



Agenda

Finance, Governance and Public Safety Committee

Katheryn Shields, Chair
Heather Hall, Vice Chair
Ryana Parks-Shaw
Melissa Robinson
Lee Barnes
Kevin McManus

Wednesday, December 1, 2021

10:30 AM

26th Floor, Council Chamber

PUBLIC OBSERVANCE OF MEETINGS

Members of the City Council may attend this meeting via videoconference.

Any closed session may be held via teleconference.

The public can observe this meeting at the links provided below.

Applicants and citizens wishing to participate have the option of attending each meeting or they may do so through the videoconference platform ZOOM, using this link:

<https://us02web.zoom.us/j/84530222968>

211024 Approving and authorizing settlement of lawsuits entitled Leroy Jones v. City of Kansas City, Missouri, Case Nos. 1916-CV26683, 2116-CV09497, and WD84715.

Attachments: [fact sheet-jones](#)
[fiscal note-jones](#)

211039 Appropriating \$3,069,012.30 from the Unappropriated Fund Balance of the Water Fund; estimating and appropriating \$3,069,012.30 from the Unappropriated Fund Balance of the City Legal Expense Fund; and approving and authorizing settlement of claims by Gary Lee and Penn Hill Properties LLC.

Attachments: [fact sheet-penn hill](#)
[fiscal note-penn hill](#)
[Approp Admin - Lee and Penn Hill](#)

211040 Appropriating \$9,423,659.62 from the Unappropriated Fund Balance of the Water Fund; estimating and appropriating \$9,423,659.62 from the Unappropriated Fund Balance of the City Legal Expense Fund; and approving and authorizing settlement of a claim by 1125 Grand Boulevard LLC.

Attachments: [fact sheet-grand boulevard](#)
[fiscal note-grand blvd](#)
[Approp Admin - 1125 Grand](#)

211023 Waiving the prohibitions of City Code Section 2-2044 to allow Ralph Davis to consult with current City employees as part of his responsibilities as project manager for Transportation Planning and Construction Projects for the Kansas City Streetcar Authority.

Attachments: [Fact Sheet - Exception Ordinance](#)
[Fiscal Note - Exception Ordinance](#)

211037 Approving the issuance by the City of Kansas City Missouri of its special obligation bonds (the "Series 2021E Bonds"), to finance and refinance certain obligations of the City on a taxable basis with an estimated cost of \$50,500,000.00, such Series 2021E Bonds to be issued in an aggregate principal amount not to exceed \$51,000,000.00; approving and authorizing certain documents and actions relating to the issuance of the Series 2021E Bonds; estimating and appropriating revenue in Fund No. 3340, the Taxable Special Obligation Refunding Bond Fund Series 2021E; designating requisitioning authority; and authorizing the Director of Finance to modify and close project accounts.

Attachments: [SO 2021E Fact Sheet 11.08.2021 TQ Changes](#)
[Special Obligation 2021E Fiscal Note revised 11.04.2021 eb](#)
[Hotel Catering Bond Approp Admin](#)

Hall and Lucas

211042 Creating the Kansas City Young Adult City Council to reestablish the Kansas City Youth Commission established in Division 19 of the Kansas City Municipal Code.

Attachments: [No fact Sheet 211042](#)

HELD IN COMMITTEE

- 210921** RESOLUTION - Updating the 2020-2024 Citywide Business Plan including City Goals, the Financial Strategic Plan, and the Balanced Scenario of the Five-Year Planning Model; and directing the City Manager to align departmental strategic plans and business plans to the Citywide Business Plan

Attachments: [Fact Sheet 2021 CWBP](#)

ADDITIONAL BUSINESS

1. Finance staff will present the monthly financial report for September 30, 2021 and the 2nd Quarter budget projections and analysis.
2. There may be a discussion about scheduling presentations from city departments concerning the 2022-2023 budget.
3. There may be a general discussion regarding current Finance, Governance and Public Safety issues.
4. Closed Session
 - Pursuant to Section 610.021 subsection 1 of the Revised Statutes of Missouri to discuss legal matters, litigation, or privileged communications with attorneys;
 - Pursuant to Section 610.021 subsection 2 of the Revised Statutes of Missouri to discuss real estate;
 - Pursuant to Section 610.021 subsections 3 and 13 of the Revised Statutes of Missouri to discuss personnel matters;
 - Pursuant to Section 610.021 subsection 9 of the Revised Statutes of Missouri to discuss employee labor negotiations;
 - Pursuant to Section 610.021 subsection 11 of the Revised Statutes of Missouri to discuss specifications for competitive bidding;
 - Pursuant to Section 610.021 subsection 12 of the Revised Statutes of Missouri to discuss sealed bids or proposals; or
 - Pursuant to Section 610.021 subsection 17 of the Revised Statutes of Missouri to discuss confidential or privileged communications with auditors.

Those who wish to comment on proposed ordinances can email written testimony to public.testimony@kcmo.org. Comments received will be distributed to the committee and added to the public record by the clerk.

The city provides several ways for residents to watch City Council meetings:

- Livestream on the city's website at www.kcmo.gov
- Livestream on the city's YouTube channel at <https://www.youtube.com/watch?v=3hOublg4fok>
- Watch Channel 2 on your cable system. The channel is available through Time Warner Cable (channel 2 or 98.2), AT&T U-verse (channel 99 then select Kansas City) and Google Fiber on Channel 142.
- To watch archived meetings, visit the City Clerk's website and look in the Video on Demand section: http://kansascity.granicus.com/ViewPublisher.php?view_id=2

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The City Clerk's Office now has equipment for the hearing impaired for use with every meeting. To check out the equipment please see the secretary for each committee. Be prepared to leave your Driver's License or State issued Identification Card with the secretary and she will give you the equipment. Upon returning the equipment your license will be returned.



File #: 211024

ORDINANCE NO. 211024

Approving and authorizing settlement of lawsuits entitled *Leroy Jones v. City of Kansas City, Missouri*, Case Nos. 1916-CV26683, 2116-CV09497, and WD84715.

BE IT ORDAINED BY THE COUNCIL OF KANSAS CITY:

Section 1. That the payment of the sum of \$350,000.00 in settlement of the lawsuits styled, *Leroy Jones v. City of Kansas City, Missouri*, Case Nos. 1916-CV26683, 2116-CV09497, and WD84715, as recommended by the City Attorney and the Risk Management Committee, is hereby approved.

Section 2. That the City Attorney is hereby authorized to pay the sum of \$350,000.00 in settlement of said claims in this lawsuit from funds previously appropriated in Account No. 22-7010-131543-B, Public Official Liability Fund.

..end

I hereby certify that there is a balance, otherwise unencumbered, to the credit of the appropriation to which the foregoing expenditure is to be charged, and a cash balance, otherwise unencumbered, in the treasury, to the credit of the fund from which payment is to be made, each sufficient to meet the obligation hereby incurred.

Tammy Queen
Director of Finance

Approved as to form and legality:

Tara M. Kelly
Senior Associate City Attorney

GENERAL

Ordinance Fact Sheet

211024

Ordinance Number

Brief Title: Approval of settlement of *Leroy Jones v. City of Kansas City, Missouri.*

Approval Deadline:

Reason: To approve settlement of *Leroy Jones v. City of Kansas City, Missouri.*

Details

<p>Reason for Legislation To seek City Council approval and authorization of \$350,000.00 settlement of the lawsuits styled <i>Leroy Jones v. City of Kansas City, Missouri</i>, Case Nos. 1916-CV26683, 2116-CV09497, and WD84715.</p>
<p>Discussion <i>(including relationship to other Council actions)</i></p> <p>Plaintiff claims he was harassed and treated inequitably because of his race and due to his protected activity. This settlement resolves any potential liability, punitive damages, future liability, and attorneys' fees.</p> <p>Is it good for the children? Yes.</p>

Positions / Recommendations

Sponsor(s) Matthew Gigliotti, City Attorney	
Programs, Departments, or Groups Affected Water Services Department	
Applicants/Proponents	Applicant City Department Other
Opponents	Groups or Individuals Basis of Opposition
Staff Recommendation	<input type="checkbox"/> For <input type="checkbox"/> Against Reasons Against:
Board or Commission Recommendation	<input type="checkbox"/> For <input type="checkbox"/> Against <input type="checkbox"/> No Action Taken <input type="checkbox"/> For, with revisions or conditions
Council Committee Action	<input type="checkbox"/> Do Pass <input type="checkbox"/> Do Pass (as amended) <input type="checkbox"/> Committee Substitute <input type="checkbox"/> No Recommendation <input type="checkbox"/> Hold <input type="checkbox"/> Do Not Pass

Details

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Policy / Program Impact

Policy or Program Change	9 No 9 Yes
Operational Impact Assessment	

Finances

Cost and Revenue Projections	Cost of Legislation \$350,000.00 Increase/Decrease in Revenue Expected Annually
Fund Sources	22-7010-131543-B, Public Official Liability Fund

Applicable Dates:

Fact Sheet Prepared By:

Tara M. Kelly, Senior Associate City Attorney

Reviewed By:

Matthew Gigliotti, City Attorney

Reference Numbers:



File #: 211039

ORDINANCE NO. 211039

Appropriating \$3,069,012.30 from the Unappropriated Fund Balance of the Water Fund; estimating and appropriating \$3,069,012.30 from the Unappropriated Fund Balance of the City Legal Expense Fund; and approving and authorizing settlement of claims by Gary Lee and Penn Hill Properties LLC.

WHEREAS, on October 6, 2020, a water main burst causing property damage to Gary Lee and Penn Hill Properties LLC's properties; and

WHEREAS, the City Council passed Ordinance No. 210838, which authorized partial settlement of a claim by Gary Lee and Penn Hill Properties LLC; and

WHEREAS, it has become necessary to pay an additional \$3,069.012.30 which would cause the total expenditures on this claim to be \$3,837,097.09, the City Council's approval is necessary to pay this amount; NOW, THEREFORE,

BE IT ORDAINED BY THE COUNCIL OF KANSAS CITY:

Section 1. Estimating revenue in the sum of \$3,069,012.30 to the City Legal Expense Fund in the following account:

22-7010-131523-485740	Water General Liability Claims	\$3,069,012.30
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Section 2. Appropriating the sum of \$3,069,012.30 from the Unappropriated Fund Balance of the City Legal Expense fund in the following account:

22-7010-131523-618200	Water General Liability Claims	\$3,069,012.30
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Section 3. Appropriating the sum of \$3,069,012.30 from the Unappropriated Fund Balance of the Water Fund to the following account:

22-8010-801000-618450	Settlement of Claims	\$3,069,012.30
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Section 4. That the payment of the additional sum of \$3,069.012.30 in settlement of the claim of Gary Lee and Penn Hill Properties LLC, Claim Nos. T2021-0689 and T2021-0698 as recommended by the City Attorney and the Risk Management Committee, is hereby approved.

Section 2. That the City Attorney is hereby authorized to pay the additional sum of \$3,069.012.30 in settlement of this claim from funds previously appropriated in Account No. 22-7010-131523-B, Water-General Liability Claims.

..end

I hereby certify that there is a balance, otherwise unencumbered, to the credit of the appropriation to which the foregoing expenditure is to be charged, and a cash balance, otherwise unencumbered, in the treasury, to the credit of the fund from which payment is to be made, each sufficient to meet the obligation hereby incurred.

Tammy L. Queen
Director of Finance

Approved as to form and legality:

Alisa N. Chambers
Assistant City Attorney

GENERAL

Ordinance Fact Sheet

211039

Ordinance Number

Brief Title: Approval of settlement of Claim File No.s T2021-0689 and T2021-0698, Gary Lee and Penn Hill Properties LLC

Approval Deadline:

Reason: To approve settlement of Claim Files T2021-0689 and T2021-0698, Gary Lee and Penn Hill Properties LLC

Details

Positions / Recommendations

<p>Reason for Legislation To seek City Council approval and authorization of settlement of the Claim File Nos. T2021-0689 and T2021-0698, Gary Lee and Penn Hill Properties LLC</p>	<p>Sponsor(s) Matthew Gigliotti, City Attorney</p>										
	<p>Programs, Departments, or Groups Affected Water Services Department</p>										
	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%;">Applicants/Proponents</td> <td style="width: 70%;">Applicant</td> </tr> <tr> <td></td> <td>City Department</td> </tr> <tr> <td></td> <td>Other</td> </tr> </table>	Applicants/Proponents	Applicant		City Department		Other				
Applicants/Proponents	Applicant										
	City Department										
	Other										
<p>Discussion <i>(including relationship to other Council actions)</i></p> <p>On October 6, 2020, a water main burst and caused property damage at 101 W. 31st Street and 111 W. 31st Street, Kansas City, Missouri. This was a Code 3 break on a 20-inch main. The main break was located in front of these buildings. The water flowed along the front of the buildings and through a parking lot located behind the buildings. All City Management, Inc. (a City contractor) has submitted an invoice for rebuilding a suspended portion of the parking lot. This ordinance will allow payment of that invoice.</p>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%;">Opponents</td> <td style="width: 70%;">Groups or Individuals</td> </tr> <tr> <td></td> <td>Basis of Opposition</td> </tr> <tr> <td>Staff Recommendation</td> <td>9 For 9 Against Reasons Against:</td> </tr> <tr> <td>Board or Commission Recommendation</td> <td>9 For 9 Against 9 No Action Taken 9 For, with revisions or conditions</td> </tr> <tr> <td>Council Committee Action</td> <td>9 Do Pass 9 Do Pass (as amended) 9 Committee Substitute 9 No Recommendation 9 Hold 9 Do Not Pass</td> </tr> </table>	Opponents	Groups or Individuals		Basis of Opposition	Staff Recommendation	9 For 9 Against Reasons Against:	Board or Commission Recommendation	9 For 9 Against 9 No Action Taken 9 For, with revisions or conditions	Council Committee Action	9 Do Pass 9 Do Pass (as amended) 9 Committee Substitute 9 No Recommendation 9 Hold 9 Do Not Pass
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Details**Policy / Program Impact**

		Policy or Program Change	9 No 9 Yes
		Operational Impact Assessment	
		Finances	
		Cost and Revenue Projections	Cost of Legislation \$3,069.012.30 Increase/Decrease in Revenue Expected Annually
		Fund Sources	22-7010-131523-B

Applicable Dates:**Fact Sheet Prepared By:**

Alisa N. Chambers, Assistant City Attorney

Reviewed By:

Matthew Gigliotti, City Attorney

Reference Numbers



File #: 211040

ORDINANCE NO. 211040

Appropriating \$9,423,659.62 from the Unappropriated Fund Balance of the Water Fund; estimating and appropriating \$9,423,659.62 from the Unappropriated Fund Balance of the City Legal Expense Fund; and approving and authorizing settlement of a claim by 1125 Grand Boulevard LLC.

WHEREAS, on February 12, 2021, a water main burst causing property damage to 1125 Grand Boulevard LLC's property; and

WHEREAS, the City Council passed Ordinance No. 210518, which authorized partial settlement of a claim by 1125 Grand Boulevard LLC; and

WHEREAS, it has become necessary to pay an additional \$9,423,659.62 which would cause the total expenditures on this claim to be \$9,623,659.62, the City Council's approval is necessary to pay this amount; NOW, THEREFORE,

BE IT ORDAINED BY THE COUNCIL OF KANSAS CITY:

Section 1. Estimating revenue in the sum of \$9,423,659.62 to the City Legal Expense Fund in the following account:

22-7010-131523-485740	Water General Liability Claims	\$9,423,659.62
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Section 2. Appropriating the sum of \$9,423,659.62 from the Unappropriated Fund Balance of the City Legal Expense fund in the following account:

22-7010-131523-618200	Water General Liability Claims	\$9,423,659.62
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Section 3. Appropriating the sum of \$9,423,659.62 from the Unappropriated Fund Balance of the Water Fund to the following account:

22-8010-801000-618450	Settlement of Claims	\$9,423,659.62
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Section 4. That the payment of the additional sum of \$9,423,659.62 in settlement of the claim of 1125 Grand Boulevard LLC, Claim No. T2021-1075 as recommended by the City Attorney and the Risk Management Committee, is hereby approved.

Section 5. That the City Attorney is hereby authorized to pay the additional sum of \$9,423,659.62 in settlement of this claim from funds previously appropriated in Account No. 21-7010-131523-B, Water-General Liability Claims.

..end

I hereby certify that there is a balance, otherwise unencumbered, to the credit of the appropriation to which the foregoing expenditure is to be charged, and a cash balance, otherwise unencumbered, in the treasury, to the credit of the fund from which payment is to be made, each sufficient to meet the obligation hereby incurred.

Tammy L. Queen
Director of Finance

Approved as to form and legality:

Alisa N. Chambers
Assistant City Attorney

GENERAL

Ordinance Fact Sheet

211040

Ordinance Number

Brief Title: Approval of settlement of Claim File No. T2021-1075, 1125 Grand Boulevard LLC

Approval Deadline:

Reason: To approve settlement of Claim File T2021-1075, 1125 Grand Boulevard LLC

Details

Positions / Recommendations

<p>Reason for Legislation To seek City Council approval and authorization of settlement of the Claim File No. T2021-1075, 1125 Grand Boulevard LLC.</p>	<p>Sponsor(s) Matthew Gigliotti, City Attorney</p>										
	<p>Programs, Departments, or Groups Affected Water Services Department</p>										
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Applicants/Proponents	Applicant										
	City Department										
	Other										
<p>Discussion <i>(including relationship to other Council actions)</i></p> <p>On February 12, 2021, a water main burst and caused property damage to the condominium apartments located at 1125 Grand Boulevard, Kansas City, Missouri. This was a Code 3 break on an 8-inch main. The main break was located next to the building. The pressure from the water caused a foundation wall to buckle which allowed the basement to flood to a depth of approximately thirty to thirty-six inches. The water flowed into the basement which housed thirty-five steel mesh storage units for building residents. To perform remediation services, the claimant initially hired PACT. A City contractor assumed this work less than one week after the break occurred. This ordinance will fully pay the claimant and the City's contractor.</p>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%;">Opponents</td> <td style="width: 70%;">Groups or Individuals</td> </tr> <tr> <td></td> <td>Basis of Opposition</td> </tr> <tr> <td>Staff Recommendation</td> <td> 9 For 9 Against Reasons Against: </td> </tr> <tr> <td>Board or Commission Recommendation</td> <td> 9 For 9 Against 9 No Action Taken 9 For, with revisions or conditions </td> </tr> <tr> <td>Council Committee Action</td> <td> 9 Do Pass 9 Do Pass (as amended) 9 Committee Substitute 9 No Recommendation 9 Hold 9 Do Not Pass </td> </tr> </table>	Opponents	Groups or Individuals		Basis of Opposition	Staff Recommendation	9 For 9 Against Reasons Against:	Board or Commission Recommendation	9 For 9 Against 9 No Action Taken 9 For, with revisions or conditions	Council Committee Action	9 Do Pass 9 Do Pass (as amended) 9 Committee Substitute 9 No Recommendation 9 Hold 9 Do Not Pass
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Details**Policy / Program Impact**

		Policy or Program Change	9 No 9 Yes
		Operational Impact Assessment	
		Finances	
		Cost and Revenue Projections	Cost of Legislation \$9,423,659.62 Increase/Decrease in Revenue Expected Annually
		Fund Sources	22-7010-131523-B

Applicable Dates:**Fact Sheet Prepared By:**

Alisa N. Chambers, Assistant City Attorney

Reviewed By:

Matthew Gigliotti, City Attorney

Reference Numbers



File #: 211023

ORDINANCE NO. 211023

Waiving the prohibitions of City Code Section 2-2044 to allow Ralph Davis to consult with current City employees as part of his responsibilities as project manager for Transportation Planning and Construction Projects for the Kansas City Streetcar Authority.

WHEREAS, by Section 2-2044 of its Code of Ordinances, the City prohibits an employee serving in an executive or administrative capacity from performing any service for compensation in which they attempt to directly influence a decision of the City or any City department or City agency thereof for one-year after termination of their employment; and

WHEREAS, there are many entities which work with the City to meet important public goals, such as the provision of transportation improvements and services; and

WHEREAS, it is important that the City have available to it the fullest participation of such agency with the work of the City; and

WHEREAS, when a former employee during the first year of service to a partner agency of the City is prevented from providing the full range of important information to the Mayor, City Council, City Manager, and other staff, the work of the City may be impeded; and

WHEREAS, Section 2-2044, Code of Ordinances identifies the Prohibited Activities After Leaving Municipal Service, but allows for certain exceptions in Section 2-2044(b), one of which recognizes the unusual situations when a former employee of the City is employed by a partner entity; and

WHEREAS, Section 2-2044(b)(3) provides an exception for an employee of the City in an executive or administrative capacity, discussing issues or projects, informing about issues or projects, providing an opinion, or making a recommendation on issues, project or policy, related to duties as a full-time employee of an agency contracting with the City to provide services that furthers the work of the City, if that employee is specifically approved by Council; and

WHEREAS, Ralph Davis left his service to the City as Deputy Director of Public Works when he retired in May 2021 and has now been hired to support transportation planning and construction projects as a project manager with the Kansas City Streetcar Authority (“Streetcar Authority”); and

WHEREAS, Mr. Davis’s employment by the Streetcar Authority is in a part-time capacity; and

WHEREAS, the City's advancement of transportation projects and provision of transportation services are not solely functions of City officials, officers and employees, but include the cooperation and efforts of other partner agencies and entities, including the Streetcar Authority, which is a not-for-profit organization created for the purpose of managing, operating and maintaining the streetcar, on behalf of the City of Kansas City, Missouri, the owner of the streetcar system; and

WHEREAS, the City has formally partnered with the Streetcar Authority to assist in the implementation and management of critical transportation projects that require this management capacity and specialized expertise; and

WHEREAS, it would harm the transportation efforts of the City, and not further the valid and appropriate goals of precluding immediate lobbying by former employees, to preclude Mr. Davis from being authorized to immediately fully engage with the City Manager and City staff in his role as an employee of the Streetcar Authority; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY COUNCIL OF KANSAS CITY:

Section 1. That the prohibition of Section 2-2044, Code of Ordinances, regarding employees serving in an executive or administrative capacity performing any service for compensation in which they attempt to directly influence a decision of the City or any City department or City agency thereof for one-year after termination of their employment is hereby waived for the employment of Ralph Davis as a project management employee of the Streetcar Authority.

..end

Approved as to form and legality:

Nelson V. Munoz
Assistant City Attorney

LEGISLATIVE FACT SHEET		Legislation Number: 211023																																																	
		Approval Deadline:																																																	
LEGISLATION IN BRIEF:																																																			
What is the reason for this legislation?	<table border="1"> <tr><td colspan="2">Fact Sheet Color Codes</td></tr> <tr><td colspan="2">User Entered Field</td></tr> <tr><td colspan="2">User Select From Menu</td></tr> <tr><td colspan="2">For OMB Use</td></tr> <tr><td colspan="2">Sponsor(s)</td></tr> <tr><td colspan="2" style="height: 40px;"></td></tr> <tr><td colspan="2">Programs, Departments, or Groups Affected</td></tr> <tr><td colspan="2" style="height: 40px;"></td></tr> <tr><td colspan="2">Sub-Program in Budget (page #)</td></tr> <tr><td colspan="2" style="background-color: #d9d9d9;"></td></tr> <tr> <td rowspan="2">Applicants/ Proponents</td> <td>City Department</td> </tr> <tr> <td>Other</td> </tr> <tr><td>Staff Recommendation</td><td style="background-color: #add8e6;"></td></tr> <tr><td>Board or Commission Recommendation</td><td style="background-color: #add8e6;"></td></tr> <tr><td colspan="2">Future Impacts</td></tr> <tr><td colspan="2" style="height: 40px;"></td></tr> <tr> <td>Cost of Legislation current Fiscal Year</td> <td style="background-color: #add8e6;"></td> </tr> <tr> <td>Costs in Future Fiscal Years?</td> <td style="background-color: #add8e6;"></td> </tr> <tr> <td>Annual Revenue Increase/Decrease</td> <td style="background-color: #add8e6;"></td> </tr> <tr><td>Applicable Dates:</td><td></td></tr> <tr><td>Prepared by:</td><td></td></tr> <tr><td>Date Prepared:</td><td></td></tr> <tr><td>Reviewed by:</td><td></td></tr> <tr><td>Date Reviewed</td><td></td></tr> <tr><td>Reference Numbers</td><td></td></tr> </table>		Fact Sheet Color Codes		User Entered Field		User Select From Menu		For OMB Use		Sponsor(s)				Programs, Departments, or Groups Affected				Sub-Program in Budget (page #)				Applicants/ Proponents	City Department	Other	Staff Recommendation		Board or Commission Recommendation		Future Impacts				Cost of Legislation current Fiscal Year		Costs in Future Fiscal Years?		Annual Revenue Increase/Decrease		Applicable Dates:		Prepared by:		Date Prepared:		Reviewed by:		Date Reviewed		Reference Numbers	
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Citywide Business Plan Goal																																																			
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File #: 211037

ORDINANCE NO. 211037

Approving the issuance by the City of Kansas City Missouri of its special obligation bonds (the "Series 2021E Bonds"), to finance and refinance certain obligations of the City on a taxable basis with an estimated cost of \$50,500,000.00, such Series 2021E Bonds to be issued in an aggregate principal amount not to exceed \$51,000,000.00; approving and authorizing certain documents and actions relating to the issuance of the Series 2021E Bonds; estimating and appropriating revenue in Fund No. 3340, the Taxable Special Obligation Refunding Bond Fund Series 2021E; designating requisitioning authority; and authorizing the Director of Finance to modify and close project accounts.

WHEREAS, the City of Kansas City, Missouri (the "City") is authorized under its charter to issue its bonds or other obligations in evidence thereof; and

WHEREAS, the City and KC Hotel Property Owner, LLC, a Delaware limited liability company ("Hotel Property Owner") (as successor by assignment from KC Hotel Developers, LLC) are parties to that certain Second Amended and Restated Master Financing Agreement dated as of January 18, 2018 (as may be amended, modified, supplemented, replaced or restated from time to time, including by the hereinafter-defined First Amendment to Master Financing Agreement, the "Master Financing Agreement"), for the purpose of setting forth a master plan of finance for the construction of the Project defined and described therein (that being the acquisition and site preparation of the Project Site and the construction and equipping of the Hotel and the Parking/Meeting Space on the Project Site, as such terms are defined in the Master Financing Agreement); and

WHEREAS, Hotel Property Owner financed a portion of the Project through a term loan with NBH Bank, a Colorado state-chartered bank ("NBH") (the "Loan") that is secured by an assignment of the Contract Payments (as defined in the Master Financing Agreement), which Loan was made pursuant to that certain Loan Agreement dated as of January 18, 2018 (the "Loan Agreement"), by and between NBH and Hotel Property Owner; and

WHEREAS, the City, Hotel Property Owner, and NBH entered into that certain Absolute Assignment of Contract Payments dated as of January 18, 2018 (as may be amended, modified, supplemented, replaced or restated from time to time, the "Assignment"), for the purpose of absolutely and irrevocably assigning the Contract Payments to NBH to secure the Loan and thus requiring the City to make the Contract Payments directly to NBH; and

WHEREAS, pursuant to the Assignment, the City has made all scheduled payments on the Loan, and the Loan is outstanding in the amount of \$35,013,495; and

WHEREAS, the City, Hotel Property Owner and NBH wish to refinance, retire and pay the Loan in full, including payment of the outstanding principal amount of the Loan and interest thereon and payment of the Prepayment Premium (as defined the Loan Agreement), through the issuance of special obligation bonds of the City to be purchased by NBH, which refinancing will, among other things, effect a termination of the Loan Agreement and the Assignment, and result in the replacement of annual appropriation Contract Payments made by the City with annual appropriation debt service payments made by the City on such special obligation bonds; and

WHEREAS, the City and Hotel Property Owner (as successor by assignment from KC Hotel Developers, LLC) are parties to that certain Second Amended and Restated Exclusive Catering Agreement dated as of January 18, 2018 (as may be amended, modified, supplemented, replaced or restated from time to time, including by the hereinafter-defined Third Amended and Restated Exclusive Catering Agreement, the “Exclusive Catering Agreement”), pursuant to which the City has engaged Hotel Property Owner to provide exclusive Catering Services at the Convention Meeting Space (as such terms are defined in the Exclusive Catering Agreement); and

WHEREAS, the City and Hotel Property Owner wish to enter into that certain Third Amended and Restated Exclusive Catering Agreement (the “Third Amended and Restated Exclusive Catering Agreement”), pursuant to which, among other things, the City will agree to make a lump sum up-front payment to the Contractor in an amount not to exceed \$5,893,312.00 (the “Fixed Fee Payment” as defined in the Third Amended and Restated Exclusive Catering Agreement) as consideration for the services that Contractor will perform under the Exclusive Catering Agreement from and after the effective date thereof, through the remaining term thereof; and

WHEREAS, the City wishes to finance the Fixed Fee Payment through the issuance of special obligation bonds of the City to be purchased by NBH; and

WHEREAS, the City proposes to issue its Taxable Special Obligation Refunding Bonds (Kansas City, Missouri Refinancing and Prepayment Projects), which shall be designated the Series 2021E Bonds or such other series designation as the Director of Finance shall determine (the “Series 2021E Bonds”), on a private placement basis, to provide funds: (a) to refinance, retire and pay the Loan in full (which will be treated as a refunding for City accounting purposes), (b) to finance the Fixed Fee Payment and (c) to pay certain costs related to the issuance of the Series 2021E Bonds; and

WHEREAS, the Series 2021E Bonds will be issued pursuant to that certain Bond Issuance and Purchase Agreement (the “Bond Issuance Agreement”) between the City and NBH or its affiliate as purchaser, or other purchaser selected by the Director of Finance, under which Security Bank of Kansas City will serve as Paying Agent for the City; and

WHEREAS, the City and Hotel Property Owner (as successor by assignment from KC Hotel Developers, LLC) are parties to that certain First Amended and Restated Super-TIF Financing Agreement dated as of August 22, 2016 (as may be amended, modified, supplemented, replaced or restated from time to time, including by the hereinafter-defined First Amendment to Super-TIF Agreement, the “Super-TIF Agreement”), pursuant to which the City and the Hotel Property Owner have agreed, among other things, to the disposition of Additional EATs (as defined therein) for the purposes and under the circumstances set forth therein; and

WHEREAS, the City and Hotel Property Owner wish to enter into that certain First Amendment to Second Amended and Restated Master Financing Agreement (the "First Amendment to Master Financing Agreement") and that certain First Amendment to First Amended and Restated Super-TIF Financing Agreement (the "First Amendment to Super-TIF Agreement"), to modify certain provisions of the Master Financing Agreement and the Super-TIF Agreement relating to the Contract Payments and payments made under the Exclusive Catering Agreement in connection with the issuance of the Series 2021E Bonds, the retirement and payment in full of the Loan and the making of the Fixed Fee Payment; and

WHEREAS, in order to accomplish the foregoing, it is necessary and desirable that the City approve the transactions described in this Ordinance and the execution and delivery of the financing documents and certain other matters in connection with the transaction, as herein provided; NOW, THEREFORE,

BE IT ORDAINED BY THE COUNCIL OF KANSAS CITY:

Section 1. Authorization of Bonds; Authorization and Execution of Bond Purchase Agreement and Certificates of Final Terms. The City hereby authorizes the issuance of its Series 2021E Bonds in the aggregate principal amount not to exceed \$51,000,000.00 for the purpose of providing funds for the following: (a) to refinance, retire and pay the Loan in full, (b) to finance the Fixed Fee Payment and (c) to pay certain costs related to the issuance of the Series 2021E Bonds. The Series 2021E Bonds shall be dated the date set forth in the Bond Issuance Agreement and form of Bond. The Series 2021E Bonds shall bear interest at rates initially not to exceed a true interest cost of 5.00%. The Series 2021E Bonds shall have such other terms and provisions as shall be provided in the Bond Issuance Agreement approved by the Director of Finance.

The Director of Finance is hereby authorized and directed to approve the purchaser of the Series 2021E Bonds, the purchase price for the Series 2021E Bonds, the principal amounts by maturity, the interest rates, the terms of credit enhancement, if any, and the other final terms of the Series 2021E Bonds, including applicable redemption provisions, subject to the limitations set forth in this Section, and in that connection, to execute and deliver, for the Series 2021E Bonds, the Certificate of Final Terms for and on behalf of and as the act and deed of the City, which approval will be conclusively evidenced by the Director of Finance's execution of the Certificate of Final Terms. Upon execution, the Certificate of Final Terms for the Series 2021E Bonds will be attached to this Ordinance as **Exhibit A** and the City Clerk is hereby authorized to file such Certificate of Final Terms with this Ordinance. The City is authorized to enter into the Bond Issuance Agreement for the Series 2021E Bonds in accordance with the Certificate of Final Terms. The Director of Finance is authorized to execute the Bond Issuance Agreement for and on behalf of and as the act and deed of the City.

Section 2. Limited Obligations. The Series 2021E Bonds and the interest thereon shall be special, limited obligations of the City payable solely out of Appropriated Moneys (as defined in the Bond Issuance Agreement) and moneys in the funds and accounts established under such Bond Issuance Agreement. The Series 2021E Bonds and interest thereon shall not be deemed to constitute a debt or liability of the City within the meaning of any constitutional, statutory or charter limitation or provision, and shall not constitute a pledge of the full faith and credit of the City, but shall be payable solely from the funds provided for in the Bond Issuance Agreement. The issuance of the Series 2021E Bonds shall not, directly, indirectly or contingently, obligate the City to levy any form of taxation therefor or to make any appropriation for their payment.

The Bond Issuance Agreement provides that the City Manager or other officer of the City at any time charged with the responsibility of formulating budget proposals is required to include in the budget proposals submitted to the City Council, in each Fiscal Year in which the Series 2021E Bonds are Outstanding, an appropriation for all payments of principal of and interest on the Series 2021E Bonds and any other amounts reasonably expected to become due during the ensuing Fiscal Year (and any payments due in a prior Fiscal Year which remain due and payable thereunder); it being the intention of the City that the decision to appropriate or not to appropriate under such Agreement shall be made solely by the City Council and not by any other official of the City. The Bond Issuance Agreement further provides that (i) the City intends, subject to the provisions set forth therein respecting the failure of the City to budget or appropriate funds to make payments on the Series 2021E Bonds, to pay the debt service on the Series 2021E Bonds and to pay any other amounts reasonably expected to become due thereunder, (ii) the City reasonably believes that legally available funds in an amount sufficient to make all payments of principal of and interest on the Series 2021E Bonds and any other amounts reasonably expected to become due thereunder during each Fiscal Year can be obtained, and that (iii) the City further intends to do all things lawfully within its power to obtain and maintain funds from which payments of principal of and interest on the Series 2021E Bonds and any other amounts reasonably expected to become due thereunder may be made, including making provision for such debt service.

Section 3. Authorization and Approval of Financing Documents. The proposed documents relating to the financing (the “Financing Documents”) are hereby approved in substantially the forms submitted to the City Council, and the Director of Finance is authorized to execute and deliver the Financing Documents with such changes therein and additions thereto as the Director of Finance deems necessary or appropriate.

- (a) Bond Issuance Agreement.
- (b) First Amendment to Second Amended and Restated Master Financing Agreement.
- (c) Third Amended and Restated Exclusive Catering Agreement.
- (d) First Amendment to First Amended and Restated Super-TIF Financing Agreement.

The City Council further approves the execution and delivery by the City of any documents which may be required in connection with the execution and delivery by the City of the Bond Issuance Agreement and issuance of the Series 2021E Bonds and of such other documents as the Director of Finance deems necessary or appropriate in connection with the transactions authorized by this Ordinance.

Section 4. Credit Enhancement. The City hereby authorizes the Director of Finance to obtain a bond insurance policy, letter of credit or other credit enhancement (“Credit Enhancement”) for some or all of the Series 2021E Bonds and the purchase or a surety bond or debt service reserve fund policy for any debt service reserve fund, if necessary or desired, from a credit provider with such credit rating that, in the opinion of the Financial Advisors and the Director of Finance, there will be achieved an economic benefit for the City if the Series 2021E Bonds are secured by such Credit Enhancement. The purchase of such Credit Enhancement and the entering into of such agreements with respect thereto as may be necessary or appropriate are hereby approved. Such credit enhancement may be such type, in such amount and provided by such entity or entities as the Director of Finance shall determine to be in the best interest of the City. The officials of the City are authorized and directed to execute all

documents, agreements, instruments and certificates in connection with such credit enhancement.

Section 5. Approval of Selection of Professionals.

(a) The City approves the selection of Hilltop Securities Inc., and Moody Reid Financial Advisors to act as Co-Financial Advisors in connection with the issuance of the Series 2021E Bonds. The City approves the selection of Kutak Rock LLP and the Hardwick Law Firm LLC to act as Co-Bond Counsel in connection with the issuance of the Series 2021E Bonds.

Section 6. Further Authority. The officials of the City are further authorized and directed to execute such documents, instruments and certificates and to take such further actions on behalf of the City as shall be necessary or desirable to effect the terms and provisions of this Ordinance.

Section 7. Establishment of Fund. That Fund No. 3340, the Taxable Special Obligation Refunding Bond Fund Series 2021E, is hereby established in the records of the City of Kansas City, Missouri.

Section 8. Estimation of Revenues. That revenue of \$50,977,000.00 is hereby estimated in Fund No. 3340, the Taxable Special Obligation Refunding Bond Fund Series 2021E, in the following accounts:

AL-3340-120000-590000	Bond Proceeds	\$ 5,950,000.00
AL-3340-120000-590040	Refunding Bond Proceeds	45,025,000.00
AL-3340-120000-485100	Premium on Sale of Bonds	1,000.00
AL-3340-120000-485190	Premium on Sale of Refunding Bonds	<u>1,000.00</u>
	TOTAL	\$50,977,000.00

Section 9. Appropriation of Revenues. That the sum of \$50,977,000.00 is hereby appropriated from the Unappropriated Fund Balance of Fund No. 3340, the Taxable Special Obligation Refunding Bond Fund Series 2021E, to the following accounts:

AL-3340 -129620-G	Cost of Issuance	\$ 500,202.00
AL-3340 -129631-G	Purchaser's Discount	1,000.00
AL-3340 -129630-G	Discount on Sale of Refunding Bonds	1,000.00
AL-3340 -129632-G	Discount on Sale of Bonds	1,000.00
AL-3340 -129671-G	Loan Payoff	44,580,486.00
AL-3340 - 632130-B	Fixed Fee Payment	<u>5,893,312.00</u>
	TOTAL	\$50,977,000.00

Section 10. Requisitioning Authority. That the Director of Finance is designated as the requisitioning authority for Accounts No. AL-3340 -129620, AL-3340 -129631, AL-3340 -129630, AL-3340 -129632 and AL-3340 -129671 and that the Director of Conventions and Entertainment is designated as the requisitioning authority for Account Nos. AL-3340-632130.

Section 11. Modification of Accounts. That the Director of Finance is hereby authorized to modify the previously approved estimated revenues and appropriations in **Section 8** and **Section 9** previously as required to correctly record the budgetary amounts finalized through the sale of the Bonds into the marketplace.

Section 12. Closing of Accounts. That the Director of Finance is hereby authorized to close accounts, open encumbrances and retainage related to the accounts in **Section 9**, and return the unspent portion to the Fund balance from which it came upon the earliest of: (i) the provisions of this ordinance; (ii) final maturity of financing or (iii) five years after issuance.

Section 13. Further Authority. The officials of the City are further authorized and directed to execute such documents, instruments and certificates and to take such further actions on behalf of the City as shall be necessary or desirable to effect the terms and provisions of this Ordinance.

..end

I hereby certify that there is a balance, otherwise unencumbered, to the credit of the appropriation to which the foregoing expenditure is to be charged, and a cash balance, otherwise unencumbered, in the treasury, to the credit of the fund from which payment is to be made, each sufficient to meet the obligation hereby incurred.

Tammy L. Queen
Director of Finance

Approved as to form and legality:

Katherine Chandler
Assistant City Attorney

EXHIBIT A-1
CERTIFICATE OF FINAL TERMS
SERIES 2021E BONDS

The undersigned Director of Finance of the City of Kansas City, Missouri (the "City"), in connection with the issuance of the City's \$_____ Taxable Special Obligation Bonds (Kansas City, Missouri Projects) Series 2021E (the "Series 2021E Bonds"), certifies pursuant to Section 1 of Ordinance No. _____ of the City (the "Ordinance"), as follows:

1. Original Principal Amount. The Series 2021E Bonds are issued in the original principal amount of \$_____.
2. Maturity Schedule. The Series 2021E Bonds will mature on the dates and in the amounts and bear interest at the rates as set forth in the Bond Issuance and Purchase Agreement (the "Bond Issuance Agreement") by and between the City and NBH Bank, as Purchaser, and as summarized on Schedule __ to this Certificate.
3. True Interest Cost: The true interest cost of the Series 2021E Bonds is _____%, as shown on Schedule __ to this Certificate.
4. Purchase Price. The purchase price of the Series 2021E Bonds is \$_____, representing \$_____ principal amount [, less _____].
5. Optional Redemption. The Series 2021E Bonds are subject to optional and mandatory sinking fund redemption pursuant to the Bond Issuance Agreement on the dates and in the amounts as set forth therein.

The terms set forth in this Certificate of Final Terms are within the limitations of Section 1 of the Ordinance.

Delivered this ____ day of _____, 2021.

CITY OF KANSAS CITY, MISSOURI

By: _____
Tammy L. Queen
Director of Finance

GENERAL

Ordinance Fact Sheet

211037

Ordinance Number

Brief Title

To approve the issuance of City of Kansas City, Missouri Special Obligation Bonds, Series 2021E, to finance and refinance certain obligations of the City on a Taxable basis in a principal amount not to exceed \$51,000,000.00, estimating and appropriating revenue in Fund No. 3340, the Taxable Special Obligation Refunding Bond Fund Series 2021E.

Reason

To finance a fixed fee lump-sum payment for exclusive catering services at the Bartle Hall Conference Center and Ballroom and refinance a loan of the Hotel Property Owners secured by assigned contractual payments made by the City.

Reason for Legislation

Approving the issuance by the City of Kansas City Missouri of its special obligation bonds (the "Series 2021E Bonds"), to finance and refinance certain obligations of the City on a taxable basis with an estimated cost of \$50,500,000.00, such Series 2021E Bonds to be issued in an aggregate principal amount not to exceed \$51,000,000.00; approving and authorizing certain documents and actions relating to the issuance of the Series 2021E Bonds; estimating and appropriating revenue in Fund No. 3340, the Taxable Special Obligation Refunding Bond Fund Series 2021E; designating requisitioning authority; and authorizing the Director of Finance to modify and close project accounts.

Sponsor	Tammy L. Queen, Director of Finance
Programs, Departments, or Groups Affected	Finance Department

Discussion (explain all financial aspects of the proposed legislation, including future implications, any direct/indirect costs, specific account numbers, ordinance)

The Series 2021E Bonds will be issued in the aggregate principal amount not to exceed \$51,000,000, for the purpose of providing (a) to refinance, retire and pay the Loan in full, (b) to finance the Upfront Payment and (c) to pay certain costs related to the issuance of the Series 2021E Bonds.

The KC Hotel Property Owner, LLC ("Hotel Owner") financed a portion of the construction of the downtown convention hotel through a term loan with NBH Bank (the "Loan"), in an original amount of \$35,400,728, that is secured by an assignment of contract payments the City agreed to make to the Hotel Owner under a financing agreement entered into in January 2018.

The City and the Hotel Owner also entered into an exclusive catering agreement ("Catering Agreement") in January 2018 whereby the Hotel Owner would provide catering services to events held in the City's Bartle Hall conference center and ballroom for a fifteen year period. Part of the compensation to the Hotel Owner for catering services provided included annual fixed fee payments over fifteen years in the original amount of \$ 9.7 million.

The City and Hotel Owner wish to amend the Catering Agreement, whereby the City would make a lump sum up-front payment for catering services during the same fifteen year period in an amount not to exceed \$5,893,312.00 (the "Upfront Payment").

The City will (1) finance the Upfront Payment and (2) refinance the Loan in full by issuing the privately placed Series 2021E Bonds in order to achieve overall savings (please refer to Financial Impact Section). The bonds will be purchased by NBH Bank.

Applicants / Proponents	<p>Applicant</p> <p>City Department Finance Department</p> <p>Other</p>
Opponents	<p>Groups or Individuals</p> <p>None Known</p> <p>Basis of opposition</p>
Staff Recommendation	<p><input checked="" type="checkbox"/> For</p> <p><input type="checkbox"/> Against</p> <p>Reason Against</p>
Board or Commission Recommendation	<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>
Council Committee Actions	<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

The City has retained Kutak Rock and the Hardwick Law Firm to serve as co-bond and disclosure counsel. Hardwick Law Firm is a City-certified MBE firm. The bond counsel fees are estimated at \$33,100.

The City has selected Hilltop Securities and Moody Reid Financial Advisors to serve as co-financial advisors. The MBE goal for this engagement is 20%. Moody Reid is a City-certified MBE firm. The financial advisory fees are estimated at \$80,000.

The City has also selected Security Bank of Kansas City as Paying Agent.

The Series 2021E Bonds are anticipated to be issued in December 2021.

Is it good for the children?

Yes. Refinancing the bonds will provide debt service savings and stability in the annual payments and reduce the total amount of payments.

How will this contribute to a sustainable Kansas City?

Refinancing the bonds will provide savings on future debt service, which the City can use for other purposes benefitting the citizens of Kansas City, Missouri.

Policy/Program Impact

Policy or Program Change	<input checked="" type="checkbox"/> No <input type="checkbox"/> Yes
Operational Impact Assessment	

Finances

Cost & Revenue Projections -- Including Indirect Costs	Based on a November 3, 2021, analysis prepared by Hilltop Securities, the City's co-financial advisor, the following are the debt service estimates, assuming a taxable true interest cost of 2.25% over term of the bonds.
Financial Impact	<p>Par Amount: \$44,458,705.18*</p> <p>Avg. Annual Debt Service: \$3,731,840.82</p> <p>Total Debt Service: \$53,344,591.26</p> <p>Net Present Value Savings: \$4,957,890.04</p> <p>Percentage savings of refunding bonds 11.08%</p> <p>*Par amount is based upon a realistic expectation of financing.</p>
Fund Source (s) and Appropriation Account Codes	Source of repayment for debt service is an annual appropriation of general municipal revenues.

(Use this space for further discussion, if necessary)

Applicable Dates:

Fact Sheet Prepared by:

Name: Elisha Booker
Title: Senior Analyst

Date: 11/04/2021

Reviewed by:

Name:
Title:

Date:

Reference Numbers

LEGISLATIVE FISCAL NOTE

LEGISLATION
NUMBER:

211037
TMP-1206

LEGISLATION IN BRIEF:

Approving the issuance by the City of Kansas City Missouri of its special obligation bonds (the "Series 2021E Bonds"), to finance and refinance certain obligations of the City on a taxable basis with an estimated cost of \$50,500,000.00, such Series 2021E Bonds to be issued in an aggregate principal amount not to exceed \$51,000,000.00; approving and authorizing certain documents and actions relating to the issuance of the Series 2021E Bonds; estimating and appropriating revenue in Fund No. 3340, the Taxable Special Obligation Refunding Bond Fund Series 2021E; designating requisitioning authority; and authorizing the Director of Finance to modify and close project accounts.

What is the purpose of this legislation?

OPERATIONAL

For the purpose of authorizing expenditures new or planned to conduct municipal services

Does this legislation spend money?

YES

Yes/No

See Sections 01, 02 and 03 for sources of funding

Does this legislation estimate new Revenues?

YES

Yes/No

See Section 02 for new revenue estimates

Does this Legislation Increase Appropriations?

YES

Yes/No

See Section 03 for increases in appropriations

Are costs associated with this legislation ongoing (Yes)? Or one-time (No)

YES

Yes/No

See Section 04 for five years of ongoing costs (Operational and Maintenance)

Section 00: Notes:

Expenses for Sec. 4 based on tax-exempt level debt service (5.0%) over a 15-year pay off term

Five years of operational costs for ongoing programs should be included in Section 04 below.

FINANCIAL IMPACT OF LEGISLATION

Section 01: If applicable, where are funds appropriated in the current budget?

FUND	DEPTID	ACCOUNT	PROJECT	FY 21-22 BUD	FY 22-23 EST

Section 02: If applicable, where will new revenues be estimated?

FUND	DEPTID	ACCOUNT	PROJECT	FY 21-22 BUD	FY 22-23 EST
3340	120000	various		50,977,000.00	

Section 03: If applicable, where will appropriations be increased?

FUND	DEPTID	ACCOUNT	PROJECT	FY 21-22 BUD	
3340	various	various		50,977,000.00	

NET IMPACT ON OPERATIONAL BUDGET

-		-
REVENUE SUPPORTED		

RESERVE STATUS:

SECTION 04: FIVE-YEAR FISCAL IMPACT (Direct and indirect)

FUND	FUND NAME	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26	FY 26-27	All Outyears
3340	Taxable Sp Ob Refunding Bond Series 2021E	50,977,000						
TOTAL REV		50,977,000	-	-	-	-	-	-

FUND	FUND NAME	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26	FY 26-27	All Outyears
2361	Convention Hotel Catering (Savings)*	(965,148)	(1,138,936)	(5,086)	(599)	(16,236)	(149,790)	(2,735,721)
3340	Taxable Sp Ob Refunding Bond Series 2021E	50,977,000						
TOTAL EXP		50,011,852	(1,138,936)	(5,086)	(599)	(16,236)	(149,790)	(2,735,721)

NET Per-YEAR IMPACT (965,148) (1,138,936) (5,086) (599) (16,236) (149,790) (2,735,721)

NET IMPACT (TWENTY YEARS)* (5,011,516.24)

REVIEWED BY

Kitty Steffens OMB

DATE

11/9/2021

*Values represent amount of savings over the next fifteen years.



File #: 211042

RESOLUTION NO. 211042

Creating the Kansas City Young Adult City Council to reestablish the Kansas City Youth Commission established in Division 19 of the Kansas City Municipal Code.

WHEREAS, Kansas City's young adults are the future of our city and deserve a voice in matters concerning youth and young adults who are not necessarily old enough to hold office; and

WHEREAS, Kansas City currently has an existing youth commission that can serve as a catalyst for important conversation and change in our city. The current youth commission's structure is not conducive of its potential impact on our young adults. A young adult commission designed to create meaningful conversation and serve as a voice for those too young to hold office or even vote will promote a better city for our citizens both young and old; and

WHEREAS, the City Council establishes the "Kansas City Young Adult City Council". The Young Adult City Council shall be comprised of Kansas City's young adults to function as an advisory body to the City Council on affairs concerning youth and young adult citizens of the city; and

WHEREAS, it is the declared policy of the City Council that the Young Adult City Council shall serve as an advisory body of the city on matters of concern to the young adults of this city. The Young Adult City Council shall render advice and recommendations in areas including but not limited to education, transportation, housing, economic development, health, crime, recreational, and social services.; and

WHEREAS, the Young Adult City Council shall be comprised of 13 members between the ages of 16 and 24. One appointee will serve as the chairperson of the council and they shall be appointed by the Mayor. The chair person shall be at least 18 years of age. Each Kansas City council office shall appoint one individual from their district to the Young Adult City Council. The appointee must not be an immediate family member of the appointing council person. Young Adult Council members must live within the district they represent. Young Adult Council members must have a valid driver's license listing their current permanent address and age. The validity of age and residency requirements will be determined by the City Clerk withing fifteen (15) days of the first meeting of the Young Adult City Council; and

WHEREAS, each member shall be appointed for a four-year term, with each term to begin on May 1. A member may be appointed for the remaining term of any vacant position. Two members from each council district shall be appointed to a term beginning May 1 of the

year of the City Council election. Each councilperson shall have one (1) nomination each. If a member turns 25 during their term, they shall complete their term but not be eligible for re-nomination; and

WHEREAS, a member of the Young Adult Council may resign their position at any time. Resignations must be submitted in writing to the Chair, City Clerk, and their nominating council person. It is then the responsibility of the nominating council person to find a replacement. If the chairperson is to resign, they must notify the City Clerk of whom will be responsible for notifying the Young Adult Council; and

WHEREAS, the Young Adult City Council shall meet quarterly or upon call of the chairperson or a majority of the membership. Meetings upon call shall be initiated by notice to the City Clerk. Meeting times and date will be established at the 1st meeting of the council and shall not be before 4 pm; and

WHEREAS, the Young Adult City Council, by resolution, may establish committees. The chairperson shall appoint the members and chairpersons of these committees; and

WHEREAS, the City Clerk is hereby designated as the requisitioning authority for the funds of the Young Adult City Council. The Director of Finance is the custodian of the Young Adult City Council fund. The Young Adult City Council may request approval of an annual budget for administrative expense to be submitted to the council by the City Clerk and to be included as a separate budgetary account in the City Clerk's annual budget request; and

WHEREAS, the office of the City Clerk shall provide clerical and administrative services for the Young Adult City Council; and

WHEREAS, pertaining to the inaugural Young Adult City Council: The inaugural Young Adult City Council shall be established immediately following vote on this resolution. The Mayor and City council members shall have (30) Thirty days from the vote on this resolution to submit their nominees to the City Clerk. The City Clerk shall be responsible for verifying the nominee's eligibility to serve in their position based upon the requirements in this resolution. NOW, THEREFORE,

BE IT RESOLVED BY THE COUNCIL OF KANSAS CITY:

Section 1. That the Mayor and Council hereby establish the Kansas City Missouri Young Adult City Council as an advisory committee to the council.

Section 2. The Council directs the Law Department to make all necessary changes to Division 19, Section 2-970.30 through Section 2-970.35 using reserved sections 2-970.36 through 2-970.39 to make the appropriate changes and provisions to the Young Adult City Council.

Section 3. The Council directs the City Clerk to assign a staff member to serve as the primary contact for the Young Adult City Council.

Section 4. The Council directs the Director of Finance to establish the Young Adult City Council fund and work with the City Manager's office and City Clerk to set budgetary requirements for the Young Adult City Council.

..end

No
Fact
Sheet
For
Ordinance
211042



File #: 210921

RESOLUTION NO. 210921

RESOLUTION - Updating the 2020-2024 Citywide Business Plan including City Goals, the Financial Strategic Plan, and the Balanced Scenario of the Five-Year Planning Model; and directing the City Manager to align departmental strategic plans and business plans to the Citywide Business Plan

WHEREAS, the City Council adopted Resolution No. 120879 on October 11, 2012, stating the Council's intent to adopt a long-term financial plan and to review and update it on an annual basis; and

WHEREAS, the City Council adopted Resolution No. 130025 adopting the City's strategic plan of priorities and performance indicators; and

WHEREAS, the residents of Kansas City at the April 8, 2014, Special Election amended the City Charter in Section 804 to mandate the adoption of a Five-Year Financial Plan by November 1 of each year; and

WHEREAS, since enactment of this Charter provision, the City Council has annually adopted a resolution approving a Citywide Business Plan including Council Goals, the Financial Strategic Plan, and the Balanced Scenario of the Five-Year Planning Model; and

WHEREAS, the City Council adopted Committee Substitute for Resolution No. 200807 on October 29, 2020, adopting the 2020-2024 Citywide Business Plan; and

WHEREAS, the Submitted Citywide Business Plan contains the City Goals, the Financial Strategic Plan, and the proposed Five-Year Planning model; and

WHEREAS, the City Goals include Finance and Governance, Housing and Healthy Communities, Public Safety, and Infrastructure and Accessibility, with 18 total Objectives and 86 Strategies; and

WHEREAS, the Financial Strategic Plan proposes 13 financial objectives; and

WHEREAS, the Submitted Citywide Business Plan proposes a Five-Year Planning Model that addresses several objectives in the Financial Strategic Plan; NOW, THEREFORE,

BE IT RESOLVED BY THE COUNCIL OF KANSAS CITY:

Section 1. That the City Council hereby adopts the City Goals with the Objectives and Strategies outlined in Resolution No 200807.

Section 2. That the City Council hereby adopts the Financial Strategic Plan including the following priorities:

1. Revise the Fund Balance and Reserve Policy to account for amounts above the General Fund Unreserved Fund Balance goal of at least two months operating expenditures
2. Update financial policies to identify required actions in response to severe recession, natural disaster, or other financial shock
3. Identify solutions to structurally balance special revenue funds traditionally supported by the General Fund
4. Adopt a model portfolio of services and adjust the City's expenditure ratios as needed to maintain portfolio balance
5. Seek legislative relief with regard to the five-year renewal of the earnings tax
6. Ensure that fee-supported services are self-supporting to the extent practicable
7. Commission a tax burden study
8. Develop a comprehensive debt portfolio report to demonstrate compliance with the codified debt policy objectives
9. Attain a market rate of return throughout budgetary and economic cycles, taking into account the City's investment risk constraints and liquidity needs
10. Develop and implement a comprehensive risk management program
11. Implement an outcomes-based budgeting system
12. Develop a long-range funding plan for pension, healthcare, and other post-employment benefits
13. Create a comprehensive financial recovery plan to mitigate the impact of the recession caused by the COVID-19 pandemic

Section 3. That the City Council hereby adopts the Balanced Scenario in the Five-Year Planning Model that addresses objectives identified in this resolution and that includes the following assumptions:

Assume FY 2021-22 Adopted Budget plus the following conditions:

- Assumes for expenditures
 - A 2% increase in wages expenses for management, labor, and police employees
 - A 3% increase in wages expenses for fire employees
 - A 5% increase in health insurance expenses
 - A 2% increase in operating expenses

- Assumes for revenues
 - A 2.5% increase in earnings tax
 - A 2% growth in sales tax revenue
 - A 5% growth in use tax revenue
 - A 2% growth in property tax revenue
 - A 2% decline in utility tax revenue
 - A 3% decline in tourism and leisure taxes
 - A 0.5% increase in license and permit revenues
 - A 1% increase in service charge revenues

- The General Fund subsidizes the anticipated shortfall in all other governmental activities funds (Special Revenue, Debt, Capital)

Section 4. That the City Council directs the City Manager to include the assumptions of the Financial Strategic Plan, the Five-Year Planning Model, and the GOKC Bond Plan in the Submitted FY 2022-23 Budget.

Section 5. That the City Council directs the City Manager to direct the strategic and business planning of City departments and to align departmental strategic plans and business plans to the Citywide Business Plan.

Section 6. That the City Council may update and enhance the Citywide Business Plan and the Council's adopted priorities through the Council committee process.

..end

LEGISLATIVE FACT SHEET		Legislation Number:	
		Approval Deadline:	
LEGISLATION IN BRIEF:			
<p>What is the reason for this legislation?</p>	<p>Fact Sheet Color Codes</p> <p>User Entered Field</p> <p>User Select From Menu</p> <p>For OMB Use</p>		
<p>Discussion (including relationship to other Council acitons)</p>	<p>Sponsor(s)</p>		
<p>Citywide Business Plan Goal</p> <p>Citywide Business Plan Objective</p> <p>Citywide Business Plan Strategy</p>	<p>Programs, Departments, or Groups Affected</p>		
	<p>Sub-Program in Budget (page #)</p>		
	<p>Applicants/ Proponents</p>	<p>City Department</p>	
	<p>Staff Recommendation</p>	<p>Other</p>	
	<p>Board or Commission Recommendation</p>	<p>Future Impacts</p>	
	<p>Cost of Legislation current Fiscal Year</p>		
	<p>Costs in Future Fiscal Years?</p>		
	<p>Annual Revenue Increase/Decrease</p>		
	<p>Applicable Dates:</p>		
	<p>Prepared by:</p>		
<p>Date Prepared:</p>			
<p>Reviewed by:</p>			
<p>Date Reviewed</p>			
<p>Reference Numbers</p>			