



City of Kansas City, Missouri

Docket Memo

Ordinance/Resolution #: 251053

Submitted Department/Preparer: City Manager's Office

Revised 6/10/24

Docket memos are required on all ordinances initiated by a Department Director. More information can be found in [Administrative Regulation \(AR\) 4-1](#).

Executive Summary

Authorizing the City Manager to enter into Amendment No. 2 to the 2025-2026 Transit Services Agreement with the Kansas City Area Transportation Authority ("KCATA") in the amount of \$12,000,000.00; appropriating \$5,000,000.00 for street resurfacing from the Unappropriated Fund Balance of the Capital Improvements Sales Tax Fund (3090); reducing \$5,000,000.00 of street resurfacing expenditures in the Public Mass Transportation Fund (2080); increasing \$5,000,000.00 of street resurfacing expenditures in the Capital Improvements Sales Tax Fund (3090); reducing \$5,000,000.00 in appropriations and appropriating \$5,000,000.00 from the Unappropriated Fund Balance of the Public Mass Transportation Fund (2080); appropriating \$2,586,983.00 from the Unappropriated Fund Balance of the Violence Prevention and Intervention Fund (2000); reducing Contingent Appropriation in the amount of \$2,155,074.00 in the General Fund; appropriating \$4,413,017.00 from the Unappropriated Fund Balance of the General Fund (1000); designating requisitioning authority; and recognizing this ordinance as having an accelerated effective date.

Discussion

The Fiscal Year 2025-26 budget appropriated \$77,892,519 for the KCATA. Ordinance No. 250679 directed the City Manager to prepare a plan to fund KCATA at a total of \$93.4 million. The KCATA reports a revised funding need of \$89,892,519, an increase of \$12,000,000 over the Fiscal Year 2025-26 appropriation. Ordinance No. 250679 does not include cost of on-demand IRIS service which is estimated to total approximately \$3.9 million.

The City Manager has recommended a combination of funding from a variety of sources including moving \$5 million in street resurfacing expenses to the Capital Improvements Fund from the Public Mass Transportation Fund to allow for \$5 million in funding for the additional KCATA contract amendment.

The City Manager has further recommended the use of available fund balance in the Violence Prevention Fund in the amount of \$2.6 million to cover security costs relating to provision of bus service by the KCATA.

The City Manager also recommends either the use of KCATA reserves or the use of the remaining balance of the Contingent Appropriation in the General Fund in the amount of \$2.2 million combined with \$2.2 million from the Unappropriated Fund Balance of the General Fund to round out the funding sources for the KCATA contract amendment.

Fiscal Impact

1. Is this legislation included in the adopted budget? Yes No

2. What is the funding source?

Capital Improvements Sales Tax		
3090-897701-B-89008533	Street Resurface	\$5,000,000.00

Violence Prevention Fund		
2000-692000-F	KCATA-Operations	\$2,586,983.00

General Fund		
1000-692000-F	KCATA-Operations	\$4,413,017.00

3. How does the legislation affect the current fiscal year?

This legislation appropriates \$5 million from the unappropriated fund balance of the Capital Improvements Sales Tax, \$2.5 million from the Violence Prevention Fund, \$2.2 million from the Contingent appropriations of the General fund, and \$2.2 million from the Unappropriated fund balance of the General Fund.

4. Does the legislation have a fiscal impact in future fiscal years? Please note the difference between one-time and recurring costs.

This is a one time cost

5. Does the legislation generate revenue, leverage outside funding, or deliver a return on investment?

No

Office of Management and Budget Review

(OMB Staff will complete this section.)

1. This legislation is supported by the general fund.	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
2. This fund has a structural imbalance.	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
3. Account string has been verified/confirmed.	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No

Additional Discussion (if needed)

The beginning balance of Contingent Appropriations for FY 2025-26 is \$7,907,729. Contingent Appropriations represent 1% of total General Fund revenue, and are intended to be reserved for emergency expenses. The current balance of Contingent Appropriations is \$6,203,729 as of 12/15/2025.

This ordinance would appropriate from the Unassigned General Fund balance, which currently has \$379.7 million available as of 12/15/2025. The three-month reserve target for Assigned General Fund balance is \$205.9 million. The two-month reserve target for Committed General Fund balance is \$137.3 million.

The Violence Prevention Fund has Unappropriated Fund Balance available to support the proposed amount. The unreserved fund balance of the Violence Prevention and Intervention Fund is \$11.9 million, as of FY26 Second Quarter Analysis.

The Capital Improvement Sales Tax has Unappropriated Fund Balance available to support the proposed amount.

Citywide Business Plan (CWBP) Impact

1. View the [Adopted 2025-2029 Citywide Business Plan](#)
2. Which CWBP goal is most impacted by this legislation?
Infrastructure and Accessibility (Press tab after selecting.)
3. Which objectives are impacted by this legislation (select all that apply):
 - Engage in thoughtful planning and redesign of existing road networks to ensure safety, access, and mobility of users of all ages and abilities.
 - Enhance the City's connectivity, resiliency, and equity through a better-connected multi-modal transportation system for all users.
 - Build on existing strengths while developing a comprehensive transportation plan for the future.
 - Develop environmentally sustainable infrastructure strategies that improve quality of life and foster economic growth.

- Ensure adequate resources are provided for continued maintenance of existing infrastructure.
- Focus on delivery of safe connections to schools.

Prior Legislation

Ordinance 250679

Service Level Impacts

Click or tap here to provide a description of how this ordinance will impact service levels. List any related key performance indicators and impact.

Other Impacts

1. What will be the potential health impacts to any affected groups?
N/A
2. How have those groups been engaged and involved in the development of this ordinance?
N/A
3. How does this legislation contribute to a sustainable Kansas City?
N/A
4. Does this legislation create or preserve new housing units?
No (Press tab after selecting)

Click or tap here to enter text.

Click or tap here to enter text.

5. Department staff certifies the submission of any application Affirmative Action Plans or Certificates of Compliance, Contractor Utilization Plans (CUPs), and Letters of Intent to Subcontract (LOIs) to CREO prior to, or simultaneously with, the legislation entry request in Legistar.

No - CREO's review is not applicable (Press tab after selecting)

Please provide reasoning why not:

Click or tap here to enter text.

6. Does this legislation seek to approve a contract resulting from an Invitation for Bid?

No(Press tab after selecting)

Click or tap here to enter text.

7. Does this legislation seek to approve a contract resulting from a Request for Proposal/Qualification (RFP/Q)?

No(Press tab after selecting)