REQUEST FOR PROPOSAL GRUBBS LINE USAGE



RFP 2017-17

RELEASE DATE 8/23/17

CONTACT: MATT FLETCHER, PURCHASING MANAGER PHONE – 575-234-7905

EMAIL — msfletcher@cityofcarlsbadnm.com

PROPOSAL DUE DATE: Sept. 15, 2017 by 5:00 p.m. (MDT)

SUBMIT TO: Purchasing Manager

Carlsbad Municipal Building 101 N. Halagueno Street

Room 114

Carlsbad, NM 88220

The City of Carlsbad owns an 11.7 mile water line in the Loco Hills area.

Line Location:

Beginning at Township 18 South, Range 31 East, Section 1, NE 1/4, running Southwest approximately 11 miles in Township 18 South, Range 30 E, Section 28, SE 1/4.

(A detailed map has been provided for reference)

The City is seeking proposals from parties interested in entering into an agreement with the City for the usage of the above referenced water line under the following terms and conditions:

- 1. The term of the agreement shall be 5 years.
- 2. Payment shall be on a per barrel basis. The rate is subject to negotiation.
- 3. Payments shall be made to the City on a monthly basis.
- 4. Line shall be repaired and restored to AWWA standards at the Applicant's expense.
- 5. Cost of repairs to the line will not be refundable at termination of the contract by either party.
- 6. The line is currently providing stock water to some area Ranchers. The successful applicant must agree to continue to provide water to the Ranchers.
- 7. The City will not supply water.
- 8. Agreement will be subject to BLM approval.

- 9. The applicant shall provide a water meter and make meter accessible to City personnel.
- 10. The applicant agrees to indemnify, save, and hold harmless, the City, its officers, and employees against all liability, claims, damages, losses, or expenses of every kind, including reasonable attorneys' fees together with costs and expenses of litigation, arising out of, from, or associated in any manner with the acts or omissions of the applicant, its officers, agents, or employees. A certificate of liability insurance in the minimum amount of \$1 million shall be provided with the proposal and must be maintained throughout the duration of the lease.
- 11. The agreement may be terminated by either party with written 30 day notice.
 - Offers shall be submitted in a sealed envelope to the Purchasing Manager, Room 114, Municipal Building, 101 N. Halagueno, Carlsbad, NM 88220 by 5:00 p.m. (MDT) on or before September 15, 2017. Proposals sent by email or fax will not be accepted.
 - Late proposals will not be accepted.
 - The City will consider offers that are in the best interest of the City.
 - The City has the right to reject any and all offers.