



City of Kansas City, Missouri

Docket Memo

Ordinance/Resolution #: 250257

Submitted Department/Preparer: Water

Revised 6/10/24

Docket memos are required on all ordinances initiated by a Department Director. More information can be found in [Administrative Regulation \(AR\) 4-1](#).

Executive Summary

Authorizing the Manager of Procurement Services to execute an \$8,500,000.00 construction contract with SAK Construction Company, LLC, for the City Wide Sewer Main Rehabilitation Indefinite Delivery, Indefinite Quantity (IDIQ) - Fiscal Year 2026 project; authorizing a maximum expenditure of \$12,000,000.00; authorizing two successive renewal options with further City Council approval; and recognizing this ordinance as having an accelerated effective date.

Discussion

Project Justification

This contract will assist the Water Services Department's Sewer Line Maintenance Division in the rehabilitation of public sanitary sewers, sewer laterals, and manholes located within the public right-of-way or easements throughout Kansas City, Missouri.

The repairs will restore structural integrity and operability to deteriorated sanitary sewers, will provide customers with reliable wastewater services, and will improve customer satisfaction by providing timely response to 311 service requests.

Project Description

The scope of services consists of repairs of public sanitary sewers and private residential sewer laterals located within the public right-of-way or easements throughout Kansas City, Missouri.

Work will consist of the following:

- Cleaning and closed-circuit television (CCTV) inspection of sanitary sewers in preparation for rehabilitation.
- Cured-in-place pipe (CIPP) rehabilitation of sanitary sewer mainlines and laterals.
- Open-cut excavation repair of sanitary sewers as necessary for trenchless rehabilitation.

Construction work orders will be issued to the Contractor to execute repairs.

Unit prices for the work to be completed under this contract were established based on original bids received. Therefore, the Water Services Department proposes a not to exceed \$8,500,000.00 contract to satisfy the cost of issued construction work orders.

Proposed Contract:	\$12,000,000.00
Proposed Renewal No.1:	\$8,500,000.00
<u>Proposed Renewal No. 2:</u>	<u>\$8,500,000.00</u>
Total:	\$29,000,000.00

Term

The term of this contract is 460 calendar days. The contract also has two successive renewal options in it.

Solicitation

This project was advertised in accordance with the City's requirements. Public bids were opened on January 14, 2025 with 2 bidders responding.

MBE/WBE Goals

CREO KC established goals of 10% MBE and 10% WBE on this project on November 8, 2024 as part of the Annual Goal Program.

Awardee/Subcontracting Participation

SAK Construction LLC was selected for this project as the lowest, most responsive, and most responsible bidder with a contract amount of \$8,500,000.00, with subcontracting participation of 10% MBE and 10% WBE.

Other Bidder/Subcontracting Participation

The only other bid received with proposed subcontracting participation are as follows:

- Insituform Technologies USA LLC / \$12,047,284.00 / 10% MBE & 10% WBE participation

Estimated Project Cost

The estimated opinion of probable construction costs for this project is \$8,500,000.00.

Fiscal Impact

1. Is this legislation included in the adopted budget? ☒ Yes ☐ No
2. What is the funding source?
Sewer Revenue Bond Series 2024A 8194: \$8,500,000.00
Sewer Fund 8110: \$3,500,000.00
3. How does the legislation affect the current fiscal year?
This ordinance is supported by the Fiscal Year 25 Water Services Annual CIP. Work on this project will be performed during the current and next fiscal year to improve the reliability of the City's sewer system.
4. Does the legislation have a fiscal impact in future fiscal years? Please notate the difference between one-time and recurring costs.
Funds encumbered in the current fiscal year will be disbursed over Fiscal Years 25 and 26. Work on the project is anticipated to be completed by 460 days from the Notice to Proceed date.
5. Does the legislation generate revenue, leverage outside funding, or deliver a return on investment?
No.

Office of Management and Budget Review

(OMB Staff will complete this section.)

1. This legislation is supported by the general fund. ☐ Yes ☒ No
2. This fund has a structural imbalance. ☐ Yes ☒ No
3. Account string has been verified/confirmed. ☒ Yes ☐ No

Additional Discussion (if needed)

Citywide Business Plan (CWBPs) Impact

1. View the [Adopted 2025-2029 Citywide Business Plan](#)
2. Which CWBP goal is most impacted by this legislation?
Infrastructure and Accessibility (Press tab after selecting.)
3. Which objectives are impacted by this legislation (select all that apply):
 - ☐ Engage in thoughtful planning and redesign of existing road networks to ensure safety, access, and mobility of users of all ages and abilities.
 - ☐ Enhance the City's connectivity, resiliency, and equity through a better-connected multi-modal transportation system for all users.
 - ☐ Build on existing strengths while developing a comprehensive transportation plan for the future.
 - ☒ Develop environmentally sustainable infrastructure strategies that improve quality of life and foster economic growth.
 - ☒ Ensure adequate resources are provided for continued maintenance of existing infrastructure.
 - ☐ Focus on delivery of safe connections to schools.

Prior Legislation

N/A

Service Level Impacts

Service Level Impacts on this project are to line 28 sewer miles annually.

Other Impacts

1. What will be the potential health impacts to any affected groups?
The project will protect public health and the environment by restoring sewer conveyance capacity, increasing the service life of the existing sewer system, and improving the water quality of the City's waterways.
2. How have those groups been engaged and involved in the development of this ordinance?
N/A
3. How does this legislation contribute to a sustainable Kansas City?
This project will contribute to a sustainable Kansas City by improving the sanitary sewer asset owned by Kansas City by reducing infiltration and inflow along the sewer system.

4. Does this legislation create or preserve new housing units?
No (Press tab after selecting)

N/A

Click or tap here to enter text.

5. Department staff certifies the submission of any application Affirmative Action Plans or Certificates of Compliance, Contractor Utilization Plans (CUPs), and Letters of Intent to Subcontract (LOIs) to CREO prior to, or simultaneously with, the legislation entry request in Legistar.

Yes - I have submitted documents for CREO Review (Press tab after selecting)
Please attach or copy and paste CREO's review.

The Contractor Utilization Plan was submitted to CREO KC for the construction project on February 6, 2025, and was approved on February 11, 2025 with 10% MBE and 10% WBE participation.

6. Does this legislation seek to approve a contract resulting from an Invitation for Bid?

Yes(Press tab after selecting)

List the three (3) lowest bidders in addition to the selected bidder.

- SAK Construction LLC
- Insituform Technologies USA LLC

7. Does this legislation seek to approve a contract resulting from a Request for Proposal/Qualification (RFP/Q)?
No(Press tab after selecting)