

# GENERAL Resolution Fact Sheet

Sponsored by CM Robinson

**Brief Title:** \_\_\_\_\_ **Approval Deadline:** \_\_\_\_\_

Authorizing an application to the Missouri Development Finance Board for the preliminary authorization of state tax credits in the amount not to exceed \$250,000.00 to support the Niles Home for Children project; and authorizing the City Manager’ Office to execute a tax credit agreement with the Missouri Development Finance Board in connection with the tax credits

**Reason:** \_\_\_\_\_

Approving the City Manager to file an application for contribution tax credits in the amount not to exceed \$250,000.00 with the Missouri Development Finance Board for financing the Niles Home for Children project through the State’s Tax Credit for Contribution Program.  
  
If the City’s application is approved, this resolution will authorize the City Manager to execute a tax credit agreement in connection with the issuances of state tax credits.

**Details**

**Reason for Legislation**

Approving the City Manager to file an application for contribution tax credits in the amount not to exceed \$250,000.00 with the Missouri Development Finance Board for financing the Niles Home for Children project through the State’s Tax Credit for Contribution Program. If the City’s application is approved, this resolution will authorize the City Manager to execute a tax credit agreement in connection with the issuances of state tax credits.

These MDFB tax credits will help leverage over \$1 million dollars in funding for facility remodeling to addresses critical issues like sewer line, roof, playground/outdoor space, and parking lot improvements, and to facilitate significant program expansions in Missouri along their continuum of care.

**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.)**

Niles Home for Children, located at 1911 E. 23<sup>rd</sup> Street, Kansas City, MO, in the 3<sup>rd</sup> Council District, is requesting tax credits in order to facilitate facility remodeling to addresses critical issues like sewer line, roof, playground/outdoor space, and parking lot improvements, and to facilitate significant program expansions in Missouri along their continuum of care. This project is anticipated to create 25 new permanent jobs at an average salary of \$50,000 and 15 temporary construction jobs at an average salary of \$50,000.

Construction of this Project, estimated to require \$1,047,000.00 of investment, is to commence in early 2022 and has a target completion date of December 2022, contingent on remaining fundraising

Niles’ legacy as a safe haven for children began in 1883 when Samuel Eason, an African American bricklayer, began caring for homeless/orphaned youth in his neighborhood near the historic 18th and Vine area. In the 1960s, Niles evolved to a psychiatric residential treatment center to serve children with emotional challenges. In 1987, Niles Prep behavioral

**Positions/Recommendations**

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| <b>Sponsor</b>                                   | Robinson   |
| <b>Programs, Departments, or Groups Affected</b> | City Manager’s Office, Finance Department  |
| <b>Applicants / Proponents</b>                   | <b>Applicant</b><br><b>City Department</b><br>City Manager’s Office,   |
| <b>Opponents</b>                                 | <b>Other Groups or Individuals</b>   |
| <b>Staff Recommendation</b>                      | <input checked="" type="checkbox"/> For<br><input type="checkbox"/> Against<br><b>Reason Against</b>   |
| <b>Board or Commission Recommendation</b>        | <b>By</b><br><input type="checkbox"/> For <input type="checkbox"/> Against <input type="checkbox"/> No action taken<br><input type="checkbox"/> For, with revisions or conditions (see details column for conditions)                                    |
| <b>Council Committee Action</b>                  | <input type="checkbox"/> Do pass<br><input type="checkbox"/> Do pass (as amended)<br><input type="checkbox"/> Committee Sub.<br><input type="checkbox"/> Without Recommendation<br><input type="checkbox"/> Hold<br><input type="checkbox"/> Do not pass |

management and day treatment was created to serve Niles residents and assist under resourced local schools by supporting students needing academic, emotional and behavioral intervention.

**Recommendation**

This resolution will authorize the City Manager to file an application for contribution tax credits in the amount not to exceed \$250,000.00 with the Missouri Development Finance Board for financing the Niles Home for Children Project through the State's Tax Credit for Contribution Program. This Resolution only provides support from the City for MDFB to consider the application but does not obligate the City to any funding commitments.

If the City's application is approved, this resolution will authorize the City Manager to execute a tax credit agreement in connection with the issuances of state tax credits.

Financing/Incentive Package

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| <b>Policy or Program Change</b>                                   | <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes |
| <b>Operational Impact Assessment</b>                              |   |
| <b>Finances</b>   |   |
| <b>Costs &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>      |   |

**Applicable Dates:**

**Prepared by:** Kerrie Tyndall, City Manager's Office

**Reviewed by:**

**Reference Numbers**