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: 5/16/22

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 an agreement with Delsco Northwest, Corp to provide On-Call Oil Field Closure Services.

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: Ken Cope	Name: Carolina Flores
Email: Ken.Cope@flydenver.com	Email: Carolina.Flores@flydenver.com

5. General description or background of proposed request. Attach executive summary if more space needed:
DEN's Real Estate Division sought qualified competitive proposals from specialized firms that provide oil field closure services.

DEN is committed to several sustainability initiatives over the next five years to reduce its carbon footprint. DEN's Vision 100 plan focuses on efforts that supplement the work already being done at DEN and ways DEN can improve its environmental performance across all aspects of the operation. 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. The current DEN oil & gas field has been shut-in since May 2018 due to the elimination of a third-party gas gathering system to accept the natural gas produced by the wells. Without a gas gathering system, DEN is unable to produce oil and gas from its wells.

The work requires specialized and knowledgeable oil field operators to plug and permanently close each of DEN's 64 remaining wells, deconstruct the well equipment, deconstruct the 38 associated tank batteries, remove underground oil flowlines and reclaim the surface land area by removing concrete pads, road base and flattening gravel berms. The Colorado Oil & Gas Conservation Commission (COGCC) has specific regulatory requirements for this comprehensive activity that DEN and its contractors must adhere to.

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: On-Call, Professional Services

Vendor/Contractor Name: Delsco Northwest, Corp.

Contract control number: 202161284

Location: Denver International Airport

Is this a new contract? ☒ **Yes** ☐ **No** **Is this an Amendment?** ☐ **Yes** ☒ **No** **If yes, how many? _____**

Contract Term/Duration (for amended contracts, include existing term dates and amended dates): June 1, 2022 – June 30, 2023; 1 year and 1 month, plus one one-year option to extend.

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

Current Contract Amount (A)	*Additional Funds (B)*	*Total Contract Amount (A+B)*
N/A	N/A	$9,200,000.00

Current Contract Term	*Added Time*	*New Ending Date*
June 1, 2022 – June 30, 2023	N/A	June 30, 2023, plus one one-year option to extend

Scope of work:
The On-Call 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: CIP

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

WBE/MBE/DBE commitments (construction, design, Airport concession contracts): N/A

Who are the subcontractors to this contract? N/A

To be completed by Mayor's Legislative Team:

Resolution/Bill Number: _____ Date Entered: _____