UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION II

IN THE MATTER OF:

Pan American Grain Co, Inc.

RESPONDENT

STATUS REPORT

DOCKET NUMBER CWA-02-2011-34

STATUS REPORT

COME NOW Complainant, the U.S. Environmental Protection Agency ("EPA"), and Respondent, Pan American Grain Manufacturing Co, Inc. ("PAGM"), through the undersigned attorneys, and respectfully allege and pray as follows:

Pursuant to the April 27, 2012 Order, issued by the Administrative Law Judge, Honorable M. Lisa Buschmann (the "Order"), the Parties submit the following status report in the above captioned matter.

The Complainant and PAGM (herein together the "Parties") have been actively participating in good faith negotiations in order to expedite a final settlement of this matter as well as for other allegations made by EPA in connection to three (3) other PAGM facilities for a global settlement.

To such ends, the Complainant evaluated the cases and presented a global settlement proposal for PAGM's consideration. Technical inquiries were presented and following receipt and evaluation of the proposal submitted and addressed by EPA

thereafter. Upon review of all information submitted, PAGM presented a

counterproposal which is currently being evaluated by EPA in conjunction with new

information recently received in connection with one of the facilities.

Since the date of issuance of the Order, the Parties have also had several

conference calls, the last of which was held this week, to discuss additional

considerations, arguments and settlement proposals, which the Parties are still

considering, in an effort to hopefully reach a settlement expeditiously for all outstanding

matters.

This Motion has been filed today in order to have the Administrative Law Judge,

Honorable M. Lisa Buschmann, take notice of the efforts made by the Parties in trying to

reach a settlement agreement dispositive of all matters asserted in the administrative

complaint.

Respectfully submitted, in San Juan, Puerto Rico, this 2 day of May, 2012.

US Environmental Protection Agency,

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UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION II

IN THE MATTER OF:

ISTATUS REPORT

Pan American Grain Co, Inc.

DOCKET NUMBER CWA-02-2011-3451

RESPONDENT

CERTIFICATE OF SERVICE

I certify that I have this day caused to be sent the foregoing **Status Report**, dated May , 2012, and bearing the above-referenced docket number, in the following manner to the respective addressees below:

Original and copy by facsimile, Overnight Mail to:

Karen Maples

Regional Hearing Clerk
Region II
U.S. Environmental Protection Agency
290 Broadway, 16th Floor
New York, NY 10007-1866
Fax (212) 637-3202.

Copy by facsimile, Certified Mail/Return Receipt to:

Attorney for Respondent:

Gretchen Méndez-Vilella, Esq. Goldman Antonetti & Córdova, P.S.C. P.O. Box 70364 San Juan, P.R. 00936-8364 Telephone 787-759-8000 Fax 787-474-2407

Copy by facsimile, Overnight Mail to:

Administrative Law Judge

Honorable M. Lisa Buschmann

Office of Administrative Law Judges U.S. Environmental Protection Agency 1099 14th Street, N.W., Suite 350

Washington, D.C. 20005

Fax (202) 565-0044.

Date

Name