

LEGISLATIVE FISCAL NOTE	LEGISLATION NUMBER:	220806
--------------------------------	---------------------	--------

LEGISLATION IN BRIEF:

Approving the Westside Owner-Occupant Residential Property Chapter 353 Development Plan of Census Tract 153; declaring the area included in such plan to be a blighted area; authorizing certain tax abatements within the plan area; authorizing the execution of a redevelopment agreement in connection with the foregoing; and directing the City Clerk to transmit copies of this ordinance.

What is the purpose of this legislation? ECONOMIC DEVELOPMENT

For the purpose of entering an agreement between the city and third party for the attraction or retention of economic activity for the purpose of economic development.

Does this legislation spend money appropriated in the current fiscal year? **NO** Yes/No

What is the city's obligation in future fiscal Years (See Section 04)

Does this Legislation estimate new revenue in the current Fiscal Year? **NO** Yes/No

What is the city's gross new revenue in future Fiscal Years? (See Section 01)

Section 00: Notes:

Fiscal impact based on Tax Impact Analysis prepared by petitioner, using Jackson County Assessor data for 529 identified households. Participants will pay tax on frozen land only value for 10 years and Neighborhood Support Fee payments based on either 2.65% of certified annual household income or a defined percentage of the taxes that would otherwise be due but for the abatement, depending on income tier and the year of the abatement. A portion of the fees will be redirected to the City and are reflected as PILOTs in Section 4. The impact to the City is broken-out by ad valorem fund using the 2021 tax levies. Key assumptions in analysis: 1) Assumes 68% participation (greater participation rates would increase costs to the City); 2) Household income estimates are based on American Community Survey data and are assumed to correlate to assessed values of properties; 3) Assumes property values will increase by 10% biennially; 4) Assumes household incomes will increase by 2.5% annually; 5) Assumes the portion of Neighborhood Support Fee Payments that will be distributed to the taxing jurisdictions. Other factors to consider include impacts to non-City taxing authorities such as the KCPS School District estimated at \$9.6 million over 25 years.

FINANCIAL IMPACT OF LEGISLATION

Section 01: If applicable, where are funds appropriated in the current budget?

FUND	DEPTID	ACCOUNT	PROJECT	FY 22-23 BUD	FY 23-24 EST

Section 02: If applicable, where will new revenues be estimated?

FUND	DEPTID	ACCOUNT	PROJECT	FY 22-23 BUD	FY 23-24 EST

Section 03: If applicable, where will appropriations be increased?

FUND	DEPTID	ACCOUNT	PROJECT	FY 22-23 BUD	FY 23-24 EST

NET IMPACT ON OPERATIONAL BUDGET				-	-
---	--	--	--	---	---

RESERVE STATUS:

SECTION 04: FIVE-YEAR FISCAL IMPACT (Direct and indirect)

FUND	FUND NAME	FY 22-23	FY 23-24	FY 24-25	FY 25-26	FY 26-27	FY 27-28	All Outyears
1000	General	-	-	(12,600)	(25,477)	(43,742)	(47,410)	(2,318,882)
1000	General - PILOTs				2,842	9,683	14,407	1,242,328
2020	Museum	-	-	(349)	(705)	(1,211)	(1,312)	(64,192)
2020	Museum - PILOTs				79	268	399	34,390
2330	Health	-	-	(12,605)	(25,486)	(43,756)	(47,425)	(2,319,642)
2330	Health - PILOTs				2,843	9,686	14,411	1,242,735
5010	Debt	-	-	(9,494)	(19,197)	(32,958)	(35,722)	(1,747,233)
5010	Debt - PILOTs				2,141	7,296	10,855	936,071
TOTAL REV		-	-	(35,048)	(62,961)	(94,735)	(91,798)	(2,994,424)

FUND	FUND NAME	FY 22-23	FY 23-24	FY 24-25	FY 25-26	FY 26-27	FY 27-28	All Outyears
		-	-	-	-	-	-	-
TOTAL EXP		-	-	-	-	-	-	-

NET Per-YEAR IMPACT		-	-	(35,048)	(62,961)	(94,735)	(91,798)	(2,994,424)
----------------------------	--	---	---	-----------------	-----------------	-----------------	-----------------	--------------------

NET IMPACT (SIX YEARS)		(3,278,966.00)						
--------------------------------	--	-----------------------	--	--	--	--	--	--