

# OPERATING/PROGRAMMATIC

180512

## Legislative Fiscal Note

Ordinance Number

### Ordinance Title (in Brief)

Authorizing the Director of Finance to enter into an inter-fund borrowing agreement with the Kansas City Water Services Department in order to provide local matching funds for two flood control projects being constructed by the United States Army Corps of Engineers ("Corps") pursuant to two Project Cooperation Agreements ("PCA")

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

☐ No☒ Yes

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 2017-18 | FY 2018-19   |
|--------------------------------|------------|--------------|
| General Fund                   |            |              |
| Special Revenue                |            |              |
| Enterprise                     |            |              |
| Other-Transfer from Water Fund |            | 9,100,000    |
| Total:                         | \$ -       | \$ 9,100,000 |

(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)

### Does this Legislation increase appropriations in the current budget?

☐ No☒ Yes

If Yes, please complete the following budget information:

| Expense Detail   | FY 2017-18 | FY 2018-19   |
|--|------------|--------------|
| General Fund   |            |              |
| Special Revenue  |            |              |
| Enterprise   |            |              |
| Other- Capital Appropriation in a Special Capital Fund |            | 9,100,000    |
| Total:   | \$ -       | \$ 9,100,000 |

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)

\$6.1 million in funds made available through a loan from the Water Services Department's Water Fund, will be disbursed to the U.S. Army Corps of Engineers for the completion of flood control projects at Swope Industrial Area in Kansas City, Missouri. An additional \$3 million will be used by the City for additional improvements to the Swope Industrial Area. Loan principal will be repaid from proceeds of the City's general obligation bonds between 2020 and 2021. Loan interest will be serviced from general municipal revenues as federal tax law does not allow for the reimbursement of carrying costs of funds expended prior to issuance.

Funds appropriated in the Enterprise Fund are to be transferred to a capital projects fund for appropriation of the

### 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:

Office of Management and Budget

OMB Approval Date