

Legislation Details (With Text)

File #: BILL NO. 20-59
Name:
Type: Ordinance - Committee
Status: Passed
File created: 2/17/2020
In control: City Council - Regular Session
On agenda: 3/17/2020
Final action: 3/17/2020
Title: An Ordinance authorizing the City of Lee's Summit, Missouri to waive the Lee's Summit Housing Authority's payment in lieu of taxes for the Authority's fiscal year ended September 30, 2019 in the amount of \$33,874.16. (F&BC 3/9/20)

Sponsors:

Indexes:

Code sections:

Attachments: 1. Ordinance, 2. Exhibit A-Request letter from Housing Authority, 3. Original Agreement March 1965

Date	Ver.	Action By	Action	Result
3/17/2020	1	City Council - Regular Session	for second reading	Pass
3/17/2020	1	City Council - Regular Session	adopted and numbered	Pass
3/9/2020	1	Finance and Budget Committee	recommended for approval	Pass

An Ordinance authorizing the City of Lee's Summit, Missouri to waive the Lee's Summit Housing Authority's payment in lieu of taxes for the Authority's fiscal year ended September 30, 2019 in the amount of \$33,874.16. (F&BC 3/9/20)

Issue/Request:

The City is considering the recurring annual request of the Lee's Summit Housing Authority to waive the Authority's Payment in Lieu of Taxes (PILOT) payment for the Authority's Fiscal Year ended September 30, 2019, in the amount of \$33,874.16.

Background:

The Lee's Summit Housing Authority is a tax-exempt agency that operates the 116 units at Lee Haven and Duncan Estates housing developments, to provide low income housing for residents of the City. The Authority is primarily dependent on U.S. Department of Housing and Urban Development for funding. The City and the Lee's Summit Housing Authority have an agreement that requires the Authority to make a Payment in Lieu of Taxes (PILOT) to the City each year equal to the lesser of (i) 10% of the total of the total rental payments minus utility expenses or (ii) the Authority's estimated County property taxes.

For more than 10 years the Housing Authority has requested the City waive the PILOT payment in order to use the monies to maintain and improve the facilities and keep costs as low as possible for its residents.

The Lee's Summit Housing Authority has requested the City waive the 2019 PILOT payment in the amount of \$33,874.16.

Proposed City Council Motion:

FIRST MOTION: I move for second reading of an Ordinance authorizing the City of Lee's Summit, Missouri to waive

the Lee's Summit Housing Authority's payment in lieu of taxes for the Authority's fiscal year ended September 30, 2019 in the amount of \$33,874.16.

SECOND MOTION: I move for adoption of an Ordinance authorizing the City of Lee's Summit, Missouri to waive the Lee's Summit Housing Authority's payment in lieu of taxes for the Authority's fiscal year ended September 30, 2019 in the amount of \$33,874.16.

Impact/Analysis:

The requested waiver amount of \$33,874.16 is the same amount as the City waived for Fiscal Year ending on September 30, 2018. The City has not budgeted the receipt of the PILOT as revenue in anticipation of a waiver request from the Housing Authority.

Bette Wordelman, Finance Director

Staff recommends approval of An Ordinance authorizing the City of Lee's Summit, Missouri to waive the Lee's Summit Housing Authority's payment in lieu of taxes for the Authority's fiscal year ended September 30, 2019 in the amount of \$33,874.16.

Finance and Budget Committee (March 9, 2020) - A motion was made by Councilmember Forte, seconded by Councilmember Carlyle, that this Ordinance be recommended for approval to the City Council. The motion carried by unanimous vote.