

OPERATING/PROGRAMMATIC

Legislative Fiscal Note (Committee Sub)

Com Sub for 190930

Ordinance Number

Ordinance Title (in Brief)

Authorizing the City Manager to enter into a Tax Contribution Agreement with Project Decoy for the purpose of incentivizing job creation in Kansas City; Project Decoy anticipates employing 919 full-time employees plus an additional 120 full-time employees over 6 years, anticipated average annual salary of \$166,377, which would generate a projected annual payroll of \$173,824,143.

Does this Legislation Estimate New or Additional Revenues to the City?

☐ No

☒ Yes
1000,
Fund 6830

If yes, please identify in which Fund these revenues will be deposited (e.g. General, Sales Tax) and provide the following revenue information:

Revenue Detail	FY 2019-20	FY 2020-21
General Fund	\$	\$ 1,738,241
General Fund (Redirection)	-	(869,121)
Special Revenue	-	
Enterprise/Other - 6830 PILOT Fund		869,121
Total:	\$ -	\$ 1,738,241

(Please detail type of revenue (fees, grants, tax) and change that will occur as a result of this legislation. Provide multi-year estimates if known or, if grant revenue, please identify source of funds (federal or state) and duration of grant support.)

The estimated net-new taxable employee earnings is 100% of the total project payroll or \$1,738,241 in Earnings Tax withholding revenue. The estimated redirection is 50% of total taxable payroll; or \$869,121.

Project Decoy includes both Enhanced Enterprise Zone and Chapter 100 abatement at less than 100%, resulting in a net-neutral, or net positive, impact of municipal revenues.

Does this Legislation increase appropriations in the current budget?

☐ No

☒ Yes

If Yes, please complete the following budget information:

Expense Detail	FY 2019-20	FY 2020-21
General Fund	\$ -	\$
Special Revenue	-	-
Enterprise/Other - 6830 PILOT Fund		869,121
Total:	\$ -	\$ 869,121

Please detail the extent to which these increased appropriations will be of a permanent nature (e.g. number of additional staff, facilities, long-term contracts)

What is outlined above is the standard procedure for the redirection of Economic Development Taxes. Economic activity taxes are redirected to the PILOT and Economic Development Fund, those redirections are then paid to a developer.

Does this Legislation expand the scope of current city services?

☒ No

☐ Yes

(Please detail estimate number of people to be served, who is delivering services currently to that population, service performance expectations and, if grant supported, provisions for support if grant support ends.)

Is this legislation the result of a federal or state legislative mandate?

☒ No

☐ Yes

(If yes, please detail the purpose and source for that mandate).

Reviewed by:

Kolbe Krzyzanowski

Office of Management and Budget

OMB Approval Date

12/4/2019

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Fund 6830

If yes, please identify in which Fund these revenues will be deposited (e.g. General, Sales Tax) and provide the following revenue information:

Revenue Detail	FY 2019-20	FY 2020-21
General Fund	\$	\$ 1,738,241
General Fund (Redirection)	-	(1,250,000)
Special Revenue	-	-
Enterprise/Other - 6830 PILOT Fund		1,250,000
Total:	\$ -	\$ 1,738,241

(Please detail type of revenue (fees, grants, tax) and change that will occur as a result of this legislation. Provide multi-year estimates if known or, if grant revenue, please identify source of funds (federal or state) and duration of grant support.)

The sources of City Funds is a 15-year abatement agreement of economic activity taxes not to exceed 18,750,000 or an average of \$1,250,000 per year for the duration of the 15-year agreement.

Does this Legislation increase appropriations in the current budget?

☐ No

☒ Yes

If Yes, please complete the following budget information:

Expense Detail	FY 2019-20	FY 2020-21
General Fund	\$ -	\$ -
Special Revenue	-	-
Enterprise/Other - 6830 PILOT Fund		1,250,000
Total:	\$ -	\$ 1,250,000

Please detail the extent to which these increased appropriations will be of a permanent nature (e.g. number of additional staff, facilities, long-term contracts)

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Reviewed by:

Office of Management and Budget

OMB Approval Date

CAPITAL PROJECT

Ordinance Fiscal Note

Ordinance Number

Ordinance Title (in Brief)

Is this ordinance for the following:

- ☐ New Construction
☐ Replacement
☐ Repair

Was this project programmed in the Five-Year Capital Improvement Plan?

☐ No
FY

☐

If yes, please identify year in which this project was funded.

If no, please detail the reasons why this project was not included and need for present funding request.

Does this project leverage non-city funds for design/construction?

☐ No

☐

If yes, please identify source and amount.

If no, please identify source and amount of city funds.

If ordinance is for construction or replacement of asset please provide the following information:

Total estimated costs (design through construction): \$

Estimated lifespan of project in years \$

Estimated annual operating and maintenance costs \$

(Please detail type of maintenance or operating costs needed, additional staffing, capital maintenance costs, utilities, etc.)

Are these O&M costs reflected in the current budget?

☐ No

☐

If yes, please provide source of funds.

If no, please identify year in which additional operating and maintenance costs will be needed.

FY

Reference Numbers: (Previously approved legislation):

Reviewed by:

<INSERT NAME HERE>

Office of Management and Budget

OMB Approval Date

<INSERT DATE HERE>

| Yes

| Yes

| Yes