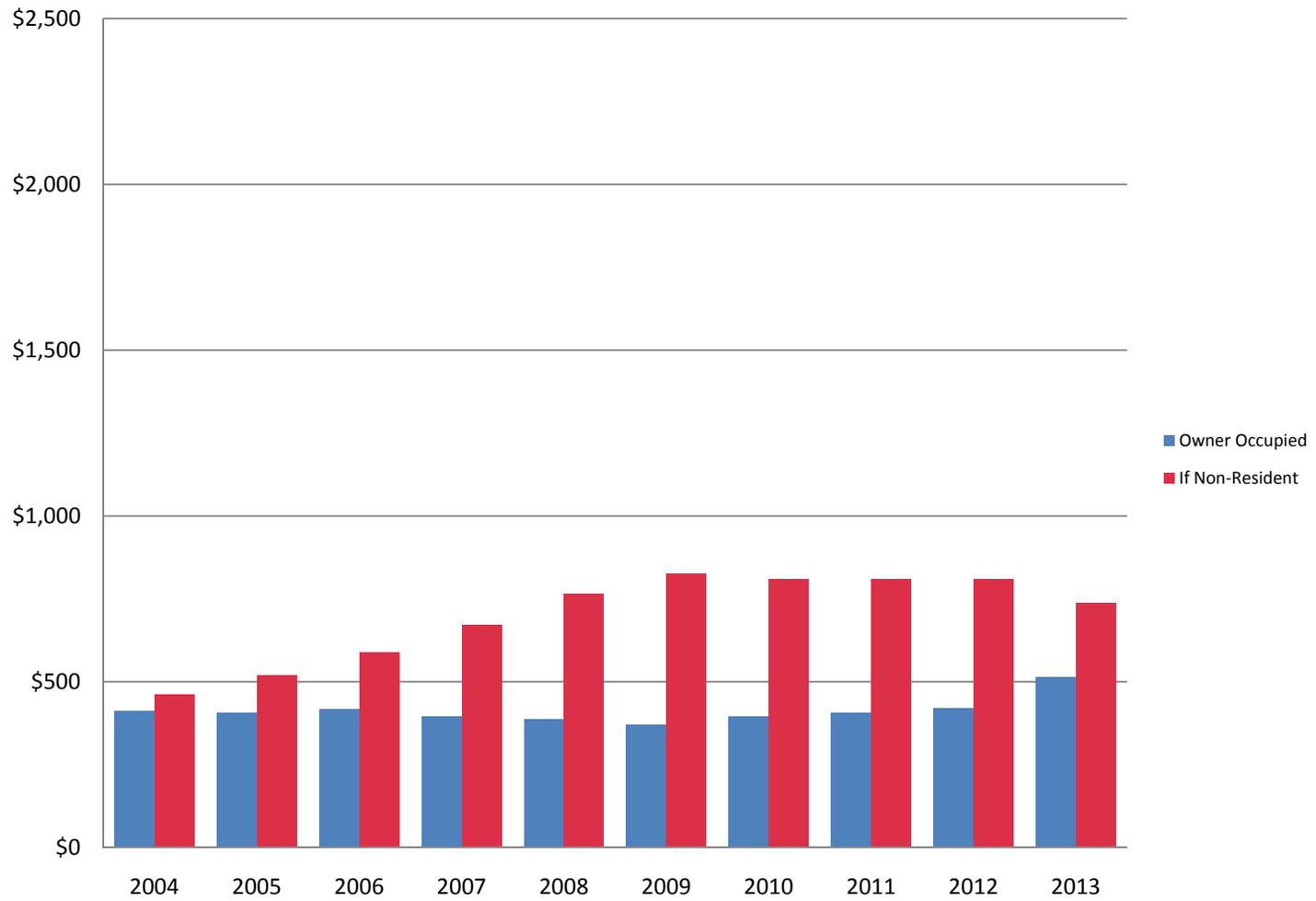


## •Sample Owner Occupied Taxable Assessment

Montego Bay

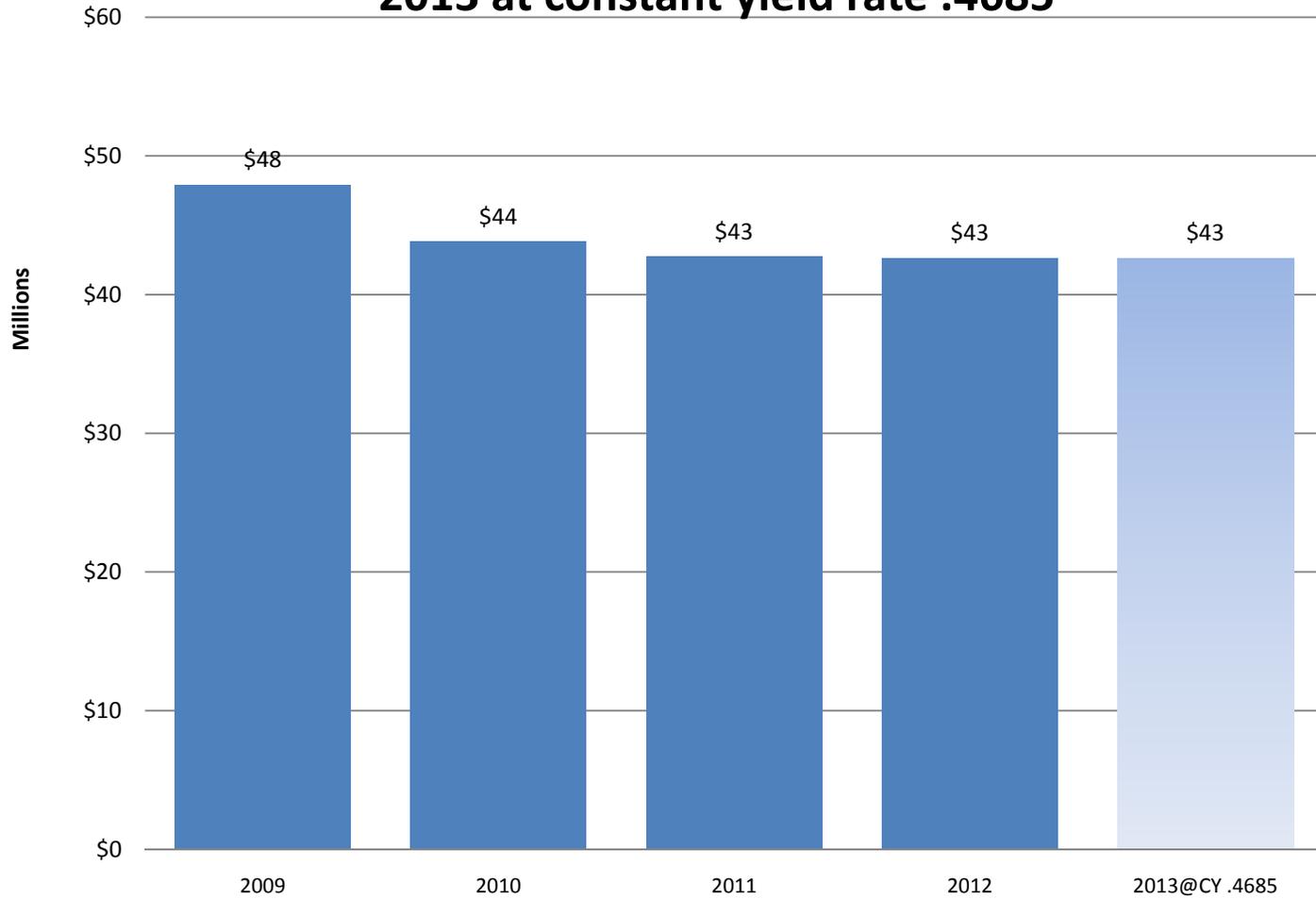
	FY	FY	FY	FY	FY	IF .4685 Rate	10-year						
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013		Change
Gross Assessment	73,500	90,666	107,832	125,000	155,803	186,606	217,410	204,940	204,940	204,940	157,300		114.0%
Annual % change		23.4%	18.9%	15.9%	24.6%	19.8%	16.5%	-5.7%	0.0%	0.0%			-23.2%
Homestead Credit	0	(9,816)	(22,940)	(35,864)	(63,993)	(92,042)	(120,010)	(104,618)	(101,609)	(98,509)	(47,676)		
Taxable Assessment	73,500	80,850	84,892	89,136	91,810	94,564	97,400	100,322	103,331	106,431	109,624		49.1%
Annual % change		10.0%	5.0%	5.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%		
Tax Rate	0.516	0.510	0.480	0.470	0.430	0.410	0.380	0.395	0.395	0.395	0.469		
Tax Bill	\$379.26	\$412.34	\$407.48	\$418.94	\$394.78	\$387.71	\$370.12	\$396.27	\$408.16	\$420.40	\$513.59		\$93.19
Annual % change		8.7%	-1.2%	2.8%	-5.8%	-1.8%	-4.5%	7.1%	3.0%	3.0%	22.2%		
								10-year change		\$41.14	\$101.25		CPI
								10-year % change		10.8%	24.6%		22.6%

### Sample Ocean City Residential Tax Bill



# Ocean City Property Tax Revenue Since 2009

2013 at constant yield rate .4685



2011

Office of the Treasurer  
 (410) 632-0686 x 2  
 www.co.worcester.md.us

**DETACH AND KEEP THIS PORTION**

LEVY PERIOD: 07/01/11- 06/30/12  
 BILL DATE: 07/01/11

PRINCIPLE RESIDENCE OR COMMERCIAL

MAP	GRID	PARCEL	LIBER	FOLIO	CUST. #	97832	AGENCY	ASSESSMENT	RATE	AMOUNT
110	5	3826	2391	171			COTX	369,760	0.7000	2,588.32
<b>PROPERTY ID</b>		<b>INVOICE</b>		<b>Ocean City TAXES INCLUDED</b>		H/S CREDIT APPLIED	STTX	369,760	0.1120	414.13
10-034108	2111100	HC.CR	-74,673				0.7000	-522.71		
IMPSLOTS J & K BLK 46							HM.CR	-74,673	0.3950	-294.96
E SIDE EDGEWATER AVE							OCTX	369,760	0.3950	1,460.55
								<u>2011</u>		
										<b>3,624.68</b>
										<b>BASE TAX 3,645.33</b>

**RETURN SERVICE REQUESTED**

PILLAS MARGARET LOUISE &  
 PERRY C  
 305 8TH ST  
 PO BOX 435  
 OCEAN CITY, MD 21842-0435

T26 P1  
 10423

IF CHECKED

PRIOR YEAR TAXES DUE

TAX SALE

**CONSTANT YIELD RATE**

In the last taxable year, the Worcester County real property tax rate was \$0.70 and the certified assessment of the net assessable real property was \$16,766,809,992. The assessment multiplied by the rate produced real property tax revenues of \$117,367,670.

For this taxable year the certified assessment of the net assessable real property is \$16,495,303,638. To produce the same real property tax revenues as last year the real property tax rate would be \$0.7115. This rate is called the constant yield tax rate.

For this taxable year the actual real property tax rate is \$0.70, which is different from the constant yield tax rate. The rate is \$.0115 less than the constant yield tax rate and will produce in real property tax revenues \$1,896,960 less than would be produced by the constant yield tax rate.

State of Maryland  
Department of Assessments and Taxation

*(old (Adm))*  
**Assessment Notice** *2012-2020*  
*(This Is Not A Tax Bill)*

WORCESTER CO ASSESSMENT OFC  
WORCESTER CO GOVERNMENT CENTER  
1 WEST MARKET ST, RM 1202  
SNOW HILL MD 21863-1085 0933 411897  
  
(410)632-1196  
wor@dat.state.md.us

ACCT#24 10 034108 /03826  
110 010 002823 R  
PILLAS MARGARET LOUISE &  
PERRY C  
305 8TH ST  
PO BOX 435  
OCEAN CITY MD 21843-0435



NOTICE #	NOTICE DATE	TAX YEAR BEGINNING
002823	12/27/2011	07/01/2012
DIST MAP	PARCEL SEC BLOCK	LOT USE SUBD
10 110 3826	46	J R 1305
PROPERTY LOCATION	PRINCIPAL RESIDENCE	
305 8TH ST	YES	
CONTROL #:	1331	

BOX 1 REFLECTS THE 3% ASSESSMENT CAP ESTABLISHED BY WORCESTER CO.



It is on the following three assessments that your County (box 1), State (box 2), and Municipal (box 3) tax rates will be applied to produce your actual July 1, 2012 tax bill. Tax rates are set in the spring by your local government.

*Taxable Assessments for July 1, 2012*

1. \$ <b>303,940</b> County or Balt. City Taxable Assessment	2. \$ <b>321,500</b> State Taxable Assessment	3. \$ <b>303,940</b> Municipal Taxable Assessment
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State law requires that all real property be revalued at least every three years. The property described above has been reviewed to determine the new market value effective January 1, 2012. The new market value is based upon market data available prior to this date. The old total market value of your property was:

4. \$ **369,760** *2011*

*New Market Value As of Jan. 1, 2012*

This property has been reappraised as of Jan. 1, 2012. This is the current value of your property, it is not a projection of future value.

5. \$ <b>210,000</b> Land	6. \$ <b>111,500</b> Buildings	7. \$ <b>321,500</b> TOTAL <i>2012</i>
------------------------------	-----------------------------------	---

State law provides that any increase in the new market value be phased in over the next three tax years in equal amounts. If the value decreased, this reduced assessment will be in effect for the next three years as shown in the boxes below (before applicable credits and exemptions).

*Phased-In Market Values/Assessments*

8. \$ <b>321,500</b> 2012	9. \$ <b>321,500</b> 2013	10. \$ <b>321,500</b> 2014
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*Your Appeal Rights*

If you feel that your property's Total New Market Value of **\$321,500** is incorrect, you may file an appeal. An explanation of the appeal process and instructions on how to file your appeal are located on page 4.

An appeal must be filed or postmarked by 02/10/2012

ATTENTION: If the mailing address at right is incorrect, please print the correct address below and return to the Assessment Office.

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

ACCT#24 10 034108 /03826  
110 010 002823 R  
PILLAS MARGARET LOUISE &  
PERRY C  
305 8TH ST  
PO BOX 435  
OCEAN CITY MD 21843-0435

**Principal Residence Verification (Homestead Tax Credit)**

Is this your principal residence? Look at the information in the box at the top of this page. You should verify whether or not this property is designated as your principal residence with a "yes" indication. This information affects eligibility for the Homestead Tax Credit. If this notice contains an application, you need to submit it electronically or by mail. Property owners with an incorrect "NO" indication under Principal Residence should contact their local assessment office listed in the upper left of this page. You will be asked to verify your residency by providing a copy of your Maryland driver's license or other identification. A Homestead Tax Credit Eligibility Application will then be sent to you.