

PUBLIC SERVICE COMMISSION

Abandoned Mine Lands Division

Memorandum

TO: Commissioners Clark, Kalk and Cramer
Darrell Nitschke
Illona A. Jeffcoat-Sacco

From: Jim Deutsch, Director - AML Division

Date: June 11, 2012

Subject: Contract for material testing at the Beulah/Zap Phase 13 AML project, Case No. AM-12-81

In February the AML Division issued an Invitation for Bids for material testing at the 2012 Beulah/Zap, Phase 13, AML project. This project involves drilling and the injection of pressurized grout into abandoned underground mine workings. This contract is for the collection and lab testing of grout samples and other services. Competitive sealed bidding procedures were used with notices issued to specified registered vendors through the State Procurement Office. The public bid opening occurred on April 23rd and only two bids were received. The low bid came from GEOSERV, Inc. of Bismarck, ND, in the amount of \$30,500 and other bid was \$34,100. The staff estimate for this work was \$27,625.

A notice of Intent to Award a contract to GEOSERV was issued on April 27th. The other bidder did not appeal the Intent to Award and a contract was sent to GEOSERV for signing on May 7th. The signed contract has been returned and properly executed performance and payment bonds, liability insurance documents, and other materials were also submitted by GEOSERV as requested. The contract is now ready for execution by the Commission.

I recommend the Commission execute the contract with GEOSERV, Inc. in the amount of \$30,500 for material testing and other services at the Beulah/Zap, Phase 13, AML project. Attached is a motion for the June 14th Commission meeting for executing the contract.

Attachment

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