

GENERAL

Ordinance Fact Sheet

220035

Ordinance Number

Brief Title

Authorizing the Director of Finance to accept a proposal of Banc of America Public Capital Corp ("BAPCC") to finance the acquisition and installation of 920 parking meters; estimating proceeds and appropriating the same amounts; authorizing the execution of necessary agreements; and designating requisitioning authority.

Reason

To finance the purchase and replacement of 920 parking meters for parking control. These 920 devices will meter 2,000 spaces.

<p>Reason for Legislation</p> <p>Authorizing the Director of Finance to accept a proposal of Banc of America Public Capital Corp. ("BAPCC") to finance the acquisition of 800 Single Parking Meters, 120 Pay Stations, and Software/Equipment for the Public Works Department ("Project"); estimating revenue and appropriating \$2,355,000.00 in fund 3230, the Equipment Lease Capital Acquisition Fund; authorizing the execution of any and all documents and agreements necessary for the financing; designating requisitioning authorities; authorizing the Director of Finance to close project accounts upon completion; approving Lease Counsel; and declaring the intent of the City to reimburse itself from the lease purchase proceeds for certain expenditures.</p>
<p>Discussion (explain all financial aspects of the proposed legislation, including future implications, any direct/indirect costs, specific account numbers, ordinance references, and budget page numbers.)</p> <p>The ordinance requests authorization to finance the Project with one draw upon the Master Lease Purchase Agreement between the City and Bank of America Public Capital Corporation ("BAPCC") for the purpose of acquiring and installment over 1,000 new parking meters. The lease term is expected to not exceed more than a four (4) year period.</p> <p>The current parking meters are at end of life, and do not meet modern parking standards, such as allowing for credit card payment. The new system is expected to generate \$1,500 per stall, or roughly \$3 million annually once all 2,000 spaces are upgraded. Currently City generates \$400 per stall or about \$500,000 annually. The revenue growth is aided by this technology package as well as supplemental parking enforcement services pursuant to Ordinance No. 211010.</p>

<p>Sponsor</p> <p>Tammy L. Queen, Director of Finance Michael Shaw, Public Works Department Department</p>	<p>Programs, Departments, or Groups Affected</p> <p>Public Works</p>
<p>Applicants / Proponents</p>	<p>Applicant</p> <p>City Department Finance Department Public Works Department/Parking Division Other</p>
<p>Opponents</p>	<p>Groups or Individuals</p> <p>None Known</p> <p>Basis of opposition</p>
<p>Staff Recommendation</p>	<p><input checked="" type="checkbox"/> For</p> <p><input type="checkbox"/> Against</p> <p>Reason Against</p>
<p>Board or Commission Recommendation</p>	<p>By</p> <p><input type="checkbox"/> For <input type="checkbox"/> Against <input type="checkbox"/> No action taken</p> <p><input type="checkbox"/> For, with revisions or conditions (see details column for conditions)</p>
<p>Council Committee Actions</p>	<p><input type="checkbox"/> Do pass</p> <p><input type="checkbox"/> Do pass (as amended)</p> <p><input type="checkbox"/> Committee Sub.</p> <p><input type="checkbox"/> Without Recommendation</p> <p><input type="checkbox"/> Hold</p>

(Continued on reverse side)

Details

Is it good for the children?

Yes

How will this contribute to a sustainable Kansas City?

The citizens and visitors of Kansas City will be provided with state of the art equipment to facilitate their ability to park and attend events downtown.

Outstanding debt information as of December 31, 2021.

General Municipal Debt Outstanding: \$ 1,480,170,213
 Debt Service as a Percent of Governmental Funds Revenue
 Actual: 15.6%
 Target: < 14.5%

Total Debt Outstanding as a Percent of Governmental Funds Revenue
 Actual: 132.2%
 Target: < 125.0%

Debt Outstanding as a Percent of Market Value
 Actual: 3.7%
 Target: < 4.5%

Percent of Debt Retired in 10 Years: 67%

Policy/Program Impact

<p>Policy or Program Change</p>	<p><input checked="" type="checkbox"/> No <input type="checkbox"/> Yes</p>
<p>Operational Impact Assessment</p>	
<p>Finances</p>	
<p>Cost & Revenue Projections -- Including Indirect Costs</p>	<p>Estimated debt service, assuming a 1.56% tax-exempt interest rate over a four (4) year lease term, is shown below.</p> <p>Parking Meters: Annual Debt Service: \$608,000 Total Debt Service: \$2,432,000</p>
<p>Financial Impact</p>	
<p>Fund Source (s) and Appropriation Account Codes</p>	<p>Source of repayment for debt service is parking fund revenues.</p>

(Use this space for further discussion, if necessary)

Applicable Dates:

Fact Sheet Prepared by:

Name: Dan Grandcolas

Date: 01/05/2022

Title: Public Finance Manager

Reviewed by:

Name: Kimberly Carter

Date: 01/05/2022

Title: City Treasurer

Reference Numbers