

March 27, 2025

Steven Anthony, Chairman

Central City Economic Development Board

Housing & Community Development Department

414 East 12th Street, 24th Floor

Kansas City, MO 64106

RE: Application for Supplemental Request – KCMO Sewer Relocation - Overlook District Project

## Dear Chairman Anthony:

In August 2024 the City Council passed Ordinance 240620 which approved a funding request from Community Builders of Kansas City (CBKC) for funds to relocate a public sewer line out of private property and into public right-of-way on Chestnut Avenue and Dr Martin Luther King Jr Boulevard. The funding was approved in the amount of \$1,000,000.00 and was based on a construction estimate from our General Contractor, Turner Construction. The project was approved for Building Permit on November 2021.

We are now prepared to proceed with the work and recently did a pre-construction walk-through with representatives from Turner Construction, the Public Works Department (Maurece Green), and CBKC staff. During this walk thru a number of new conditions on the project were identified as being applicable now but were not conditions identified during the plan review in 2021. We are advised that the "new" requirements (SRI) went into effect in January 2025. These new requirements would impose the following additional improvement costs on the project:

- Repave/replace two lanes of the Boulevard instead of just the single lane where work would be occurring
- Repave/replace the street lanes for an additional 250 to both the East and West of the area where work would be taking place.

These new requirements will add significant costs to the project, exceeding the funding previously provided through the Central City Economic Development ("CCED") Sales Tax. The revised construction estimated cost is now \$1,092,058. Again, this entire project is necessary due to the fact that many years ago the City installed a large sewer line running diagonally thru private property instead of running the line along public street right-of-way as is standard. In order to comply with the new City requirements, we need the City to increase the funding level by 10%, or by \$100,000.00. We understand the Board's policy for supplemental awards is ten percent of the Project award, not to exceed \$150,000 (the "Cap"). Accordingly, our Supplement Request is consistent with the Cap and the Board's policy.

I would be happy to answer any questions that you have on this request. We appreciate your consideration.

Sincerely

Emmet Pierson, Jr.

President & CEO