

ORDINANCE/RESOLUTION REQUEST

All Fields must be completed

Incomplete request forms will be returned to sender which may cause a delay in processing.

Date of Request: 05/22/23

Please mark one: Bill Request or Resolution Request

1. Type of Request:

- Contract/Grant Agreement Intergovernmental Agreement (IGA) Rezoning/Text Amendment
- Dedication/Vacation Appropriation/Supplemental DRMC Change
- Other:

2. Title: Approves the first amendment to an agreement with Delsco Northwest, Corp to provide oil field closure services at Denver International Airport (DEN).

3. Requesting Agency: Department of Aviation

4. Contact Person:

Contact person with knowledge of proposed ordinance/resolution	Contact person to present item at Mayor-Council and Council
Name: Neil Maxfield	Name: Carolina Flores
Email: Neil.Maxfield@flydenver.com	Email: Carolina.Flores@flydenver.com

5. General description or background of proposed request. Attach executive summary if more space needed:

DEN qualified competitive proposals from specialized firms that provide oil field closure services in early 2022.

DEN is committed to several sustainability initiatives over the next five years to reduce its carbon footprint. In alignment with Vision 100, DEN is accelerating the effort to permanently cease all oil & gas operations and move forward with efforts to close its oil field in the regulatorily required manner. Delsco Northwest has completed the plugging of 53 of the 64 oil & gas wells and the decommissioning of 34 of the 38 tank batteries located at DEN. During this project, additional work has been required to meet our regulatory closure requirements, including but not limited to the remediation of historical soil contamination, decommissioning of a waterflood project, and increased fluid disposal costs. This first amendment increases the maximum obligation of the contract by \$3 million to \$12.2 million. No other contractual or scope changes are requested.

6. City Attorney assigned to this request (if applicable): Deb Overn

7. City Council District: District 11

8. **For all contracts, fill out and submit accompanying Key Contract Terms worksheet**

To be completed by Mayor's Legislative Team:

Resolution/Bill Number: _____

Date Entered: _____

Key Contract Terms

Type of Contract: Professional Services

Vendor/Contractor Name: Delsco Northwest, Corp.

Contract control number: (Legacy 202161284) / 202368118

Location: Denver International Airport

Is this a new contract? Yes No **Is this an Amendment?** Yes No **If yes, how many?** #1

Contract Term/Duration (for amended contracts, include existing term dates and amended dates): July 1, 2022 – June 30, 2024

Contract Amount (indicate existing amount, amended amount and new contract total):

<i>Current Contract Amount</i> (A)	<i>Additional Funds</i> (B)	<i>Total Contract Amount</i> (A+B)
\$9,200,000.00	\$3,000,000.00	\$12,200,000.00

<i>Current Contract Term</i>	<i>Added Time</i>	<i>New Ending Date</i>
July 1, 2022 – June 30, 2024	N/A	N/A

Scope of work:

The oil & gas field closure services provided by Delsco Northwest, Corp. must adhere to the Colorado Oil & Gas Conservation Commission’s (COGCC’s) regulatory requirements and will include, but not be limited to:

- the plugging and permanent closure of all oil & gas wells at DEN;
- the deconstruction, disposal and reclamation of all above ground oil & gas equipment;
- the proper removal of all underground oil flowlines associated with DEN’s oil & gas wells, and;
- the proper reclamation of the surface land areas, as required by the Colorado Oil & Gas Conservation Commission (COGCC).

Was this contractor selected by competitive process? Yes **If not, why not?**

Has this contractor provided these services to the City before? Yes No

Source of funds: DEN CIP

Is this contract subject to: W/MBE DBE SBE XO101 ACDBE N/A

WBE/MBE/DBE commitments (construction, design, Airport concession contracts): Not applicable.

Who are the subcontractors to this contract? Back Construction, Cottonwood Engineering, Contreras Trucking, NexTier Wireline.

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Date Entered: _____