# CMAR – THE SOUTH DAKOTA EXPERIENCE

September 29, 2021
Council of Infrastructure Financing Authorities



## 2017: THE CMAR BEGINNING

- All SRF projects utilized Design Bid Build method
- Prior to 2017 Design Build projects had been discussed but never materialized
- Consultant approached DENR in 2017 to utilize the CMAR approach on a project to construct a new wastewater treatment facility for Sturgis, SD



## STAFF CONCERNS

- > Trepidation with a new, unfamiliar delivery method
- Uncertainty if approach would comply with SRF requirements
- State bid laws
- ➤ Lack of local water/wastewater contractors with experience in CMAR projects



## REASONS APPLICANTS WANT CMAR

- ➤ Qualifications Based Selection Competitive Bid Packages
- > Specialty Equipment Procurement
- Constructability
- ➤ Shortened Project Timeframe
- Contractor Input During Design Value Engineering Before Bid Opening
- > Firm Pricing



#### SD CMAR PROJECTS

#### > Sturgis

- ► New wastewater treatment facility
- ▶ \$13.48 million
- Nearing completion

#### > Pierre

- New water treatment Plant
- ▶ \$36.85 million
- ▶ Under Construction



## SD CMAR PROJECTS

#### > Sioux Falls

- Wastewater treatment facility rehabilitation
- ▶ \$159 million (and increasing)
- ► 60 percent design

#### > Harrisburg

- New wastewater treatment facility
- ▶ \$24.49 million
- Under construction



#### LESSONS LEARNED

- Know your specific state bid law requirements for CMAR or other alternative procurement methods
- Communicate with attorneys or other agencies that may have experience for guidance
- ➤ Develop checklists or guidance documents for use by SRF program staff and to share with applicants/consultants
- ➤ Be willing to learn new things that you have not worked with before



#### SRF STAFF EXPERIENCE

- Positive outcomes for projects
- Additional work on the front end of projects but reduced changes or questions during construction
- > Limited change orders
- CMAR firm and Owner tend to have strong relationship with low bid contractor
- > Projects are completed on time and at budget



## QUESTIONS?

Andy Bruels, Director
Division of Financial and Technical Assistance
605-773-4216
andrew.bruels@state.sd.us

Mike Perkovich, Administrator Environmental Funding Program 605-773-4216 mike.perkovich@state.sd.us

