

GENERAL

Ordinance Fact Sheet

160611

Ordinance Number

Brief Title

Authorizing financing for City Planning Fleet Vehicles; estimating and appropriating lease proceeds

Reason

Authorizing financing for City Planning Fleet Vehicles; estimating and appropriating lease proceeds

Reason for Legislation

Authorizing the Director of Finance to accept a proposal of Banc of America Public Capital Corp ("BAPCC") to finance the acquisition of City Planning and Development Vehicles ("Project"); estimating revenue and appropriating \$325,000.00 in the 3230 Fund; authorizing the execution of any and all documents and agreements necessary for the financing; designating requisitioning authorities; authorizing the Director of Finance to close project accounts upon completion; 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; and recognizing this ordinance as having an accelerated effective date.

Discussion (explain all financial aspects of the proposed legislation, including future implications, any direct/indirect costs, specific account numbers, ordinance references, and budget page numbers.)

Ordinance requests authorization the finance the Project with one draw upon the Master Lease Purchase Agreement between the City and Bank of America Public Capital Corporation ("BAPCC") for the purpose of acquiring City Fleet Vehicles in an amount not to exceed \$ 325,000.00. The lease term is expected to not exceed more than a eight (8) year period.

The Project proposes to replace ten City Planning and Development Department vehicles. Debt service funds are budgeted in the Development Services fund (2210) for replacement.

The Project will improve the productivity and efficiency of the City Planning and Development Department vehicles and reduce their operating overheads due to incurring fewer repairs and less equipment downtime.

Is it good for the children?

Yes. New vehicles for the City Planning and Development Department will provide greater efficiency in carrying out Department objectives. Specifically, the vehicles will assist inspectors to complete reviews while on job sites.

How will this contribute to a sustainable Kansas City?

Newer fleet vehicles will reduce productivity losses due to repair and obsolescence. Repair and maintainance costs will also be reduced.

Sponsor	Randall J. Landes, Director of Finance Earnest Rouse, Director of General Services
Programs, Departments, or Groups Affected	Finance Department General Services Department
Applicants / Proponents	Applicant City Department Finance Department General Services Department Other
Opponents	Groups or Individuals None Known Basis of opposition
Staff Recommendation	<input checked="" type="checkbox"/> For <input type="checkbox"/> Against Reason Against
Board or Commission Recommendation	By <input type="checkbox"/> For <input type="checkbox"/> Against <input type="checkbox"/> No action taken <input type="checkbox"/> For, with revisions or conditions (see details column for conditions)
Council Committee Actions	<input type="checkbox"/> Do pass <input type="checkbox"/> Do pass (as amended) <input type="checkbox"/> Committee Sub. <input type="checkbox"/> Without Recommendation <input type="checkbox"/> Hold

(Continued on reverse side)

Details

Policy/Program Impact[illegible]

Policy or Program Change	<input checked="checked" type="checkbox"/> No <input type="checkbox"/> Yes
Operational Impact Assessment	

Finances

Cost & Revenue Projections -- Including Indirect Costs	Total estimated debt service, assuming a 2.09% tax-exempt interest rate over a eight (8) year lease term, is \$353,774 or \$44,222 on an annual basis.
Financial Impact	
Fund Source (s) and Appropriation Account Codes	Source of repayment for debt service is the Development Services fund (2210) supported by construction permit and building inspection fees and othe municipal revenues.

(Use this space for further discussion, if necessary)

Applicable Dates:

Fact Sheet Prepared by:

Name: Dan Grandcolas
Title: Public Finance Manager

Date 08/15/16

Reviewed by:

Name: Douglas Buehler
Title: City Treasurer

Date 08/15/16

Reference Numbers