District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Belockibrit 1 copy to appropriate District Office and 1 copy to the Santa Fe Office

(Revised 3/9/94)

PIT REMEDIATION AND CLOSURE REPORT

30-045	ーースノ	995
--------	------	-----

Operator: Hallador Petroleum, LLP	Telephone: 1-800-839-5506				
Address: 1660 Lincoln Street, Denver, CO 80	264				
Facility Or: Horton 1A Well Name		2346			
Location: Unit G Sec 7, T 31N, R 11W, Cou		2003			
Pit Type: Separator X Dehydrator	Other State Of State	(A)			
Land Type: BLM X, State, F	ارچي، ا	B. LL. S. L.			
Pit Location: Pit dimensions: length40', width35', depth25' (Attach diagram) Reference: wellheadX, other Footage from reference:50'					
Direction from reference: <u>10</u> Degrees <u>South</u> of <u>East</u>					
Depth To Ground Water (Vertical distance from contaminants to seasonal high water elevation of ground water.)	Less than 50 feet Yes 50 feet to 99 feet Greater than 100 feet	(20 points) (10 points) (0 points) 20			
Wellhead Protection Area: (Less than 200 feet from a private domestic water source, or; less than 1000 feet from all other water sources.)	No	(20 points) (0 points) 			
Distance To Surface Water: (Horizontal distance to perennial lakes, ponds, rivers, streams, creeks, irrigation canals and ditches.)	Less than 200 feet 200 feet to 1000 feet Greater than 1000 feet Yes	(20 points) (10 points) (0 points)			
	RANKING SCORE (TOTAL POINTS):	20			

Date Remediation Starte	ed: <u>10/1999</u>	Date completed:	6/2003
Remediation Method: (Check all appropriate	Excavation X	Approx. cubic	yards <u>1296</u>
	Landfarmed X	Insitu Bioreme	diation
	Other		
Remediation Location:	Onsite <u>Landfarmed</u>	Offsite	
(i.e. landfarmed onsite, name and location of offsite facility)			
			d from pit area to a bedrock (shale) at and tilled periodically over a two year
Ground Water Encounter	ered: No X	Yes Deptl	1
Final Pit: Closure Sampling: (if multiple samples, attach sample results and diagram of sample locations and depths) Sample Date 11/09/00 Sample time 0915 Sample Results Benzene(ppm) NA Total BTEX(ppm) NA Field headspace(ppm) 0.0 TPH 110 mg/Kg Sample location Horton 1A, pit excavation bottom Sample depth 1 below excavated bottom approx. 23' BGS Sample Results Benzene(ppm) NA Field headspace(ppm) 0.0 TPH 110 mg/Kg Sample location Horton 1A, side wall Sample depth 3-4' BGS Sample Date 11/09/00 Sample time 0925 Sample Results Benzene(ppm) NA Total BTEX(ppm) NA Total BTEX(ppm) NA Field headspace(ppm) 0.0 TPH ND mg/Kg			
Ground Water Sample:	Yes No	X (If yes, attach s	ample results)
knowledge and belief.	or, LLP, I hereby certify t	hat the information above is	true and complete to the best of my
Date 7/1/2 3 Signature	10	Printed Name: John Ha	gestrom
Signature A	LX &	and Title: Environ. Tec	

Operator: Hallador Petroleum Inc. Location Name: Horton 1A

Location: Unit G Sec. 7, T31N, R11W, San Juan County, NM

Risk Ranking: 20

RATIONAL FOR RISK-BASED CLOSURE OF PRODUCTION PITS LOCATED INSIDE OF THE VULNERABLE ZONE IN SAN JUAN BASIN

This production pit location was ranked according to the criteria in the New Mexico Oil Conservation Division's Unlined Surface Impoundment Closure Guidelines and received a ranking score of ten. The estimated depth to groundwater is less than 50-feet beneath ground surface (BGS); the pit is not in a well head protection area. There are no surface water bodies within 1,000 horizontal feet of the pit location (ephemeral washes).

The primary source of contamination, discharge to the pit has been removed. There has been no discharge to the pit for at least two (2) years. The pit has been closed for at least two years. Bedrock was encountered at approximately 25 feet with no ground water encountered.

The pit has not been back filled with clean soil yet. When back filling is accomplished it will be graded in a manner to divert precipitation away from excavated area. Minimal infiltration of rainfall is expected. Any rainfall that does infiltrate the ground surface must migrate through clean backfill before reaching the residual hydrocarbons.

There is no source material at the ground surface, so direct contact with livestock and populous is not likely.

In general, outside of the vulnerable area and alluvial valleys, bedrock material is generally encountered within twenty (20) feet of the ground surface. Bedrock material in the San Juan Basin consists of interbedded sandstones, shales and clays. According to Freeze and Cherry, 1979, the hydraulic conductivity of the bedrock material are as follows:

Sandstone 10⁻⁹ to 10⁻¹³ cm/sec Shale 10⁻¹² to 10⁻¹⁶ cm/sec Clay 10⁻¹² to 10⁻¹⁵ cm/sec

Based on this information, the residual hydrocarbons should not migrate to groundwater.

Natural process' (bioremediation) are degrading the residual hydrocarbon to carbon dioxide and water and will continue until source is gone, therefore minimizing any impact to the environment.

Based on the above information, it is highly unlikely that any source material will impact groundwater or ever find an exposure pathway to effect human health, therefore

Hallador Petroleum Inc. requests closure of this pit location.

Souder, Miller and Associates rskevl.doc

District I

State of New Mexico

SUBMIT 1 COPY

TO

P.O. Box 1980,

Energy, Minerals and Natural Resources

APPROPRIATE

Hobbs, NM District II

Department

DISTRICT OFFICE

P.O. Drawer DD, Artesia, NM 88211 AND 1 COPY TO

Artesia, NM 88211 District III

OIL CONSERVATION DIVISION

SANTA FE OFFICE

1000 Rio Brazos Rd, Aztec, NM 87410 P.O. Box 2088

Landfarm Remediation and Closure Report

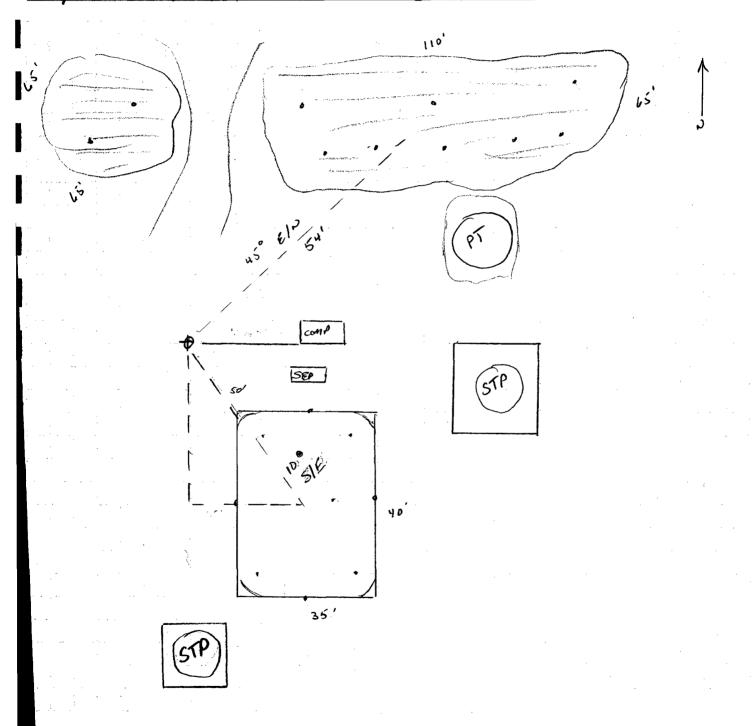
Owner/Operator: Hallador Petroleum, LLP Telephone: 1-800-839-5506 Address: 1660 Lincoln Street Denver, CO 80264 Facility or Well Name: Horton 1A Location: Unit G, Section: 7 T31N R11W County: San Juan BLM <u>X</u>, State ____, Fee ____, Other ____ Landfarm location Length: 175' Width: 65' Reference: Wellhead: X Other: Footage from reference: 54'Direction from reference: 45° East of North Refer to attached map for land farm location GENERAL DISCRIPTION of LANDFARM ACTIVITIES: Contaminated soils were excavated from the pit area to bedrock (shale) at approx. 25'. Recovered soil was distributed on location and plowed/tilled, numerous times over a twenty four month period. Following clearance sampling and land farm remediation, treated soils will be backfilled in original pit area. SAMPLING INFORMATION Type of sample: Grab: ____ Composite: 10 points Sample Depth : 0-12" Sample Date: 6/9/03Sample Time: 1110 Laboratory Analysis: BTEX NA (ppm) TPH ND mg/Kg(ppm) OVM/PID <u>0.0</u> units Refer to attached map for sample location. Laboratory results attached AS AN AGENT FOR HALLADOR, LLP, I HEREBY CERTIFY THAT THE INFORMATION ABOVE IS TRUE AND COMPLETE TO THE BEST OF MY KNOWLEDGE AND BELIEF 1/1/03 Date: Signature: Print Name: John Hagstrom Title: Environmental Technician



DATE 11 9 00 BY JOH

SUBJECT HOLTON 1A

SWINE SECT TOIN RIIW SJC SFOTSOFSA



612 E. Murray Drive Farmington, NM 87499

Off: (505) 327-1072 FAX: (505) 327-1496

iiná bá

P.O. Box 3788 Shiprock, NM 87420

Off: (505) 368-4065

ANALYTICAL REPORT

CLIENT:

Souder, Miller & Associates

Work Order:

0306016

Project:

1114128; Horton 1A Landfarm

Lab ID:

0306016-001A

Client Sample Info: Horton 1A

Client Sample ID: Landfarm Sample

Collection Date: 6/9/2003 11:10:00 AM

Date: 17-Jun-03

Matrix: SOIL

Parameter	Result	PQL Qu	al Units	DF	Date Analyzed
DIESEL RANGE ORGANICS		SW8015	3		Analyst: JEM
T/R Hydrocarbons: C10-C28	ND	25.0	mg/Kg	1	6/16/2003
GASOLINE RANGE ORGANICS		SW8015	3		Analyst: JEM
T/R Hydrocarbons: C6-C10	ND	4.50	mg/Kg	25	6/16/2003

Qualifiers:

ND - Not Detected at the Practical Quantitation Limit

J - Analyte detected below Practical Quantitation Limit

B - Analyte detected in the associated Method Blank

* - Value exceeds Maximum Contaminant Level

S - Spike Recovery outside accepted recovery limits

R - RPD outside accepted precision limits

E - Value above Upper Quantitation Limit - UQL

Page 1 of 1