



AZ DRILLING LICENSE # 842
UT DRILLING LICENSE # 689
PO BOX 2175
COLORADO CITY, AZ 86021
435-619-4652

REVISED TEMPORARY PLUGGING PROPOSAL/CONTRACT FOR THE DEEP WELL

DATE: August 1, 2023

NAME: City of Hildale Utah ADDRESS: PO Box 840490, Hildale, UT 84784

EMAIL ADDRESS: jerry@hildalecity.com

LEGAL DESCRIPTION OF WHERE WORK IS TO BE PERFORMED: To Be Provided

Estimated start date: To be determined

Energy Services, LLC agrees to move in rig and equipment, furnish all labor, services materials, and equipment necessary to temporary plug water well. The well will be filled with 3/8" washed pea rock, estimated 225 tons, from -3,200' to -820' below surface. Set polymer plug from -820' to -800' install bentonite plugging material from -800' to -500'. -500' to surface no plug. Clean up site move out equipment.

WELL PERMITTING IS THE RESPONSIBILITY OF OWNER. LOCATING AND MARKING ALL UNDERGROUND PIPES AND ELECTRICAL IS THE RESPONSIBILITY OF OWNER (CALL 811)

TOTAL PLUGGING PROPOSAL: \$47,500.00

PAYMENT TERMS:

Energy Services, LLC requires two (2) progressive payments to be made during the plugging process to be as follows:

1st Payment of \$23,750.00 is due when rig is scheduled to move on site.

2nd Payment of \$23,750.00 is due upon completion of job.

Energy Services, LLC will send an invoice by email for each progress payment.

ACCEPTANCE OF PROPOSAL/CONTRACT:

_____ DATE
WELL OWNER CITY OF HILDALE UTAH

_____ DATE

_____ AGENT

_____ DATE

GOVERNING LAW:

This contract shall be construed, governed, interpreted, enforced, and litigated, and the relations between the parties determined in accordance with the laws of the State of Utah without regard to its choice or conflict of law principles.

COPY



STATE OF UTAH WELL DRILLER'S SURETY BOND

BOND NUMBER: 7900586235

(A continuation certificate on the bond issued during the previous calendar year is acceptable)

Know all men by these presents: That we Gerald Smith Licensee/Company Name or DBA as principal, and Nationwide Mutual Insurance Company Surety as corporation, duly organized and doing

business under and by virtue of the laws of the State of OH, and authorized to do business in the State of UTAH, and duly licensed for the purpose of making, guaranteeing or becoming sole surety upon bonds or undertakings required or authorized by the laws of the State of UTAH, as surety, are held and firmly bound unto the Office of the State Engineer in the sum of Five Thousand Dollars (\$5,000.00), lawful money of the United States of America, for the payment whereof well and truly to be made, we bind ourselves, our heirs, executors, successors and assigns, jointly and severally, firmly by these presents.

The Condition of the foregoing obligation is such that, WHEREAS, the above bounden principal has made application to the Utah State Engineer for a license to construct wells for utilizing or monitoring underground waters for the licensing cycle ending June 30, 2024 under Section 73-3-25 Utah Code Annotated authorizing said principal to engage in business as a licensee under said Section: And

WHEREAS, under the terms of said Section a Five Thousand Dollar (\$5,000.00) penal bond is required of said principal and good and sufficient surety, payable to the Office of the Utah State Engineer and conditioned upon the faithful and honest compliance with Section 73-3-25, Utah Code Annotated, 1953 and with the rules promulgated by the State Engineer pursuant thereto;

NOW, THEREFORE, if the above bounded principal, during the period July 1, 2021 to June 30, 2024, shall faithfully and honestly conduct his business as Licensed Water Well Driller and complies with the provisions of said Statute and said rules, then this obligation shall be null and void; otherwise to remain in full force and effect.

DATED: April 9, 2021

Gerald Smith, Energy Services, LLC Signature (Well Driller) & Company Name of DBA

P.O. Box 1346

STATE OF)

Address

COUNTY OF)

Glenrock, WY 82637

City/State/ZIP Code

Nationwide Mutual Insurance Company



Ashley Leavell

Surety Company Ashley Leavell Attorney in Fact

CORPORATE OATH AND ACKNOWLEDGMENT MUST BE ATTACHED