



# City of Kansas City, Missouri

## Docket Memo

Ordinance/Resolution #: 230888

Submitted Department/Preparer: Finance

Revised 8/3/23

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

Establishing Fund No. 3452, the Special Obligation Bond Series 2024B Projects Fund, in the records of the City of Kansas City; estimating revenue in the amount of \$44,123,574.00 in Fund No. 3452, the Special Obligation Bond Series 2024B Projects Fund, and appropriating the same; designating requisitioning authorities; authorizing the Director of Finance to close project accounts upon completion; declaring the intent of the City to reimburse itself from the bond proceeds for certain expenditures; recognizing an accelerated effect date on the ordinance; and authorizing the Director of Finance to execute a two-party agreement between the City and Conrad Fire Equipment Inc.

### Discussion

In 2015 PNC and the City entered into a three party agreement Lease Purchase for nine (9) rear mount platforms, three (3) Pierce tillers, three (3) Pierce Rescues and one (1) Pierce Hazmat vehicle in the principal amount of \$16,573,398.76 (net of prepay discounts) pursuant to a Lease Purchase Agreement (Turn-In Lease for Pierce Equipment) dated June 29, 2015 (the "2015 Pumper Lease"), with a lease term ending July 29, 2025.

KCFD would continue with the Suppression life cycle process by moving forward with the purchase of the heavy fleet and 12 Pumpers (22 Pumpers already purchased through the "2022 Pumper Project") with a final count of 34 Pumpers. KCFD will sell the Current Pumpers and Heavy Fleet with an estimated total revenue source of \$3.6M. With this ordinance the City would use Public Bond Financing instead of the PNC Financing to purchase the Heavy Fleet along with the Pumpers to continue the life cycle process established in FY 2015.

### Fiscal Impact

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

2. What is the funding source?  
The new fleet will be purchased with the proceeds of the special obligation bonds.  
Debt service on the special obligation bonds will be paid from the Fire Sales Tax – Capital Fund (2301).
3. How does the legislation affect the current fiscal year?  
Ordinance estimates and appropriates bond proceeds in a capital project bond fund for use in acquiring fire pumpers and other vehicles.
4. Does the legislation have a fiscal impact in future fiscal years? Please notate the difference between one-time and recurring costs.  
Yes, estimated average annual debt service, assuming a 3.96% federally tax-exempt interest rate, will be approximately \$4.78 million, beginning in Fiscal Year 2024-25.
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.  Yes  No
2. This fund has a structural imbalance.  Yes  No
3. Account string has been verified/confirmed.  Yes  No

**Additional Discussion (if needed)**  
Click or tap here to enter text.

**Citywide Business Plan (CWBP) Impact**

1. View the [FY23 Citywide Business Plan](#)
2. Which CWBP goal is most impacted by this legislation?  
Public Safety (Press tab after selecting.)
3. Which objectives are impacted by this legislation (select all that apply):
  - Reduce violent crime among all age groups, placing an emphasis on young offenders

- Evaluate and identify areas of opportunity in the emergency response delivery system to ensure the best possible patient outcome
- Improve the diversity of employee recruitment, succession planning, and retention in the Police and Fire Departments
- Increase effectiveness and efficiencies of operations at Municipal Court and work to achieve the best possible outcomes for those served
- 
- 

## Prior Legislation

Ordinance No. 150394 approved the financing and acquisition of fire pumpers and heavy vehicles, in 2015, that the Kansas City Fire Department is now seeking to be replaced.

Ordinance No. 220036 and 220561 approved the financing of a total of twenty-two (22) fire pumpers, which were the first two replacement acquisitions for the fire pumpers acquired in 2015.

## Service Level Impacts

A modern fleet will provide 24 hour, 7 day a week emergency services to the citizens and visitors of Kansas City, Missouri. Other Missouri regions and surrounding jurisdictions within the Metropolitan region rely on KCFD to provide needed emergency services through Mutual Aid – Auto Aid agreements.

## Other Impacts

1. What will be the potential health impacts to any affected groups?  
The impact would be to all citizens and visitors of the Metropolitan Kansas City area in the form of more reliable service supported by a modern and well-maintained fleet.
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?  
New fleet will provide more fuel efficiency.

4. Department staff certifies the submission of any applicable Affirmative Action Plans or Certificates of Compliance, Contractor Utilization Plans (CUPs), Non-Discrimination documents, and Letters of Intent to Subcontract (LOIs) to CREO prior to the legislation entry request in Legistar.

No - CREO's review is not applicable

Please provide reasoning why not:

The purchase of these apparatus is in accordance with the Houston-Galveston Area Council (H-GAC) Co-Op Contract No. FS12-19A, which is on file with the Fire Department.

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

No The purchase of these apparatus is in accordance with the Houston-Galveston Area Council (H-GAC) Co-Op Contract No. FS12-19A, which is on file with the Fire Department.

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

No The purchase of these apparatus is in accordance with the Houston-Galveston Area Council (H-GAC) Co-Op Contract No. FS12-19A, which is on file with the Fire Department.