

# City Planning and Development

Administration Division

414 E 12<sup>th</sup> St 15<sup>th</sup> Floor Kansas City, Missouri 64106

# Community Improvement District Revolving Loan Fund

The City of Kansas City has established a loan fund to assist in the establishment of Community Improvement Districts ("CIDs") and provide temporary operational funds for newly established CIDs.<sup>1</sup> Applicants may apply for a loan and will be considered on a first-come, first-served basis, and as funding is available. Selected applicants must enter into a contract with the City regarding repayment of the loan. Total funding currently available is approximately \$120,000.

## General Eligibility:

# A. Proposed CID

- Applicant is a corporate entity that has been registered with the Missouri Secretary of State for a minimum of one year
- Community-based CID with a minimum of three property owners
- Will provide services and improvements that are for a public purpose
- Will not seek a blight determination.

#### B. Newly-established CID

- Application must be submitted within one year of establishment
- Community-based CID with a minimum of three property owners
- Will provide services and improvements that are for a public purpose
- Does not have a blight determination

### **Application Requirements:**

#### A. All Applications

- Applicant name, address and contact information
- Proposed budget with estimated revenues and feasibility of proposed improvements/services
- Loan amount requested
- Proposed use of loan funds and the respective dollar amounts for each use.

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816-513-1500

Fax: 816-513-2838

<sup>&</sup>lt;sup>1</sup> Ordinance No. 240451 adopted June 6, 2024.

- B. Additional Requirements for Proposed CIDs
  - Applicant's business registration from the MO Secretary of State
  - Proposed CID boundary
  - Statement of purpose regarding services and improvements to be provided
  - Revenue estimate from the Finance Department if proposing sales/use tax<sup>2</sup>
  - Proof of any professional assistance received to date

#### Loan Terms:

# A. Proposed CID

- Funds must be used toward actual costs of establishing CID including legal fees, professional fees, and land surveyor services.
- No more than 20% of the total amount of the loan may be used for costs related to gathering petition signatures.

# B. Newly-established CID

- Funds must be used for services and improvements to be provided by the CID and/or used to pay the direct costs of the CID's sales and use tax election.
- No more than 10% of the total amount of the loan may be used toward general administrative fees<sup>3</sup>.

#### **Selection Process:**

- 1. Submit application form and required documents to City Planning and Development, Administration Division, attn: Abbey Brinkley, <a href="mailto:abbey.brinkley@kcmo.com">abbey.brinkley@kcmo.com</a>.
- 2. City Planning staff will review documentation and notify applicants of approval or denial.
- 3. Selected applicants must enter into a contract with the City that requires the CID to prioritize repayment of the City at a minimum of 10% of the CID's annual revenue. Additionally, upon establishment of a proposed CID, the CID must enter into a cooperative agreement with the City that addresses loan repayment.

#### Questions:

Contact City Planning and Development, Administration Division, attn: Abbey Brinkley, <u>abbey.brinkley@kcmo.com</u> or 816-513-5862.

<sup>&</sup>lt;sup>2</sup> Contact Development Finance Division, attn: Sean Carroll (<u>sean.carroll@kcmo.org</u>). A revenue estimate typically takes 3-4 weeks to complete.

<sup>&</sup>lt;sup>3</sup> General administrative fees include legal fees, accounting fees, bank fees, insurance, etc.