



Legislation Text

File #: 21-0238, Version: 1

Contract Request Template (Contracts; IGAs; Leases)

Date Submitted: 3-1-21

Requesting Agency: Denver International Airport
Division:

Subject Matter Expert Name:

Name:	Angela Casias
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Item Title & Description:

(Do not delete the following instructions)

*These appear on the Council meeting agenda. Initially, the requesting agency will enter a 2-3 sentence description. Upon bill filling, the City Attorney's Office should enter the title above the description (the title should be in **bold** font).*

*Both the title and description must be entered between the red "title" and "body" below. Do **not** at any time delete the red "title" or "body" markers from this template.*

A resolution approving a proposed First Amendment between the City and County of Denver and Bohler Well Service, LLC concerning on-call workover rig services for oil and gas wells at Denver International Airport.

Amends a contract with Bohler Well Service, LLC by adding \$1,500,000 for a new total of \$2.8 million to reflect an increase in regulatory requirements for on-call workover rig services for Denver International Airport oil and gas wells including crews, supervisors, pumps, tanks, blow out preventers, auxiliary equipment, miscellaneous services, and associated supplies lines to adhere to all federal and state environmental and safety regulations, required for regulatory compliance regardless of well status. No change to contract duration (202157736). The last regularly scheduled Council meeting within the 30-day review period is on 4-12-21. The Committee approved filing this item at its meeting on 3-10-21.

Affected Council District(s) or citywide? Council District 11

Contract Control Number: 202157736

Vendor/Contractor Name (including any "DBA"): Bohler Well Service, LLC

Type and Scope of services to be performed:

This request is for a 1st amendment to the Bohler Well Services LLC (Bohler) on-call work over rig services contract at Denver International Airport (DEN). Bohler provides on-call work over rig services including crews, supervisors, pumps, tanks, blow out preventers, auxiliary equipment, miscellaneous services and associated supplies. Work over rig services are required for remedial work and compliance with regulatory agencies. This is a critical service for completing regulatory required Mechanical Integrity Testing and other critical repair work in the event of emergencies for wells that are temporarily shut in. The service is also required to permanently plug and abandon wells. A work over rig is the piece of equipment that allows the pump, rods and tubing to be lifted and lowered into the cased hole. This function allows the downhole pumps or rods to be changed, tubing to be replaced, cement plugs to be pumped for plugging, packers run for scale removal jobs, and well bore clean outs to enhance production.

Through the competitive RFP process completed in 2019, Bohler was the only responsive proposer for this opportunity. Due to the required regulatory work being much higher than the original contract value, this request is for an additional \$1,500,000 increasing the maximum contract liability to \$2,800,000. The term of the contract will remain unchanged.

Location (if applicable):

WBE/MBE/DBE goals that were applied, if applicable (construction, design, Airport concession contracts):

Are WBE/MBE/DBE goals met (if applicable)?

Is the contract new/a renewal/extension or amendment?

Was this contractor selected by competitive process or sole source?

For New contracts

Term of initial contract:

Options for Renewal:

How many renewals (i.e. up to 2 renewals)?

Term of any renewals (i.e. 1 year each):

Cost of initial contract term:

Cost of any renewals:

Total contract value council is approving if all renewals exercised:

For Amendments/Renewals Extensions:

Is this a change to cost/pricing; length of term; terms unrelated to time or price (List all that apply)?

If length changing

What was the length of the term of the original contract?

What is the length of the extension/renewal?

What is the revised total term of the contract?

If cost changing

What was the original value of the entire contract prior to this proposed change?

\$1,300,000.00

What is the value of the proposed change?

\$1,500,000.00

What is the new/revised total value including change?

\$2,800,000.00

If terms changing

Describe the change and the reason for it (i.e. compliance with state law, different way of doing business etc.)