



City of Kansas City, Missouri

Docket Memo

Ordinance/Resolution #: Resolution 260362

Submitted Department/Preparer: Mayor/Council's Office

Revised 01/30/25

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

Directing the City Manager to implement a pilot program for the purpose of securing financing through the U.S. Department of Housing and Urban Development (HUD) Section 108 Loan Guarantee Program for eligible economic development and community development projects for the express purpose of removing chronic and long-term slum and blight and that compliment adopted policy such as the vacant land activation initiative; authorizing the pledge of some future Community Development Block Grant (CDBG) funds as security; and recommending requirements and a process to the City Council.

Discussion

The City of Kansas City, Missouri is an entitlement jurisdiction under the federal Community Development Block Grant (CDBG) program administered by the U.S. Department of Housing and Urban Development (HUD). Section 108 of the Housing and Community Development Act of 1974, as amended, allows eligible jurisdictions to obtain federally guaranteed loans by pledging future CDBG funding, thereby providing communities with a powerful source of financing for economic development, public facilities, housing rehabilitation, and other CDBG-eligible activities. The HUD Section 108 Loan Guarantee Program enables local governments to undertake large-scale, transformative projects that would otherwise would not be feasible through annual CDBG allocations alone, while maintaining long-term community benefit. The use of Section 108 financing may support economic development, with an emphasis on city-owned parcels zoned as commercial, or housing with vacancy rates of at least 10 years to promote rapid neighborhood revitalization, job creation, and the development of property to be made available for purchase or creation of quasi-public facilities that benefit a mix -of -income -persons, and remove slum and blight, consistent with CDBG national objectives. The federal regulations require local legislative authorization for participation in the Section 108 program, including authorization to pledge future CDBG funds and to execute related agreements and certifications.

Fiscal Impact

1. Is this legislation included in the adopted budget? Yes No
2. What is the funding source?
N/A
3. How does the legislation affect the current fiscal year?
To be determined
4. Does the legislation have a fiscal impact in future fiscal years? Please notate the difference between one-time and recurring costs.
To be determined
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)

This legislation does not appropriate funds

Citywide Business Plan (CWBP) Impact

1. View the [Adopted 2025-2029 Citywide Business Plan](#)
2. Which CWBP goal is most impacted by this legislation?
Housing and Healthy Communities (Press tab after selecting.)
3. Which objectives are impacted by this legislation (select all that apply):

- Utilize planning approaches in neighborhoods to reduce blight, ensure sustainable, affordable housing, and improve resident wellbeing and cultural diversity.
- Maintain and increase housing supply to meet the demands of a diverse population.
- Address the various needs of the City's most vulnerable population by working to reduce disparities.
- Promote healthy residents by ensuring basic sanitation and living needs are met.
- Ensure all residents have safe, accessible, quality housing by reducing barriers.
- Protect and promote healthy, active amenities such as parks and trails, play spaces, and green spaces.

Prior Legislation

none

Service Level Impacts

None

Staff Recommendation

Click or tap here to enter department.

Select One: Sponsored
 Directive: Res/Ord # [Click to enter Res/Ord. No.](#)

Select One: Recommend
 Do Not Recommend
 Not Applicable

Click or tap here to provide reasoning.

Other Impacts

1. What will be the potential health impacts to any affected groups?
N/A

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?

N/A

4. Does this legislation create or preserve new housing units?

No (Press tab after selecting)

Click or tap here to enter text.

Click or tap here to enter text.

5. Department staff certifies the submission of any application Affirmative Action Plans or Certificates of Compliance, Contractor Utilization Plans (CUPs), and Letters of Intent to Subcontract (LOIs) to CREO prior to, or simultaneously with, the legislation entry request in Legistar.

No - CREO's review is not applicable (Press tab after selecting)

Please provide reasoning why not:

Click or tap here to enter text.

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

No(Press tab after selecting)

Click or tap here to enter text.

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

No(Press tab after selecting)