



**HALLADOR ENERGY COMPANY**  
 "COAL KEEPS YOUR LIGHTS ON"



March 20, 2018

Cory Smith  
 Environmental Specialist  
 Oil Conservation Division  
 Energy, Minerals, & Natural Resources  
 1000 Rio Brazos, Aztec, NM 87410

**NMOCB**  
**MAR 23 2018**  
**DISTRICT III**

Mr. Cory Smith

Below is a list of the remaining Below Grade Tanks that Hallador operates. Hallador proposes as a corrective action to close these sixteen sites on or before March 31, 2019. We believe we can close most of these sites this summer, however we are requesting a one year project deadline for this set of Below Grade Tanks to insure we have sufficient time to complete this work in the event that we encounter contamination at these locations.

Well Name	API No.	Qtr	Sec	T_N	R_W	BGT
Horton #1B	3004530165	nwse	7	31	11	1
Horton #1C	3004533061	nene	7	31	11	1
Horton #1D	3004533065	nese	7	31	11	1
Horton #2A	3004523392	sese	22	32	11	1
Horton #2B	3004530160	swne	22	32	11	1
Horton #2C	3004531435	nese	22	32	11	1
Horton #3A	3004523394	swnw	13	32	12	2
Horton #3C	3004531673	nenw	13	32	12	1
Horton #5	3004522933	swne	7	31	11	1
Horton #7	3004521362	swse	22	32	11	1
Horton #8	3004521846	swnw	13	32	12	1
Horton #9	3004522671	swne	22	32	11	1
Storey #1A	3004521957	sese	34	32	11	1
Storey #1B	3004530164	sesw	34	32	11	1
Storey #1C	3004531704	nwse	34	32	11	1

If you have any questions, please call me on my cell at 303 550-3226.

Tim Lovseth  
 Manager

## Smith, Cory, EMNRD

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**From:** Smith, Cory, EMNRD  
**Sent:** Wednesday, April 25, 2018 9:12 AM  
**To:** 'Tim Lovseth'  
**Cc:** Fields, Vanessa, EMNRD; Powell, Brandon, EMNRD  
**Subject:** RE: Hallador Petroleum BGT compliance

Tim,

OCD approves Hallador's proposed schedule. The one year project time period will start June 1, 2018. I will attached the below schedule to your letter I received on March 23, 2018 and put it in the well files identified in the letter.

Thank you,

Cory Smith  
Environmental Specialist  
Oil Conservation Division  
Energy, Minerals, & Natural Resources  
1000 Rio Brazos, Aztec, NM 87410  
(505)334-6178 ext 115  
[cory.smith@state.nm.us](mailto:cory.smith@state.nm.us)

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**From:** Tim Lovseth <tlovseth@halladorenergy.com>  
**Sent:** Tuesday, April 24, 2018 4:55 PM  
**To:** Smith, Cory, EMNRD <Cory.Smith@state.nm.us>  
**Subject:** Re: Hallador Petroleum BGT compliance

Cory

Hallador Petroleum proposes to begin the closure the remaining 16 Below Grade Tanks starting in late June. We propose to close at least two Below Grade Tanks per month. If weather and site conditions are favorable, we will accelerate field activities. We have delayed the start of this project because we are currently in the process of replacing our pumping contractor. This new contractor will be starting June 1<sup>st</sup> and will be handling the field activities associated with the BGT closure project.

Tim

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**From:** Smith, Cory, EMNRD <[Cory.Smith@state.nm.us](mailto:Cory.Smith@state.nm.us)>  
**Sent:** Tuesday, April 24, 2018 8:34:31 AM  
**To:** Tim Lovseth  
**Cc:** Fields, Vanessa, EMNRD  
**Subject:** RE: Hallador Petroleum BGT compliance

Tim,

OCD has received your list of outstanding BGT's for closure. In the letter it just mentions a year project time does Hallador have a proposed closure schedule for these BGT's? If so could you please send me the schedule so I may attach it to the submittal.

Thanks,

Cory Smith  
Environmental Specialist  
Oil Conservation Division  
Energy, Minerals, & Natural Resources  
1000 Rio Brazos, Aztec, NM 87410  
(505)334-6178 ext 115  
[cory.smith@state.nm.us](mailto:cory.smith@state.nm.us)

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**From:** Smith, Cory, EMNRD  
**Sent:** Thursday, March 15, 2018 2:00 PM  
**To:** 'Tim Lovseth' <[tlovseth@halladorenergy.com](mailto:tlovseth@halladorenergy.com)>  
**Cc:** Fields, Vanessa, EMNRD <[Vanessa.Fields@state.nm.us](mailto:Vanessa.Fields@state.nm.us)>  
**Subject:** RE: Hallador Petroleum BGT compliance

Tim,

Does Hallador intend to close a certain amount per month or just lump them all together for the year? Also please submit this list with a cover letter to the OCD District III Office. The address is below if you need it.

Thank you,

Cory Smith  
Environmental Specialist  
Oil Conservation Division  
Energy, Minerals, & Natural Resources  
1000 Rio Brazos, Aztec, NM 87410  
(505)334-6178 ext 115  
[cory.smith@state.nm.us](mailto:cory.smith@state.nm.us)

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**From:** Tim Lovseth [<mailto:tlovseth@halladorenergy.com>]  
**Sent:** Tuesday, March 13, 2018 3:12 PM  
**To:** Smith, Cory, EMNRD <[Cory.Smith@state.nm.us](mailto:Cory.Smith@state.nm.us)>  
**Subject:** Hallador Petroleum BGT compliance

Cory  
Attached is a list of the remaining Below Grade Tanks that are currently in use. Hallador proposes as a corrective action to close these sixteen sites on or before March 31, 2019. If you have any questions, please call me on my cell at 303 550-3226.  
Tim Lovseth