

**Proposed Budget for
Kansas City Convention Center Headquarters Hotel
Community Improvement District
Fiscal Year Ending April 30, 2027**

Date of Budget Submittal: January 29, 2026
District Point of Contact Information: Polsinelli PC c/o Amy Grant
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BUDGET MESSAGES:

The District shall serve the following purposes (the "District Purposes"): 1. provide funding for the construction of certain public and private improvements and the provision of certain services within the District. The improvements initially contemplated include the demolition of existing structures and buildings, the provision of fire protection improvements, site work, grading, infrastructure improvements, parking improvements, utility improvements, right-of-way improvements, landscaping, lawns, and trees, and the construction of a convention center hotel and related amenities on behalf of the Land Clearance for Redevelopment Authority of Kansas City, Missouri or such other similar corporate and politic or public agency, as well as any other improvements within the District (collectively, the "Improvements"). It is intended that the Improvements will remediate existing blighting conditions within the District to bring it to its highest and best use. The particular items included within the Improvements may be modified from those listed herein from time to time. The costs to be financed by the District may include: (a) Improvements costs and associated survey, environmental, design, architecture, engineering costs and other related costs; (b) financing costs incurred to finance such Improvements, including without limitation, costs of issuance, and the establishment of capitalized interest, debt service reserves; (c) legal and administrative costs of the District; (d) reimbursement of costs incurred for the District's formation; (e) operation and administration costs of the District; and (f) Eligible Services (defined below) (collectively, "District Costs"). 2. facilitate development within the District by providing, or causing to be provided, certain services (the "Eligible Services") described in Paragraph B of this Article for the benefit of the District; 3. acquire real and/or personal property within the District (or rights thereto); 4. incur debt, issue bonds or any other obligations, in one or more series ("Bonds"), to finance all or any one of the District Costs; 5. coordinate with public and private entities to plan and implement the Improvements, Eligible Services and the District Purposes; and 6. enter into contracts or other agreements in order to complete or cause the completion of Improvements and provide Eligible Services and other District Purposes; 7. impose and collect a sales and use tax authorized pursuant to this Petition and the Act; 8. impose and collect a special assessment authorized pursuant to this Petition and the Act; and 9. exercise any authorized purpose of the District pursuant to and in accordance with the Act.

The Kansas City Convention Center Headquarters Hotel Community Improvement District was formed as a political subdivision of the State of Missouri on July 23, 2015. The purpose of the District is to provide funding for the construction of certain public and private improvements and the provision of certain services within the District's boundaries. The life of the District is for an initial term of fifty (50) years following the effective date of the Ordinance establishing the District, after which, the District shall be automatically continued for successive ten (10) year terms in perpetuity.

The District may provide, and/or contract for, cleaning and maintenance services to common areas within the District to improve the appearance and image of the District. Such services may include, but are not necessarily limited to: (a) litter removal and cleaning of common areas, trash containers, alley ways, streets and sidewalks within the District; (b) monitoring of City services; (c) landscape care, maintenance weed abatement and providing and/or replacing landscape; (d) graffiti removal; and (e) any and all other beautification efforts designed to improve the District's appeal, and encourage private investment within the District.

KANSAS CITY CONVENTION CENTER HEADQUARTERS HOTEL CID

FYE 4/30/2027 - Estimated

BUDGET MESSAGES:

The Kansas City Convention Center Headquarters Hotel Community Improvement District was formed as a political subdivision of the State of Missouri on July 23, 2015. The purpose of the District is to provide funding for the construction of certain public and private improvements and the provision of certain services within the District's boundaries. The life of the District is for an initial term of fifty (50) years following the effective date of the Ordinance establishing the District, after which, the District shall be automatically continued for successive ten (10) year terms in perpetuity.

Resolution No. 2020-12, authorizes the Chair to take any and all other actions to certify, collect, and remit the Special Assessment Collections to the Trustee.

Resolution No. 2020-13, directs officers to take such action necessary to transfer the CID sales tax revenues to the Special Allocation Fund.

FYE 4/30/2027

(Estimate)

FUNDS AVAILABLE:

- Estimated Cash on Hand Beginning of Fiscal Year (Operating)	\$	78,738.64
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ESTIMATED REVENUE:

- CID Sales and Use Tax (1% tax - effective dated 4/1/2020)	\$	732,814.00
- CID Special Assessments*	\$	4,201,825.29
- User Fee Revenue per Use Agreement	\$	462,497.00
- Interest Income	\$	2,500.00
- Developer Advances		
ESTIMATED TOTAL REVENUE:	\$	5,399,636.29

ESTIMATED EXPENDITURES:

- Payment of TIF Eats to TIF Special Allocation Fund (50% of CID Sales Tax Revenue)	\$	366,407.00
- County Collection Fee (1% plus one \$5,000 annual fee)	\$	47,018.25
- Bond Trustee Annual Fee (\$3,500)	\$	3,500.00
- Series 2018 A Bond Payment (CID Special Assessment Bond)	\$	4,151,307.04
- Management Fee Per Use Agreement	\$	13,875.00
- Common Costs Per Use Agreement	\$	714,890.00
- Legal Fees ^A	\$	3,000.00
- Repayment of Developer Advances ^{AA}	\$	100,000.00
ESTIMATED TOTAL EXPENDITURES:	\$	5,399,997.29

ESTIMATED PROFIT/(LOSS)	\$	(361.00)
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FUNDS AVAILABLE:

- Estimated Cash on Hand End of Fiscal Year (Operating)	\$	78,377.64
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* The Cooperative Agreement for Collection of Certain Special Assessments and Collections entered into on January 18, 2018 between the County, the CID and the LCRA provides a Schedule 1 to Exhibit F for each calendar year calculation of Special Assessments (see attached).

^A Annual CID Administrative Costs shall not exceed more than \$30,000 per year pursuant to the Reimbursement Agreement Reimbursement Agreement entered into between the District and the Developer dated 1/18/2018.

^{AA} Repayment of Developer's Advances, including interest, is governed by the Reimbursement Agreement entered into between the District and the Developer dated 1/18/2018. Developer Advances to be certified upon project completion.

FORM OF
SCHEDULE OF MONTHLY LOAN PAYMENTS

January 6, 2025

Re: LAND CLEARANCE FOR REDEVELOPMENT AUTHORITY OF KANSAS
MISSOURI PROJECT REVENUE BONDS (CONVENTION CENTER HOTEL
PROJECT – CID SPECIAL ASSESSMENTS), SERIES 2018A

We have calculated the Net CID Special Assessments for the succeeding calendar year ending December 31, 2026, pursuant to **Section 404** of the Trust Indenture dated as of January 1, 2018 (the “**Indenture**”) between BOKF, N.A., as trustee (the “**Trustee**”), and the Land Clearance for Redevelopment Authority of the City of Kansas City, Missouri (the “**Authority**”). Based on such calculation, the following amounts are due as monthly loan payments during such calendar year:

January 25, 2026:	\$ 345,459.46
February 25, 2026:	\$ 340,330.04
March 25, 2026:	\$ 340,330.04
April 25, 2026:	\$ 340,330.04
May 25, 2026:	\$ 340,330.04
June 25, 2026:	\$ 340,330.04
July 25, 2026:	\$ 340,330.04
August 25, 2026:	\$ 353,426.13
September 25, 2026:	\$ 353,426.13
October 25, 2026:	\$ 353,426.13
November 25, 2026,	\$ 353,426.13
December 25, 2026,	\$ 353,426.13

26-May	340,330.04
26-Jun	340,330.04
26-Jul	340,330.04
26-Aug	353,426.13
26-Sep	353,426.13
26-Oct	353,426.13
26-Nov	353,426.13
26-Dec	353,426.13
27-Jan	353,426.13
27-Feb	353,426.13
27-Mar	353,426.13
27-Apr	353,426.13

4,201,825.29

Project Name: Loews Kansas City Convention Center Hotel
 Borrower Name: LCRA
 Contractor Name: JE Dunn & Company
 Draw #: 36
 Date: 1/1/2021

		PRELIMINARY BUDGET		SUMMARY				TIF REIMBURSABLE EXPENSES	
ITEM	CLASSIFICATION	ORIGINAL BUDGET	TOTAL COSTS TO DATE	CURRENT DRAW	TOTAL COMPLETED	% COMPLETE	RETAINAGE	NON-REIMBURSABLE TIF EXPENSES	REIMBURSABLE TIF EXPENSES
1	Land	16,136,880.00	16,195,263.74	0.00	16,195,263.74	100.00%	0.00	0.00	16,195,263.74
	Hard Costs								
2	Facility Construction [THIS HAS TO MATCH THE GC PAY APP]	207,649,480.00	223,132,352.39	0.00	223,132,352.39	100.00%	0.00	0.00	223,132,352.39
3	Other	0.00	416,429.09	0.00	416,429.09	100.00%	0.00	0.00	416,429.09
4	TOTAL HARD COSTS (Lines 2-3)	207,649,480.00	223,548,781.48	0.00	223,548,781.48	100.00%	0.00	0.00	
	Soft Costs								
5	Design	10,518,450.00	10,243,597.06	0.00	10,243,597.06	100.00%	0.00	0.00	10,243,597.06
6	FF&E	17,696,412.00	17,942,091.70	0.00	17,942,091.70	100.00%	0.00	0.00	17,942,091.70
7	Testing & Inspection Fees	700,000.00	742,126.01	0.00	742,126.01	100.00%	0.00	0.00	742,126.01
8	OG&E / Related Expenses	10,181,559.00	9,568,268.51	0.00	9,568,268.51	100.00%	0.00	0.00	9,568,268.51
9	Warehousing, Storage and Procurement	1,617,820.00	2,566,939.45	0.00	2,566,939.45	100.00%	0.00	0.00	2,566,939.45
10	Computer Equipment & Software	6,519,021.00	2,669,464.63	0.00	2,669,464.63	100.00%	0.00	0.00	2,669,464.63
11	Permits, Fees & Misc	4,643,335.00	4,914,925.48	0.00	4,914,925.48	100.00%	0.00	(0.00)	4,914,925.48
12	Working Capital	1,500,000.00	1,500,000.00	0.00	1,500,000.00	100.00%	0.00	0.00	1,500,000.00
13	Builders Risk, GL Insurance - OCIP	2,000,000.00	1,966,799.04	0.00	1,966,799.04	100.00%	0.00	0.00	1,966,799.04
14	TOTAL SOFT COSTS (Lines 5-13)	55,576,597.00	52,114,211.88	0.00	52,114,211.88	100.00%	0.00	0.00	
	Other Costs								
15	Pre-Opening Expenses	7,760,247.00	7,056,542.82	0.00	7,056,542.82	100.00%	0.00	0.00	7,056,542.82
16	Technical Services	400,000.00	399,999.87	0.00	399,999.87	100.00%	0.00	0.00	399,999.87
17	Project Management	2,175,000.00	2,060,039.57	0.00	2,060,039.57	100.00%	0.00	0.00	2,060,039.57
18	Capitalized Interest, Interest Reserve & Unused Fee (Private Loan)	6,925,000.00	7,526,765.88	85,158.49	7,611,924.37	100.00%	0.00	0.00	7,611,924.37
19	Other Finance-Related Closing Costs & Legal	5,798,091.00	6,807,828.55	0.00	6,807,828.55	100.00%	0.00	0.00	6,807,828.55
20	Development Fee	10,517,792.00	10,517,792.00	0.00	10,517,792.00	100.00%	0.00	0.00	10,517,792.00
21	TOTAL OTHER COSTS (Lines 15-20)	33,576,130.00	34,368,968.69	85,158.49	34,454,127.18	100.00%	0.00	0.00	
	Contingency								
22	Hard Cost Contingency	8,615,496.00	0.00	0.00	0.00	0.00%	0.00	0.00	
23	General / Soft Cost Contingency	1,103,415.00	0.00	0.00	0.00	0.00%	0.00	(0.00)	
24	TOTAL CONTINGENCY COSTS (Lines 22-23)	9,718,313.00	0.00	0.00	0.00	0.00%	0.00	0.00	
25	TOTAL PROJECT COSTS (Lines 1, 4, 14, 21, 24)	322,658,000.00	326,227,225.79	85,158.49	326,312,384.28	100.00%	0.00	0.00	8,556,542.82
	Sources of Funds:								
26	Borrower Equity	51,247,009.40	54,893,416.79	0.00	54,893,416.79		0.00	0.00	
27	Series A Bonds*	42,167,601.26	42,167,601.26	0.00	42,167,601.26		0.00	(0.00)	
28	NBH Loan*	30,941,976.66	30,941,976.66	0.00	30,941,976.66		0.00	0.00	
29	Series B Bonds*	46,301,412.68	46,309,389.55	0.00	46,309,389.55		0.00	(0.00)	
30	City Land Contribution	7,000,000.00	7,000,000.00	0.00	7,000,000.00		0.00	0.00	
31	City Cash	35,000,000.00	35,000,000.00	0.00	35,000,000.00		0.00	0.00	
32	Senior Loan (Wells Fargo Bank / Scotia Bank)	110,000,000.00	109,914,841.51	85,158.49	110,000,000.00		0.00	0.00	
33	TOTAL CONSTRUCTION SOURCES (Lines 24-29)	322,658,000.00	326,227,225.77	85,158.49	326,312,384.26		0.00	0.00	