

April 12, 1999

Mr. Mike Hanak
KN Energy Inc.
370 Van Gordon Street
Lakewood, CO 80228

RE: Abandoned Gas Plants or Gas Compressor Sites

Dear Mr. Hanak:

As I had indicated during our telephone conversation, the Kansas-Nebraska Natural Gas Company Inc. (Kansas-Nebraska) operated the former Mount Hope Gas Plant located in the NE/4 NW/4 Section 30, T9N, R53W in Logan County. The plant apparently began operations in August of 1954. Our records indicate that Kansas-Nebraska was the operator from 1960 to 1962. There was no reporting from this facility after 1962.

Additionally, Kansas-Nebraska entered into several joint ventures with various partners including Associated Oil & Gas Co. One of these joint ventures includes the currently operating Yenter Gas Plant.

LOGAN COUNTY

Padroni Joint Venture:

Little Hoot Gas Plant
Padroni Gas Plant

SE SE Section 10 – T10N – R54W
SW SW Section 15 – T9N – R52W

Yenter Joint Venture:

Lewis Creek - Gillham Compressor Station
West Peetz Gathering System
Northwest Graylin Compressor Unit

NE NE Section 1 – T11N – R53W
SE Section 30 – T12N – R52W
NE SW Section 1 – T8N – R54W

Attached are copies of various documents from the county records regarding the above joint ventures.

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Two other potential sites are as follows:

ADAMS COUNTY

Leader Gas Plant T2S – R59W

MORGAN COUNTY

Bijou Gas Plant T3N – R58W

Please determine the responsibility of KN Energy Inc. regarding the site investigation, remediation, and/or reclamation of these sites. Should you have any questions, please call me at (303) 894-2100 ext. 118.

Sincerely,

A handwritten signature in black ink, appearing to read "Randall H. Ferguson", with a long horizontal flourish extending to the right.

Randall H. Ferguson
Environmental Protection Specialist

Attachments

Cc: Rich Griebing – COGCC
 Debbie Baldwin – COGCC
 Ed DiMatteo – COGCC