

Mayor and Council Communication

DATE: 03/10/26

M&C FILE NUMBER: M&C 26-0165

LOG NAME: 60WSSC20WSMKCO1-JACKSON

SUBJECT

(CD 3) Authorize Execution of Change Order No. 1 in the Amount of \$1,159,312.05 to a Contract with Jackson Construction, Ltd., for the Water & Sanitary Sewer Replacement Contract 2020, WSM-K Project and Adopt Appropriation Ordinance to Effect a Portion of Water’s Contribution to the Fiscal Years 2026-2030 Capital Improvement Program

RECOMMENDATION:

It is recommended that the City Council:

1. Authorize execution of Change Order No. 1 in the amount of \$1,159,312.05 and add an additional 160 days to City Secretary Contract No. 60779, a contract with Jackson Construction, Ltd., for the Water & Sanitary Sewer Replacement Contract 2020, WSM-K project for a revised contract amount of \$11,430,474.05; and
2. Adopt the attached Appropriation Ordinance increasing appropriations in the Water and Sewer Capital Projects Fund in the amount of \$1,159,313.00, transferred from available PayGo funds within the Water and Sewer Fund, for the purpose of funding the Water Sanitary Sewer Replacement Contract 2020, WSM-K project (City Project No. 103421) and to effect a portion of Water’s contribution to the Fiscal Years 2026-2030 Capital Improvement Program.

DISCUSSION:

On December 12, 2023, by Mayor and Council Communication (M&C) 23-1081, the City Council authorized a construction contract with Jackson Construction, Ltd., in the amount of \$10,271,162.00 for the Water & Sanitary Sewer Replacement Contract 2020, WSM-K project.

Change Order No. 1 will primarily provide for hand tunneling installation (in lieu of open cut installation) to allow sanitary sewer laterals L-2825A and L-2836A (located west of Alton Road between W. Biddson Street and South Hills Drive) to be extended to sanitary sewer Lateral L-5062 located on Alton Road. Extending the identified laterals will allow sanitary sewer lateral L-2841 located in an inaccessible area west of Alton Road to be abandoned. The change order will also allow for the installation of vertical shafts in order to connect the service lines for twelve residential lines that must be reconnected to Laterals 2825A and 2836A. It is also necessary to provide increased pay items quantities of point repair and pipe enlargement in order to minimize disruption to property owners in the rear of lots between W. Biddson Street and Shelby Drive and Shelby Drive and South Hills Drive.

It is the practice of the Water Department to appropriate its Capital Improvement Program (CIP) plan throughout the Fiscal Year, instead of within the annual budget ordinance, as projects commence, additional funding needs are identified, and to comply with bond covenants.

Funding is available in the Transfer to Water/Sewer account of the Water and Sewer Fund for the purpose of funding the W&S REPL Contract 2020 WSM-K project within the Water & Sewer Capital Projects Fund.

FY2026 - Water PAYGO Appropriations per City Ordinance 27107-09-2024

FY2026 Original Adopted PayGo	FY2026 Amended PayGo (includes any council actions subsequent to budget adoption)	YTD PayGo Approved for/Moved to Capital Projects	This M&C	FY2026 Remaining PayGo Balance
\$101,090,082.00	\$101,090,082.00	(\$29,764,777.00)	(\$1,159,313.00)	\$70,165,992.00

Note: There may be other pending actions or recently approved actions that are not reflected in the table due to timing.

Funding is budgeted in the Transfer to Water/Sewer account of the Water and Sewer operating budget for the purpose of funding the W&S REPL Contract 2020 WSM-K project within the Water & Sewer Capital Projects Fund.

Appropriations for the W&S REPL Contract 2020 WSM-K project are as depicted below:

Fund	Existing Appropriations	Additional Appropriations	Project Total*
W&S Capital			

Projects Fund 56002	\$11,070,406.00	\$1,159,313.00	\$12,229,719.00
General Capital Projects Fund 30100	\$1,124,061.00	\$0.00	\$1,124,061.00
Project Total	\$12,194,467.00	\$1,159,313.00	\$13,353,780.00

*Numbers rounded for presentation purposes.

The project is located in COUNCIL DISTRICT 3.

FISCAL INFORMATION / CERTIFICATION:

The Director of Finance certifies that funds are currently available in the Water & Sewer Fund, and upon approval of the above recommendations and adoption of the attached appropriation ordinance, funds will be available in the W&S Capital Projects Fund for the W/SS REPL Contract 2020 WSM-K project to support the execution of the change order. Prior to any expenditure being incurred, the Water Department has the responsibility of verifying the availability of funds.

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