

CITY COUNCIL POLICY

Policy 37
November 8, 2016

Subject: Proceeds from the Sale of City-Owned Property

It shall be the policy of the City Council of the City of Wichita to direct the proceeds of the sale of surplus property first towards satisfying any legal obligations or existing debt and then to direct any remaining net proceeds to both the Economic Development Fund and the General Fund, and to use any proceeds for non-recurring purposes, or other specific priority areas as identified by the City Council.

I. Crediting the Proceeds from the Sale of Surplus Property:

Any sale of surplus property will be approved by the City Council. Any costs of disposing of the property will first be deducted from the amount received, including any amount due the Property Management Section of the City Manager's Office for marketing and selling the property. Any amount remaining after direct costs are deducted will be considered "net proceeds."

Any net proceeds will first be directed based on any legal or regulatory requirements. If the City issued debt to acquire the property being disposed, any net proceeds will be directed to retiring any remaining outstanding debt balance.

Any remaining net proceeds will then be directed to the funding source that initially acquired the property. Any property acquired from enterprise fund revenues will be re-directed back to the appropriate enterprise fund. Any remaining proceeds will be considered "unrestricted proceeds."

Unrestricted proceeds will be credited 45% to the Economic Development Fund and 55% to the General Fund.

II. Use of Net Proceeds from the Sale of Surplus Property:

Net proceeds from the sale of surplus property should be considered as a funding source for one-time projects and for non-recurring purposes. Net proceeds may also be directed for specific priority areas based on Council direction.