

LEGISLATIVE FISCAL NOTE

LEGISLATION
NUMBER:

211016

LEGISLATION IN BRIEF:

Approving an Industrial Development Plan for Fidelity Security Life Insurance Company, Inc., a Missouri insurance company, and its affiliates or designees, for the purpose of acquiring, equipping and constructing a project for industrial development consisting of the construction, improvement and renovation of a headquarters facility for Fidelity Security Life Insurance Company, Inc., a Missouri insurance company, and its affiliates and designees, located at the intersection of 27th Street and Grand Boulevard in Kansas City, Missouri; authorizing and approving various agreements for the purpose of setting forth covenants, agreements and obligations of the City and Fidelity Security Life Insurance Company, Inc., and its affiliates or designees; authorizing the issuance of taxable industrial development review bonds in a maximum aggregate principal amount not to exceed \$84,000,000.00; authorizing and approving certain other documents; and authorizing certain other actions in connection with the issuance of said bonds.

What is the purpose of this legislation?

ECONOMIC DEVELOPMENT

For the purpose of entering an agreement between the city and third party for the attraction or retention of economic activity for the purpose of economic development.

Does this legislation spend money appropriated in the current fiscal year?

NO

Yes/No

What is the city's obligation in future fiscal Years (See Section 04)

Does this Legislation estimate new revenue in the current Fiscal Year?

NO

Yes/No

What is the city's gross new revenue in future Fiscal Years? (See Section 01)

Section 00: Notes:

This legislation approves an Industrial Development Plan for Fidelity Security Life Insurance Company, Inc for the purpose of acquiring, equipping, and constructing a project for industrial development consisting of the construction, improvement, and renovation of a headquarters facility for Fidelity Security Life Insurance Company, Inc. This legislation approves taxable industrial development review bonds in an amount not to exceed \$84,000,000 issued by the City and purchased by the Company. This legislation also approves a sales tax exemption on construction materials and a property tax abatement, impacts of which will be realized proportionally across funds receiving sales and property tax. The total fiscal impact for this legislation is estimated to be \$1,491,648.

FINANCIAL IMPACT OF LEGISLATION

Section 01: If applicable, where are funds appropriated in the current budget?

FUND	DEPTID	ACCOUNT	PROJECT	FY 21-22 BUD	FY 22-23 EST

Section 02: If applicable, where will new revenues be estimated?

FUND	DEPTID	ACCOUNT	PROJECT	FY 21-22 BUD	FY 22-23 EST

Section 03: If applicable, where will appropriations be increased?

FUND	DEPTID	ACCOUNT	PROJECT	FY 21-22 BUD	FY 22-23 EST

NET IMPACT ON OPERATIONAL BUDGET

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RESERVE STATUS:

SECTION 04: FIVE-YEAR FISCAL IMPACT (Direct and indirect)

FUND	FUND NAME	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26	FY 26-27	All Outyears
2030								
2080								
2200	Sales Tax Exemption:							
2290	Parks Fund, PMT Fund,							
2300	Central City ED Fund, KCATA							
2301	Fund, Fire Fund, Fire Capital							
2320	Fund, Public Safety Fund, and							
3090	Capital Improvements Fund	(180,731)	(677,741)	(632,558)				
1000								
2020	Property Tax Abatement:							
2330	General Fund, Museum Fund,							
5010	Health Fund, and Debt Fund					(40,577)	(122,639)	(1,423,033)
	PILOT:							
2590	Shared Success Fund				7,003	38,399	73,568	1,466,660
TOTAL REV		(180,731)	(677,741)	(632,558)	7,003	(2,178)	(49,071)	43,627
FUND	FUND NAME	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26	FY 26-27	All Outyears
TOTAL EXP		-	-	-	-	-	-	-
NET Per-YEAR IMPACT		(180,731)	(677,741)	(632,558)	7,003	(2,178)	(49,071)	43,627
NET IMPACT		(1,491,647.82)						

REVIEWED BY

Tanner Owens, OMB

DATE

11/9/2021