

# AGENDA STAFF REPORT



**MEETING NAME:** REGULAR MEETINGS  
**MEETING DATE(S):** JANUARY 15 & 20, 2026  
**FROM:** DANNY FRIEND, DIRECTOR OF OPERATIONS  
**FOR:** ACTION  X  DIRECTION \_\_\_\_\_ INFORMATION \_\_\_\_\_

## FIRST AMENDMENT TO CONTRACT AGREEMENT WITH B-81 PAVING, INC. FOR PAVEMENT REPAIRS FOR WATER AND SEWER PROJECTS FOR 2025-2026

**STAFF RECOMMENDATION**

Authorize the General Manager to amend the contract agreement with B-81 Paving, Inc. titled Pavement Repairs for Water and Sewer Projects for 2025-2026. The amendment will add \$180,000 to the contract amount, increasing the total from \$250,000 to a not-to-exceed amount of \$430,000, and authorize the General Manager to take all necessary actions to complete the project.

**SUMMARY**

Annually the District conducts around 100 repairs on water mains, services, valves, blow-offs, air-vacs, and sewer lines within its service area. Following these repairs, temporary asphalt patches are installed by District staff until permanent patches are completed. B-81 Paving Inc. is contracted to provide these permanent patches and other paving and concrete repairs. In collaboration with the City of Desert Hot Springs, the District has agreed to complete permanent asphalt repairs within 90 days of the initial repair.

**ANALYSIS**

At the June 20, 2022, Board meeting, B-81 Paving, Inc. was awarded a one-year contract for \$250,000 for permanent pavement restoration related to water and sewer repairs, with options for three additional one-year extensions. The amended contract amount of \$430,000 will enable staff to manage asphalt repairs effectively and meet the 90-day timeline agreement with the City. To date, B-81 Paving, Inc. has completed \$138,164 worth of paving and repair work. The additional \$180,000 will be used to complete current and anticipated pavement repairs through FY 2025-2026, construct concrete slabs for chlorine buildings at Wells 28, 30, and 32 and complete slurry seal and striping at the Administration Building parking lot.

**FISCAL IMPACT & STRATEGIC PLAN IMPLEMENTATION**

The cost for all work authorized under this contract will be covered by the approved Operating and Capital budgets for FY 2025-2026. By aligning the contract amount with the budget, the District can better manage its financial resources, ensuring that funds are appropriately allocated without compromising project quality or completion. This action is consistent with Strategic Plan Smart Goal 4.3 Maintain and renew assets while facilitating strategic Capital Improvements.

FINANCIAL DATA		
Cost Associated with this action:	\$180,000.00	
Current FY cost:	\$430,000.00	
Future FY cost:	\$0.00	
Is it covered in current year budget:	YES <input checked="" type="checkbox"/>	NO <input type="checkbox"/>
Budget adjustment needed:	YES <input type="checkbox"/>	NO <input checked="" type="checkbox"/>
If yes, year needed:	N/A	
All previous contracts including dates, amounts and board approvals are attached or have been made available.		
FUNDING SOURCES		
Source of funds:	101 - General, 201 - Water	
BID/Job#	BID #515 & 539, Job #11601	
Current BID/Job balance	\$570,449.10	
Balance remaining if approved:	\$140,449.10	

**ATTACHMENTS**

- Attachment A - Original Contract Agreement
- Attachment B - First Amendment