

Legislation Details (With Text)

File #:	BILL NO. 17-102	Name:	
Type:	Ordinance	Status:	Passed
File created:	4/20/2017	In control:	City Council - Regular Session
On agenda:	5/18/2017	Final action:	5/18/2017
Title:	AN ORDINANCE APPROVING THE TERMS FOR THE INTERFUND LOANS FOR THE FUNDING OF THE PURCHASE OF A HANGAR, FIXTURES AND PERMANENT IMPROVEMENTS FROM TRANSPORTATION SALES TAX REVENUES, APPROVING AMENDMENT NO. 11 TO THE BUDGET FOR THE FISCAL YEAR ENDING JUNE 30, 2017, AS ADOPTED BY ORDINANCE NO. 7894, AND AUTHORIZING THE CITY MANAGER TO TAKE SUCH ACTIONS AS ARE NECESSARY TO IMPLEMENT THE INTERFUND LOANS TERMS APPROVED HEREIN SUBJECT TO ANNUAL APPROPRIATIONS. (F&BC 5/8/17)		

Sponsors:

Indexes:

Code sections:

Attachments: 1. Ordinance, 2. Hangar Financing Plan

Date	Ver.	Action By	Action	Result
5/18/2017	1	City Council - Regular Session	adopted and numbered	Pass
5/8/2017	1	Finance and Budget Committee	recommended for approval	Pass

AN ORDINANCE APPROVING THE TERMS FOR THE INTERFUND LOANS FOR THE FUNDING OF THE PURCHASE OF A HANGAR, FIXTURES AND PERMANENT IMPROVEMENTS FROM TRANSPORTATION SALES TAX REVENUES, APPROVING AMENDMENT NO. 11 TO THE BUDGET FOR THE FISCAL YEAR ENDING JUNE 30, 2017, AS ADOPTED BY ORDINANCE NO. 7894, AND AUTHORIZING THE CITY MANAGER TO TAKE SUCH ACTIONS AS ARE NECESSARY TO IMPLEMENT THE INTERFUND LOANS TERMS APPROVED HEREIN SUBJECT TO ANNUAL APPROPRIATIONS. (F&BC 5/8/17)

Issue/Request:

AN ORDINANCE APPROVING THE TERMS FOR THE INTERFUND LOANS FOR THE FUNDING OF THE PURCHASE OF A HANGAR, FIXTURES AND PERMANENT IMPROVEMENTS FROM TRANSPORTATION SALES TAX REVENUES, APPROVING AMENDMENT NO. 11 TO THE BUDGET FOR THE FISCAL YEAR ENDING JUNE 30, 2017, AS ADOPTED BY ORDINANCE NO. 7894, AND AUTHORIZING THE CITY MANAGER TO TAKE SUCH ACTIONS AS ARE NECESSARY TO IMPLEMENT THE INTERFUND LOANS TERMS APPROVED HEREIN SUBJECT TO ANNUAL APPROPRIATIONS.

Key Issues:

The City recently purchased Hangar 1 at the Lee's Summit Municipal Airport at a cost of \$1,503,081. The initial purchase was made using the City's Reserve Fund until appropriate financing could be identified. This ordinance is a follow up item to establish a financing plan for the cost of the hangar and has two key elements;

1. The ordinance establishes an annual transfer of funds from fund F324 - Road & Bridge Improvement to

F510 - Airport Fund to retire existing debt and finance the purchase of Hangar 1.

2. Authorizes a transfer of funds (\$132,913) from the General Fund Reserve balance for the purchase of capital equipment associated with the operation of Hangar 1 to be repaid on July 1, 2024.

Attached to the ordinance is Exhibit A which outlines the funding amounts and intervals.

Proposed Council Motion:

FIRST MOTION: I move for second reading of AN ORDINANCE APPROVING THE TERMS FOR THE INTERFUND LOANS FOR THE FUNDING OF THE PURCHASE OF A HANGAR, FIXTURES AND PERMANENT IMPROVEMENTS FROM TRANSPORTATION SALES TAX REVENUES, APPROVING AMENDMENT NO. 11 TO THE BUDGET FOR THE FISCAL YEAR ENDING JUNE 30, 2017, AS ADOPTED BY ORDINANCE NO. 7894, AND AUTHORIZING THE CITY MANAGER TO TAKE SUCH ACTIONS AS ARE NECESSARY TO IMPLEMENT THE INTERFUND LOANS TERMS APPROVED HEREIN SUBJECT TO ANNUAL APPROPRIATIONS.

SECOND MOTION: I move for adoption of AN ORDINANCE APPROVING THE TERMS FOR THE INTERFUND LOANS FOR THE FUNDING OF THE PURCHASE OF A HANGAR, FIXTURES AND PERMANENT IMPROVEMENTS FROM TRANSPORTATION SALES TAX REVENUES, APPROVING AMENDMENT NO. 11 TO THE BUDGET FOR THE FISCAL YEAR ENDING JUNE 30, 2017, AS ADOPTED BY ORDINANCE NO. 7894, AND AUTHORIZING THE CITY MANAGER TO TAKE SUCH ACTIONS AS ARE NECESSARY TO IMPLEMENT THE INTERFUND LOANS TERMS APPROVED HEREIN SUBJECT TO ANNUAL APPROPRIATIONS.

Background:

On November 3, 2016, the Mayor and City Council approved ordinance No. 8010 authorizing the purchase of 'Hangar 1' from DeJarnette Enterprises in the amount of \$1,503,081. Funding for this purchase was identified using the unallocated balance of fund F324 - Road & Bridge Improvement. This financing plan establishes an annual transfer of \$300,616.20 from Fund 324 over a 5 year period.

Presenter: Conrad Lamb, Finance Director | Dena Mezger, Director of Public Works

Recommendation: Staff Recommends Approval

Committee Recommendation: N/A