

LEGISLATIVE FISCAL NOTE				LEGISLATION NUMBER:						
LEGISLATION IN BRIEF:										
The proposed Redevelopment Area described by the Plan is generally bounded by Swope Parkway on the north, 49th Street on the south, Chestnut Avenue on the west, and College Avenue on the east, all in Jackson County, Kansas City, Missouri.										
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?						YES		Yes/No		
Does this Legislation estimate new revenue in the current Fiscal Year?						NO		Yes/No		
Section 00: Notes:										
The costs associated with this project do not pose an immediate material impact on the City's finances. Expenses related to the City of Kansas City's direct contributions through the Public Improvements Advisory Committee (PIAC) and Central City Sales Tax Board come from existing appropriations in the current year and future allocations made through the FY2021-22 Budget. Future Redirection through Statutory and Super TIF agreements constitute 100% of newly generated tax revenue and cap at \$2,995,838. That agreement is satisfied first from a redirection of Earnings Taxes, with the remainder designated to come from Capital Improvements and Public Safety Sales taxes - excluding all other sales taxes. The City will continue to receive property taxes as assessed but will do so as a Payment in Lieu of Taxes (PILOT), rather than Ad Valorem taxes.										
The project is assumed to create additional Sales and Use taxes to satisfy any remaining obligations to the contract and new taxes above those listed on this fiscal note. The associated plan does not provide new estimates for additional Sales and Use Tax revenue. Still, the Department of Economic Development believes it will represent a net gain to the City.										
FINANCIAL IMPACT OF LEGISLATION										
Section 01: If applicable, where are funds appropriated in the current budget?										
FUND DEPTID ACCOUNT PROJECT				FY 20-21 BUD		FY 21-22 EST				
3090 Fund In-district, 2200 Project Reserve				\$ 4,150,000		\$ 1,000,000				
Section 02: If applicable, where will new revenues be estimated?										
FUND DEPTID ACCOUNT PROJECT				FY 20-21 BUD		FY 21-22 EST				
Various. See funds below				-		\$ -				
Section 03: If applicable, where will appropriations be increased?										
FUND DEPTID ACCOUNT PROJECT				FY 20-21 BUD		FY 21-22 EST				
Various. See funds below				-		-				
NET IMPACT ON OPERATIONAL BUDGET				-		\$ -				
				RESERVE STATUS:		* Supported be existing reserves and appropriations				
SECTION 04: FIVE-YEAR FISCAL IMPACT (Direct and indirect)										
FUND	FUND NAME		FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26	Yr 6-23	Project Totals
3090	CIP Sales Tax	New Tax*	\$ -	\$ -	\$ 7,544	\$ 7,695	\$ 7,849	\$ 8,006	\$ 186,514	\$ 217,607
2320	Public Safety Sales Tax	New Tax*	\$ -	\$ -	\$ 1,886	\$ 1,924	\$ 1,962	\$ 2,001	\$ 46,628	\$ 54,402
1000	Earnings Tax	New Tax*	\$ -	\$ -	\$ 94,430	\$ 96,319	\$ 98,245	\$ 100,210	\$ 2,334,626	\$ 2,723,830
TOTAL REV			-	-	103,860	105,938	108,056	110,217	2,567,768	2,995,839
FUND	FUND NAME		FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26	Yr 6-23	Project Totals
3090	CIP Sales Tax	Redirection	\$ -	\$ -	\$ 7,544	\$ 7,695	\$ 7,849	\$ 8,006	\$ 186,514	\$ 217,607
3090	CIP Sales Tax	PIAC	\$ 150,000.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 150,000
2320	Public Safety Sales Tax	Redirection	\$ -	\$ -	\$ 1,886	\$ 1,924	\$ 1,962	\$ 2,001	\$ 46,628	\$ 54,402
2200	Central City	Contribution	\$ 4,000,000.00	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,000,000
										\$ -
1000	Earnings Tax	New Tax*	\$ -	\$ -	\$ 94,430	\$ 96,319	\$ 98,245	\$ 100,210	\$ 2,334,626	\$ 2,723,830
TOTAL EXP			4,150,000	1,000,000	103,860	105,938	108,056	110,217	2,567,768	8,145,839
NET IMPACTS			(4,150,000)	(1,000,000)	-	-	-	-	-	(5,150,000)
REVIEWED BY			Kolbe Krzyzanowski			DATE			11/9/2020	

Section 4: Uses of CCED, TIF Redirections, and SuperTIF Redirections are limited to specific purposes as outline in the TIF Plan.

Project Overlook - Estimated Redireciton Schedule <i>asusming 2.0% growth annually</i>					
Fiscal Year	Statutory TIF	Super TIF	Maximum Exposure - Statutory Of Sales Taxes	Maximum Exposure - Non- Statutory Of Sales Taxes	
FY 2023	\$ 94,430	\$ 94,430	\$ 9,430	\$ 9,430	
FY 2024	\$ 96,319	\$ 96,319	\$ 9,619	\$ 9,619	
FY 2025	\$ 98,245	\$ 98,245	\$ 9,811	\$ 9,811	
FY 2026	\$ 100,210	\$ 100,210	\$ 10,007	\$ 10,007	
FY 2027	\$ 102,214	\$ 102,214	\$ 10,207	\$ 10,207	
FY 2028	\$ 104,258	\$ 104,258	\$ 10,411	\$ 10,411	
FY 2029	\$ 106,344	\$ 106,344	\$ 10,620	\$ 10,620	
FY 2030	\$ 108,470	\$ 108,470	\$ 10,832	\$ 10,832	
FY 2031	\$ 110,640	\$ 110,640	\$ 11,049	\$ 11,049	
FY 2032	\$ 112,853	\$ 112,853	\$ 11,270	\$ 11,270	
FY 2033	\$ 115,110	\$ 115,110	\$ 11,495	\$ 11,495	
FY 2034	\$ 117,412	\$ 117,412	\$ 11,725	\$ 11,725	
FY 2035	\$ 119,760	\$ 119,760	\$ 11,960	\$ 11,960	
FY 2036	\$ 122,155	\$ 122,155	\$ 12,199	\$ 12,199	
FY 2037	\$ 124,598	\$ 124,598	\$ 12,443	\$ 12,443	
FY 2038	\$ 127,090	\$ 127,090	\$ 12,692	\$ 12,692	
FY 2039	\$ 129,632	\$ 129,632	\$ 12,945	\$ 12,945	
FY 2040	\$ 132,225	\$ 132,225	\$ 13,204	\$ 13,204	
FY 2041	\$ 134,869	\$ 134,869	\$ 13,468	\$ 13,468	
FY 2042	\$ 137,567	\$ 137,567	\$ 13,738	\$ 13,738	
FY 2043	\$ 140,318	\$ 140,318	\$ 14,012	\$ 14,012	
FY 2044	\$ 143,124	\$ 143,124	\$ 14,293	\$ 14,293	
FY 2045	\$ 145,987	\$ 145,987	\$ 14,579	\$ 14,579	
Total	\$ 2,723,830	\$ 2,723,830	\$ 272,009	\$ 272,009	

**The City's Finance Department did not develop the growth model used to create the above projections; however, that model estimates a 2.0% annual growth rate, which meets or exceeds the standards of conservative estimation used by the Finance Department.*