

**VIA E-MAIL TO MR. GREG LALICKER**

November 23, 2020

Mr. Greg Lalicker  
Chief Executive Officer  
Hilcorp Energy Company  
1111 Travis Street  
Houston, Texas 77002

**RE: Consent Agreement CPF No. 5-2017-0004S  
Middle Ground Shoal Fuel Gas System  
Request for Termination of Consent Agreement – Item 32**

Dear Mr. Lalicker:

On March 3, 2017, the Pipeline and Hazardous Materials Safety Administration (PHMSA) issued a Notice of Proposed Safety Order to Hilcorp Alaska, LLC (Hilcorp)<sup>1</sup> for alleged conditions existing on Hilcorp's Middle Ground Shoal (MGS) Fuel Gas System and proposed that Hilcorp take certain corrective measures. On March 15, 2017, Hilcorp requested an informal consultation. An informal consultation was held on March 22, 2017. As a result of the informal consultation process, PHMSA and Hilcorp entered into a Consent Agreement on April 11, 2017. On April 12, 2017, PHMSA issued an Order approving and incorporating the terms of the Consent Agreement.

By letter dated September 14, 2020, Hilcorp stated that the final outstanding items required by the Consent Agreement had been completed and requested closure of the Consent Agreement. Hilcorp indicated that the final outstanding items were the abandonment of the Baker "B" and Dillon "A" pipelines pursuant to 49 CFR 192.727. By letter dated October 29, 2020, PHMSA requested supporting data documenting abandonment of the above referenced pipelines, which Hilcorp provided by letter dated November 5, 2020.

With respect to Hilcorp's request for closure of the Consent Agreement, PHMSA agrees that the last remaining corrective measures of the Consent Agreement were the abandonment of the Baker "B" and Dillon "A" pipelines. Given their abandonment, I have determined that the terms of the Consent Agreement have been completed. Accordingly, the Consent Agreement is terminated. Thank you for your cooperation in this matter.

Sincerely,

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<sup>1</sup> Hilcorp Alaska, LLC, which is a wholly-owned subsidiary of Hilcorp Energy Company.

Dustin Hubbard  
Director, Western Region  
Pipeline and Hazardous Materials Safety Administration

cc: PHP-60 Compliance Registry  
PHP-500 T. Johnson (#155644)  
Mr. David S. Wilkins, Senior Vice President, Hilcorp Alaska (via email)  
Mr. Ben Wasson, Hilcorp Alaska (via email)