

City of Kansas City, Missouri



Docket Memo

Ordinance/Resolution #

Submitted Department/Preparer: City Manager's Office

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

Consideration of the Tax Redirection Agreement with Kaw Fresh Market, LLC.

Discussion

The Tax Redirection Agreement with Kaw Fresh Market, LLC would establish a 100% tax redirection to incremental sales tax for 10 years capped at a contribution of \$1,375,000.00. The Project will be providing grocery services in the Red Bridge Shopping Center operating as the Red Bridge Farm Fresh Market. This will allow for the continuation of grocery services to the area after a previous provider discontinued services. The Project anticipates entering into a 15 year lease.

Fiscal Impact

1. Is this legislation included in the adopted budget? Yes No
2. What is the funding source?
The sources of City Funds is a 10-year redirection agreement of economic activity taxes not to exceed \$1,375,000.00 or an average \$137,500.00 per year for the duration of the 10-year agreement.
3. How does the legislation affect the current fiscal year?
It does not.
4. Does the legislation have fiscal impact in future fiscal years? Please notate the difference between one-time and recurring costs.
Redirects up to \$137,500 of EATs per year for 10 years, not to exceed \$1,375,000 total
5. Does the legislation generate revenue, leverage outside funding, or deliver a return on investment?
It does not generate revenue.

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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

Additional Discussion (if needed)

Contributions will be directed through the Payments in Lieu of Taxes Fund

Citywide Business Plan (CWBP) Impact

View the [FY23 Citywide Business Plan](#)

Which CWBP goal is most impacted by this legislation?

Finance and Governance (Press tab after selecting.)

Which objectives are impacted by this legislation (select all that apply):

- Reform the City's economic incentives to meet the policy objectives of the City Council
- Ensure the resiliency of City government
- Engage in workforce planning including employee recruitment, development, retention, and engagement
- Ensure a responsive, representative, engaged, and transparent City government
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Prior Legislation

N/A

Service Level Impacts

N/A

Other Impacts

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

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None, this will replace an existing grocery offering with equal or improved services.

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?

Supports the retention of accessible grocery services for residents in neighboring areas.

4. Does the ordinance/resolution include Civil Rights antidiscrimination requirements in compliance with the Code of Ordinances (Chapter 38, titled "Civil Rights")?

Civil Rights requirements will be included in the Tax Redirection Agreement.

5. Has the ordinance/resolution been submitted for review of economic equity & inclusion requirements in compliance with the Code of Ordinances (Chapter 3, titled "Contracts and Leases")?

Yes.