



GARY HERBERT  
*Governor*  
SPENCER J. COX  
*Lieutenant Governor*

State of Utah  
Department of Commerce  
Division of Public Utilities

FRANCINE GIANI  
*Executive Director*

CHRIS PARKER  
*Director, Division of Public Utilities*

June 7, 2019

Dead Horse Oil Company LLC  
17 West Main Street Ste 13A  
Green River, Utah 84525

Rodney Nugent, Registered Agent  
Dead Horse Oil Company LLC  
17 West Main Street  
PO Box 149  
Green River, Utah 84525  
[rnuge1@yahoo.com](mailto:rnuge1@yahoo.com)

Mr. Dana F. Green, Manager  
Dead Horse Oil Company LLC  
[dfgreen1@dslextreme.com](mailto:dfgreen1@dslextreme.com)

Mr. Dean Christensen, Manager  
Dead Horse Oil Company LLC  
[Dirtbag129@gmail.com](mailto:Dirtbag129@gmail.com)

To whom it may concern:


The Utah Division of Public Utilities (Division) has reason to believe that Dead Horse Oil Company LLC (Dead Horse) is the new operator of the intrastate natural gas pipeline near Moab (Pipeline) previously operated by Pacific Energy & Mining (PEMC). As the new operator of the Pipeline, Dead Horse is subject to the Public Service Commission of Utah's (PSC) April 10, 2019 order (Order) mandating suspension of Pipeline operations on June 10, 2019 unless PEMC successfully "demonstrates to the PSC that it has materially remedied the violations in its control." No such demonstration has been made as of the date of this letter. Accordingly, Dead Horse must suspend Pipeline operations June 10, 2019 with the suspension lasting until the PSC issues an order discontinuing the suspension. A copy of the Order is enclosed, and the Order and other orders and filings in the docket can be viewed at <https://psc.utah.gov/2018/04/12/docket-no-18-2602-01-2/>. PEMC has filed an appeal of the Order but that appeal does not stay the effect of the Order.

The Division and its Utah Pipeline Safety Section (UTPS) seeks an appointment with a representative of Dead Horse at the Pipeline on June 11, 2019 to verify that the Pipeline operations have been suspended. Please contact Connie Hendricks at (801) 530-6286 or [cshendricks@utah.gov](mailto:cshendricks@utah.gov) to make arrangements for Division and UTPS personnel to meet a representative of Dead Horse at the Pipeline to verify that correct procedures for suspending operations were followed and that Pipeline operations were suspended as of June 10, 2019.

We require a prompt response so arrangements can be made for travel, etc. Please also provide a contact name and phone number along with specific location for the meeting on June 11, 2019.

If you have any questions and are not represented by an attorney, please call Patricia E. Schmid, Assistant Attorney General representing the Division at (801) 366-0380. If you are represented by an attorney and have questions, please have that attorney call Ms. Schmid. Note that such inquiries do not change the effectiveness of the Order and the date that Pipeline operations must be suspended.

Sincerely,



Al Zadeh  
Pipeline Safety Lead Engineer

Encl.

cc: Chris Parker  
Terry Spencer, Attorney for PEMC, at [terry@spencerandcollier.com](mailto:terry@spencerandcollier.com)  
Patricia E. Schmid