



City of Kansas City, Missouri

Docket Memo

Ordinance/Resolution #: ~~TMP 4800~~ 240911

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 a \$500,000.00 construction contract with SHEDIGS IT, LLC, for the Valve Straightening and Water Distribution System Repairs, Renewal No. 2 project; and recognizing this ordinance as having an accelerated effective date.

Discussion

Project Justification

The Water Services Department is undertaking this construction project to provide maintenance support for the Water Services Department's Pipeline Division for repair and replacement of water distribution main valves in the distribution system throughout Kansas City, Missouri.

Project Description

This contract consists of straightening misaligned valve boxes as well as performing other water distribution system repairs on an as-needed basis. This contract is based on unit prices and will total \$1,500,000.00 maximum over three fiscal years for the cumulative of the original contract, Renewal No. 1 and this ordinance's Renewal No. 2. Work will be performed throughout Kansas City, in Cass, Clay, Jackson, and Platte Counties, Missouri.

The original contract was based on unit prices with a maximum obligation of \$500,000.00 for one fiscal year with two potential \$500,000.00 renewals at the City's option (a total of \$1,500,000.00 maximum commitment over three fiscal years). This ordinance is for the second and final renewal option, which cumulatively exceeds the \$1,000,000.00 ordinance threshold for construction contracts.

Executed Contract Summary

The City executed a \$500,000.00 construction contract under Contract No. 9746 on August 17, 2022, which also authorized two successive renewals.

The City executed a \$500,000.00 construction contract with SHEDIGS IT, LLC under Contract No. 9746-1 on July 20, 2023 for Renewal No. 1. The City executed a no-cost Change Order No. 1 on April 4, 2024 extending the term an additional 90 days to utilize remaining funds in the contract for Renewal No. 1.

The City executed a no-cost Change Order No. 2 on September 27, 2024 changing the responsibility of obtaining excavation and degradation permits to the contractor.

This proposed \$500,000.00 ordinance under Contract No. 9746-2 is for the second and final renewal option. With this renewal, the cumulative costs exceeds the \$1,000,000.00 ordinance threshold for construction contracts.

Contract Cost Summary

- Original Contract: \$500,000.00
- Renewal No. 1: \$500,000.00
- Change Order No. 1: \$0.00
- Change Order No. 2: \$0.00
- Proposed Renewal No. 2: \$500,000.00
- Total: \$1,500,000.00

Term

The term of this contract's Renewal No. 2 is 365 calendar days.

MBE/WBE Goals

CREO KC established goals of 11% MBE and 11% WBE on this construction project on April 28, 2022, which pre-dated CREO KC's Annual Goal Program.

Original Solicitation

This project was advertised in accordance with the City's requirements. Public bids were opened on July 12, 2022 with 5 bidders responding.

Awardee/Subcontracting Participation

SHEDIGS IT, LLC was originally selected for this project as the lowest, most responsive, and most responsible bidder with a bid amount of \$363,415.00, with subcontracting participation of 11% MBE and 11% WBE.

The maximum obligation of the City for the work on this project for Renewal No. 2 will be \$500,000.00. M/WBE goals will be met with this renewal.

Other Original Bidders/Subcontracting Participation

Other bids received with proposed subcontracting participation is as follows:

- Abay Construction / \$375,775.00 / 11% MBE & 11% WBE participation
- Haines & Associates Construction Co., Inc. / \$397,625.00 / non-responsive
- Leath & Sons, Inc. / \$486,000.00 / non-responsive

- Infrastructure Solutions, Inc. / \$556,917.45 / non-responsive

Estimated Project Cost

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

Fiscal Impact

1. Is this legislation included in the adopted budget? Yes No
2. What is the funding source?
25-8010-802010-B = \$500,000.00
Water, Division of Distribution - Pipeline
3. How does the legislation affect the current fiscal year?
This project was included in the 2025 CIP.
4. Does the legislation have a fiscal impact in future fiscal years? Please notate the difference between one-time and recurring costs.
No.
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)

Click or tap here to enter text.

Citywide Business Plan (CWBP) 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

This contract will provide resources to make critical repairs to the water distribution system to maintain KC Water's service levels.

Other Impacts

1. What will be the potential health impacts to any affected groups?
N/A
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 contract will provide for cost-effective repair and maintenance of valves within Kansas City, Missouri's water distribution system, improving system operability for reliable delivery of potable water to current and future residents of Kansas City, Missouri.

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 original contract's Contractor Utilization Plan was submitted to CREO KC on July 22, 2022, and was approved on July 26, 2022 with 11% MBE and 11% WBE participation.

Renewal No. 1 subcontracting information was submitted to CREO on April 19, 2023, and was approved on May 11, 2023 with 11% MBE and 11% WBE participation.

Renewal No. 2 subcontracting information was submitted to CREO on August 28, 2024, and was approved on September 13, 2024 with 11% MBE and 11% WBE participation.

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

No(Press tab after selecting)

N/A for this renewal.

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