City of Kansas City, Missouri

Docket Memo

Ordinance/Resolution #: 250472
Submitted Department/Preparer: Finance
Revised 6/10/24

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

Authorizing the Director of Finance to accept a proposal of Banc of America Public Capital Corp ("BAPCC") to finance the acquisition of Police Vehicles 2026 ("Project"); estimating revenue and appropriating $ 6,682,640.00 in Fund 3230 the Equipment Lease Capital Acquisition Fund; recognizing revenue and appropriating $6,670,640.00 in Fund 3230 the Equipment Lease Capital Acquisition Fund of the Board of Police Commissioners; reducing revenue and appropriations in the amount of $ 755,000.00 in Fund 2320 the Public Safety Sales Tax Fund of the Board of Police Commissioners; reducing transfer appropriations in the amount of $ 755,000.00 in Fund 2320 the Public Safety Sales Tax Fund; increasing appropriations for debt service in the amount of $755,000.00 in Fund 2320 the Public Safety Sales Tax Fund; designating requisitioning authorities; approving lease counsel in connection with the transaction; declaring the intent of the City to reimburse itself from the lease purchase proceeds for certain expenditures; authorizing the Director of Finance to modify accounts; authorizing the Director of Finance to close project accounts; and recognizing this ordinance as having an accelerated effective date.

Discussion

The Kansas City Police Department utilizes Department Fleet Vehicles to provide public safety services to the citizens of Kansas City. Often, these vehicles can be driven twenty-four hours a day for seven days a week which causes an increased rate of vehicle wear and maintenance. In order to provide the highest quality and most efficient services possible, members of the Kansas City Police Department require safer, newer-model police vehicles.

Fiscal Impact

1. Is this legislation included in the adopted budget? ☒ Yes ☐ No

2. What is the funding source?

Revenues from the Public Safety Sales Tax (PSST)

3. How does the legislation affect the current fiscal year? Funds motor vehicle purchases for FY 2026 is appropriated in the KCPDU fund 2320-211222-634200. These funds will be transferred into the City to pay for lease payments in FY 2026.

4. Does the legislation have a fiscal impact in future fiscal years? .Please notate the difference between one-time and recurring costs.
Currently, the City is projecting a borrowing of $6,682,640, using the Master Lease Agreement with Banc of America Public Capital Corp ("BAPCC") to finance vehicles over an 8-year span. In keeping with the constraint of not exceeding $1 million per year allocated from the Public Safety Sales Tax, debt service is projected at $249,161.17 per quarter at an interest rate of 4.43%.

5. Does the legislation generate revenue, leverage outside funding, or deliver a return on investment?
No, but funding is allocated from a specific and identified source

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)
Click or tap here to enter text.

Citywide Business Plan (CWBP) Impact

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

☒ Engage the community and community partners to reimagine the system of public safety with a focus on evidence-based approaches for crime

prevention, treatment of mental health, emergency response time, and the criminal justice system.

- ☒ Focus on violence prevention among all age groups, placing an emphasis on youth.
- ☒ Increase fairness, justice, and responsiveness of our municipal criminal justice system to support the best possible outcome for offenders and victims of crime.
- ☒ Reduce recidivism through prevention, deterrence, including detention, and re-entry services.
- ☐ Enhance employee recruitment, succession planning, and retention in the police and fire departments with a continued emphasis on diversity.
- ☐

Prior Legislation

In April 2025, Kansas City voters approved a renewal of a public safety sales tax for a 20-year period. This 1/4 cent sales tax will fund the construction of a new $250 million city jail and rehabilitation center, as well as other public safety initiatives, including EMS maintenance and upgrades to the police department's equipment and infrastructure. The tax renewal, known as Question 1 on the ballot, passed with 60% support.

Service Level Impacts

Newer police fleet vehicles will increase services to the Kansas City community by providing Kansas City Police Department members with the tools for a quicker and safer emergency response to community member needs.

Other Impacts

1. What will be the potential health impacts to any affected groups?
   None

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?
   KCPD will explore and test hybrid police vehicle options.

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)

   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)