

City Council Committee Meeting Notice

CITY COUNCIL City Hall, 215 SE 7th Street, Suite 255 Topeka, KS 66603-3914 Tel: (785) 368-3710 Fax: (785) 368-3958 www.topeka.org

Committee:Transient Guest Tax (TGT)Meeting Date:March 12, 2025Time:1:00pmLocation:Virtual Only

Agenda:

- 1. Call to order
- 2. Downtown Topeka Foundation-Ice Rink Resolution
- 3. Sunflower Soccer Association-Project NextGen Resolution
- 4. Other Items
- 5. Adjourn

Staff Requested:	Dr. Robert M. Perez, City Manager Amanda Stanley, City Attorney Josh McAnarney, Budget & Finance Division Director
Committee Members:	Christina Valdivia-Alcalá - District 2 Spencer Duncan-District - 8 Michelle Hoferer-District - 9
Council Office Contacts:	Tonya Bailey, Senior Executive Assistant Tara Jefferies, Senior Executive Assistant councilassist@topeka.org 785-368-3710



City of Topeka

Transient Guest Tax Committee

214 SE 8th Street

Topeka, Kansas 66603

www.topeka.org

DATE: March 6, 2025 <u>CONTACT PERSON:</u> Michelle Hoferer, Chair <u>SUBJECT:</u> Downtown Topeka Foundation Ice Rink <u>PROJECT #:</u> Ice Rink

DOCUMENT DESCRIPTION:

Re-allocate remaining Transient Guest Tax funding for the Downtown Topeka Foundation Ice Rink in the amount of \$180,188.44.

ATTACHEMENTS:

Resolution

Contract

1 2 3 4 5 6 7		RESOLUTION NO
	Hot ren	oduced by Councilmembers Duncan, Valdivia-Acala, and ferer sitting as the Transient Guest Tax Committee, re-allocate naining transient guest tax funding for the Downtown Topeka undation Ice Rink.
8	WHEREAS, trar	sient guest taxes (TGT) may be imposed on individuals who
9	occupy hotel and motel	rooms for short durations; and
10	WHEREAS, the	funds generated by such taxes may be used for convention and
11	tourism activities and to	promote the general welfare of the city, including the attraction
12	of industry; and	
13	WHEREAS, the	City currently imposes a 7% TGT; and
14	WHEREAS, on .	August 20, 2002, the governing body, in Resolution No. 7253,
15	allocated 1% of the T	GT for a period of 13 years to the development of the Great
16	Overland Station, inclu	iding Riverfront Park, and the historic preservation fund and
17	extended by the govern	ning body on October 20, 2015 by a period of Twelve (12) years
18	via Resolution No.8732	; and
19	WHEREAS, via	Resolution No. 8732, the City allocated \$300,000.00 over a
20	period of Twelve (12) y	ears to provide funding for the Evel Knievel Museum subject to
21	the terms and condition	s contained in the Resolution and Development Agreement; and
22	WHEREAS, the	Evel Knievel Museum ceased operations in the summer of 2021
23	within the City of Topel	a prior to the end and disbursement of the allocated funds and
24	payments of TGT funds	terminated; and
25	WHEREAS, via I	Resolution No. 9568, the City re-allocated those remaining funds
26	to the Downtown Topek	a Foundation Ice Rink.
27	WHEREAS, the	TGT Committee is desirous of re-allocating the undistributed and

remaining funds to the Downtown Topeka Foundation to complete its plan for PhaseOne of the Ice Rink; and

30 WHEREAS, the City's Transient Guest Tax Committee (hereinafter "TGT 31 Committee"), consisting of Council Members Duncan, Valdivia-Alcala and Hoferer, 32 reviewed the request to re-allocate the funds to the Grantee; and

WHEREAS, on May 23, 2024, the TGT Committee adopted Grantee's request for the Project to re-allocate up to \$180,188.44 to fund Phase One of the Concrete Slab of the Ice Rink.

NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE
 CITY OF TOPEKA, KANSAS, that:

<u>Section 1</u>. The City shall re-allocate up to \$180,188.44 of the remaining TGT
 fund to fund Phase One of the Ice Rink as planned and developed by the Downtown
 Topeka Foundation subject to the terms and conditions contained in this Resolution and
 a subsequently executed development agreement.

Such funds will be allocated in an amount determined by the City's chief financial
officer or designee. The commitments will begin in fiscal year 2025 and continue until
December 31, 2027 or until the maximum expenditure amount of \$180,188.44 is met,
whichever event is earlier.

46 <u>Section 2</u>. The City's funding commitment will be conditioned upon the 47 occurrence of the following:

48 (a) Continuation of a charter ordinance with the current 1% TGT which49 expires on December 31, 2027.

50 (b) Approval of a development agreement between the governing body and

the appropriate legal entity responsible for the project. Such agreement will contain
provisions addressing the use of TGT funds, including but not necessarily limited to:

53 (1) A project development budget identifying all funding sources and
54 the manner in which TGT funds will be spent.

55 (2) An operating plan for the project identifying various performance 56 metrics.

57 (3) A project timeline identifying established deadlines for various 58 milestones.

59

(4) A project design document.

60 (5) The anticipated economic impact of the project.

61 (6) An outline of the various responsibilities related to reporting,
62 inspections, audits, indemnification, insurance, and fund repayment in certain
63 specified circumstances.

64 The development agreement will also acknowledge that grant funding may be 65 reduced to correspond to lower than expected TGT revenues.

66 The development agreement will also acknowledge that non-use of the fund will 67 be reimbursed back to the TGT fund.

(c) The development agreement will be submitted to the governing body for
its consideration and approval within 180 days from the date of this Resolution; unless
an extension is granted by the governing body.

(d) If the entity contracting on behalf of Ice Rink is a not-for-profit entity, it will
comply with the requirements of K.S.A. 45-240 and amendments thereto regarding
recordkeeping requirements for not-for-profit entities that receive public funds.

74	(e) The entity contracting on behalf of Ice Rink shall not owe any debt due to
75	the City, including, but not limited to property taxes and special assessments and shall
76	be in good standing with the Kansas Secretary of State.
77	Section 3. All financial commitments referenced in this Resolution shall be
78	subject to the Budget and Cash Basis laws and any other applicable ordinances or
79	statutes.
80	ADOPTED and APPROVED by the Governing Body on
81 82 83 84 85	CITY OF TOPEKA, KANSAS
86 87 88 89 90 91	Michael A. Padilla, Mayor
92	Brenda Younger, City Clerk

CITY OF TOPEKA CONTRACT NO.

AMENDMENT NO. 2 TO CITY OF TOPEKA CONTRACT NO. 52270

1	This Amendment No. 2 to City of Topeka Contract No. 52270 is entered into on
2	this day of, 2025, by and between the City of Topeka, Kansas,
3	a duly organized municipal corporation, hereinafter referred to as "City" and Downtown
4	Topeka Foundation, a Not For-Profit Corporation, hereinafter referred to as "Grantee."
5	WHEREAS, City and Grantee entered into City of Topeka Contract No. 52270 to
6	provide for a Development Agreement for the use of Transient Guest Tax develop plans
7	and construct an Ice Rink in the Evergy Plaza area of the City of Topeka; and
8	WHEREAS, the parties desire to amend City of Topeka Contract No. 52270.
9	NOW, THEREFORE, IN CONSIDERATION OF THE MUTUAL COVENANTS
10	CONTAINED HEREIN, THE PARTIES AGREE AS FOLLOWS:
11	Section 1. Paragraph 1(b) of City of Topeka Contract No. 52270 and
12	Amendment No. 1 is hereby specifically amended to state the following:
13	1. Funding Allocation; Distribution and Use
14	(b) <u>Use</u> . The Allocated Funds will be used to complete Phase 1 of the Ice Rink
15	Project by designing and constructing an approximate 40 feet by 100 feet concrete slab.
16	The Grantee shall use the Allocated Funds only for the Project. Any changes to the scope
17	of the Project pertaining to the use of Allocated Funds shall be approved by the City
18	Manager, or his/her designee. Non use of the fund or failure to complete Phase 1 of the
19	Ice Rink Project will result in the Allocated Funds returning to the TGT fund for
20	consideration of other projects.
04	In order to enclure that the Allocated Funds are used only for the Dreight and as

21 In order to ensure that the Allocated Funds are used only for the Project, and as

specified in this Agreement, the Grantee shall provide certificate of expenditures within sixty (60) days of the expenditure of TGT funds on the Ice Rink. The supporting documentation shall be copies of invoices reflecting amounts billed, copies of checks, evidence of wire transfer or other payment of cash by the Grantee.

The Grantee shall provide a progress report every six (6) months to the City Manager or his/her designee, in a form acceptable to the City. Each progress report shall identify expenditures of Allocated Funds and progress toward completion of the Project.

29 The first report shall be due six (6) months from the date of execution of this 30 Agreement and shall cover progress in fundraising efforts and planning and design of the 31 facility during the first six (6) months of the Project. The final report shall be due six (6) 32 months after completion of the Project and include the plans and specifications to 33 complete the Project. The City reserves the right to audit financial documents relative to 34 the Project at any time during this Agreement and to request reimbursement for 35 expenditures determined to be improper, unauthorized or unsubstantiated. The City shall 36 have sole authority in this regard and shall base its decision upon reports submitted or, 37 in the alternative, the absence of documents to substantiate expenditures.

If at the end of the first six (6) month project report, no progress in fundraising efforts and planning and design of the facility has been made toward the Project, any portion of the distributed TGT funds shall be re-allocated back to the City for consideration of other uses of the TGT funds.

42 <u>Section 2.</u> Paragraph 2 of City of Topeka Contract No. 52270 is hereby 43 specifically amended to state the following:

44 2. <u>Project Installation Costs</u>. Distribution of the Allocated Funds will be

45 contingent upon the Grantee's compliance with use of all the Allocated Funds toward the 46 2025 Installation costs more of a concrete slab fully set out in *Exhibit A*, which is attached 47 hereto and incorporated herein by reference, (hereinafter "Installation Costs"). The City 48 has no obligation to fund any additional funds. The Grantee must submit documentation 49 to the City Manager, or his/her designee, confirming that it has secured all of the 50 remaining funds for the Installation Costs not covered by the City's Allocated Funds. This 51 documentation must be submitted by December 31, 2025, and the City shall have sole 52 discretion in determining whether or not the documentation is acceptable for all purposes 53 associated with the distribution of the Allocated Funds to assist with the Project.

54 <u>Section 3.</u> Paragraph 3 of City of Topeka Contract No. 52270 is hereby 55 specifically amended to state the following:

56 3. Project Design and Construction; Timeline. Distribution of the Allocated 57 Funds will be contingent upon the Grantee's compliance with the various deadlines and 58 milestones established in the Project design and construction documents. The Grantee 59 will provide design and construction documents for the Project to the City Manager, or 60 his/her designee, as documented in Grantee's progress reports as submitted in Section 61 1(b) of this Agreement as well as any additional information demonstrating that the Project 62 is on schedule and/or proceeding in a timely manner considering all of the facts and 63 circumstances involved.

64 <u>Section 4.</u> Paragraph 7 of City of Topeka Contract No. 52270 is hereby 65 specifically amended to state the following:

7. <u>Project Completion</u>. The Grantee shall complete the Project within no
later than July 1, 2026. The City may extend the completion date at the request of the

68	Grantee with thirty days written notice and the City may grant an extension if continuing
69	to receive satisfactory progress reports as submitted in Section 1(b) of this Agreement.
70	Any request for an extension of time shall be submitted to the City Manager, who shall
71	submit the request to the TGT Committee. The TGT Committee, after providing the
72	Grantee with the opportunity to be heard, will make a recommendation to the Governing
73	Body as to whether or not to grant or deny the request for extension with or without
74	conditions; although requests shall not be denied unless for good cause.
75	Section 5. Exhibit A of City of Topeka Contract No. 52270 is hereby specifically
76	amended to state the following:
77	EXHIBIT A
78	Installation Costs
78 79	Installation Costs The amount of TGT Funds requested is a maximum of \$180,188.44 to design and
79	The amount of TGT Funds requested is a maximum of \$180,188.44 to design and
79 80	The amount of TGT Funds requested is a maximum of \$180,188.44 to design and construct the Phase 1 of the slab for the Ice Rink. The Grantee will raise and furnish any
79 80 81	The amount of TGT Funds requested is a maximum of \$180,188.44 to design and construct the Phase 1 of the slab for the Ice Rink. The Grantee will raise and furnish any additional funds necessary to complete the Ice Rink.
79 80 81 82	The amount of TGT Funds requested is a maximum of \$180,188.44 to design and construct the Phase 1 of the slab for the Ice Rink. The Grantee will raise and furnish any additional funds necessary to complete the Ice Rink. <u>Section 6.</u> All other terms and conditions of City of Topeka Contract No. 52270
79 80 81 82 83	The amount of TGT Funds requested is a maximum of \$180,188.44 to design and construct the Phase 1 of the slab for the Ice Rink. The Grantee will raise and furnish any additional funds necessary to complete the Ice Rink. <u>Section 6.</u> All other terms and conditions of City of Topeka Contract No. 52270 not specifically amended herein shall remain in full force and effect.

CITY OF TOPEKA, KANSAS

Robert M. Perez, Ph.D., City Manager

APPROVED AS TO FORM AND LEGALITY

BY

DATE_____

Brenda Younger, City Clerk

ATTEST:

DOWNTOWN TOPEKA FOUNDATION

James W. Parrish, Chair



City of Topeka

Transient Guest Tax Committee

214 SE 8th Street

Topeka, Kansas 66603

www.topeka.org

DATE: March 6, 2025 <u>CONTACT PERSON:</u> Michelle Hoferer, Chair <u>SUBJECT:</u> Sunflower Sports Association <u>PROJECT #:</u> NextGen

DOCUMENT DESCRIPTION:

Allocate Transient Guest Tax funds to the Sunflower Sports Association to begin Phase 1 of Project NextGen in the amount of \$450,000.00.

ATTACHEMENTS:

Resolution

1 2 3 4 5 6	RESOLUTION NO
	A RESOLUTION introduced by Councilmembers Duncan, Valdivia-Acala, and Hoferer sitting as the Transient Guest Tax Committee, to allocate transient guest tax funds to the Sunflower Sports Association to begin Phase 1 of Project NextGen.
7 8	WHEREAS, transient guest taxes (TGT) may be imposed on individuals who
9	occupy hotel and motel rooms for short durations; and
10	WHEREAS, the funds generated by such taxes may be used for convention and
11	tourism activities and to promote the general welfare of the city, including the attraction
12	of industry; and
13	WHEREAS, the City currently imposes a 7% TGT; and
14	WHEREAS, on August 20, 2002, the governing body, in Resolution No. 7253,
15	allocated 1% of the TGT for a period of 13 years to the development of the Great
16	Overland Station, including Riverfront Park, and the historic preservation fund and
17	extended by the governing body on October 20, 2015 by a period of Twelve (12) years
18	via Resolution No.8732; and
19	WHEREAS, the TGT 7% fund is broken down to 5% for general, 1% to four (4)
20	specific organizations and 1% to Sunflower Sports Association; and
21	WHEREAS, in 2024 the 1% for Sunflower Sports Association allocates
22	\$437,066.00 bringing the current balance to \$702,779; and
23	WHEREAS, Sunflower Sports Association has presented the Committee plans to
24	use the \$450,000.00 from the fund to begin Phase 1 of Project NextGen to upgrade the
25	Sunflower Sports Complex; and
26	WHEREAS, the City's Transient Guest Tax Committee (hereinafter "TGT
27	Committee"), consisting of Council Members Duncan, Valdiva-Acala and Hoferer,

28 reviewed the request to re-allocate the funds to the Grantee; and

WHEREAS, on March 12, 2024, the TGT Committee adopted Sunflower Sports Association's request for Phase 1 of Project NextGen to allocate \$450.000.00 from the TGT fund.

NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE
 CITY OF TOPEKA, KANSAS, that:

<u>Section 1</u>. The City shall allocate \$450,000.00 to provide funding for Phase 1
 of Project NextGen as planned and developed by Sunflower Sports Association subject
 to the terms and conditions contained in this Resolution.

37 Such funds will be allocated annually in an one-time sum of \$450,000.00. The 38 commitments will continue until the maximum expenditure amount of \$450,000.00 is 39 met, whichever event is earlier.

40 <u>Section 2</u>. The City's funding commitment will be conditioned upon the 41 occurrence of the following:

42 (a) Continuation of a charter ordinance with the current 1% TGT which43 expires on December 31, 2027.

(b) If the entity contracting on behalf of Sunflower Sports Association is a notfor-profit entity, it will comply with the requirements of K.S.A. 45-240 and amendments
thereto regarding recordkeeping requirements for not-for-profit entities that receive
public funds.

(c) The entity contracting on behalf of Sunflower Sports Association shall not
owe any debt due to the City, including, but not limited to property taxes and special
assessments and shall be in good standing with the Kansas Secretary of State.

51	Section 3. All financial commitments referenced in this Resolution shall be
52	subject to the Budget and Cash Basis laws and any other applicable ordinances or
53	statutes.
54	ADOPTED and APPROVED by the Governing Body on
55 56 57 58 59 60	CITY OF TOPEKA, KANSAS
61 62 63 64 65	ATTEST:
66	Brenda Younger, City Clerk