

# GENERAL

## Ordinance Fact Sheet

**150591**

Ordinance Number

<p><b>Brief Title</b></p>          <p><b>Enhanced Enterprise Zone #1 - 304 West 10th Street - Real Property Tax Abatement Request</b></p>	<p><b>Approval Deadline</b></p>	<p><b>Reason</b></p> <p>EEZ #1 Board approved a 10-year abatement of 100% of the increased real property taxes on the commercial assessment of the property.</p>
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Details	Positions/Recommendations														
<p><b>Specific Address</b></p> <p>304 West 10th Street , located in the Central Business District, is within Kansas City's Enhanced Enterprise Zone #1 (EEZ #1).</p> <p><b>Reason For Legislation</b></p> <p>On July 7, 2015, EEZ #1 Board approved a 10-year abatement of 100% of the increased property taxes on the commercial assessment of 304 West 10th Street.</p> <p><b>Discussion</b></p> <p><b>Project Description:</b> The proposed project will allow Installation and Services Technologies (IST) to relocate its full operation from Kansas to downtown Kansas City, MO at 304 W. 10<sup>th</sup> Street.</p> <p><b>Investment &amp; Employment:</b> 304 W. 10<sup>th</sup> Street has been purchased by KRAM Holdings, LLC. It was purchased for \$375,000 in early 2015. It is estimated that about \$1.9 million will be invested into upgrading the facility. 54 current positions will be brought over from the Kansas location and 6 brand new positions will be added as a result of this relocation and expansion. Therefore, 60 net new jobs to Kansas City, MO will be created through this project. The average wage will be almost \$39,000. The positions will include installation technicians, project coordinators and company managers.</p> <p><b>Abatement Request:</b> IST has been approved for job creation benefits under the state's Missouri Works Program, therefore, they are entitled to at least the standard Enhanced Enterprise Zone (EEZ) tax abatement of 50% for 10 years on real property.</p> <p>IST is requesting a longer and deeper real property tax abatement through the EEZ program of 100% for 10 years as justified by the job creation and return on abatement (ROA) ratio yielded in the EDC's longer and deeper analysis.</p>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%;"><b>Sponsor</b></td> <td></td> </tr> <tr> <td><b>Programs, Departments, or Groups Affected</b></td> <td></td> </tr> <tr> <td><b>Applicants / Proponents</b></td> <td> <p>Applicant Enhanced Enterprise Zone #1 Board</p> <p>City Department</p> <p>Other</p> </td> </tr> <tr> <td><b>Opponents</b></td> <td> <p>Groups or Individuals</p> <p>None Known</p> </td> </tr> <tr> <td><b>Staff (EDC/EEZ Staff) Recommendation</b></td> <td> <p><input checked="" type="checkbox"/> For</p> <p><input type="checkbox"/> Against</p> <p>Reason Against</p> </td> </tr> <tr> <td><b>Board or Commission Recommendation</b></td> <td> <p>By <b>Enhanced Enterprise Zone #1 Board</b></p> <p><input checked="" 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><input type="checkbox"/> Not Applicable</p> </td> </tr> <tr> <td><b>Council Committee Actions</b></td> <td> <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> <p><input type="checkbox"/> Do not pass</p> </td> </tr> </table>	<b>Sponsor</b>		<b>Programs, Departments, or Groups Affected</b>		<b>Applicants / Proponents</b>	<p>Applicant Enhanced Enterprise Zone #1 Board</p> <p>City Department</p> <p>Other</p>	<b>Opponents</b>	<p>Groups or Individuals</p> <p>None Known</p>	<b>Staff (EDC/EEZ Staff) Recommendation</b>	<p><input checked="" type="checkbox"/> For</p> <p><input type="checkbox"/> Against</p> <p>Reason Against</p>	<b>Board or Commission Recommendation</b>	<p>By <b>Enhanced Enterprise Zone #1 Board</b></p> <p><input checked="" 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><input type="checkbox"/> Not Applicable</p>	<b>Council Committee Actions</b>	<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> <p><input type="checkbox"/> Do not pass</p>
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**Details**

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**Policy/Program Impact**

<b>Policy or Program Change</b>	<input checked="" type="checkbox"/> No <input type="checkbox"/> Yes
<b>Operational Impact Assessment</b>	Not Applicable

**Finances**

<b>Cost &amp; Revenue Projections -- Including Indirect Costs</b>	
<b>Financial Impact</b>	
<b>Fund Source (s) and Appropriation Account Codes</b>	
<b>Is this Ordinance or Resolution Good for the Children?</b>	Yes. The acquisition and rehabilitation of the 304 W 10th property for the Installation and Services Technology will remove blight and create jobs which will ultimately benefit our children.

**Applicable Dates:**

The EEZ Zone #1 Board heard and recommended this request for abatement on July 7, 2015

**Fact Sheet Prepared by:**

Jeremy Davis, Business Development Officer, EDC

**Reviewed by:**

**Reference Numbers**